

**RCE Capital Berhad**

Registration No: 195301000151 (2444-M)

Incorporated in Malaysia

Interim Financial Report
for 4th Quarter Ended 31 March 2024**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2024**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
1. Revenue	82,457	82,645	341,659	323,632
2. Profit before tax	39,134	46,438	184,849	183,942
3. Profit for the financial period	29,063	34,840	138,752	138,784
4. Profit attributable to ordinary equity holders of the Company	29,063	34,840	138,752	138,784
5. Basic earnings per ordinary share (sen)	3.97	4.75	18.93	18.95
6. Proposed/Declared dividend per share (sen)	7.00	7.00	15.00	30.00
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END
7. Net assets per share attributable to ordinary equity holders of the Company (RM)		1.13		1.10
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
8. Gross interest income	1	8	12	22
9. Gross interest expense	69	59	264	230

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	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Profit income	72,424	70,476	290,777	280,715
Other revenue	10,033	12,169	50,882	42,917
Revenue	82,457	82,645	341,659	323,632
Other income	9,644	8,771	37,943	28,046
Profit expense applicable to revenue	(25,035)	(25,356)	(98,502)	(90,061)
Directors' remuneration and staff costs	(6,869)	(5,977)	(32,184)	(27,079)
Allowances for impairment loss on receivables, net	(10,320)	(8,153)	(30,231)	(28,688)
Depreciation of plant and equipment and right-of-use ("ROU") assets	(1,036)	(914)	(3,802)	(3,581)
Other expenses	(9,638)	(4,519)	(29,770)	(18,097)
Finance costs	(69)	(59)	(264)	(230)
Profit before tax	39,134	46,438	184,849	183,942
Income tax expense	(10,071)	(11,598)	(46,097)	(45,158)
Total comprehensive income for the financial period	29,063	34,840	138,752	138,784
Attributable to:				
Owners of the Company	29,063	34,840	138,752	138,784
Earnings per ordinary share (sen):				
Basic	3.97	4.75	18.93	18.95
Diluted	3.96	4.74	18.85	18.85

The Condensed Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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	AS AT 31.03.2024 RM'000	AS AT 31.03.2023 RM'000
ASSETS		
Non-Current Assets		
Plant and equipment	7,252	7,241
ROU assets	3,740	4,664
Goodwill on consolidation	47,333	47,333
Financing receivables	1,745,704	1,677,871
Deferred tax assets	48,401	38,575
Total Non-Current Assets	1,852,430	1,775,684
Current Assets		
Financing receivables	227,015	221,541
Trade receivables	54,609	53,918
Other receivables, deposits and prepaid expenses	21,363	16,021
Deposits with licensed financial institutions	744,951	799,886
Cash and bank balances	95,251	79,781
Total Current Assets	1,143,189	1,171,147
TOTAL ASSETS	2,995,619	2,946,831
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	201,917	201,917
Treasury shares	(4,948)	(4,948)
Reserves	632,804	608,690
Total Equity	829,773	805,659
Non-Current Liabilities		
Payables and accrued expenses	4,910	780
Hire-purchase payables	919	1,160
Financing liabilities	1,093,898	1,308,538
Lease liabilities	1,060	2,025
Deferred tax liabilities	981	1,111
Total Non-Current Liabilities	1,101,768	1,313,614
Current Liabilities		
Payables and accrued expenses	29,304	35,470
Hire-purchase payables	380	379
Financing liabilities	1,025,686	783,006
Lease liabilities	965	915
Tax liabilities	7,743	7,788
Total Current Liabilities	1,064,078	827,558
Total Liabilities	2,165,846	2,141,172
TOTAL EQUITY AND LIABILITIES	2,995,619	2,946,831
NET ASSETS PER SHARE (RM)	1.13	1.10

The Condensed Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



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CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	← Reserves →		Total Reserves RM'000	Total RM'000
			Employees' Share Scheme ("ESS") RM'000	Retained Earnings RM'000		
As at 1 April 2022	200,697	(4,948)	3,467	672,852	676,319	872,068
Total comprehensive income	-	-	-	138,784	138,784	138,784
Transactions with owners						
Dividends	-	-	-	(197,843)	(197,843)	(197,843)
Options under ESS:						
- Granted	-	-	2,867	-	2,867	2,867
- Exercised	-	-	(5,036)	(6,401)	(11,437)	(11,437)
- Cancelled	-	-	(111)	111	-	-
Issuance of shares pursuant to options exercised	1,220	-	-	-	-	1,220
Total transactions with owners	1,220	-	(2,280)	(204,133)	(206,413)	(205,193)
As at 31 March 2023	201,917	(4,948)	1,187	607,503	608,690	805,659
As at 1 April 2023	201,917	(4,948)	1,187	607,503	608,690	805,659
Total comprehensive income	-	-	-	138,752	138,752	138,752
Transactions with owners						
Dividends	-	-	-	(109,928)	(109,928)	(109,928)
Options under ESS:						
- Granted	-	-	4,747	-	4,747	4,747
- Exercised	-	-	(2,959)	(6,498)	(9,457)	(9,457)
- Cancelled	-	-	(34)	34	-	-
Total transactions with owners	-	-	1,754	(116,392)	(114,638)	(114,638)
As at 31 March 2024	201,917	(4,948)	2,941	629,863	632,804	829,773

The Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



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CONDENSED STATEMENT OF CASH FLOWS

	CUMULATIVE QUARTER 31.03.2024 RM'000	CUMULATIVE QUARTER 31.03.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	184,849	183,942
Adjustments for:		
Allowances for impairment loss on receivables, net	30,231	28,688
Options granted under ESS	4,747	2,867
Depreciation of plant and equipment and ROU assets	3,802	3,581
Finance costs	264	230
Profit and interest income from deposits placed with licensed financial institutions	(29,183)	(19,010)
Gain on disposal of plant and equipment	(44)	(207)
Operating profit before working capital changes	<u>194,666</u>	<u>200,091</u>
(Increase)/Decrease in working capital:		
Financing receivables	(103,558)	(163,960)
Trade receivables	(671)	(15)
Other receivables, deposits and prepaid expenses	1,964	(8,450)
(Decrease)/Increase in working capital:		
Payables and accrued expenses	(7,224)	5,721
Cash generated from operations	<u>85,177</u>	<u>33,387</u>
Taxes paid	(59,519)	(42,849)
Taxes refunded	17	-
Net cash generated/(used in) from operating activities	<u>25,675</u>	<u>(9,462)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Profit and interest income from deposits placed with licensed financial institutions received	29,183	19,010
Proceeds from disposal of plant and equipment	44	207
Additions to plant and equipment	(2,667)	(2,525)
Deposit payment for asset under hire-purchase	(44)	(251)
Net cash generated from investing activities	<u>26,516</u>	<u>16,441</u>



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CONDENSED STATEMENT OF CASH FLOWS (CONT'D)

	CUMULATIVE QUARTER 31.03.2024 RM'000	CUMULATIVE QUARTER 31.03.2023 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- revolving credits	718,414	743,028
- term financing/loans	169,993	300,000
- other financing liabilities	3,615	3,626
Issuance of Sukuk Murabahah ("Sukuk")	205,000	175,000
(Placements)/Withdrawal of deposits, cash and bank balances, net:		
- assigned in favour of the trustees	60,882	(159,820)
	(13,027)	79,160
Proceeds from issuance of shares	-	1,220
Repayments of:		
- revolving credits	(599,114)	(651,528)
- term financing/loans	(148,014)	(82,757)
- other financing liabilities	(3,615)	(3,626)
- lease liabilities	(915)	(840)
- hire-purchase payables	(390)	(355)
Redemptions of Sukuk	(315,000)	(200,000)
Dividends paid	(109,928)	(197,843)
Cash settlement for ESS	(11,510)	(13,518)
Finance costs paid	(192)	(230)
Net cash used in financing activities	<u>(43,801)</u>	<u>(8,483)</u>
Net change in cash and cash equivalents	8,390	(1,504)
Cash and cash equivalents at beginning of financial period	39,497	41,001
Cash and cash equivalents at end of financial period	<u>47,887</u>	<u>39,497</u>

CASH AND CASH EQUIVALENTS AS AT END OF FINANCIAL PERIOD COMPRISE THE FOLLOWING:

Deposits with licensed financial institutions	744,951	799,886
Cash and bank balances	95,251	79,781
	<u>840,202</u>	<u>879,667</u>
Less: Deposits, cash and bank balances		
- assigned in favour of the trustees	(750,997)	(811,879)
- pledged to licensed financial institutions	(41,318)	(28,291)
	<u>47,887</u>	<u>39,497</u>

The Condensed Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



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NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 (Interim Financial Reporting) issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa"). It also complies with IAS 34 (Interim Financial Reporting) issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2023.

2. CHANGES IN MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted by the Group in this interim financial report are consistent with those of the annual audited financial statements for the financial year ended 31 March 2023, except for the following amendments to published standards which are effective for the financial period commencing 1 April 2023:

Amendments to:

MFRS 101	Disclosure of Accounting Policies
MFRS 108	Definition of Accounting Estimates
MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
	International Tax Reform - Pillar Two Model Rules

The adoption of the above amendments does not have any material effect to the Group.

3. AUDITORS' REPORT ON PRECEDING ANNUAL AUDITED FINANCIAL STATEMENTS

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.



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4. SEASONAL OR CYCLICAL FACTORS

The Group's operations were not significantly affected by any seasonal or cyclical factors.

5. UNUSUAL ITEMS

There were no unusual items for the current quarter and financial year.

6. CHANGES IN ESTIMATES

There were no changes in estimates that have a material effect for the current quarter and financial year.

7. DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities for the financial year except for the following:

(a) Issuance and redemption of Sukuk by Zamarad Assets Berhad, an indirect and not a legal subsidiary of the Company as follow:

	CURRENT QUARTER RM'000	CUMULATIVE QUARTER RM'000
Issuance	-	205,000
Redemption upon maturity	50,000	120,000



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7. DEBT AND EQUITY SECURITIES (CONT'D)

(b) Redemption of Sukuk by Al Dzahab Assets Berhad, an indirect and not a legal subsidiary of the Company as follow:

	CURRENT QUARTER RM'000	CUMULATIVE QUARTER RM'000
Early redemption	45,000	105,000
Redemption upon maturity	40,000	90,000

(c) ESS

The Company has granted 19,111,000 options to the eligible employees at an option price of RM2.28 in accordance with the By-Laws of the ESS.

As at 31 March 2024, the number of ordinary shares, net of treasury shares is 732,850,571.

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NOTES TO THE INTERIM FINANCIAL REPORT

8. DIVIDENDS

	31.03.2024	31.03.2023
	RM'000	RM'000
Recognised during the financial period:		
- Second interim dividend for 2022: 4.00 sen per ordinary share, paid on 30 June 2022 to shareholders whose names appeared in the record of depositors on 17 June 2022	-	29,287
- First interim dividend for 2023: 5.00 sen per ordinary share, paid on 30 December 2022 to shareholders whose names appeared in the record of depositors on 19 December 2022	-	36,643
- Special interim dividend for 2023: 18.00 sen per ordinary share, paid on 30 December 2022 to shareholders whose names appeared in the record of depositors on 19 December 2022	-	131,913
- Second interim dividend for 2023: 7.00 sen per ordinary share, paid on 28 June 2023 to shareholders whose names appeared in the record of depositors on 15 June 2023	51,300	-
- First interim dividend for 2024: 8.00 sen per ordinary share, paid on 28 December 2023 to shareholders whose names appeared in the record of depositors on 14 December 2023	58,628	-
	<u>109,928</u>	<u>197,843</u>



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8. DIVIDENDS (CONT'D)

The Board of Directors ("Board") has declared a second interim dividend of 7.00 sen per ordinary share ("2nd interim dividend") in respect of financial year ended 31 March 2024, to be paid on 27 June 2024. The dividend payable is estimated at RM51,299,540 based on the latest number of ordinary shares, net of treasury shares.

The entitlement date for the dividend payment is 14 June 2024.

A depositor shall qualify for entitlement to the dividend only in respect of:

- (a) shares transferred into the depositor's securities account before 4.30 pm on 14 June 2024 in respect of ordinary transfers; and
- (b) shares bought from Bursa on a cum entitlement basis.

This 2nd interim dividend will be accounted for in equity as an appropriation of retained earnings in the financial year ending 31 March 2025.

Total dividend declared in respect of the financial year ended 31 March 2024 is 15.00 sen. This translates to a dividend payout ratio of 79.2%.

The Board does not recommend any final dividend for the financial year ended 31 March 2024.

9. SEGMENT INFORMATION

Segmental reporting is not presented as the Group is primarily engaged in the provision of shariah-compliant and conventional financing services.

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10. PROFIT BEFORE TAX

The following items have been charged/(credited) in arriving at the profit before tax:

	INDIVIDUAL QUARTER 31.03.2024 RM'000	CUMULATIVE QUARTER 31.03.2024 RM'000
Allowances for impairment loss on receivables, net	10,320	30,231
Income from deposits with licensed financial institutions:		
- profit income	(7,866)	(29,171)
- interest income	(1)	(12)
	(7,867)	(29,183)
Gain on foreign exchange, net:		
- realised	1	5
- unrealised	-	-

There were no exceptional items, amortisation, inventories written down and written off, allowance for impairment loss on investment properties, gain or loss on disposal of quoted or unquoted investments or properties and gain or loss on derivatives for the current quarter and

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

As at the date of this announcement, there were no material events subsequent to the end of the interim period that affect the results of the Group.

12. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change in the composition of the Group during the financial year.



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13. REVIEW OF PERFORMANCE

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	31.03.2024	31.03.2023	Variance		31.03.2024	31.03.2023	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	82,457	82,645	(188)	(0.2)	341,659	323,632	18,027	5.6
Profit before tax	39,134	46,438	(7,304)	(15.7)	184,849	183,942	907	0.5
Profit for the financial period	29,063	34,840	(5,777)	(16.6)	138,752	138,784	(32)	(0.0)
Profit attributable to ordinary equity holders of the Company	29,063	34,840	(5,777)	(16.6)	138,752	138,784	(32)	(0.0)

For the current quarter, the Group registered a steady revenue of RM82.5 million.

The Group's pre-tax profit of RM39.1 million was lower as compared to the corresponding quarter mainly due to higher operating expenses from facility fee relating to new fundings secured, sales and marketing campaign expenses as well as financing recovery activities. The Group's allowances for impairment loss on receivables was also higher primarily due to the increase in non-performing financing.

Accordingly, the Group's recorded a lower post-tax profit of RM29.1 million for the current quarter.

For the current financial year, the Group's revenue rose from RM323.6 million a year ago to RM341.7 million largely contributed by higher profit and fee income.

The Group's other income was higher at RM37.9 million mainly due to the increase in income generated from the deposits placed with various financial institutions.

The increase in revenue and other income was offset with the surge in operating and profit expense.

All-in-all, the Group posted a steady pre-tax profit of RM184.8 million and post-tax profit of RM138.8 million for the current financial year.



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14. MATERIAL CHANGE IN RESULTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

	INDIVIDUAL QUARTER			
	31.03.2024	31.12.2023	Variance	
	RM'000	RM'000	RM'000	%
Revenue	82,457	87,409	(4,952)	(5.7)
Profit before tax	39,134	45,836	(6,702)	(14.6)
Profit for the financial period	29,063	34,563	(5,500)	(15.9)
Profit attributable to ordinary equity holders of the Company	29,063	34,563	(5,500)	(15.9)

For the current quarter, the Group recorded a lower revenue of RM82.5 million mainly due to the drop in profit and fee income.

The lower revenue together with the higher operating expenses and allowances for impairment loss on receivables led to a lower pre-tax and post-tax profit of RM39.1 million and RM29.1 million respectively for the current quarter.

15. CURRENT YEAR PROSPECTS

The demand for financing is expected to trend higher underpinned by steady economic outlook, a stable Overnight Policy Rate at 3.0% and announcement by the Prime Minister on 1 May 2024 in relation to the pay hike of over 13.0% and minimum overall income level of more than RM2,000 for civil servants to be effective from 1 December 2024.

The Group will continue to steer its business guided by responsible financing and customers' experience, in addition to leveraging on sales and marketing campaigns and technology.

The Group expects to remain profitable in the coming financial year.



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16. PROFIT FORECAST

There were no profit forecast prepared or profit guarantee made by the Group.

17. INCOME TAX EXPENSE

	INDIVIDUAL QUARTER 31.03.2024 RM'000	CUMULATIVE QUARTER 31.03.2024 RM'000
Income tax payable:		
Current period	20,148	56,135
Over provision in prior years	-	(82)
	<hr/> 20,148	<hr/> 56,053
Deferred tax:		
Current period	(10,077)	(9,944)
Over provision in prior years	-	(12)
	<hr/> (10,077)	<hr/> (9,956)
	<hr/> <hr/> 10,071	<hr/> <hr/> 46,097

The effective tax rate of the Group in the current quarter and financial year is higher than the statutory tax rate due to non-deductibility of certain expenses for taxation purposes.

18. STATUS OF CORPORATE PROPOSALS

There was no corporate proposal announced or pending completion as at the date of this report.



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19. FINANCING RECEIVABLES

	←———— As at 31.03.2024 —————→		
	←———— Receivables —————→		
	Financing	Loans	Total
	RM'000	RM'000	RM'000
At amortised cost, gross	2,093,435	6,987	2,100,422
Less: Allowances for impairment	(124,939)	(2,764)	(127,703)
	1,968,496	4,223	1,972,719
Amount receivable within one year	(225,951)	(1,064)	(227,015)
Non-current portion	1,742,545	3,159	1,745,704

During the financial year, there was no transaction with related parties in relation to the Group's financing receivables.

Movement in allowances for impairment:

	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2023	42,321	2,190	77,018	121,529
Changes in the expected credit loss ("ECL"):				
- Transfer to Stage 1	411	(634)	(7,725)	(7,948)
- Transfer to Stage 2	(199)	1,475	(2,350)	(1,074)
- Transfer to Stage 3	(1,063)	(682)	50,254	48,509
Net adjustment of allowances for impairment	(851)	159	40,179	39,487
New financial assets originated or purchased	12,331	-	-	12,331
Financial assets derecognised	(2,387)	(164)	(4,375)	(6,926)
Changes in risk parameters	(8,776)	(398)	(5,466)	(14,640)
Written off	-	-	(24,078)	(24,078)
Balance as at 31 March 2024	42,638	1,787	83,278	127,703



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19. FINANCING RECEIVABLES (CONT'D)

The Group applied the latest economic scenarios to reflect an unbiased probability-weighted range of possible future outcome and factor in forecasted Real Gross Domestic Product, a forward looking element used for the ECL calculation. Accordingly, the ECL during the financial year has been adjusted to reflect the impact of latest economic conditions.

20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES

Total financing liabilities and debt securities (all denominated in Ringgit Malaysia) of the Group are as follow:

	←———— As at 31.03.2024 —————→		
	Short Term RM'000	Long Term RM'000	Total RM'000
At amortised cost			
<i>Secured:</i>			
Shariah			
- Sukuk	335,461	840,363	1,175,824
- Term financing	82,314	119,081	201,395
- Revolving credits	154,998	-	154,998
	<u>572,773</u>	<u>959,444</u>	<u>1,532,217</u>
Conventional			
- Revolving credits	309,436	-	309,436
- Term loans	58,304	134,454	192,758
	<u>367,740</u>	<u>134,454</u>	<u>502,194</u>
	<u>940,513</u>	<u>1,093,898</u>	<u>2,034,411</u>
<i>Unsecured:</i>			
Shariah			
- Revolving credits	85,173	-	85,173
	<u>1,025,686</u>	<u>1,093,898</u>	<u>2,119,584</u>

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NOTES TO THE INTERIM FINANCIAL REPORT**20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES (CONT'D)**

	←———— As at 31.03.2023 —————→		
	Short Term RM'000	Long Term RM'000	Total RM'000
At amortised cost			
<i>Secured:</i>			
Shariah			
- Sukuk	226,466	1,064,404	1,290,870
- Term financing	74,040	95,783	169,823
- Revolving credits	148,041	-	148,041
	<u>448,547</u>	<u>1,160,187</u>	<u>1,608,734</u>
Conventional			
- Term loans	52,722	148,351	201,073
- Revolving credits	196,636	-	196,636
	<u>249,358</u>	<u>148,351</u>	<u>397,709</u>
	<u>697,905</u>	<u>1,308,538</u>	<u>2,006,443</u>
<i>Unsecured:</i>			
Shariah			
- Revolving credits	85,101	-	85,101
	<u>85,101</u>	<u>-</u>	<u>85,101</u>
	<u>783,006</u>	<u>1,308,538</u>	<u>2,091,544</u>

As at 31 March 2024, the Group's weighted average profit rate by categories of financing liabilities ranges from 4.3% to 5.4% (31.03.2023: 3.8% to 5.0%) per annum.

The Group's financing liabilities consist of:

	31.03.2024 RM'000	31.03.2023 RM'000
Fixed rate	1,195,589	1,290,870
Floating rate	923,995	800,674
	<u>2,119,584</u>	<u>2,091,544</u>



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20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES (CONT'D)

The Group's financing liabilities increased to RM2.12 billion from RM2.09 billion a year ago. The increase was primarily due to RM205.0 million issuance of Sukuk and RM138.0 million net drawdown of financing liabilities respectively, offset with RM315.0 million Sukuk redeemed upon maturity and early redemption.

21. CAPITAL COMMITMENTS

	31.03.2024
	RM'000
Capital expenditure approved and contracted for	<u>1,062</u>

22. CHANGES IN CONTINGENT LIABILITIES AND ASSETS

As at 31 March 2024 and 31 March 2023, the letter of credit stood at RM0.4 million respectively.

Other than as disclosed above, there were no other changes in contingent liabilities or assets since the last financial year ended 31 March 2023.

23. DERIVATIVES AND FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

- (a) There were no derivatives as at 31 March 2024.
- (b) There were no fair value gain/(loss) on fair value changes of financial liabilities as all financial liabilities were measured at amortised cost.



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24. CHANGES IN MATERIAL LITIGATION

There were no pending material litigation for the Group as at the date of this report.

25. EARNINGS PER SHARE ("EPS")

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
(a) Basic EPS:					
Profit for the period attributable to ordinary equity holders of the Company	(RM'000)	29,063	34,840	138,752	138,784
Weighted average number of ordinary shares in issue	(unit'000)	732,851	732,851	732,851	732,424
Basic EPS	(sen)	<u>3.97</u>	<u>4.75</u>	<u>18.93</u>	<u>18.95</u>

Basic EPS for the current quarter and financial year are calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial year.

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NOTES TO THE INTERIM FINANCIAL REPORT**25. EPS (CONT'D)**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
(b) Diluted EPS:					
Profit for the period attributable to ordinary equity holders of the Company	(RM'000)	29,063	34,840	138,752	138,784
Weighted average number of ordinary shares in issue	(unit'000)	732,851	732,851	732,851	732,424
Effects of dilution of ESS	(unit'000)	1,021	2,009	3,429	3,721
Adjusted weighted average number of ordinary shares in issue	(unit'000)	733,872	734,860	736,280	736,145
Diluted EPS	(sen)	3.96	4.74	18.85	18.85

Diluted EPS are calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares adjusted for dilutive effects of ESS.



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26. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amount of financial assets and liabilities of the Group for the financial year approximate their fair values except for the following:

	31.03.2024	
	Carrying amount RM'000	Fair value RM'000
Financial assets		
Financing receivables	<u>1,972,719</u>	<u>2,014,919</u>
Financial liabilities		
Sukuk	<u>1,175,824</u>	<u>1,206,382</u>

BY ORDER OF THE BOARD
JOHNSON YAP CHOON SENG
Company Secretary
24 May 2024