



**RHONG KHEN INTERNATIONAL BERHAD**  
(Registration No.: 199401017151 (302829-W))

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED 31 DECEMBER 2024**

	Individual quarter ended		Cumulative quarter ended	
	Current year quarter	Preceding year corresponding quarter	Current year quarter	Preceding year corresponding quarter
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
Revenue	145,522	156,108	277,655	276,765
Cost of sales	(124,679)	(131,710)	(240,400)	(241,244)
<b>Gross profit</b>	<b>20,843</b>	<b>24,398</b>	<b>37,255</b>	<b>35,521</b>
Other income	2,396	2,534	4,799	5,017
Selling and distribution expenses	(4,802)	(4,841)	(8,852)	(8,069)
Administrative expenses	(7,985)	(7,339)	(14,404)	(13,987)
Other expenses	844	(766)	(3,202)	(1,426)
<b>Operating profit</b>	<b>11,296</b>	<b>13,986</b>	<b>15,596</b>	<b>17,056</b>
Finance costs	(220)	(357)	(482)	(722)
<b>Profit before taxation</b>	<b>11,076</b>	<b>13,629</b>	<b>15,114</b>	<b>16,334</b>
Taxation	(2,087)	(3,587)	(2,188)	(2,953)
<b>Profit for the period</b>	<b>8,989</b>	<b>10,042</b>	<b>12,926</b>	<b>13,381</b>
Attributable to :				
Owners of the Company	9,037	10,426	13,031	14,136
Non-controlling interests	(48)	(384)	(105)	(755)
<b>Profit for the period</b>	<b>8,989</b>	<b>10,042</b>	<b>12,926</b>	<b>13,381</b>
<b>Earnings per share (sen) :</b>				
(a) Basic	4.63	5.36	6.68	7.27
(b) Diluted	4.63	5.36	6.68	7.27
Weighted average number of ordinary shares ('000)	195,053.3	194,344.9	195,053.3	194,344.9
Profit for the period	8,989	10,042	12,926	13,381
Other comprehensive income/(loss):				
Foreign currency translation	26,625	(7,060)	(17,895)	(5,157)
<b>Total comprehensive income/(loss) for the period</b>	<b>35,614</b>	<b>2,982</b>	<b>(4,969)</b>	<b>8,224</b>
Total comprehensive income/(loss) attributable to :				
Owners of the Company	35,662	3,366	(4,864)	8,979
Non-controlling interests	(48)	(384)	(105)	(755)
<b>Total comprehensive income/(loss) for the period</b>	<b>35,614</b>	<b>2,982</b>	<b>(4,969)</b>	<b>8,224</b>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**RHONG KHEN INTERNATIONAL BERHAD**  
(Registration No.: 199401017151 (302829-W))

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 DECEMBER 2024**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31.12.2024</b>	<b>30.06.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	245,172	255,199
Investment properties	44,190	44,380
Right-of-use assets	30,250	32,334
Other investments	81	81
Deferred tax assets	852	903
	<u>320,545</u>	<u>332,897</u>
<b>Current assets</b>		
Inventories	132,258	137,563
Trade and other receivables	59,755	48,662
Prepayments	2,338	2,309
Tax recoverable	2,425	1,407
Cash and bank balances	212,984	215,152
Investment securities	72,864	75,221
Derivative	-	12
	<u>482,624</u>	<u>480,326</u>
<b>TOTAL ASSETS</b>	<u><u>803,169</u></u>	<u><u>813,223</u></u>



**RHONG KHEN INTERNATIONAL BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 DECEMBER 2024 (CONT'D)**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31.12.2024</b>	<b>30.06.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	100,095	99,323
Treasury shares	(167)	(167)
Retained earnings	488,173	486,877
Foreign currency translation reserve	91,806	109,701
	<u>679,907</u>	<u>695,734</u>
Non-controlling interests	(1,564)	(1,459)
<b>Total equity</b>	<u>678,343</u>	<u>694,275</u>
<b>Non-current liabilities</b>		
Loans and borrowings	8,659	14,574
Lease liabilities	4,630	4,975
Provision for severance allowance	248	233
Retirement benefit obligation	392	385
Deferred tax liabilities	3,764	3,639
	<u>17,693</u>	<u>23,806</u>
<b>Current liabilities</b>		
Trade and other payables	74,704	58,936
Loans and borrowings	5,417	4,899
Lease liabilities	170	178
Tax payable	26,792	31,129
Derivatives	50	-
	<u>107,133</u>	<u>95,142</u>
<b>Total liabilities</b>	<u>124,826</u>	<u>118,948</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>803,169</u>	<u>813,223</u>
Net assets per share attributable to owners of the Company (RM)	<u>3.48</u>	<u>3.57</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**RHONG KHEN INTERNATIONAL BERHAD**  
(Registration No.: 199401017151 (302829-W))

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE PERIOD ENDED 31 DECEMBER 2024**

	<u>Share capital</u>	<u>Treasury shares</u>	<u>Non-distributable Foreign currency translation reserve</u>	<u>Distributable Retained earnings</u>	<u>Total</u>	<u>Non-controlling interests</u>	<u>Total equity</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2023	98,433	(167)	105,464	482,226	685,956	(242)	685,714
Total comprehensive income for the period	-	-	(5,157)	14,136	8,979	(755)	8,224
Issuance of Shares pursuant to Employees' Share Scheme	890	-	-	-	890	-	890
As at 31 December 2023	<b>99,323</b>	<b>(167)</b>	<b>100,307</b>	<b>496,362</b>	<b>695,825</b>	<b>(997)</b>	<b>694,828</b>
As at 1 July 2024	99,323	(167)	109,701	486,877	695,734	(1,459)	694,275
Total comprehensive income for the period	-	-	(17,895)	13,031	(4,864)	(105)	(4,969)
Issuance of Shares pursuant to Employees' Share Scheme	772	-	-	-	772	-	772
Dividend paid	-	-	-	(11,735)	(11,735)	-	(11,735)
As at 31 December 2024	<b>100,095</b>	<b>(167)</b>	<b>91,806</b>	<b>488,173</b>	<b>679,907</b>	<b>(1,564)</b>	<b>678,343</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED 31 DECEMBER 2024**

	31.12.2024 RM'000	31.12.2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	15,114	16,334
<b>Adjustments for:</b>		
Depreciation and amortisation	9,449	9,741
Net fair value loss/(gain) on derivatives	62	(37)
Net fair value gain on investment securities	(496)	(340)
Net unrealised loss/(gain) on foreign exchange	1,025	(475)
Gain on disposal of property, plant and equipment	-	(7)
Distribution from investment securities	(975)	(907)
Non cash items	819	947
Net financing costs	(1,975)	(1,428)
<b>Operating profit before working capital changes</b>	<b>23,023</b>	<b>23,828</b>
<b>Changes in working capital</b>		
Net change in current assets	(12,330)	12,251
Net change in current liabilities	18,616	11,638
Net taxes paid	(5,778)	(3,514)
Interest paid	(482)	(722)
<b>Net cash flows generated from operating activities</b>	<b>23,049</b>	<b>43,481</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	2,458	2,150
Purchase of property, plant and equipment	(5,552)	(5,131)
Proceeds from disposal of property, plant and equipment	68	115
Placement of deposits with licensed banks	(1,802)	(5,166)
Net proceed/(purchase) of investment securities	3,590	(11,318)
<b>Net cash flows used in investing activities</b>	<b>(1,238)</b>	<b>(19,350)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayments of loans and borrowings	(4,976)	(10,688)
Repayments for principal portion of lease liabilities	(83)	(85)
Dividends paid on ordinary shares	(11,735)	-
<b>Net cash flows used in financing activities</b>	<b>(16,794)</b>	<b>(10,773)</b>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	<b>5,017</b>	<b>13,358</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>172,010</b>	<b>166,118</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>(8,987)</b>	<b>(2,364)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>168,040</b>	<b>177,112</b>
<b>Cash and cash equivalents included in the Consolidated Statement of Cash Flows comprise the following balance sheet amounts :</b>		
Cash and bank balances	110,197	106,477
Term deposits	102,787	104,617
	212,984	211,094
<b>Less:</b>		
Deposits with licensed banks with tenure more than three months	(44,944)	(33,982)
	168,040	177,112

**Reconciliation of liabilities arising from financing activities:**

	Carrying amount as at 1 July 2024 RM'000	Cash flows RM'000	Effects of foreign exchange RM'000	Carrying amount as at 31 December 2024 RM'000
<u>Group</u>				
Loans and borrowings	19,473	(4,976)	(421)	14,076
Lease liabilities	5,153	(83)	(270)	4,800
Total	24,626	(5,059)	(691)	18,876

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

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**A1. BASIS OF PREPARATION**

The interim financial report is unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2024.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2024 except for the changes in accounting policies and presentation resulting from the adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations that are effective for the financial periods beginning on 1 July 2024.

The adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations did not have any material effect on the financial performance or position of the Group.

**A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The latest audited financial statements for the financial year ended 30 June 2024 were not subject to any qualification.

**A3. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence for the current quarter and financial period ended 31 December 2024.

**A4. VALUATION OF PROPERTY, PLANT & EQUIPMENT**

There was no revaluation of properties of the Group during the financial period ended 31 December 2024.

**A5. TAXATION**

The taxation of the Group for the financial period under review was as follows:

	Individual Quarter		Cumulative Quarter	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian	206	859	311	1,456
Overseas	1,802	2,635	1,744	1,422
<b>Total</b>	<b>2,008</b>	<b>3,494</b>	<b>2,055</b>	<b>2,878</b>



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

	Individual Quarter		Cumulative Quarter	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Deferred tax expense				
Malaysian	79	93	133	75
Overseas	-	-	-	-
<b>Total</b>	<b>79</b>	<b>93</b>	<b>133</b>	<b>75</b>
	<b>2,087</b>	<b>3,587</b>	<b>2,188</b>	<b>2,953</b>

**A6. CHANGES IN THE COMPOSITION OF THE GROUP**

There was no change to the composition of the Group in the quarter ended 31 December 2024.

**A7. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current quarter that would have impact on the result that had been reflected in the quarter under review except for on 23 January 2025, L-Tree Resources Sdn. Bhd. ("LTRSB") and RK Resources Co. Ltd., both wholly-owned subsidiaries of the Company had entered into an In-Principle Agreement with Maideli Pte. Ltd. ("Maideli") pertaining to the transfer of 100% capital contribution ("equity") in RT Industries Company Limited, a wholly-owned subsidiary of LTRSB to Maideli for a total sale contribution of United States Dollars ("USD") Seven Million One Hundred Fifteen Thousand and Twenty (USD7,115,020) (equivalent to RM31,661,839 based on exchange rate of RM4.45) ("Disposal"). Upon completion of the Disposal, RTI will cease to be a subsidiary of LTRSB and the Company. As at 26 February 2025, this Disposal has yet to complete.

**A8. CHANGES IN EQUITY AND LONG TERM DEBTS**

There were no changes in equity and long term debts for the current quarter ended 31 December 2024, other than the following shares issued and awarded to eligible employees under the Employees' Share Scheme.

Month	Number of shares issued	Issue price per share RM	Total issued share capital RM
December 2024	620,000	1.2447	771,714

During the quarter under review, the Company increased its issued and paid-up ordinary shares capital from RM99,322,795 to RM100,094,509 by way of issuance of 620,000 ordinary shares at issue price of RM1.2447 per share for awarded to eligible employees under the Employees' Share Scheme.



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

**A9. BORROWINGS AND DEBTS SECURITIES**

Details of the Group's borrowings were as follows:

	As at 31 December 2024					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
<b>Secured</b>						
Term loan (USD)	4,602	-	1,956	-	6,558	-
Term loan (RM)	-	4,057	-	887	-	4,944
Bankers' acceptances (RM)	-	-	-	2,574	-	2,574
<b>Total</b>	<b>4,602</b>	<b>4,057</b>	<b>1,956</b>	<b>3,461</b>	<b>6,558</b>	<b>7,518</b>

	As at 30 June 2024					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
<b>Secured</b>						
Term loan (USD)	10,069	-	2,095	-	12,164	-
Term loan (RM)	-	4,505	-	867	-	5,372
Bankers' acceptances (RM)	-	-	-	1,937	-	1,937
<b>Total</b>	<b>10,069</b>	<b>4,505</b>	<b>2,095</b>	<b>2,804</b>	<b>12,164</b>	<b>7,309</b>





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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

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**A10. FINANCIAL INSTRUMENTS - DERIVATIVE**

Details of the Group's outstanding derivative financial instruments were as follows:

	As at 31 December 2024		As at 30 June 2024	
	Contract/ Notional amount RM'000	Liabilities RM'000	Contract/ Notional amount RM'000	Assets RM'000
<b>Non-hedging derivative:</b>				
Forward currency contracts	1,783	(50)	3,290	12

The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's bank balance denominated in United States Dollar ("USD") for which Group's commitments existed at the reporting date, extending to May 2025. During the financial period under review, the Group recognised a loss of RM61,905 arising from fair value changes of forward currency contracts. The fair value changes are attributable to changes in foreign exchange closing and forward rate.

**A11. CHANGES IN MATERIAL LITIGATION**

There was no material litigation or any pending material litigation since the date of the last annual statement of financial position until 26 February 2025.

**A12. SEGMENTAL INFORMATION**

The Group's primary business segment, including its overseas subsidiaries is that of the manufacture and sale of wooden furniture and components.

Business segmental information has not been prepared as the Group's revenue, operating profit, assets and liabilities, capital expenditure, depreciation and amortisation and non-cash expenses are mainly confined to one business segment.

***Geographical segments***

The Group's business segment operates principally in Malaysia, Vietnam and Thailand.

In presenting information on the basis of geographical segments, segment revenue and profit before taxation, segment assets and liabilities were based on the geographical location of assets.



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

**Results for the Individual Quarter ended 31 December**

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Total revenue	27,244	33,501	117,915	122,255	5,803	4,996	24,275	15,112	175,237	175,864
Inter-segment revenue	(3,697)	(4,040)	-	-	(2,190)	(1,508)	(23,828)	(14,208)	(29,715)	(19,756)
External revenue	23,547	29,461	117,915	122,255	3,613	3,488	447	904	145,522	156,108
(Loss)/profit before taxation	(1,422)	901	12,859	13,845	(745)	(102)	384	(1,015)	11,076	13,629
Segment assets	253,802	266,440	423,658	427,969	28,425	32,447	612,819	626,739	1,318,704	1,353,595
Segment liabilities	72,164	61,759	90,706	82,919	18,166	17,801	72,684	94,833	253,720	257,312

**Results for the Cumulative Quarter ended 31 December**

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Total revenue	57,046	69,035	219,380	207,376	11,613	9,363	24,881	16,271	312,920	302,045
Inter-segment revenue	(7,951)	(8,327)	-	-	(3,486)	(2,745)	(23,828)	(14,208)	(35,265)	(25,280)
External revenue	49,095	60,708	219,380	207,376	8,127	6,618	1,053	2,063	277,655	276,765
(Loss)/profit before taxation	(3,042)	1,197	20,020	16,705	(855)	(852)	(1,009)	(716)	15,114	16,334
Segment assets	253,802	266,440	423,658	427,969	28,425	32,447	612,819	626,739	1,318,704	1,353,595
Segment liabilities	72,164	61,759	90,706	82,919	18,166	17,801	72,684	94,833	253,720	257,312

The following items are deducted from segment assets/liabilities to arrive at total assets/liabilities reported in the consolidated statement of financial position:



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

	<b>31.12.2024</b> <b>RM'000</b>	<b>31.12.2023</b> <b>RM'000</b>
Inter-segment assets	<u>515,535</u>	<u>533,764</u>
Inter-segment liabilities	<u>128,894</u>	<u>132,309</u>

**ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENT (APPENDIX 9B)**

**B1. MATERIAL CHANGE IN PROFIT BEFORE TAXATION COMPARED TO IMMEDIATE PRECEDING QUARTER**

	<b>Individual quarter</b>		
<b>RM' Million</b>	<b>31.12.2024</b>	<b>30.09.2024</b>	<b>Changes (%)</b>
Revenue	145.5	132.1	+10.1%
Gross profit	20.8	16.4	+26.8%
Profit before taxation	11.1	4.0	>+100.0%
Profit after taxation	9.0	3.9	>+100.0%

**Revenue**

For the quarter under review, the Group's revenue surged by 10.1% to RM145.5 million as compared to the preceding quarter of RM132.1 million. The increase was mainly attributable to the followings:

- improved in sales of furniture plants due to higher shipment in current quarter; offset with
- lower sales recorded by sawmill plants and panel board lamination plant due to lower demand from local and export markets in current quarter; and
- impact of US Dollar ("USD") weakened against Ringgit Malaysia ("RM") by 0.7%.

**Gross profit**

The Group has recorded higher gross profit from RM16.4 million in preceding quarter compared to RM20.8 million in current quarter, representing an increase of 26.8%. The increase in gross profit was mainly attributable to the followings:

- in line with the increase in revenue;
- higher sales of better margin products in current quarter; and
- lower manufacturing cost incurred by Vietnam furniture plants due to higher production output during the quarter.



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**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2024**

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**Profit before taxation (“PBT”)**

The Group has recorded a substantial increase in PBT from RM4.0 million in preceding quarter to RM11.1 million in current quarter, representing an increase of more than 100.0%. The increase in PBT was mainly attributable to the followings:

- in line with the increase in gross profit;
- lower finance costs recorded in current quarter compared to preceding quarter due to lower utilisation of short-term bank borrowings and lower interest rates for USD term loan as a result of interest rates cut by US central bank in September and December 2024; and
- foreign exchange gains of RM1.7 million recorded in current quarter compared to foreign exchange losses of RM3.0 million in preceding quarter.

**Profit after taxation (“PAT”)**

The Group recorded PAT of RM9.0 million in current quarter, representing an increase of more than 100.0% from RM3.9 million in preceding quarter was in line with the increase in PBT offset with higher tax provision made in current quarter compared to preceding quarter.

**B2. REVIEW OF PERFORMANCE**

RM' Million	Cumulative quarter		Changes (%)
	31.12.2024	31.12.2023	
Revenue	277.7	276.8	+0.3%
Gross profit	37.3	35.5	+5.1%
Profit before taxation	15.1	16.3	-7.4%
Profit after taxation	12.9	13.4	-3.7%

**Revenue**

The Group recorded revenue of RM277.7 million for the six months financial period ended 31 December 2024 (“FP2025”), representing an increase of 0.3% as compared to the six months financial period ended 31 December 2023 (“FP2024”) of RM276.8 million. The slight increase was mainly due to higher sales recorded by furniture plants in Vietnam and sawmill plants in FP2025 compared to FP2024 offset with weakening of USD against RM by 5.1%.

**Gross profit**

Gross profit of the Group amounted to RM37.3 million in FP2025, representing an increase of 5.1% from RM35.5 million in FP2024. The increase in gross profit was mainly attributable to the followings:

- in line with increase in revenue;



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- lower manufacturing cost recorded by Vietnam furniture plants due to higher production output during the quarter; and
- better average selling prices in FP2025 compared to FP2024.

**Profit before taxation (“PBT”)**

PBT of the Group amounted to RM15.1 million in FP2025, representing a decrease of 7.4% from RM16.3 million in FP2024. The decrease was mainly attributable to the followings:

- foreign exchange losses of RM1.3 million recorded in FP2025 compared to foreign exchange gains of RM0.3 million in FP2024; and
- higher selling and distribution expenses in line with increase in logistic costs.

**Profit after taxation (“PAT”)**

PAT of the Group amounted to RM12.9 million in FP2025, representing a decrease of 3.7% from RM13.4 million in FP2024 was in line with decrease in PBT offset with higher reversal of over provision of tax expense in prior years made in FP2025 compared to FP2024.

**B3. PROFIT FOR THE PERIOD**

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

	Individual quarter ended		Cumulative quarter ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Interest income	(1,273)	(1,084)	(2,457)	(2,150)
Interest expense	220	357	482	722
Distribution from investment securities	(470)	(484)	(975)	(907)
Depreciation and amortisation	4,685	4,863	9,449	9,741
Gain on disposal of property, plant and equipment	-	(7)	-	(7)
Net unrealised (gain)/loss on foreign exchange	(1,016)	(85)	1,025	(475)
Net realised (gain)/loss on foreign exchange	(662)	(162)	279	168
Net fair value loss/(gain) on derivatives	141	(61)	62	(37)
Net fair value gain on investment securities	(245)	(220)	(496)	(340)
Insurance compensation	-	(259)	-	(259)



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**B4. TRADE AND OTHER RECEIVABLES**

	<b>31.12.2024</b>	<b>30.06.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Trade receivables</b>		
Third parties	49,087	29,090
Less: Allowance for expected credit losses	<u>(777)</u>	<u>(773)</u>
Trade receivables, net	<u>48,310</u>	<u>28,317</u>
<b>Other receivables</b>		
Other indirect taxes	6,008	6,536
Sundry receivables	5,334	13,696
Deposits	<u>384</u>	<u>389</u>
	11,726	20,621
Less: Allowance for expected credit losses-sundry receivables	<u>(281)</u>	<u>(276)</u>
Other receivables, net	<u>11,445</u>	<u>20,345</u>
Total trade and other receivables	<u>59,755</u>	<u>48,662</u>

The ageing analysis of the Group's trade receivables is as follows:

	<b>31.12.2024</b>	<b>30.06.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
Neither past due nor impaired	34,015	20,844
Past due not impaired:		
1 - 30 days	12,093	4,302
31 - 60 days	1,313	2,076
61 - 90 days	413	204
91 - 120 days	-	224
> 121 days	476	667
Impaired	<u>777</u>	<u>773</u>
Gross trade receivables	<u>49,087</u>	<u>29,090</u>

**Trade receivables**

Trade receivables are non-interest bearing. The Group's normal trade credit terms range from 7 to 90 days. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

**B5. CORPORATE PROPOSAL**

There were no corporate proposals announced but not completed as at 26 February 2025.



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**B6. SEASONAL OR CYCLICAL FACTORS**

The Group operation is seasonal in nature whereby the turnover for the first three months of a calendar year is slightly lower due to long festive holidays which fall on the first quarter of the calendar year and also the lower demand in the United States which normally slows down after Christmas and New Year.

**B7. CURRENT YEAR PROSPECT**

Persistent geopolitical tensions and uncertainty of new US import tariffs implied by the new US President, the Group anticipates orders will continue to remain volatile and unsettled.

In view of this trying time, the Group will remain resilient and vigilant in addressing these uncertainties in all levels of decision making. The Group will align its strategies of cost controlling, enhancing production efficiency, development of new products and new designs with the prevailing market situation.

Barring any unforeseen circumstances, the Board believes that the Group is able to manage the challenges of the current market environment and will remain profitable for the financial year ending 30 June 2025.

**B8. VARIANCE BETWEEN ACTUAL RESULT AND FORECAST PROFIT OR PROFIT GUARANTEE**

The Group did not issue any profit forecast or profit guarantee for the quarter ended 31 December 2024.

**B9. DIVIDEND**

The Company had on 31 December 2024 paid a final single-tier dividend of 3.0 sen per ordinary share for the financial year ended 30 June 2024 and a first interim single-tier dividend of 3.0 sen per ordinary share for the financial year ending 30 June 2025.

The Board of Directors did not recommend any interim dividend for the current quarter ended 31 December 2024.



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**B10. EARNINGS PER SHARE (“EPS”)**

<b>Basic EPS</b>	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31.12.2024</b>	<b>31.12.2023</b>	<b>31.12.2024</b>	<b>31.12.2023</b>
Net profit attributable to owners the Company (RM'000)	9,037	10,426	13,031	14,136
Weighted average number of shares ('000)	195,053.3	194,344.9	195,053.3	194,344.9
Basic EPS (sen)	4.63	5.36	6.68	7.27

**B11. CAPITAL COMMITMENTS**

Capital commitments for property, plant and equipment not provided for in the financial statements as at 31 December 2024 were as follows:

	RM'000
Authorised by Directors and contracted	3,064
Authorised by Directors and not contracted	-
	<b>3,064</b>