

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Comprehensive Income
For The 2nd Financial Quarter Ended 30 September 2024

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		30.9.2024 RM'000	30.9.2023 RM'000	30.9.2024 RM'000	30.9.2023 RM'000
Revenue		2,178	11,961	6,147	17,222
Operating expenses	A9.	(37,331)	(19,523)	(43,968)	(27,434)
Other operating income	A10.	11,118	3,949	15,198	17,307
(Loss)/Profit before tax		(24,035)	(3,613)	(22,623)	7,095
Taxation	B5.	(55)	666	(94)	66
(Loss)/Profit after tax		(24,090)	(2,947)	(22,717)	7,161
(Loss)/Profit net of tax, representing total comprehensive (expense)/income		(24,090)	(2,947)	(22,717)	7,161

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Comprehensive Income
For The 2nd Financial Quarter Ended 30 September 2024

	Note	Individual Quarter		Cumulative Quarter	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		Quarter	Corresponding	To Date	Corresponding
		Quarter	Quarter	Period	
		30.9.2024	30.9.2023	30.9.2024	30.9.2023
		RM'000	RM'000	RM'000	RM'000
(Loss)/Profit attributable to :					
Owners of the Parent		(24,155)	(2,175)	(22,795)	7,213
Non-controlling interest		65	(772)	78	(52)
		<u>(24,090)</u>	<u>(2,947)</u>	<u>(22,717)</u>	<u>7,161</u>
Total comprehensive (expense)/income attributable to :					
Owners of the Parent		(24,155)	(2,175)	(22,795)	7,213
Non-controlling interest		65	(772)	78	(52)
		<u>(24,090)</u>	<u>(2,947)</u>	<u>(22,717)</u>	<u>7,161</u>
(Loss)/Profit Per Share					
(a) Basic (sen)	B11.	(14.96)	(1.35)	(14.12)	4.47
(b) Diluted (sen)	B11.	-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Financial Position
As At 30 September 2024

	As at 30.9.2024 RM'000 Unaudited	As at 31.3.2024 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	19,222	20,395
Investment properties	11,775	11,965
Land held for property development	17,297	17,297
Trade and other receivables	825	825
	<u>49,119</u>	<u>50,482</u>
Current assets		
Inventories	68,560	73,956
Trade and other receivables	4,736	9,039
Other current assets	394	245
Current tax assets	726	858
Investment in securities	246,301	260,404
Term deposits	11,603	13,064
Cash and bank balances	9,188	10,276
	<u>341,508</u>	<u>367,842</u>
TOTAL ASSETS	<u><u>390,627</u></u>	<u><u>418,324</u></u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Financial Position
As At 30 September 2024

	As at 30.9.2024 RM'000 Unaudited	As at 31.3.2024 RM'000 Audited
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	131,370	131,370
Treasury shares	(3,356)	(3,356)
Retained earnings	219,719	246,551
	<u>347,733</u>	<u>374,565</u>
Non-controlling interest	17,967	17,889
Total equity	<u>365,700</u>	<u>392,454</u>
Current liabilities		
Trade and other payables	2,668	2,645
Other current liabilities	16,148	17,072
Current tax payable	188	230
Lease liability	2	2
	<u>19,006</u>	<u>19,949</u>
Non current liabilities		
Deferred tax liabilities	5,921	5,921
	<u>5,921</u>	<u>5,921</u>
Total liabilities	<u>24,927</u>	<u>25,870</u>
TOTAL EQUITY AND LIABILITIES	<u>390,627</u>	<u>418,324</u>
Net asset per share	2.26	2.43

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement Of Changes In Equity
For The 2nd Financial Quarter Ended 30 September 2024

	← Attributable to owners of the Company →					
	Share Capital RM'000	Revenue Reserve RM'000	Treasury Shares RM'000	Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
Current Year To Date						
<u>For The Period Ended 30 September 2024</u>						
Opening balance at 1 April 2024	131,370	246,551	(3,356)	374,565	17,889	392,454
Loss net of tax, representing total comprehensive expense	-	(22,795)	-	(22,795)	78	(22,717)
Transactions with owners						
Interim dividend paid		(4,037)		(4,037)		(4,037)
Closing balance At 30 September 2024	<u>131,370</u>	<u>219,719</u>	<u>(3,356)</u>	<u>347,733</u>	<u>17,967</u>	<u>365,700</u>
Preceding Year						
<u>Corresponding Period</u>						
<u>For The Period Ended 31 March 2024</u>						
Opening balance at 1 April 2023	131,370	231,354	(3,356)	359,368	19,742	379,110
Profit net of tax, representing total comprehensive income	-	15,197	-	15,197	(895)	14,302
Transactions with owners						
Redemption of preference share	-	-	-	-	(958)	(958)
Closing balance At 31 March 2024	<u>131,370</u>	<u>246,551</u>	<u>(3,356)</u>	<u>374,565</u>	<u>17,889</u>	<u>392,454</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 2nd Financial Quarter Ended 30 September 2024

	30.9.2024 RM'000 Unaudited	31.3.2024 RM'000 Audited
Operating activities		
(Loss)/Profit before tax	(22,623)	14,276
<u>Adjustments for :</u>		
Depreciation	1,376	2,822
Interest expenses	-	93
Interest income	(4,101)	(8,422)
Inventories written off	-	51
Inventories written down	42	2,028
Property, plant and equipment written off	1	-
Dividend income from investment securities	(42)	(420)
Impairment loss on other receivable	-	1,598
Loss/(Gain) on foreign exchange	31,477	(13,717)
Fair value gain on investment securities	(9,472)	(7,687)
Total adjustments	19,281	(23,654)
Operating cash flows before changes in working capital	(3,342)	(9,378)
<u>Changes in working capital :</u>		
Decrease in inventories	5,354	20,886
Decrease in trade and other receivables	4,303	5,834
Decrease in other current assets	(149)	(47)
Increase/(Decrease) in trade and other payables	23	(1,511)
(Decrease)/Increase in other current liabilities	(924)	1,078
Total changes in working capital	8,607	26,240
Cash flows from operations	5,265	16,862
Interest received	49	33
Interest paid	-	(9)
Tax paid, net of refund	(4)	269
Net cash flows generated from operating activities	<u>5,310</u>	<u>17,155</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 2nd Financial Quarter Ended 30 September 2024

	30.9.2024	31.3.2024
	RM'000	RM'000
	Unaudited	Audited
Investing activities		
Interest received	313	775
Redemption of preference share	-	(958)
Dividend received from investment securities	42	420
Investment in securities	(11,848)	(8,331)
Placement of fixed deposit pledged for bank guarantees	(24)	-
Purchase of property, plant and equipment	(14)	(134)
Net cash flows used in investing activities	<u>(11,531)</u>	<u>(8,228)</u>
Financing activities		
Dividend paid	(4,037)	-
Repayment of lease liabilities, net	-	(10)
Repayment of short term borrowings, net of repayment	-	(2,153)
Interest paid	-	(84)
Net cash flows used in financing activities	<u>(4,037)</u>	<u>(2,247)</u>
Net (decrease)/increase in cash and cash equivalent	(10,258)	6,680
Cash and cash equivalents at the beginning of the financial year	54,248	47,548
Effect of exchange differences	-	20
Cash and cash equivalents at the end of the financial year	<u>43,990</u>	<u>54,248</u>
Analysis of cash and cash equivalents		
Term deposit	11,603	13,064
Cash and bank balances	9,188	10,276
Bank Overdraft	-	-
Money market funds	23,603	31,288
Deposit pledged for BG	(404)	(380)
	<u>43,990</u>	<u>54,248</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)

PART A: EXPLANATION NOTES AS PER MFRS 134

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

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

Changes in Accounting Policies

The audited financial statements of the Group for the year ended 31 March 2024 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2024 except for the adoption of the following new and revised standards effective as at 1 January 2024:

	Effective for annual period beginning on or after
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendment to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
Amendment to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
Amendment to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendment to MFRS 121: Lack of Exchangeability	1 January 2025

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A3. Disclosure of audit qualification

There was no qualification on the audit report of the preceding audited financial statements.

A4. Seasonality or cyclicity of interim operations

The plywood business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

A5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

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

A6. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

A7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities of the Company for the current financial period to date.

A8. Dividends paid

A single-tier interim dividend of 2.5 sen per ordinary share was announced by the Company on 7 June 2024 in respect of the financial year 31 March 2025, amounting to RM4,036,991 was paid on 9 July 2024.

A9. Operating expenses

	3 Months Ended		6 Months Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Depreciation	697	701	1,376	1,427
Impairment of property, plant and equipment	-	5,076	-	-
Interest expenses	-	30	-	82
Property, plant and equipment written off	1	-	1	-
Inventories written down	42	-	42	-
Realised loss on foreign exchange	879	-	983	-
Realised loss on investment in securities	569	-	246	1,555
Unrealised loss on foreign exchange	30,423	-	30,494	-
Unrealised loss on investment in securities	-	2,590	-	1,565
Cost of sales	1,842	10,845	4,942	14,355
Marketing and distribution expenses	220	2,393	345	2,862
Administration and other expenses	2,658	2,964	5,539	5,588
Total operating expenses	37,331	24,599	43,968	27,434

A10. Other operating income

	3 Months Ended		6 Months Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Realised gain on foreign exchange	-	49	-	65
Realised gain on investment in securities	-	18	-	-
Unrealised gain on foreign exchange	-	1,201	-	12,070
Unrealised gain on investment in securities	8,188	-	9,718	82
Rental income	593	416	1,033	845
Interest income	2,117	2,109	4,101	4,011
Miscellaneous income	219	156	346	234
Total other operating income	11,117	3,949	15,198	17,307

A11. Segmental reporting

For The Period Ended 30 September 2024

	Plywood business RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue					
External sales	792	16	5,339	-	6,147
Total revenue	<u>792</u>	<u>16</u>	<u>5,339</u>	<u>-</u>	<u>6,147</u>
Segment Result					
Segment loss	(2,939)	(23,758)	(27)	-	(26,724)
Interest income	140	3,751	210	-	4,101
Net loss before taxation					(22,623)
Income taxes					(94)
Net loss after taxation					<u>(22,717)</u>

A11. Segmental reporting (cont'd)**For The Period Ended 30 September 2023**

	Plywood business RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue					
External sales	12,129	24	5,069	-	17,222
Total revenue	<u>12,129</u>	<u>24</u>	<u>5,069</u>	<u>-</u>	<u>17,222</u>
Segment Result					
Segment (loss)/profit	(4,334)	20,354	25	(12,878)	3,167
Interest expense	-	(92)	(476)	486	(82)
Interest income	142	4,152	202	(486)	4,010
Net profit before taxation					7,095
Income taxes					66
Net profit after taxation					<u>7,161</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

A12. Valuations of property, plant and equipment

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter, including business combinations, acquisition or disposal of subsidiaries and long-term investments, and restructurings, with the exception of the discontinued plywood manufacturing operations on 1 January 2023, and having the manufacturing facilities leased out to a third party.

A14. Capital commitments

As at 30 September 2024, there were no material capital commitments for capital expenditure by the Group which might have a material impact on the financial position or business of the Group.

A15. Changes in contingent liabilities since the last annual balance sheet date

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 30 September 2024. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**B1. Review of the performance of the Group for the period under review and financial year-to-date**

The Group's financial results for current quarter and financial year to date are summarised as below :

	Individual Quarter (2nd Quarter)		Variance (%)	Cumulative Quarter (2nd Quarter)		Variance (%)
	30.9.2024 RM'000	30.9.2023 RM'000		30.9.2024 RM'000	30.9.2023 RM'000	
Revenue	2,178	11,961	-82%	6,147	17,222	-64%
(Loss)/Profit before interest and tax	(24,035)	(3,583)	-571%	(22,623)	7,177	-415%
(Loss)/Profit before tax	(24,035)	(3,613)	-565%	(22,623)	7,095	-419%
(Loss)/Profit after tax	(24,090)	(2,947)	-717%	(22,717)	7,161	-417%
(Loss)/Profit attributable to ordinary equity holders of the owner	(24,155)	(2,175)	-1011%	(22,795)	7,213	-416%

B1. Review of the performance of the Group for the period under review and financial year-to-date (cont'd)

The performance of the Group's plywood business and property development divisions, which are its main operating divisions, were as follows:

Plywood business

The plywood business division's revenue and loss after taxation for the six months ended 30 September 2024 were RM0.8 million and RM2.9 million respectively. In the corresponding period of the previous financial year, the division's revenue and loss after taxation were RM12.1 million and RM4.3 million respectively.

The revenue for the period under review was lower than the corresponding period due to weak demand from the export markets.

Property Development

The division's revenue and profit after taxation for the six months ended 30 September 2024 were RM5.3 million and RM0.2 million respectively. In the corresponding period of the previous financial year, the division's revenue and loss after taxation were RM5.1 million and RM0.2 million respectively.

The revenue for the period under review was mainly from the sale of the Affiniti Residence project, for which vacant possession was delivered in January 2023.

B2. Review of the performance of the Group for the quarter under review and immediate preceding quarter

The Group's financial results for current quarter compared with immediate preceding quarter are summarised as below:

	Current Quarter 30.9.2024	Immediate Preceding Quarter 30.6.2024	Variance
	RM'000	RM'000	%
Revenue	2,178	3,969	-45%
(Loss)/Profit before interest and tax	(24,035)	1,412	-1802%
(Loss)/Profit before tax	(24,035)	1,412	-1802%
(Loss)/Profit after tax	(24,090)	1,373	-1855%
(Loss)/Profit attributable to owner of the parent	(24,155)	1,360	-1876%

The performance of the Group's plywood business and property development divisions, which are the Group's main operating divisions were as follows:

Plywood business

The division recorded a revenue and loss after taxation for the quarter under review of RM0.7 million and RM1.7 million respectively. In the immediate preceding quarter, the division's revenue and loss after taxation were RM0.1 million and RM1.2 million respectively.

The loss for the quarter under review was due to weaker selling price and weak demand.

Property Development

The division recorded revenue and profit after taxation for the quarter under review of RM1.4 million and RM0.2 million respectively. In the immediate preceding quarter, the division's revenue and profit after taxation were RM3.9 million and RM0.02 million respectively.

B3. Prospects and Outlook

Plywood business

The market for plywood remains weak globally. The sale of the plywood inventory held will continue albeit with suppressed demand from the export markets due to the continuing Russia-Ukraine conflict, Israel-Palestinian conflict, Red Sea crisis and economic uncertainty in China.

Property Development

With the near finalisation of sales of Affiniti Residences, the inventories held is at a minimal.

The Atmosphere Commercial Park has experienced gradual increase in footfall since the commencement of the MRT station at Putra Permai on 16 March 2023. With the adjacent residential development of Meta City commencing handing over of keys in August 2024, this will improve the footfall further which bodes well for our sales activities.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial period-to-date

	Current Quarter RM'000	Financial Period-to-date RM'000
Taxation		
- Current tax expense	(55)	(94)
- Overprovision in prior year	-	-
	<u>(55)</u>	<u>(94)</u>
Deferred taxation		
- Current deferred tax income	-	-
- Overprovision in prior year	-	-
	<u>(55)</u>	<u>(94)</u>

B6. Status of corporate proposal

There was no corporate proposal not completed at the date of this report.

B7. Group borrowings and debt securities

	As at 30.9.2024 RM'000
Short term borrowings	
- secured	-
Long term borrowings	
- secured	-
Total borrowings	-

All the above borrowings are denominated in Ringgit Malaysia.

B8. Material litigation

There was no material litigation against the Group as at the reporting date.

B9. Proposed dividend

Saved as disclosed in Note A8, there was no dividend declared or paid during the quarter under review.

B10. Disclosure requirements pursuant to implementation of FRS 139

Part A: Disclosure of derivatives

As at 30 September 2024, the Group did not hold any financial derivatives.

Part B: Disclosure of gains/losses arising from fair value changes of financial liabilities

As at 30 September 2024, the Group did not have any gains/losses arising from fair value changes of financial liabilities.

B11. Earnings per share

The earnings per share is calculated as follows :

	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
a. Basic				
Net (loss)/profit attributable to ordinary shareholders (RM'000)	(24,155)	(2,175)	(22,795)	7,213
Number of ordinary shares in issue (in thousand)	161,480	161,480	161,480	161,480
Basic (loss)/profit per ordinary share (RM'sen)	(14.96)	(1.35)	(14.12)	4.47

b. Diluted

Not applicable

B12. Notes to Condensed Consolidated Statement of Comprehensive Income

	Current quarter RM'000	Current year to date RM'000
Net profit is arrived at after the following items:		
a) Interest income	2,117	4,101
b) Other income	219	346
c) Rental income	593	1,033
d) Depreciation	(697)	(1,376)
e) Foreign exchange loss - unrealised	(30,423)	(30,494)
f) Foreign exchange loss - realised	(879)	(983)
g) Investment in securities (loss)/gain - unrealised	8,188	9,718
h) Investment in securities loss - realised	(569)	(246)

B13. Subsequent event

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Chua Siew Chuan
Lim Lih Chau
Company Secretaries

21 November 2024