

The Board of Directors of CWG HOLDINGS BERHAD is pleased to announce the consolidated results for the second quarter ended 31 December 2023. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/12/2023 RM'000	Preceding Year Corresponding Quarter Ended 31/12/2022 RM'000	Current Year To Date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000
<b>Revenue</b>	20,096	23,992	36,613	46,279
Operating expenses	(19,102)	(21,777)	(35,650)	(43,177)
Other operating income	64	15	454	858
Finance costs	(80)	(129)	(172)	(299)
<b>Profit before tax</b>	978	2,101	1,245	3,661
Tax Expense	(257)	(565)	(353)	(991)
<b>Profit for the period</b>	721	1,536	892	2,670
<b>Other comprehensive income for the period</b>	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>721</u>	<u>1,536</u>	<u>892</u>	<u>2,670</u>
<b>Profit attributable to:</b>				
- Owners of the parent	721	1,550	892	2,697
- Non-controlling interests	-	(14)	-	(27)
	<u>721</u>	<u>1,536</u>	<u>892</u>	<u>2,670</u>
<b>Total comprehensive income attributable to:</b>				
- Owners of the parent	721	1,550	892	2,697
- Non-controlling interests	-	(14)	-	(27)
	<u>721</u>	<u>1,536</u>	<u>892</u>	<u>2,670</u>
<b>Earnings per share (sen)</b>				
- Basic	0.44	0.95	0.55	1.65
- Diluted	0.44	0.95	0.55	1.65

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As At End Of Current Year 31/12/2023 RM'000	Audited As At Preceding Financial Year Ended 30/06/2023 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	28,730	26,521
Right-of-use assets	6,587	6,873
Goodwill on acquisition	68	-
	<u>35,385</u>	<u>33,394</u>
<b>Current Assets</b>		
Inventories	70,220	54,878
Trade and other receivables	13,685	16,935
Current tax assets	241	452
Cash and cash equivalents	15,130	21,162
	<u>99,276</u>	<u>93,427</u>
<b>TOTAL ASSETS</b>	<u><u>134,661</u></u>	<u><u>126,821</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	78,351	78,351
Treasury shares	(485)	(485)
Reserves	26,872	26,793
	<u>104,738</u>	<u>104,659</u>
Non-controlling interests	-	-
<b>Total Equity</b>	<u>104,738</u>	<u>104,659</u>
<b>Non-Current Liabilities</b>		
Borrowings	710	867
Lease liabilities	222	450
Retirement benefit obligations	665	753
Deferred tax liabilities	2,232	2,298
	<u>3,829</u>	<u>4,368</u>
<b>Current Liabilities</b>		
Trade and other payables	18,911	7,324
Contract liabilities	415	1,177
Borrowings	5,979	8,264
Lease liabilities	545	661
Retirement benefit obligations	204	204
Current tax liabilities	40	164
	<u>26,094</u>	<u>17,794</u>
<b>Total Liabilities</b>	<u>29,923</u>	<u>22,162</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>134,661</u></u>	<u><u>126,821</u></u>
<b>Net Assets per Share (sen)</b>	<b>64</b>	<b>64</b>

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the six months ended 31 December 2023 - unaudited	Non-distributable		Distributable	Total attributable to owners of parent RM'000	Non- controlling interests RM'000	Total equity RM'000	
	Share capital RM'000	Treasury shares RM'000	Capital reserve RM'000				Retained earnings RM'000
	Balance as at 01/07/2022	78,351	(146)				164
Profit (representing total comprehensive income) for the period	-	-	-	2,697	2,697	(27)	2,670
<b>Transactions with owners</b>							
Dividend paid	-	-	-	(813)	(813)	-	(813)
Purchase of treasury shares	-	(339)	-	-	(339)	-	(339)
Total transactions with owners	-	(339)	-	(813)	(1,152)	-	(1,152)
Balance as at 31/12/2022	<u>78,351</u>	<u>(485)</u>	<u>164</u>	<u>23,760</u>	<u>101,790</u>	<u>(37)</u>	<u>101,753</u>
Balance as at 01/07/2023	78,351	(485)	164	26,629	104,659	-	104,659
Profit (representing total comprehensive income) for the period	-	-	-	892	892	-	892
<b>Transactions with owners</b>							
Dividend paid	-	-	-	(813)	(813)	-	(813)
Purchase of treasury shares	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	(813)	(813)	-	(813)
Balance as at 31/12/2023	<u>78,351</u>	<u>(485)</u>	<u>164</u>	<u>26,708</u>	<u>104,738</u>	<u>-</u>	<u>104,738</u>

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current Year 6 Months Ended 31/12/2023 RM'000	Preceding Year Corresponding 6 Months Ended 31/12/2022 RM'000
<b>Cash Flows From Operating Activities</b>		
Profit before tax	1,245	3,661
Adjustments for:		
Depreciation of property, plant and equipment	1,084	1,244
Depreciation of right-of-use assets	285	262
Gain on disposal of property, plant and equipment	(2)	-
Interest expense	172	299
Interest income	(27)	(88)
Inventories written down	178	313
Provision for retirement benefits	34	39
Reversal of impairment loss on trade receivables	(44)	(13)
Unrealised loss on foreign exchange	190	209
Operating profit before changes in working capital	3,115	5,926
Changes in working capital:-		
Inventories	(15,435)	10,605
Trade and other receivables	3,176	(2,559)
Trade and other payables	11,534	(7,397)
Contract liabilities	(762)	(678)
Retirement benefits paid	(122)	(60)
Cash generated from operations	1,506	5,837
Tax paid	(723)	(275)
Tax refunded	392	-
Net cash from operating activities	1,175	5,562
<b>Cash Flows From Investing Activities</b>		
Interest received	27	88
Acquisition of subsidiary	(100)	-
Purchase of property, plant and equipment	(3,297)	(3,030)
Proceeds from disposal of property, plant and equipment	6	-
Net cash used in investing activities	(3,364)	(2,942)
<b>Cash Flows From Financing Activities</b>		
Dividend paid	(813)	(813)
Interest paid	(11)	(82)
Net decrease in short-term borrowings	(3,632)	(7,287)
Purchase of treasury shares	-	(339)
Repayment of lease liabilities	(136)	(135)
(Repayment)/Drawdown of HP Payables	(234)	1,137
Repayment of term loans	(237)	(513)
Net cash used in financing activities	(5,063)	(8,032)
<b>Net decrease in cash and cash equivalents</b>	<b>(7,252)</b>	<b>(5,412)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>21,162</b>	<b>13,949</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>	<b>(42)</b>	<b>(16)</b>
<b>Cash and cash equivalents at end of the period</b>	<b>13,868</b>	<b>8,521</b>
<b>Cash and cash equivalents at end of the period consist of:</b>		
Deposits with licensed bank	580	-
Short-term funds placed with financial institutions	8,852	6,469
Cash and bank balances	5,698	2,962
Bank overdrafts	(1,262)	(910)
	<b>13,868</b>	<b>8,521</b>

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.



## EXPLANATORY NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### PART A : REQUIREMENTS OF MFRS 134: INTERIM FINANCIAL REPORTING

#### A1 Basis Of Preparation

The Condensed Consolidated Interim Financial Statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by Malaysian Accounting Standard Board ("MASB") and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The Condensed Consolidated Interim Financial Statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023. The explanatory notes attached to the Condensed Consolidated 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 30 June 2023.

#### A2 Accounting Policies

The accounting policies and methods of computation adopted in the preparation of the Condensed Consolidated Interim Financial Statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2023.

The Group has adopted the MFRSs, Amendments to MFRSs and IC interpretations effective for the financial period beginning on or after 1 July 2023 where applicable to the Group. The initial adoption of these applicable MFRSs, amendments and interpretations do not have any material impact on the financial statements of the Group.

The Group has not adopted the new standards, amendments to published standards and interpretations that have been issued but not yet effective. These new standards, amendments to published standards and interpretations are not expected to have any significant impacts on the financial statements of the Group upon their initial application.

#### A3 Seasonal Or Cyclical Factors

Based on the nature of its products and the market demand, the Group's revenue usually is lower in the second half as compared to the first half of the financial year.

#### A4 Unusual Items

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

#### A5 Changes In Estimates

There were no major changes in estimates from those of the prior financial year which have a material effect for the current financial quarter.

#### A6 Issuance, Repurchases And Repayments Of Debt And Equity Securities

There were no issuance, repurchase, cancellation, resale and repayment of debt and equity securities during the current financial quarter under review and financial year to date except for the following:-

##### Warrants 2022/2027 ("Warrants A")

- (i) The Company had on 03 March 2022 issued a total of 81,826,910 Warrants which were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad with effect from 10 March 2022. The Stock Short Name, Stock Number and ISIN Code of Warrants A are "CWG-WA", "9423WA" and "MYL9423WA733" respectively. Each Warrant entitled the shareholders of the Company to subscribe for one (1) new ordinary share each in the Company at an exercise price of RM0.36 per share on or before 02 March 2027 ("Maturity Date").

There was no exercise of Warrants during the current financial quarter and year-to-date.

##### Treasury Shares

- (i) On 10 January 2024, the Company announced the resale of 1,100,000 treasury shares valued at RM0.340 for total consideration of RM374,000 in the open market, resulting in a surplus of RM30,536 which has been credited to the retained earnings account.

As at 21 February 2024, the Company holds a total of 446,500 ordinary shares as treasury shares out of its total issued and paid-up share capital of 164,148,123 ordinary shares. The treasury shares are recorded at a carrying amount of RM141,495. Hence the number of outstanding shares in issue and paid-up after deducting the treasury shares as at 21 February 2024 is 163,701,623 ordinary shares.



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

**A7 Dividends Paid**

A final single-tier dividend of 0.5 sen per ordinary share amounted to RM813,008 in respect of the financial year ended 30 June 2023 was paid on 15 December 2023, which had been approved by shareholders at the Annual General Meeting held on 15 November 2023.

**A8 Segment Information**

Based on revenue derived from products and services, the Group is generally organised into two distinct business segments:

- (i) Manufacturing : Investment holding, manufacturing and sale of stationery and printing materials
- (ii) Property Development : Investment holding and property development

<b>For the financial period ended 31 December 2023</b>	<b>Manufacturing RM'000</b>	<b>Property Development RM'000</b>	<b>Group RM'000</b>
Total Revenue	36,616	-	36,616
Inter-segment revenue	(3)	-	(3)
External revenue	<u>36,613</u>	<u>-</u>	<u>36,613</u>
Segment profit/(loss) before interest and tax	1,458	(41)	1,417
Finance costs	(172)	-	(172)
Profit/(Loss) before tax	1,286	(41)	1,245
Tax expense	(349)	(4)	(353)
Profit/(Loss) for the period	937	(45)	892
Non-controlling interest	-	-	-
Profit/(Loss) attributable to owners of the parent	<u>937</u>	<u>(45)</u>	<u>892</u>
Segment assets	<u>113,970</u>	<u>20,691</u>	<u>134,661</u>
Segment liabilities	<u>15,866</u>	<u>14,057</u>	<u>29,923</u>
<b>For the financial period ended 31 December 2022</b>	<b>Manufacturing RM'000</b>	<b>Property Development RM'000</b>	<b>Group RM'000</b>
Total Revenue	46,356	-	46,356
Inter-segment revenue	(77)	-	(77)
External revenue	<u>46,279</u>	<u>-</u>	<u>46,279</u>
Segment profit before interest and tax	3,960	-	3,960
Finance costs	(299)	-	(299)
Profit before tax	3,661	-	3,661
Tax expense	(991)	-	(991)
Profit for the period	2,670	-	2,670
Non-controlling interest	(27)	-	(27)
Profit attributable to owners of the parent	<u>2,697</u>	<u>-</u>	<u>2,697</u>
Segment assets	<u>118,624</u>	<u>-</u>	<u>118,624</u>
Segment liabilities	<u>16,871</u>	<u>-</u>	<u>16,871</u>



## EXPLANATORY NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### A8 Segment Information (Continued)

The Group also organised its business segments based on revenue derived from geographical areas of customers.

The principal activities of the Group are mainly investment holdings, manufacturing and sale of stationery and printing materials, property development and real estate activities. The activities are predominantly carried out in Malaysia. Apart from revenue from external customers by geographical areas of customers which are shown below, the required segment information has already been disclosed in the interim financial statements:

	Current Year Quarter RM'000	Current Year To Date RM'000
Malaysia	6,074	10,408
Asia (exclude Malaysia)	10,472	16,945
Oceania	1,650	4,169
Europe	902	2,033
America	979	2,628
Africa	19	430
	<u>20,096</u>	<u>36,613</u>

The directors are of the opinion that all inter-segment transfers have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. Those transfers are eliminated on consolidation.

### A9 Events After The Interim Period

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

### A10 Changes In The Composition Of The Group

On 29 September 2023, the Company further increased the investment in CWG Park Sdn. Bhd. ("CPSB") from RM100,000 to RM2,500,000 through the acquisition of 2,400,000 ordinary shares for a consideration of RM2,400,000 by way of capitalisation of the amount owing by a subsidiary.

On 17 October 2023, a subsidiary of the Company, CPSB, acquired 100 ordinary shares representing 100% of the equity interest in SA Marvel Sdn. Bhd. ("SMSB") (202001036732 (1393053-A)) for a purchase consideration of RM100,000 via cash. The principal activity of SMSB is to carry on activities of investment holding, real estate activities with own or leased property and other specialised construction activities.

Except for the above, there were no changes in the composition of the Group during the current financial quarter under review and financial year to date.

### A11 Contingent Liabilities Or Assets

There were no contingent liabilities or contingent assets since last financial year ended 30 June 2023.

### A12 Material Related Parties Transactions

There were no material transactions entered by the Group with any related parties.

### A13 Capital Commitment

The group has the following capital commitment in respect of property, plant and equipment as at 31 December 2023:

	<u>RM'000</u>
Contracted but not provided for	<u>222</u>



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

**PART B : REQUIREMENTS OF APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENTS**

**B1 Review Of Performance**

The Group's revenue for the current financial quarter ended 31 December 2023 decreased by RM3.896 million or 16% to RM20.096 million from RM23.992 million as reported in the preceding year corresponding quarter. The decrease was solely attributed to the decrease in revenue from manufacturing segment.

The Group's profit before tax was RM0.978 million, as compared to the profit before tax of RM2.101 million recorded in the preceding year corresponding quarter.

The performance of each business segments for the current financial quarter and financial year to date as compared to the preceding year corresponding quarter and financial period is presented as follows: -

(a) Manufacturing

For the current financial quarter review, this segment generated revenue of RM20.096 million as compared to the preceding year corresponding quarter of RM23.992 million. The decrease in revenue of RM3.896 million or 16% was mainly due to lower demand in domestic and export markets. This segment recorded profit before tax of RM1.019 million for the current financial quarter as compared to the profit before tax of RM2.101 million in the preceding year corresponding quarter, representing decrease in profit before tax of RM1.082 million or 51% which was mainly due to lower revenue generated.

For the six months ended 31 December 2023, this segment generated revenue of RM36.613 million as compared to the preceding year corresponding period of RM46.279 million. The decrease in revenue of RM9.666 million or 21% was mainly due to lower demand in domestic and export markets. This segment recorded profit before tax of RM1.286 million for the current financial year to date as compared to the profit before tax of RM3.661 million in the preceding year corresponding period, representing decrease in profit before tax of RM2.375 million or 65% which was mainly due to the same reason as above.

(b) Property development

For the current financial quarter review and financial year to date, this segment did not generate any revenue mainly due to pending building plan approval to commence the single and maiden property development project. This segment recorded loss before tax of RM0.041 million mainly due to administrative costs incurred. No preceding year corresponding quarter and financial period amount was presented due the group involvement in this segment in conjunction its proposed diversification of the existing principal activities of the group to include property development which was approved by shareholders on 03 October 2023.

**B2 Comparison With Immediate Preceding Quarter's Results**

	Individual Quarter Ended		Variance	
	31/12/2023	30/09/2023		%
	RM'000	RM'000	RM'000	
Revenue	20,096	16,517	3,579	22%
Profit before tax	978	267	711	266%

The Group's revenue generated in the current financial quarter was RM20.096 million as compared to RM16.517 million in the immediate preceding quarter. The increase in revenue of 22% was mainly due to higher demand from domestic and export markets. As the result of revenue increased, the Group recorded profit before tax of RM0.978 million or increase in profit before tax of 266% in the current financial quarter as compared to profit before tax of RM0.267 million in the immediate preceding quarter.

**B3 Prospects**

Global economic uncertainties are expected to continue throughout the financial year 2024. The inflationary pressures remain a challenging issue that may influence consumers' buying power and appetite.

Nevertheless, the Board are cautiously optimistic in this year's performance and will continue to closely manage and control our cost efficiencies in this uncertain and challenging environment.

**B4 Profit Forecast/Profit Guarantee**

Not applicable as there were no profit forecasts published.



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

**B5 Tax Expense**

Breakdown of tax expense for the quarter ended 31 December 2023 is as follows:

	Current Year Quarter <u>RM'000</u>	Current Year To Date <u>RM'000</u>
Income tax:		
Current year	315	418
Deferred tax:		
Current year	<u>(58)</u>	<u>(65)</u>
	<u>257</u>	<u>353</u>

The effective tax rate of the Group for the current financial year to date was higher than the statutory tax rate that was mainly due to non-deductible expenses incurred by certain subsidiaries.

**B6 Status Of Corporate Proposal**

On 17 July 2023, UOB Kay Hian Securities (M) Sdn. Bhd. ("UOBKH"), on behalf of the Board of Directors of CWG Holdings Berhad ("CWG" or "Board"), announced that CWG Park Sdn. Bhd. ("CPSB" or the "Purchaser"), a wholly-owned subsidiary of CWG, had on 17 July 2023 entered into a conditional share sale agreement with Great Marvel Sdn. Bhd. ("GMSB" or the "Vendor") ("SSA") for the proposed acquisition by CPSB of 100 ordinary shares in SA Marvel Sdn. Bhd. ("SMSB"), a wholly-owned subsidiary of GMSB ("Sale Shares"), representing 100% of the equity interest in SMSB for a purchase consideration of RM0.10 million to be satisfied entirely via cash ("Proposed Acquisition").

In conjunction with the Proposed Acquisition, the Company proposed to undertake a proposed diversification of the existing principal activities of CWG and its subsidiaries ("CWG Group" or the "Group") to include property development ("Proposed Diversification").

(The Proposed Acquisition and Proposed Diversification are collectively referred to as the "Proposals").

On 08 September 2023, the Company announced the notice of Extraordinary General Meeting (EGM) to seek the approval of shareholders for the Proposed Diversification at the EGM. On 11 September 2023, the circular on this matter together with the notice of EGM were dispatched to the shareholders. On 18 September 2023, The Board informed that the date of Record of Depositors as stated in Note 6 of the Notice of EGM shall be changed from "27 September 2023" to "25 September 2023". On 03 October 2023, the Proposed Diversification was approved by the shareholders.

On 09 October 2023 was the unconditional date for the conditional SSA. The Proposed Acquisition of SMSB was completed on 17 October 2023,

On 17 January 2024, UOB Kay Hian Securities (M) Sdn. Bhd. ("UOBKH") had, on behalf of the Board of Directors of CWG Holdings berhad ("Board") to announce that the Company proposes to undertake the following:

- i) a renounceable rights issue of up to 147,317,119 new ordinary shares in CWG ("CWG Shares(s) or Share(s)") ("Rights Share(s)") on the basis of 3 Rights Shares for every 5 existing CWG Shares held, on an entitlement date to be determined and announced later ("Proposed Rights Issue");
- ii) an acquisition of 2,049,402 ordinary shares in Unigenius Holding Sdn Bhd ("UHSB") from Boo Yin Kwan, Chan Lai Yee, Lam Chun Wai, Low Yaw Shim and Loo Zi Kai, representing 100.00% of the equity interest in UHSB for a purchase consideration of RM33.00 million, to be satisfied via a combination of cash payment of RM18.00 million and the issuance of 15,000,000 new redeemable non-convertible preference shares in CWG ("RPS" or "Consideration RPS") at an issue price of RM1.00 per Consideration RPS ("Proposed Acquisition"); and
- iii) proposed amendment to the Constitution of CWG to facilitate the issuance of Consideration RPS under the Proposed Acquisition ("Proposed Amendment").

Save for the above, there was no other corporate proposal announced and not completed as at 21 February 2024.

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

**B7 Group Borrowings And Debt Securities**

Group borrowings as at 31 December 2023 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
a) <u>Non-current liability</u>			
Term loans	710	-	710
b) <u>Current liabilities</u>			
Bank overdrafts	-	1,262	1,262
Bankers' acceptances	-	4,402	4,402
Term loans	315	-	315
	<u>315</u>	<u>5,664</u>	<u>5,979</u>

c) The Group borrowings are denominated in Ringgit Malaysia.

**B8 Changes In Material Litigation**

The Group is not engaged in any material litigation as at 26 February 2024.

**B9 Proposed Dividends**

There was no dividend proposed in the current financial quarter and previous corresponding quarter.

**B10 Earnings Per Share**

**10.1 Basic earnings per share**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/12/2023 RM '000	Preceding Year Corresponding Quarter Ended 31/12/2022 RM '000	Current Year To Date 31/12/2023 RM '000	Preceding Year Corresponding Period 31/12/2022 RM '000
Profit attributable to owners of the parent	721	1,550	892	2,697
	No. of Shares '000	No. of Shares '000	No. of Shares '000	No. of Shares '000
Weighted average number of ordinary shares	162,602	162,833	162,602	163,095
Basic earnings per share (sen)	0.44	0.95	0.55	1.65

**10.2 Diluted earnings per share**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/12/2023 RM '000	Preceding Year Corresponding Quarter Ended 31/12/2022 RM '000	Current Year To Date 31/12/2023 RM '000	Preceding Year Corresponding Period 31/12/2022 RM '000
Profit attributable to owners of the parent	721	1,550	892	2,697
	No. of Shares '000	No. of Shares '000	No. of Shares '000	No. of Shares '000
Weighted average number of ordinary shares	162,602	162,833	162,602	163,095
Adjusted for:				
Assume shares issued from the conversion of - Warrants 2022/2027	-	-	-	-
Adjusted weighted average number of ordinary shares	<u>162,602</u>	<u>162,833</u>	<u>162,602</u>	<u>163,095</u>
Diluted earnings per share (sen)*	0.44	0.95	0.55	1.65

\*The diluted earnings per share for the financial period is equal to the basic earnings per share as the conversion of potential ordinary shares would increase earnings per share from continuing operation. Thus, the potential effect of the conversion of warrants would be anti-dilutive.



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

**B11 Auditors' Report On Preceding Annual Financial Statements**

The latest audited financial statements for the financial year ended 30 June 2023 were not subject to any qualification.

**B12 Notes To The Condensed Consolidated Statement Of Comprehensive Income**

	Current Year Quarter <u>RM'000</u>	Current Year To Date <u>RM'000</u>
Profit for the period is arrived at after crediting/(charging):		
- Depreciation of property, plant and equipment	(541)	(1,084)
- Depreciation of right-of-use assets	(142)	(285)
- Reversal of impairment losses on trade receivables	26	44
- Interest expense	(80)	(172)
- Interest income	12	27
- Loss on foreign exchange	(319)	(370)
- Inventories written down	(77)	(178)
- Gain on disposal of property, plant and equipment	-	2

**B13 Derivatives**

There were no derivatives entered into by the Group as at 31 December 2023.

**B14 Gains/Losses Arising From Fair Value Changes Of Financial Liabilities**

There were no gains/losses arising from fair value changes of financial liabilities for the current financial quarter.

**B15 Authorisation For Issue**

The Condensed Consolidated Interim Financial Statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors passed on 26 February 2024.