



**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income  
For the 1st Quarter Ended 30 June 2023**

	Note	Current Quarter		Year To-date	
		<u>30/6/23</u>	<u>30/6/22</u>	<u>30/6/23</u>	<u>30/6/22</u>
		3-months	3-months	3-months	3-months
		RM'000	RM'000	RM'000	RM'000
Revenue	9	4,404	6,112	4,404	6,112
Cost of sales		(3,149)	(4,221)	(3,149)	(4,221)
<b>Gross profit</b>		<b>1,255</b>	1,891	<b>1,255</b>	1,891
Other income		255	267	255	267
Other operating expenses		(2,050)	(1,707)	(2,050)	(1,707)
Administrative expenses		(115)	(121)	(115)	(121)
Finance costs		-	-	-	-
<b>Profit / (Loss) before tax</b>	10	<b>(655)</b>	330	<b>(655)</b>	330
Tax expense	20	-	-	-	-
<b>Profit / (Loss) for the period</b>		<b>(655)</b>	330	<b>(655)</b>	330
Other comprehensive income, net of tax		-	-	-	-
<b>Profit / (Loss) and other comprehensive profit / (loss) for the period</b>		<b>(655)</b>	330	<b>(655)</b>	330
<b>Profit / (Loss) and other comprehensive profit / (loss) for the period attributable to :</b>					
Owners of the Company		(655)	330	(655)	330
<b>Basic Profit / (Loss) per share attributable to owners of the Company (sen)</b>	25	<b>(0.15)</b>	0.07	<b>(0.15)</b>	0.07

*The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes.*



**Condensed Consolidated Statements of Financial Position**

		<b>Unaudited</b>	Audited
		As at	As at
		<b><u>30/6/23</u></b>	<u>31/3/23</u>
	Note	<b>RM'000</b>	RM'000
<b>ASSETS</b>			
<b><u>Non-current assets</u></b>			
Property, plant and equipment	11	<b>12,115</b>	12,194
Investment properties		<b>5,743</b>	5,508
Intangible asset		<b>141</b>	156
Right-of-use assets		<b>309</b>	37
<b><u>Current assets</u></b>			
Inventories		<b>8,512</b>	7,934
Trade receivables		<b>6,424</b>	6,556
Non-trade receivables, deposits and prepayments		<b>3,781</b>	3,247
Tax recoverable		<b>518</b>	441
Deposits with licensed financial institutions		<b>23,618</b>	24,199
Cash and bank balances		<b>4,167</b>	5,749
		<b>47,020</b>	48,126
<b>TOTAL ASSETS</b>		<b>65,328</b>	66,021
<b>EQUITY AND LIABILITIES</b>			
Share Capital	7	<b>44,955</b>	44,955
Retained earnings		<b>19,015</b>	19,670
<b>TOTAL EQUITY</b>		<b>63,970</b>	64,625
<b><u>Current liabilities</u></b>			
Trade payables		<b>4</b>	320
Non-trade payables and accruals		<b>1,043</b>	1,035
Lease liabilities		<b>311</b>	38
Tax payable		<b>-</b>	3
		<b>1,358</b>	1,396
<b>TOTAL LIABILITIES</b>		<b>1,358</b>	1,396
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>65,328</b>	66,021
<b>Net assets per share (RM)</b>		<b>0.14</b>	0.14

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes.*



**Condensed Consolidated Statements of Changes in Equity**  
**For the 1st Quarter Ended 30 June 2023**

	Attributable to Owners of the Company			Non-Controlling Interest	Total Equity
	Share Capital	Distributable Retained Earnings	Total		
	RM'000	RM'000	RM'000		
<b>At 1 April 2022</b>	44,955	19,669	64,624	-	64,624
Profit / (Loss) and other comprehensive profit / (loss) for the period	-	330	330		330
<b>At 30 June 2022</b>	<b>44,955</b>	<b>19,999</b>	<b>64,954</b>	-	<b>64,954</b>
<b>At 1 April 2023</b>	44,955	19,670	64,625	-	64,625
Profit / (Loss) and other comprehensive profit / (loss) for the period	-	(655)	(655)	-	(655)
<b>At 30 June 2023</b>	<b>44,955</b>	<b>19,015</b>	<b>63,970</b>	-	<b>63,970</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes.*



**Condensed Consolidated Statements of Cash Flows**

	<b>3-months</b> <b>30/6/23</b> <b>RM'000</b>	3-months <u>30/6/22</u> RM'000
<b>Cash flows from operating activities</b>		
Profit / (Loss) before tax	(655)	330
Adjustments for:-		
Depreciation of property, plant and equipment	82	167
Depreciation of investment property	15	15
Amortisation of intangible asset	15	15
Depreciation of right-of use assets	70	71
Reversal of impairment of trade receivables no longer required	-	(133)
Impairment of inventories	432	-
Reversal of impairment of inventories no longer required	(80)	(217)
Unrealised foreign exchange loss / (gain)	2	(21)
Interest expense on lease liabilities	4	2
Interest income	(208)	(98)
<b>Operating profit / (loss) before changes in working capital</b>	<b>(323)</b>	131
Inventories	(930)	977
Receivables	(404)	(328)
Payables	(308)	(472)
<b>Cash (used in) / generated from operations</b>	<b>(1,965)</b>	308
Tax paid	(79)	(63)
<b>Net cash (used in) / generated from operating activities</b>	<b>(2,044)</b>	245
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(252)	(151)
Placement of fixed deposits (> 3 months)	(13)	(4)
Interest received	208	98
<b>Net cash used in investing activities</b>	<b>(57)</b>	(57)
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(70)	(71)
Interest expense on lease liabilities	(4)	(2)
<b>Net cash used in financing activities</b>	<b>(74)</b>	(73)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(2,175)</b>	115
<b>Cash and cash equivalents as at 1 April</b>	<b>24,546</b>	22,912
<b>Cash and cash equivalents as at end of period</b>	<b>22,371</b>	23,027
<b>Cash and cash equivalents comprise the following amounts:</b>		
Deposits with licensed banks (< 3 months)	18,204	17,658
Cash and bank balances	4,167	5,369
	<b>22,371</b>	23,027

*The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes.*



**Part A - Explanatory Notes Pursuant to MFRS 134**

**1 Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards, MFRS 134 : Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023. 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 31 March 2023.

**2 Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 March 2023.

The Group has not adopted the following accounting standards and interpretations (including the consequential amendments) that have been issued by the MASB but are not yet effective for the current financial period:

<u><b>MFRSs and Interpretations</b></u>	<u><b>Effective for annual periods beginning on or after</b></u>
• MFRS 17, Insurance Contracts	<b>1 January 2023</b>
• Amendments to MFRS 17, Insurance Contracts	<b>1 January 2023</b>
• Amendment to MFRS 17 Insurance Contracts: Initial Application of MFRS 17 and MFRS 9 — Comparative Information	<b>1 January 2023</b>
• Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	<b>1 January 2023</b>
• Amendments to MFRS 112, Income Tax: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	<b>1 January 2023</b>
• Amendments to MFRS 16, Leases: Lease Liability in a Sale and Leaseback	<b>1 January 2024</b>
• Amendments to MFRS 101, Presentation of Financial Statements: Non-current Liabilities with Covenants	<b>1 January 2024</b>
• Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures – Supplier Finance Arrangements	<b>1 January 2024</b>
• Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures: Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture	<b>Deferred</b>

The initial application of the accounting standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group.

**3 Auditors' Report**

The auditors' report on the financial statements for the year ended 31 March 2023 was not subject to any qualification.

**4 Seasonality or Cyclical Factors**

There were no material factors of a seasonal or cyclical nature which affected the operations of the Group during the financial quarter under review.

**5 Unusual Items**

There were no items in the current quarter affecting assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size or incidence.



**6 Changes in Estimates**

There were no other changes in estimates of amounts reported previously, that would have had a material effect on the figures reported in the current financial quarter under review.

**7 Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial quarter under review.

**8 Dividend Payment**

There was no dividend payment made in the current financial quarter under review.

**9 Segment Information**

**Segment Revenue**

Investment holding

Distribution and trading

Logistics related services

Others

Total including inter-segment sales

Elimination of inter-segment sales

**Total**

**Segment Results - Profit / (Loss) before tax**

Investment holding

Distribution and trading

Logistics related services

Others

Eliminations

**Total**

	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months
	RM'000	RM'000	RM'000	RM'000
Investment holding	-	-	-	-
Distribution and trading	4,191	4,737	4,191	4,737
Logistics related services	-	889	-	889
Others	281	559	281	559
Total including inter-segment sales	4,472	6,185	4,472	6,185
Elimination of inter-segment sales	(68)	(73)	(68)	(73)
<b>Total</b>	<b>4,404</b>	<b>6,112</b>	<b>4,404</b>	<b>6,112</b>
<b><u>Segment Results - Profit / (Loss) before tax</u></b>				
Investment holding	4	(8)	4	(8)
Distribution and trading	(330)	137	(330)	137
Logistics related services	-	(33)	-	(33)
Others	(415)	148	(415)	148
	(741)	244	(741)	244
Eliminations	86	86	86	86
<b>Total</b>	<b>(655)</b>	<b>330</b>	<b>(655)</b>	<b>330</b>

**10 Profit / (Loss) before tax**

There are no items applicable pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad other than the following :

**(Income) / Expenses**

Interest income

Foreign exchange (gain) / loss

Depreciation and amortisation

Reversal of impairment of trade receivables no longer required

Impairment of inventories

Reversal of impairment of inventories no longer required

	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months
	RM'000	RM'000	RM'000	RM'000
Interest income	(208)	(98)	(208)	(98)
Foreign exchange (gain) / loss	18	7	18	7
Depreciation and amortisation	112	197	112	197
Reversal of impairment of trade receivables no longer required	-	(133)	-	(133)
Impairment of inventories	432	-	432	-
Reversal of impairment of inventories no longer required	(80)	(217)	(80)	(217)

**11 Valuation of Assets**

There has been no revaluation of property, plant and equipment as the Group does not adopt a revaluation policy on the said assets.



## **12 Subsequent Events**

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

## **13 Changes in Group Composition**

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

## **14 Capital Commitments**

There were no material capital commitments as at the end of the current financial quarter under review.

## **Part B - Explanatory Notes**

*(Appendix 9B of Listing Requirements of BMSB)*

## **15 Review of Performance**

### **Quarter 1, FYE 2024 vs Quarter 1, FYE 2023**

For the current quarter under review, the Group reported lower revenue of RM4.40 million, representing a decline of RM1.71 million or 28.0% from the RM6.11 million reported in the preceding year's corresponding quarter of which RM889,000 was derived from the logistics related services division, which had been disposed off in the previous financial year. The Group suffered a loss before tax of RM655,000 as compared to a profit before tax of RM330,000 reported in the preceding year's corresponding quarter.

### **Distribution and Trading**

This segment reported lower revenue at RM4.19 million, representing a decline of RM550,000 or 11.6% as compared to RM4.74 million reported in the preceding year's corresponding quarter. As a consequence of lower revenue, this segment suffered a loss before tax of RM330,000 as compared to a profit before tax of RM137,000 reported in the preceding year's corresponding quarter. The lower revenue was mainly attributable to lower sales reported by the Motors Division due to a general slowdown in manufacturing activities domestically, weakened market demand from various industries and deferred delivery request by our major customer due to compliance issues it faced with business license renewal. Nevertheless, Hand Tools Division has grown by 30% with a higher revenue of RM1.95 million achieved for the current quarter, compared with RM1.50 million reported in the preceding year's corresponding quarter. The growth was the result of the extensive sales efforts put in by the sales team, and effective product promotion with the Company's participation in this year's "Automechanika Kuala Lumpur Exhibition" held at the Kuala Lumpur Convention Center. The Bathroom Products Division registered a slightly lower revenue of RM1.83 million for the current quarter compared to RM1.95 million reported in the preceding year's corresponding quarter, due mainly to timing factor in the delivery schedules.

### **Others**

This segment reported a revenue of RM281,000, representing a decline of 49.7% or RM278,000 from the RM559,000 reported in the preceding year's corresponding quarter. The lower revenue was mainly due to the lower rental income generated during the current quarter.

## **16 Current Quarter vs Preceding Quarter Results**

The Group reported lower revenue of RM4.40 million for the current quarter under review, representing a decline of 3.9% or RM180,000 as compared to RM4.58 million reported in the immediate preceding quarter. The Group reported a higher loss before tax of RM655,000 for the current quarter under review, compared to a loss before tax of RM452,000 in the immediate preceding quarter. The loss for the current quarter was primarily attributable to the provision for impairment of slow moving inventories in the Motors Division amounting to RM420,000 in the current quarter.

## **17 Commentary on Prospects**

The Board anticipates the country's economic outlook for the current financial year to remain challenging, due to the slowing global economy, inflationary risks, higher interest rates, and the weak Ringgit. Despite these challenges and uncertainties ahead, we anticipate the domestic business market sentiment could improve following the completion of the state poll elections held in August 2023. We will continuously review our business strategies to drive business growth, and ride on positive domestic market development, to improve our Group's overall financial performance in the coming quarters.



**18 Profit Forecast and Guarantee**

The Group has not provided any profit forecast or profit guarantee in any public document.

**19 Taxation**

	<u>30/6/23</u> 3-months RM'000	<u>30/6/22</u> 3-months RM'000	<u>30/6/23</u> 3-months RM'000	<u>30/6/22</u> 3-months RM'000
Income tax - current year	-	-	-	-
Profit / (loss) before taxation	<b>(655)</b>	<u>330</u>	<b>(655)</b>	<u>330</u>
Tax at 24% (previous year - 24%)	<b>(158)</b>	80	<b>(158)</b>	80
Unrecognised tax losses brought forward (utilised)	<b>(15)</b>	(21)	<b>(15)</b>	(21)
Deferred tax asset not recognised	<b>88</b>	(37)	<b>88</b>	(37)
Effects of transactions :-				
Non-deductible expenses	<b>133</b>	31	<b>133</b>	31
Income not taxable	<b>(48)</b>	(53)	<b>(48)</b>	(53)
Tax expense	-	-	-	-

The effective tax rates for the current financial quarter and period to-date were higher than the statutory rate due to certain non-deductible expenses for income tax purposes and non-recognition of deferred tax asset due to uncertainty of its recoverability.

**20 Corporate Proposals**

There were no corporate proposals announced but not completed at the latest practicable date, which is not earlier than seven days from the date of issue of this quarterly report.

**21 Group Borrowings**

There were no borrowings as at the end of the current financial quarter under review.

**22 Material Litigation**

No new material litigation has arisen nor were there any material changes to any case which had been pending since the last annual balance sheet date.

**23 Dividends**

The Company did not declare any dividend during the current financial quarter under review.

**24 Earnings Per Share**

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the current financial period.

	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months	<u>30/6/23</u> 3-months	<u>30/6/22</u> 3-months
Profit / (Loss) attributable to ordinary equity holders of the parent (RM'000)	<b>(655)</b>	330	<b>(655)</b>	330
Weighted average number of ordinary shares in issue ('000)	<b>449,550</b>	449,550	<b>449,550</b>	449,550
Basic profit / (loss) per share (sen)	<b>(0.15)</b>	0.07	<b>(0.15)</b>	0.07

**By order of the Board**

**Boon Shi Hou**  
Executive Director

**Kuala Lumpur**  
Date : 25 August 2023