



# **LION POSIM BERHAD**

Registration No. 198201002310 (82056-X)

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(Incorporated in Malaysia)

## **Interim Financial Report for the Second Quarter Ended 30 June 2024**

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(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

|   | Note | INDIVIDUAL QUARTER  |                     |             | YEAR-TO-DATE ENDED  |                     |             |
|---|------|---------------------|---------------------|-------------|---------------------|---------------------|-------------|
|   |      | 30.6.2024<br>RM'000 | 30.6.2023<br>RM'000 | Change<br>% | 30.6.2024<br>RM'000 | 30.6.2023<br>RM'000 | Change<br>% |
| Revenue   |      | 175,876             | 178,031             | -1          | 360,371             | 379,465             | -5          |
| Operating expenses  |      | (176,350)           | (177,457)           |             | (360,300)           | (378,287)           |             |
| Other operating income  |      | 2,445               | 1,344               |             | 5,652               | 3,209               |             |
| Profit from operations  |      | 1,971               | 1,918               | 3           | 5,723               | 4,387               | 30          |
| Finance costs   |      | (1,013)             | (454)               |             | (1,548)             | (709)               |             |
| Share of results of associated companies                                |      | 910                 | (753)               |             | 987                 | (905)               |             |
| Profit before tax   | 23   | 1,868               | 711                 | >100        | 5,162               | 2,773               | 86          |
| Income tax expense  | 16   | (685)               | (735)               |             | (1,628)             | (1,695)             |             |
| Profit/(Loss) for the period  |      | 1,183               | (24)                | >100        | 3,534               | 1,078               | >100        |
| Profit/(Loss) attributable to:  |      |                     |                     |             |                     |                     |             |
| - Owners of the Company   |      | 1,183               | (23)                |             | 3,534               | 1,079               |             |
| - Non-controlling interests   |      | -                   | (1)                 |             | -                   | (1)                 |             |
| Profit/(Loss) for the period  |      | 1,183               | (24)                |             | 3,534               | 1,078               |             |
| Earnings/(Loss) per share attributable to owners of the Company (sen) : | 21   |                     |                     |             |                     |                     |             |
| - Basic   |      | 0.52                | (0.01)              |             | 1.55                | 0.47                |             |
| - Diluted   |      | 0.52                | (0.01)              |             | 1.55                | 0.47                |             |

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

|  | <b>INDIVIDUAL QUARTER</b>  |                            | <b>YEAR-TO-DATE ENDED</b>  |                            |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
|  | <b>30.6.2024</b><br>RM'000 | <b>30.6.2023</b><br>RM'000 | <b>30.6.2024</b><br>RM'000 | <b>30.6.2023</b><br>RM'000 |
| Profit/(Loss) for the period   | <b>1,183</b>               | (24)                       | <b>3,534</b>               | 1,078                      |
| <u>Other comprehensive income/(loss)</u>   |                            |                            |                            |                            |
| <u>Item that will not be reclassified subsequently to profit or loss</u>               |                            |                            |                            |                            |
| Net gain/(loss) on other investments at fair value through other comprehensive income: |                            |                            |                            |                            |
| - Fair value changes   | <b>1,120</b>               | 2,240                      | <b>(840)</b>               | 2,240                      |
| <u>Item that may be reclassified subsequently to profit or loss</u>                    |                            |                            |                            |                            |
| Foreign currency translation differences arising from foreign operations               | <b>34</b>                  | 3,633                      | <b>2,849</b>               | 9,427                      |
| Other comprehensive income for the period  | <b>1,154</b>               | 5,873                      | <b>2,009</b>               | 11,667                     |
| Total comprehensive income for the period  | <b>2,337</b>               | 5,849                      | <b>5,543</b>               | 12,745                     |
| Total comprehensive income attributable to:  |                            |                            |                            |                            |
| - Owners of the Company  | <b>2,337</b>               | 5,846                      | <b>5,543</b>               | 12,742                     |
| - Non-controlling interests  | -                          | 3                          | -                          | 3                          |
|  | <b>2,337</b>               | 5,849                      | <b>5,543</b>               | 12,745                     |

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

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## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

|   | Note | AS AT<br>30.6.2024<br>RM'000 | AS AT<br>31.12.2023<br>RM'000 |
|---|------|------------------------------|-------------------------------|
| <b>ASSETS</b>   |      |                              |                               |
| <b>Non-Current Assets</b>                                       |      |                              |                               |
| Property, plant and equipment                                   |      | 37,789                       | 38,486                        |
| Right-of-use assets   |      | 6,604                        | 7,870                         |
| Investment properties   |      | 121,402                      | 118,564                       |
| Investment in associated companies                              |      | 30,226                       | 29,228                        |
| Other investments   |      | 15,846                       | 16,686                        |
| Amount owing by other related company                           |      | 98,551                       | 99,551                        |
| Deferred tax assets   |      | 9,175                        | 9,212                         |
| Total Non-Current Assets  |      | <b>319,593</b>               | <b>319,597</b>                |
| <b>Current Assets</b>   |      |                              |                               |
| Inventories   |      | 23,136                       | 23,443                        |
| Trade receivables   |      | 277,510                      | 285,898                       |
| Other receivables and prepayments                               |      | 89,877                       | 78,659                        |
| Amount owing by immediate holding company                       |      | 70,459                       | 70,648                        |
| Amount owing by other related companies                         |      | 85,661                       | 88,973                        |
| Tax recoverable   |      | 1,465                        | 2,473                         |
| Investment in money market funds                                |      | 2,405                        | 2,362                         |
| Fixed deposits, cash and bank balances                          |      | 73,470                       | 69,385                        |
| Total Current Assets  |      | <b>623,983</b>               | <b>621,841</b>                |
| <b>Total Assets</b>   |      | <b>943,576</b>               | <b>941,438</b>                |
| <b>EQUITY AND LIABILITIES</b>                                   |      |                              |                               |
| <b>Capital and Reserves</b>                                     |      |                              |                               |
| Share capital   |      | 920,902                      | 920,902                       |
| Reserves  |      | (153,230)                    | (158,773)                     |
| Equity attributable to owners of the Company                    |      | <b>767,672</b>               | <b>762,129</b>                |
| Non-controlling interests                                       |      | -                            | -                             |
| <b>Total Equity</b>   |      | <b>767,672</b>               | <b>762,129</b>                |
| <b>Non-Current and Deferred Liabilities</b>                     |      |                              |                               |
| Lease liabilities   |      | 5,764                        | 6,442                         |
| Deferred tax liabilities  |      | 357                          | 357                           |
| Total Non-Current and Deferred Liabilities                      |      | <b>6,121</b>                 | <b>6,799</b>                  |
| <b>Current Liabilities</b>                                      |      |                              |                               |
| Trade payables  |      | 47,272                       | 54,272                        |
| Other payables and accrued expenses                             |      | 50,521                       | 49,809                        |
| Contract liabilities  |      | 30,282                       | 29,628                        |
| Amount owing to other related companies                         |      | 1,724                        | 1,441                         |
| Lease liabilities   |      | 1,781                        | 2,076                         |
| Bank borrowings   | 17   | 38,094                       | 35,280                        |
| Tax liabilities   |      | 109                          | 4                             |
| Total Current Liabilities                                       |      | <b>169,783</b>               | <b>172,510</b>                |
| <b>Total Liabilities</b>  |      | <b>175,904</b>               | <b>179,309</b>                |
| <b>Total Equity and Liabilities</b>                             |      | <b>943,576</b>               | <b>941,438</b>                |
| Net assets per share attributable to owners of the Company (RM) |      | <b>3.37</b>                  | <b>3.35</b>                   |

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

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

|   | ← Non-distributable reserves → |                 |                |                    |                       |                           |                |
|---|--------------------------------|-----------------|----------------|--------------------|-----------------------|---------------------------|----------------|
|   | Share capital                  | Treasury shares | Other reserves | Accumulated losses | Total                 | Non-controlling interests | Total equity   |
|   | RM'000                         | RM'000          | RM'000         | RM'000             | RM'000                | RM'000                    | RM'000         |
| <b><u>30 June 2024</u></b>                |                                |                 |                |                    |                       |                           |                |
| At 1 January 2024                         | 920,902                        | (2,277)         | 50,533         | (207,029)          | <b>762,129</b>        | -                         | 762,129        |
| Total comprehensive income for the period | -                              | -               | 2,009          | 3,534              | <b>5,543</b>          | -                         | 5,543          |
| At 30 June 2024                           | <u>920,902</u>                 | <u>(2,277)</u>  | <u>52,542</u>  | <u>(203,495)</u>   | <b><u>767,672</u></b> | <u>-</u>                  | <u>767,672</u> |
| <b><u>30 June 2023</u></b>                |                                |                 |                |                    |                       |                           |                |
| At 1 January 2023                         | 920,902                        | (2,277)         | 42,619         | (220,582)          | <b>740,662</b>        | 43                        | 740,705        |
| Total comprehensive income for the period | -                              | -               | 11,663         | 1,079              | <b>12,742</b>         | 3                         | 12,745         |
| At 30 June 2023                           | <u>920,902</u>                 | <u>(2,277)</u>  | <u>54,282</u>  | <u>(219,503)</u>   | <b><u>753,404</u></b> | <u>46</u>                 | <u>753,450</u> |

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 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

|   | Note | YEAR-TO-DATE ENDED  |                     |
|---|------|---------------------|---------------------|
|   |      | 30.6.2024<br>RM'000 | 30.6.2023<br>RM'000 |
| <b><u>OPERATING ACTIVITIES</u></b>                          |      |                     |                     |
| Profit before tax   |      | 5,162               | 2,773               |
| Adjustments for:  |      |                     |                     |
| Non-cash items  |      | 4,400               | 5,522               |
| Non-operating items   |      | (118)               | (226)               |
| Operating profit before changes in working capital          |      | 9,444               | 8,069               |
| Changes in working capital:                                 |      |                     |                     |
| Net changes in current assets                               |      | (2,177)             | (44,705)            |
| Net changes in current liabilities                          |      | (6,011)             | 3,565               |
| Others  |      | 289                 | (1,534)             |
|   |      | 1,545               | (34,605)            |
| <b><u>INVESTING ACTIVITIES</u></b>                          |      |                     |                     |
| Purchase of property, plant and equipment                   |      | (196)               | (490)               |
| Proceeds from disposal of property, plant and equipment     |      | 131                 | 90                  |
| Increase in investment in money market funds                |      | (43)                | (41)                |
| Decrease in amount owing by other related companies         |      | 1,000               | -                   |
| Interest received   |      | 335                 | 322                 |
|   |      | 1,227               | (119)               |
| <b><u>FINANCING ACTIVITIES</u></b>                          |      |                     |                     |
| Increase in bank borrowings                                 |      | 2,814               | 14,295              |
| Increase in amount owing to other related companies         |      | 283                 | 175                 |
| Increase in cash at banks held under fixed deposits pledged |      | (179)               | (433)               |
| Others  |      | (1,957)             | (1,341)             |
|   |      | 961                 | 12,696              |
| Net changes in cash and cash equivalents                    |      | 3,733               | (22,028)            |
| Effect of exchange differences                              |      | 173                 | 454                 |
| Cash and cash equivalents at beginning of the period        |      | 42,949              | 56,224              |
| Cash and cash equivalents at end of the period              | 18   | 46,855              | 34,650              |

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

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## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. Accounting policies and methods of computation

The condensed consolidated financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023. 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 31 December 2023.

The significant accounting policies adopted in the condensed consolidated financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2023 except for the adoption of the following amendments to MFRSs effective for the financial period beginning 1 January 2024:

|                                   |   |
|-----------------------------------|---|
| Amendments to MFRS 16             | Lease Liability in a Sale and Leaseback               |
| Amendments to MFRS 101            | Classification of Liability as Current or Non-current |
| Amendments to MFRS 101            | Non-current Liabilities with Covenants                |
| Amendments to MFRS 107 and MFRS 7 | Supplier Finance Arrangements                         |

The adoption of the abovementioned amendments to MFRSs does not have material impact on the financial position and/or financial performance of the Group in the period of initial application.

### 2. Comments about seasonal or cyclical factors

The Group's performance is not affected by any material seasonal or cyclical factors.

### 3. Unusual 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 and financial year-to-date, other than as disclosed in the Interim Financial Report.

### 4. Changes in estimates

There were no changes in estimates that have had a material effect in the results for the current quarter and financial year-to-date results.

### 5. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter and financial year-to-date.

The shares repurchased are being held as treasury shares in accordance with Section 127 of the Companies Act 2016. As at 30 June 2024, the number of treasury shares held were 3,745,000 shares.

### 6. Dividend paid

There were no dividends paid during the current quarter and financial year-to-date.

**7. Segmental information**

The Group's segmental information for the financial year-to-date:

|   | <b>Building<br/>materials<br/>and steel<br/>products</b> | <b>Lubricants,<br/>petroleum<br/>products<br/>and<br/>automotive<br/>products</b> | <b>Others</b> | <b>Eliminations</b> | <b>Total</b>   |
|---|--|---|---------------|---------------------|----------------|
|   | RM'000   | RM'000  | RM'000        | RM'000              | RM'000         |
| <b>Revenue</b>  |  |   |               |                     |                |
| External customers  | 305,217  | 53,979  | 1,175         | -                   | 360,371        |
| Inter-segment sales   | -  | -   | 28            | (28)                | -              |
| Total revenue   | <u>305,217</u>   | <u>53,979</u>   | <u>1,203</u>  | <u>(28)</u>         | <u>360,371</u> |
| <b>Results</b>  |  |   |               |                     |                |
| Segment results   | 2,122  | 6,822   | (3,221)       | -                   | 5,723          |
| Finance costs   | (649)  | (236)   | (663)         | -                   | (1,548)        |
| Share of results of associated companies                                |  |   |               |                     | 987            |
| Profit before tax   |  |   |               |                     | 5,162          |
| Income tax expense  |  |   |               |                     | (1,628)        |
| Profit for the period   |  |   |               |                     | <u>3,534</u>   |
| <b>Assets</b>   |  |   |               |                     |                |
| Segment assets  | 527,358  | 91,077  | 183,943       | -                   | 802,378        |
| Investment in associated companies                                      |  |   |               |                     | 30,226         |
| Unallocated corporate assets  |  |   |               |                     | 110,972        |
|   |  |   |               |                     | <u>943,576</u> |
| The analysis of the Group's assets by geographical areas is as follows: |  |   |               |                     |                |
| Malaysia  | 527,358  | 91,077  | 144,557       | -                   | 762,992        |
| People's Republic of China  | -  | -   | 28,592        | -                   | 28,592         |
| Others  | -  | -   | 151,992       | -                   | 151,992        |
|   |  |   |               |                     | <u>943,576</u> |

**8. Subsequent events**

There were no material events subsequent to the end of the current quarter.

**9. Changes in composition of the Group**

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

**10. Changes in contingent liabilities and contingent assets**

There were no material changes in contingent liabilities or contingent assets since 31 December 2023.



**11. Performance review**

|   | 3 MONTHS ENDED |           |        | YEAR-TO-DATE ENDED |           |        |
|---|----------------|-----------|--------|--------------------|-----------|--------|
|   | 30.6.2024      | 30.6.2023 | Change | 30.6.2024          | 30.6.2023 | Change |
|   | RM'000         | RM'000    | %      | RM'000             | RM'000    | %      |
| <b>Revenue</b>  |                |           |        |                    |           |        |
| Building materials and steel products ("Building Materials")          | <b>148,104</b> | 150,655   | -2     | <b>305,217</b>     | 325,641   | -6     |
| Lubricants, petroleum products and automotive products ("Lubricants") | <b>27,089</b>  | 26,935    | 1      | <b>53,979</b>      | 52,962    | 2      |
| Others  | <b>683</b>     | 441       | 55     | <b>1,175</b>       | 862       | 36     |
|   | <b>175,876</b> | 178,031   | -1     | <b>360,371</b>     | 379,465   | -5     |
| <b>Segment results</b>  |                |           |        |                    |           |        |
| Building Materials  | <b>793</b>     | 581       | 36     | <b>2,122</b>       | 1,164     | 82     |
| Lubricants  | <b>2,867</b>   | 3,175     | -10    | <b>6,822</b>       | 7,013     | -3     |
| Others  | <b>(1,689)</b> | (1,838)   | 8      | <b>(3,221)</b>     | (3,790)   | 15     |
| Profit from operations  | <b>1,971</b>   | 1,918     | 3      | <b>5,723</b>       | 4,387     | 30     |
| Finance costs   | <b>(1,013)</b> | (454)     |        | <b>(1,548)</b>     | (709)     |        |
| Share of results of associated companies                              | <b>910</b>     | (753)     |        | <b>987</b>         | (905)     |        |
| Profit before tax   | <b>1,868</b>   | 711       | >100   | <b>5,162</b>       | 2,773     | 86     |

For the first half of financial year 2024, the Building Materials Division and the Lubricants Division, the main contributors to the Group, sustained their positive performance. Despite a decrease in revenue from the Building Materials Division, the Group's profit from operations increased by 30%, reaching RM5.7 million, after including RM3.2 million (2023: RM1.4 million) insurance claim by the Lubricants Division.

Associated companies contributed a profit of RM1.0 million, a turnaround from an RM0.9 million loss recorded a year ago, largely due to a one-off gain arose from a business acquisition by an associated company. Consequently, the Group's profit before tax for the period under review rose to RM5.2 million. As at 30 June 2024, the Group's net assets per share stood at RM3.37.

**Building Materials**

For the 6 months ended 30 June 2024, revenue of the Division decreased by 6% to RM305.2 million compared with the same period last year, due primarily to the lower sales of steel products and building materials. However, the Division achieved a higher profit of RM2.1 million, attributed to ongoing efforts in optimising operating efficiencies.

**Lubricants**

Despite a 2% growth in revenue to RM54.0 million, compared with RM53.0 million last year, the Division's profit was eroded by escalating raw material costs. Included in the profit was RM3.2 million (2023: RM1.4 million) recovered from insurance claim for losses caused by the floods in December 2021.

**Others**

Results of the Others Division were mainly derived from the provision of training services, distribution and retailing of consumer products, investment in Cambodia and investment holding. For the 6 months ended 30 June 2024, these activities collectively contributed to a higher revenue of RM1.2 million, with a reduction in operating loss.

**12. Material changes in the results for the current quarter compared with the immediate preceding quarter**

|                        | <b>Current<br/>Year<br/>Quarter</b> | <b>Immediate<br/>Preceding<br/>Quarter</b> | <b>Change</b> |
|------------------------|-------------------------------------|--|---------------|
|                        | <b>30.6.2024</b>                    | <b>31.3.2024</b>                           |               |
|                        | RM'000                              | RM'000                                     | %             |
| Revenue                | <b>175,876</b>                      | 184,495                                    | -5            |
| Profit from operations | <b>1,971</b>                        | 3,752                                      | -47           |
| Profit before tax      | <b>1,868</b>                        | 3,294                                      | -43           |

For the second quarter of financial year 2024, the Group's revenue decreased by 5% to RM175.9 million compared with the preceding quarter, primarily due to a reduced contribution from the Building Materials Division. In line with the decline in revenue and a reduced insurance claim of RM1.2 million (Immediate preceding quarter: RM2.0 million), a lower profit from operations was reported.

After accounting for a higher share of profit in associated companies of RM0.9 million (Immediate preceding quarter: RM0.1 million), largely attributable to a one-off gain from a business acquisition, the Group's profit before tax for the quarter under review was lower at RM1.9 million.

**13. a) Prospects**

The operating environment for the Group's businesses is expected to remain challenging for the third quarter ending 30 September 2024, in view of the prevailing uncertainties affecting both global and local economies.

Nonetheless, the Group remains focused on containing operating costs, optimising operational efficiencies, while staying vigilant and responsive to market changes.

**b) Forecast or target previously announced**

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

**14. Statement of the Board of Directors' opinion on achievement of forecast or target**

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

**15. Profit forecast or profit guarantee**

No profit forecast or profit guarantee was published.

**16. Income tax expense**

|                                  | <b>INDIVIDUAL QUARTER</b> |                  | <b>YEAR-TO-DATE ENDED</b> |                  |
|----------------------------------|---------------------------|------------------|---------------------------|------------------|
|                                  | <b>30.6.2024</b>          | <b>30.6.2023</b> | <b>30.6.2024</b>          | <b>30.6.2023</b> |
|                                  | RM'000                    | RM'000           | RM'000                    | RM'000           |
| Estimated tax payable            |                           |                  |                           |                  |
| - Current provision              | <b>(674)</b>              | (735)            | <b>(1,617)</b>            | (1,695)          |
| - Over provision in prior years  | <b>26</b>                 | -                | <b>26</b>                 | -                |
| Deferred tax                     |                           |                  |                           |                  |
| - Under provision in prior years | <b>(37)</b>               | -                | <b>(37)</b>               | -                |
|                                  | <b>(685)</b>              | (735)            | <b>(1,628)</b>            | (1,695)          |

After excluding the results of associated companies, the effective tax rate of the Group for the current quarter and year-to-date were higher than the statutory tax rate mainly due to certain expenses not deductible for tax purposes.

**17. Borrowings**

The Group's borrowings as at end of the reporting period were as follows :

|  | <b>AS AT</b><br><b>30.6.2024</b> | <b>AS AT</b><br><b>30.6.2023</b> |
|--|----------------------------------|----------------------------------|
|  | RM'000                           | RM'000                           |
| <b>Non-Current</b>                       |                                  |                                  |
| Hire-purchase payables - secured         | -                                | 55                               |
| <b>Current</b>                           |                                  |                                  |
| Hire-purchase payables - secured         | -                                | 15                               |
| Revolving credit - secured               | 4,000                            | 3,500                            |
| Bankers acceptances - secured            | 12,000                           | 9,800                            |
| Bankers acceptances - unsecured          | 1,088                            | 1,468                            |
| Receivables financing facility - secured | 21,006                           | 18,161                           |
|  | 38,094                           | 32,929                           |
|  | <u>38,094</u>                    | <u>32,999</u>                    |

All the Group's borrowings are denominated in Ringgit Malaysia.

**18. Cash and cash equivalents**

Cash and cash equivalents at end of reporting period comprise the following:

|   | <b>AS AT</b><br><b>30.6.2024</b> | <b>AS AT</b><br><b>30.6.2023</b> |
|---|----------------------------------|----------------------------------|
|   | RM'000                           | RM'000                           |
| Fixed deposits, cash and bank balances      | 73,470                           | 59,840                           |
| Less : Deposits pledged with licensed banks | (26,615)                         | (25,190)                         |
|   | <u>46,855</u>                    | <u>34,650</u>                    |

The currency exposure profile of cash and cash equivalents is as follows:

|                      |               |               |
|----------------------|---------------|---------------|
| Ringgit Malaysia     | 43,271        | 30,359        |
| Chinese Renminbi     | 3,056         | 3,914         |
| United States Dollar | 528           | 377           |
|                      | <u>46,855</u> | <u>34,650</u> |

Cash and cash equivalents denominated in Chinese Renminbi of subsidiary companies in the People's Republic of China ("PRC") are subject to the exchange control restriction of the PRC.

**19. Changes in material litigation**

There was no material litigation since 31 December 2023.

**20. Dividend proposed**

The Board of Directors does not recommend any dividend for the current quarter and financial year-to-date.

**21. Earnings/(Loss) per share ("EPS")**

Basic EPS is calculated by dividing the Group's profit/(loss) attributable to owners of the Company for the period by the weighted average number of ordinary shares of the Company in issue during the current quarter and financial year-to-date as follows:

|  | INDIVIDUAL QUARTER |           | YEAR-TO-DATE ENDED |           |
|--|--------------------|-----------|--------------------|-----------|
|  | 30.6.2024          | 30.6.2023 | 30.6.2024          | 30.6.2023 |
| Profit/(Loss) attributable to owners of the Company (RM'000) | 1,183              | (23)      | 3,534              | 1,079     |
| Weighted average number of shares in issue ('000)            | 227,827            | 227,827   | 227,827            | 227,827   |
| Basic EPS (sen)  | 0.52               | (0.01)    | 1.55               | 0.47      |

The basic EPS and the diluted EPS are equal as the Company has no dilutive potential ordinary shares as of the end of the reporting period.

**22. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2023 was not qualified.

**23. Profit before tax**

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

|   | INDIVIDUAL QUARTER  |                     | YEAR-TO-DATE ENDED  |                     |
|---|---------------------|---------------------|---------------------|---------------------|
|   | 30.6.2024<br>RM'000 | 30.6.2023<br>RM'000 | 30.6.2024<br>RM'000 | 30.6.2023<br>RM'000 |
| a) Interest income  | 472                 | 362                 | 1,102               | 935                 |
| b) Other income including investment income   | 1,973               | 982                 | 4,550               | 2,274               |
| c) Interest expense   | (1,013)             | (454)               | (1,548)             | (709)               |
| d) Depreciation and amortisation  | (1,146)             | (1,132)             | (2,309)             | (2,247)             |
| e) Provision for and write off of receivables   | (1,578)             | (1,468)             | (3,155)             | (2,905)             |
| f) Provision for and write off of inventories   | -                   | -                   | -                   | -                   |
| g) Gain or (loss) on disposal of<br>- quoted or unquoted investments or<br>properties | -                   | -                   | -                   | -                   |
| h) Impairment of assets   | -                   | -                   | -                   | -                   |
| i) Foreign exchange gain or (loss)  | 104                 | 120                 | 170                 | 243                 |
| j) Gain or (loss) on derivatives  | -                   | -                   | -                   | -                   |

## 24. Corporate proposals

### Status of corporate proposals

Save for the below proposals undertaken by the Group, there are no other corporate proposals as at the date of this report.

| Date of Announcement  | Subjects   | Status  |
|---|--|---|
| 18.5.2022<br>17.11.2022<br>25.11.2022<br>2.12.2022<br>16.2.2023<br>16.8.2023<br>17.5.2024 | <p>(a) Lion Waterfront Sdn Bhd, a wholly-owned subsidiary of the Company, had on 18 May 2022 entered into a conditional development agreement with Landasan Lumayan Sdn Bhd ("Landasan Lumayan"), a wholly-owned subsidiary of Menteri Besar Selangor (Pemerbadanan), to form an unincorporated joint venture to undertake a mixed residential and commercial development on a parcel of land to be alienated by the Selangor State Government to Landasan Lumayan measuring approximately 26.29 acres in Section 24, Shah Alam, Selangor ("Proposed Unincorporated Joint Venture").</p> <p>(b) In conjunction with the Proposed Unincorporated Joint Venture, the Company proposes to diversify the existing businesses of the Company and its subsidiary companies to include property development ("Proposed Diversification").</p> <p>The Proposed Unincorporated Joint Venture and the Proposed Diversification shall collectively be referred to as the "Proposals".</p> | <p>Approval of the Shareholders of the Company was obtained on 2 December 2022.</p> <p>The Proposals are pending the approvals to be obtained from all relevant regulatory authorities.</p> |