



SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR QUARTER ENDED 30 SEPTEMBER 2024

CONTENTS

	Page
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION	2
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME	3
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY	4
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS	5
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT	7

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

(The figures have not been audited)

	Note	As at 30-Sep-24 RM'000	As at 31-Mar-24 RM'000 (Audited)
Assets			
Property, plant and equipment		619,249	668,981
Right-of-use assets		28,642	34,782
Intangible assets		106,774	111,241
Deferred tax assets		25,303	26,660
Prepayments		8,676	27,550
Total non-current assets		<u>788,644</u>	<u>869,214</u>
Inventories		403,877	399,625
Contract assets		337,371	296,903
Trade and other receivables		268,577	460,969
Derivative financial assets	24	5,109	209
Current tax assets		1,801	4,052
Cash and bank balances		43,512	36,244
Total current assets		<u>1,060,247</u>	<u>1,198,002</u>
Total assets		<u>1,848,891</u>	<u>2,067,216</u>
Equity			
Share capital		702,215	702,215
Reserves		637,219	731,177
Equity attributable to owners of the Company		<u>1,339,434</u>	<u>1,433,392</u>
Liabilities			
Loans and borrowings	23	101,122	19,040
Lease liabilities		8,892	12,708
Deferred income		273	434
Other payables		4,360	3,817
Provisions		-	38
Deferred tax liabilities		21,983	24,657
Total non-current liabilities		<u>136,630</u>	<u>60,694</u>
Loans and borrowings	23	83,377	278,434
Lease liabilities		6,315	7,350
Deferred income		225	220
Trade and other payables		252,605	252,657
Contract liabilities		3,477	3,945
Derivative financial liabilities	24	99	1,472
Provisions		7,276	8,063
Current tax liabilities		19,453	20,989
Total current liabilities		<u>372,827</u>	<u>573,130</u>
Total liabilities		<u>509,457</u>	<u>633,824</u>
Total equity and liabilities		<u>1,848,891</u>	<u>2,067,216</u>
Net assets per share (sen)		<u>198</u>	<u>212</u>

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

The accompanying notes form an integral part of this interim report.

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2024

(The figures have not been audited)

	Note	Current Quarter 3 months ended		Cumulative Quarters 6 months ended	
		30-Sep-24 RM'000	30-Sep-23 RM'000	30-Sep-24 RM'000	30-Sep-23 RM'000
Revenue		370,177	428,616	703,590	736,506
Cost of sales		(316,798)	(357,886)	(615,114)	(628,478)
Gross profit		53,379	70,730	88,476	108,028
Other operating income		10,074	7,650	15,083	21,043
Distribution and administrative expenses		(23,667)	(22,792)	(41,642)	(38,279)
Net gain/(loss) on impairment of financial instruments and contract assets		583	(429)	853	(818)
Other operating expenses		(3,254)	(1,870)	(5,168)	(5,265)
Net finance costs		(3,731)	(8,996)	(7,937)	(15,342)
Profit before tax		33,384	44,293	49,665	69,367
Tax expense	21	(8,489)	(11,665)	(14,667)	(16,205)
Profit for the period	9	24,895	32,628	34,998	53,162
Items that are or may be reclassified subsequently to profit and loss, net of tax					
Cash flow hedge		1,840	(2,010)	1,393	(2,195)
Foreign currency translation differences		(109,999)	11,607	(106,148)	35,952
		(108,159)	9,597	(104,755)	33,757
Total comprehensive (loss)/income for the period		(83,264)	42,225	(69,757)	86,919
Profit attributable to:					
Owners of the Company		24,895	32,628	34,998	53,162
Total comprehensive (loss)/income attributable to:					
Owners of the Company		(83,264)	42,225	(69,757)	86,919
Earnings per share					
Basic/Diluted earnings per ordinary share (sen)	27	3.68	6.02	5.17	9.82

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024.

The accompanying notes form an integral part of this interim report.

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2024

(The figures have not been audited)

	←	Non-distributable		→	Distributable	
	Share Capital	Employees' Share Grant Scheme Reserve	Hedging Reserve	Translation Reserve	Retained Earnings	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2023	214,784	106	1,333	125,209	473,432	814,864
Total comprehensive (loss)/income for the period	-	-	(2,195)	35,952	53,162	86,919
Transactions with owners of the Company						
- Dividends to owners of the Company (Note 8)	-	-	-	-	(13,540)	(13,540)
- Share-based payment transactions	-	897	-	-	-	897
	-	897	-	-	(13,540)	(12,643)
At 30 September 2023	214,784	1,003	(862)	161,161	513,054	889,140
At 1 April 2024	702,215	1,860	(1,540)	162,384	568,473	1,433,392
Total comprehensive income/(loss) for the period	-	-	1,393	(106,148)	34,998	(69,757)
Transactions with owners of the Company						
- Dividends to owners of the Company (Note 8)	-	-	-	-	(22,341)	(22,341)
- Share-based payment transactions	-	(1,860)	-	-	-	(1,860)
	-	(1,860)	-	-	(22,341)	(24,201)
At 30 September 2024	702,215	-	(147)	56,236	581,130	1,339,434

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024. The accompanying notes form an integral part of this interim report.

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2024

(The figures have not been audited)

	Period Ended	
	30-Sep-24 RM'000	30-Sep-23 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	49,665	69,367
Adjustments for:		
Accretion of interest on lease liabilities	341	274
Amortisation of intangible assets	2,737	1,533
Amortisation of government grants	(111)	(105)
Depreciation of property, plant and equipment	43,665	30,042
Depreciation of right-of-use assets	3,606	5,646
Employees' Share Grant Scheme expenses	-	897
Fair value (gain)/loss on derivatives	(4,880)	1,856
Loss/(Gain) on disposal of plant and equipment	99	(50)
Interest expense	8,041	15,113
Interest income	(445)	(45)
Net (gain)/loss on impairment on		
- trade and other receivables	(770)	363
- contract assets	(83)	455
Property, plant and equipment written off	76	2
Provision for warranties	2	34
Reversal of provision for onerous contract	(69)	(2,270)
Reversal of provision for warranties	(131)	(471)
Operating profit before changes in working capital	101,743	122,641
Changes in working capital:		
Trade and other receivables	191,281	(64,212)
Inventories	(4,150)	10,263
Contract assets	(63,727)	(31,514)
Trade and other payables	4,700	25,262
Contract liabilities	(468)	-
Cash generated from operations	229,379	62,440
Income tax paid	(15,559)	(10,521)
Net cash generated from operating activities	213,820	51,919

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2024 (CONT'D)

(The figures have not been audited)

	Period Ended	
	30-Sep-24	30-Sep-23
	RM'000	RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(26,928)	(37,117)
Purchase of intangible assets	(478)	(3,522)
Interest received	445	45
Proceeds from disposal of plant and equipment	228	57
Net cash used in investing activities	<u>(26,733)</u>	<u>(40,537)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(22,341)	(13,540)
Interest paid	(8,382)	(15,387)
Drawdown/(Repayment) of term loans	108,551	(900)
(Repayment)/Drawdown of other borrowings	(221,526)	31,442
Payment of lease liabilities	(3,245)	(5,790)
Net cash used in financing activities	<u>(146,943)</u>	<u>(4,175)</u>
Net increase in cash and cash equivalents	40,144	7,207
Cash and cash equivalents at beginning of year	36,244	21,045
Effect of exchange rate fluctuations	(32,876)	11,191
Cash and cash equivalents at end of period	<u><u>43,512</u></u>	<u><u>39,443</u></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.

The accompanying notes form an integral part of this interim report.

SAM ENGINEERING & EQUIPMENT (M) BERHAD

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT

(The figures have not been audited)

1. Basis of preparation

The condensed consolidated interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting Standards in Malaysia, IAS 34, Interim Financial Reporting and applicable disclosure provisions 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 condensed consolidated interim financial report provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2024.

2. Significant accounting policies

The interim report of the Group has been prepared in accordance with MFRS Accounting Standards as issued by the Malaysian Accounting Standards Board (“MFRS Accounting Standards”), IFRS Accounting Standards as issued by the International Financial Reporting Standards (“IFRS Accounting Standards”) and the requirements of the Companies Act 2016 in Malaysia.

The following are accounting standards, interpretations and amendments of the MFRS Accounting Standards that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group and the Company:

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments
- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards, Amendments to MFRS 7, Financial Instruments: Disclosures, Amendments to MFRS 9: Financial Instruments, MFRS 10, Consolidated Financial Statements and MFRS 107, Statement of Cash Flows

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18, Presentation and Disclosure in Financial Statements
- MFRS 19, Subsidiaries without Public Accountability: Disclosures

2. Significant accounting policies (continued)

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associates or Joint Venture

The Group plan to apply the abovementioned amendments, where applicable, in the respective financial years when the abovementioned amendments become effective.

The initial application of the amendments is not expected to have any material financial impacts to the current period and prior period financial statements of the Group.

3. Audit opinion

The audit report for the audited financial statements of the Group for the financial year ended 31 March 2024 was not subject to any qualification.

4. Seasonality or cyclical of interim operations

The Group's operation is dependent on the cyclical trend of the semiconductors and electronics industries.

5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter except for the reduction of translation reserve amounting to RM110 million due to Ringgit Malaysia strengthened against US Dollar as disclosed in the statement of comprehensive income.

6. Changes in estimates

There were no changes in estimates that have material effect in the current quarter.

7. Debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity for the financial period ended 30 September 2024.

8. Dividends

A single tier first interim dividend of 3.30 sen per ordinary share totaling RM22.3 million for the financial year ended 31 March 2024 was paid on 8 August 2024.

In preceding year, a single tier first interim dividend of 2.50 sen per ordinary share totaling RM13.5 million for the financial year ended 31 March 2023 was paid on 8 August 2023.

9. Profit for the period

Profit for the period is arrived at after charging/(crediting):

	Current Quarter		Cumulative Quarters	
	3 months ended		6 months ended	
	30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23
	RM'000	RM'000	RM'000	RM'000
Accretion of interest on lease liabilities	161	261	341	274
Amortisation of intangible assets	1,377	771	2,737	1,533
Depreciation of property, plant and equipment	21,591	15,395	43,665	30,042
Depreciation of right-of-use assets	1,752	2,768	3,606	5,646
Fair value (gain)/loss on derivatives	(4,445)	(1,130)	(4,880)	1,856
Foreign exchange loss	2,769	1,980	2,684	2,322
Loss/(Gain) on disposal of property, plant and equipment	165	(1)	99	(50)
Government grants	(27)	(122)	(27)	(9,134)
Amortisation of government grants	(54)	(51)	(111)	(105)
Interest expense	3,774	8,767	8,041	15,113
Interest income	(204)	(32)	(445)	(45)
Net (gain)/loss on impairment of financial instruments and contract assets	(583)	429	(853)	818
Other income	(5,320)	(7,476)	(9,980)	(11,754)
Property, plant and equipment written off	76	2	76	2
Write (back)/down of inventories	(2,499)	(592)	(1,822)	1,508

10. Operating segments

Segment information is presented in respect of the Group's business segments, which is based on the Company's management and internal reporting structure. Inter-segment pricing is determined based on negotiated terms.

6 months period ended 30 September 2024

	Aerospace RM'000	Equipment RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
Revenue from external customers	267,190	436,400	-	703,590
Inter-segment revenue	3,897	267	(4,164)	-
	<u>271,087</u>	<u>436,667</u>	<u>(4,164)</u>	<u>703,590</u>
Results				
(Loss)/Profit before tax (segment (loss)/profit)	(1,261)	50,926	-	49,665
Included in the measure of segment (loss)/profit are:				
- Write back/(down) of inventories	2,138	(316)	-	1,822
- Depreciation and amortisation	(33,780)	(16,228)	-	(50,008)
- Amortisation of government grants	111	-	-	111
- Gain/(Loss) on disposal of property, plant and equipment	64	(163)	-	(99)
- Net gain on impairment of financial instruments and contract assets	768	85	-	853

11. Property, plant and equipment

Property, plant and equipment amounting to RM26.9 million were acquired during the financial period ended 30 September 2024 (financial period ended 30 September 2023: RM37.1 million).

There were disposals of property, plant and equipment with net book value of RM327,000 during the financial period ended 30 September 2024 (financial period ended 30 September 2023: RM7,000).

12. Subsequent events

On 18 October 2024, the Company incorporated a wholly owned subsidiary named SAM Engineering & Equipment (USA), Inc in California, United States of America. The intended principal activities are the provision of customer support services related to manufacturing, and serving as an International Procurement Office ("IPO") for the Group. The subsidiary has yet to commence operations.

13. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter except for the new subsidiary disclosed in Note 12.

14. Contingent liabilities

There is no material contingent liability since the date of the last annual statement of financial position.

15. Capital commitments

	30-Sep-24	30-Sep-23
	RM'000	RM'000
Contracted but not provided for	<u>33,220</u>	<u>56,681</u>

16. Significant related party transaction

Significant transactions with related parties are as follows:

	6 months ended
	30-Sep-24
	RM'000
<u>Provision of goods/ services to related parties</u>	
Sale of aerospace parts and other precision tools	6,035
Provision of corporate management services, engineering and administrative services	202
<u>Purchase of goods/ services from related parties</u>	
Rental of office, factory premises and machines	1,267
Purchase of corporate management services, engineering & administrative services	2,157

17. Review of performance

	Current Quarter Ended	Immediate Preceding Quarter Ended	
	30-Sep-24	30-Jun-24	Changes
	RM'000	RM'000	RM'000
Revenue	370,177	333,413	36,764
Profit before tax	33,384	16,281	17,103
Profit attributable to Owners of the Company	24,895	10,103	14,792

The increase in Group revenue of RM36.8 million was due to the increase in revenue from Equipment and Aerospace segments of RM30.1 million and RM6.7 million respectively. The higher revenue from Equipment segment was mainly due to increase in demand from the semiconductor customers. For the Aerospace segment, the higher revenue was due to increase in sales of casing and structure products.

The increase in Group profit before tax of RM17.1 million was attributable to higher profit contribution from the Aerospace and Equipment segments of RM10.9 million and RM6.2 million respectively due to higher sales.

18. Variation of results against immediate preceding year's corresponding quarter and cumulative quarters

	Current Quarter 3 months ended			Cumulative Quarters 6 months ended		
	30-Sep-24	30-Sep-23	Changes	30-Sep-24	30-Sep-23	Changes
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	370,177	428,616	(58,439)	703,590	736,506	(32,916)
Profit before tax	33,384	44,293	(10,909)	49,665	69,367	(19,702)
Profit attributable to Owners of the Company	24,895	32,628	(7,733)	34,998	53,162	(18,164)

Current quarter compared with immediate preceding year's corresponding quarter

The decrease in Group revenue of RM58.4 million was due to the lower revenue from Equipment segment of RM79.1 million offset with higher revenue from Aerospace segment of RM20.7 million. The lower revenue from Equipment segment was mainly due to the lower demand from the semiconductor and data storage customers and unfavourable foreign exchange translation. For Aerospace segment, the higher revenue was due to contribution from the newly acquired subsidiary, Aviatron (M) Sdn Bhd ("Aviatron"), offset with unfavourable exchange translation.

The decrease in Group profit before tax of RM10.9 million was attributable to the lower profit from Equipment segment of RM13.2 million offset with higher profit from Aerospace of RM2.3 million. The lower profit from the Equipment segment was mainly due lower sales offset with lower interest expenses. For Aerospace segment, the higher profit was due to positive contribution from the newly acquired subsidiary, Aviatron, and lower interest expense offset with higher start-up cost in Thailand.

Current cumulative quarters compared with immediate preceding year's cumulative quarters

The decrease in Group revenue of RM32.9 million was due to the lower revenue from Equipment of RM87.8 million offset with higher revenue from Aerospace segment of RM54.9 million. The lower revenue from Equipment segment was mainly due to the lower demand from the semiconductor and data storage customers. For Aerospace segment, the higher revenue was due to the contribution from Aviatron.

The decrease in Group profit before tax of RM19.7 million was attributable to lower profit from Equipment segment of RM7.4 million and loss from Aerospace of RM12.3 million. The lower profit from the Equipment segment was mainly due lower sales offset with lower interest expenses. For Aerospace segment, the loss was due to higher start-up cost in Thailand and lower government grants received offset with positive contribution from Aviatron.

19. Current year prospects

In the month of August 2024, the International Air Transport Association (IATA) reported consistent growth in global air passenger travel, with the Passenger Load Factor (PLF) reaching a record high of 86.2%, which was 1.6% higher than the corresponding month last year. As at 30 September 2024, Airbus and Boeing together had an order backlog of 14,946 aircraft, translating to delivery times of 10.9 and 7.6 years, respectively (10.7 and 7.6 years, respectively as at 30 June 2024). Despite supply chain challenges, Airbus plans to increase production from currently 6 A350s per month to 12 by 2028. Concurrently, Boeing's recent machinists' strike, which spanned from mid-September to early November has affected aircraft production and potentially demand for Boeing parts. We are working closely with our customers to adjust delivery schedules as needed.

According to SEMI's September 2024 report, worldwide spending on 300mm wafer fab equipment is projected to grow 4% to reach USD 99.3 billion in 2024, and further increase by 24% to USD 123.2 billion in 2025. The strong spending is fueled by the regionalization of semiconductor fab and the growing demand for AI chips utilized in data centers. Despite the continuing global geopolitical uncertainties and trade tensions, the Group sees both risks and opportunities.

20. Profit forecast and profit guarantee

No profit forecast or profit guarantee has been issued by the Group.

21. Taxation

	Current Quarter 3 months ended		Cumulative Quarters 6 months ended	
	30-Sep-24 RM'000	30-Sep-23 RM'000	30-Sep-24 RM'000	30-Sep-23 RM'000
Current period				
- income tax	9,572	15,105	17,849	23,286
- deferred tax	(927)	(3,215)	(3,037)	(6,366)
	<u>8,645</u>	<u>11,890</u>	<u>14,812</u>	<u>16,920</u>
Prior period				
- income tax	(153)	-	(260)	-
- deferred tax	(3)	(225)	115	(715)
	<u>8,489</u>	<u>11,665</u>	<u>14,667</u>	<u>16,205</u>

The effective tax rate for the Group is higher than the statutory tax rate mainly due to the deferred tax assets on losses of the subsidiary in Thailand which were recognized at a lower statutory tax rate than in Malaysia.

22. Corporate proposal

There were no corporate proposals announced but not completed as at the date of this announcement.

23. Borrowings and debt securities

The Group's total bank borrowings as at 30 September 2024 are as follows: -

	As at 30-Sep-24			As at 31-Mar-24		
	Secured RM'000	Unsecured RM'000	Total RM'000	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings						
Revolving credits, promissory notes and trust receipts	-	50,170	50,170	176,342	95,339	271,681
Term loan – variable rate	33,207	-	33,207	6,753	-	6,753
Long term borrowings						
Term loan – variable rate	101,122	-	101,122	19,040	-	19,040
Total borrowings	<u>134,329</u>	<u>50,170</u>	<u>184,499</u>	<u>202,135</u>	<u>95,339</u>	<u>297,474</u>

	As at 30-Sep-24		As at 31-Mar-24	
	Foreign Currency USD'000	RM Equivalent RM'000	Foreign Currency USD'000	RM Equivalent RM'000
Short term borrowings				
Secured		33,207	38,985	183,095
Unsecured		50,170	20,300	95,339
Long term borrowings				
Secured		101,122	4,054	19,040
Total borrowings		<u>184,499</u>		<u>297,474</u>

The Group's total borrowings decreased to RM184.5 million as at 30 September 2024 as compared to RM297.5 million as at 31 March 2024 mainly due to the net cash generated from operations and proceeds from rights issue.

24. Derivative financial instruments

	As at 30-Sep-24	
	Contract/ Notional RM'000	Fair value RM'000
Foreign exchange contracts		
- Less than 1 year	<u>112,614</u>	<u>5,010</u>

The foreign exchange contracts were entered into to hedge exposures to currency risk on working capital and capital expenditure requirements.

There is no significant change in the associated credit, market and liquidity risks and the policies for mitigating or controlling these risks. Furthermore, there is no significant change in the cash requirement and accounting policies relating to derivative financial instruments.

The fair value of the derivative financial instruments is estimated using inputs other than quoted prices that are observable for the derivative financial instruments. The gain/loss arising from the fair value changes of the derivative financial instruments as a result of fluctuation in these inputs is as disclosed in Note 9 above.

25. Material litigation

There was no pending material litigation as at the date of this report.

26. Proposed dividend

No dividend has been recommended in respect of the current quarter.

27. Earnings per ordinary share

The basic earnings per ordinary share has been calculated based on the Group's net profit attributable to ordinary shareholders over the weighted average number of ordinary shares.

	Current Quarter 3 months ended		Cumulative Quarters 6 months ended	
	30-Sep-24 RM'000	30-Sep-23 RM'000	30-Sep-24 RM'000	30-Sep-23 RM'000
Net profit attributable to ordinary shareholders (RM'000)	24,895	32,628	34,998	53,162
Weighted average no. of ordinary shares ('000)	676,987	541,589	676,987	541,589
Basic earnings per ordinary share (sen)	<u>3.68</u>	<u>6.02</u>	<u>5.17</u>	<u>9.82</u>

The diluted earnings per ordinary share is the same as basic earnings per ordinary share as there are no dilutive potential ordinary shares.

28. Authorisation for issue

The Board of Directors authorised the issue of this unaudited interim financial report.

By Order of the Board
SAM Engineering & Equipment (M) Berhad
Registration No: 199401012509 (298188-A)

Yeow Sze Min (SSM PC No. 201908003120, MAICSA 7065735)
Chew Peck Kheng (SSM PC No. 202008001118, LS 0009559)
Company Secretaries
Penang

19 November 2024