



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2024**

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter Ended	Corresponding	To Date Ended	To Date
	31.12.2024	Quarter Ended	31.12.2024	Ended
	RM'000	31.12.2023	RM'000	31.12.2023
		RM'000		RM'000
Revenue	18,014	9,866	57,705	44,476
Cost of sales	(9,833)	(8,435)	(38,223)	(33,711)
Gross profit	8,181	1,431	19,482	10,765
Operating expenses	(4,576)	(2,491)	(16,899)	(9,522)
Other operating income	797	223	1,650	762
Profit/(Loss) from operations	4,402	(837)	4,233	2,005
Finance costs	(129)	(8)	(350)	(8)
Share of loss in an associate, net of tax	(669)	-	(1,692)	-
Profit/(Loss) before tax	3,604	(845)	2,191	1,997
Tax expense	(1,102)	(42)	(1,140)	(878)
Profit/(Loss) after tax	2,502	(887)	1,051	1,119
Other comprehensive income, net of tax				
<i>Item that is or may not be reclassified subsequently to profit and loss</i>				
Foreign currency translation differences for foreign operations	-	1	(1)	1
Total comprehensive income/(loss)	2,502	(886)	1,050	1,120
Profit/(Loss) after tax attributable to:				
Owners of the Company	2,695	(843)	1,555	1,163
Non-controlling interests	(193)	(44)	(504)	(44)
Profit/(Loss) after tax	2,502	(887)	1,051	1,119
Total comprehensive income/(loss) attributable to:				
Owners of the Company	2,695	(842)	1,554	1,164
Non-controlling interests	(193)	(44)	(504)	(44)
Total comprehensive income/(loss)	2,502	(886)	1,050	1,120
Earnings/(Loss) per share attributable to owners of the Company (sen)				
- Basic	0.55	(0.22)	0.36	0.31*
- Diluted	0.52	(0.21)	0.33	0.28*

* Adjusted for the effect of bonus issue and effect of additional warrants arising pursuant to the bonus issue completed on 12 May 2023.

Notes:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Statements.



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

	(Unaudited) As at 31.12.2024 RM'000	(Audited) As at 31.12.2023 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	118,329	113,076
Right-of-use assets	10,930	188
Intangible assets	1,639	1,177
Deferred tax assets	417	-
Total non-current assets	131,315	114,441
Current Assets		
Inventories	15,101	21,821
Trade and other receivables	12,193	4,665
Current tax assets	1,251	1,143
Derivative financial assets	7	121
Short-term investments	6,200	-
Cash and cash equivalents	55,694	21,801
	90,446	49,551
Asset classified as held for sale	12,350	-
Total current assets	102,796	49,551
Total assets	234,111	163,992
EQUITY		
Share capital	123,450	67,962
Revaluation reserve	38,707	38,707
Translation reserve	-	1
Retained earnings	46,585	44,785
Equity attributable to owners of the Company	208,742	151,455
Non-controlling interests	(456)	(48)
Total equity	208,286	151,407
LIABILITIES		
Non-Current Liabilities		
Deferred tax liabilities	8,422	8,268
Lease liabilities	9,294	64
Total non-current liabilities	17,716	8,332
Current Liabilities		
Trade and other payables	5,135	3,866
Contract liabilities	470	142
Lease liabilities	2,227	128
Current tax liabilities	277	117
Total current liabilities	8,109	4,253
Total liabilities	25,825	12,585
Total equity and liabilities	234,111	163,992
Net Assets per share (RM)*	0.42	0.40*

* Adjusted for the effect of bonus issue completed on 12 May 2023.

Notes :

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2024**

	/-----Attributable to owners of the Company-----/ /-----Non-distributable-----/ Distributable					Non- controlling Interests	Total Equity
	Share Capital RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
12 months ended 31 December 2024							
At 1 January 2024	67,962	38,707	1	44,785	151,455	(48)	151,407
Profit after tax	-	-	-	1,555	1,555	(504)	1,051
Other comprehensive income:							
- Foreign currency translation differences for foreign operations	-	-	(1)	-	(1)	-	(1)
Total comprehensive income	-	-	(1)	1,555	1,554	(504)	1,050
Proceeds from issuance of ordinary shares	55,488	-	-	-	55,488	-	55,488
Disposal of subsidiaries	-	-	-	-	-	120	120
Changes in ownership interests in subsidiaries	-	-	-	245	245	(24)	221
Total transactions with owners of the Company	55,488	-	-	245	55,733	96	55,829
At 31 December 2024	123,450	38,707	-	46,585	208,742	(456)	208,286
12 months ended 31 December 2023							
At 1 January 2023	64,630	38,707	-	57,492	160,829	-	160,829
Profit after tax	-	-	-	1,163	1,163	(44)	1,119
Other comprehensive income:							
- Foreign currency translation differences for foreign operations	-	-	1	-	1	-	1
Total comprehensive income	-	-	1	1,163	1,164	(44)	1,120
Proceeds from issuance of ordinary shares	3,332	-	-	-	3,332	-	3,332
Dividend paid to owners of the Company	-	-	-	(13,870)	(13,870)	-	(13,870)
Changes in ownership interest in subsidiaries	-	-	-	-	-	(4)	(4)
Total transactions with owners of the Company	3,332	-	-	(13,870)	(10,538)	(4)	(10,542)
At 31 December 2023	67,962	38,707	1	44,785	151,455	(48)	151,407

Notes:

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2024**

	Current Year-to-date Ended 31.12.2024 RM'000	Preceding Year-to-date Ended 31.12.2023 RM'000
Cash flows from operating activities		
Profit before tax	2,191	1,997
Adjustments for :		
Depreciation of:		
- Property, plant and equipment	3,835	2,975
- Right-of-use assets	1,293	74
Amortisation of intangible assets	188	-
Gain on disposal of subsidiaries	(325)	-
Inventory (written back)/written down	(229)	229
Loss/(Gain) on disposal of property, plant and equipment	6	(69)
Property, plant and equipment written off	5	1
Unrealised (gain)/loss on foreign exchange	(167)	6
Finance income	(1,265)	(534)
Finance costs	350	8
Share of loss of an associate, net of tax	1,693	-
Operating profit before changes in working capital	7,575	4,687
Changes in working capital :		
- Inventories	6,522	7,459
- Trade and other receivables	(5,469)	1,769
- Trade and other payables	2,520	(1,242)
Cash generated from operations	11,148	12,673
Net income tax paid	(1,351)	(1,720)
Interest paid	(72)	-
Interest received	1,250	534
Net cash generated from operating activities	10,975	11,487
Cash flows from investing activities		
Acquisition of:		
- Property, plant and equipment	(10,436)	(3,435)
- Intangible assets	(929)	-
- An associate	(14,042)	-
Proceeds from disposal of property, plant and equipment	77	236
Purchase of short-term investments	(6,200)	-
Disposal of subsidiaries, net of cash and cash equivalents disposed of	(371)	-
Net cash used in investing activities	(31,901)	(3,199)
Cash flows from financing activities		
Dividend paid	-	(13,870)
Proceeds from issuance of shares	55,488	3,332
Interest paid in relation to lease liabilities	(277)	(8)
Payment of lease liabilities	(655)	(70)
Proceeds from issuance of subsidiary's equity to non-controlling interests	221	-
Net cash generated from/(used in) financing activities	54,777	(10,616)
Net increase/(decrease) in cash and cash equivalents	33,851	(2,328)
Effect of changes in foreign exchange rate	42	-
Cash and cash equivalents at the beginning of period	21,801	24,129
Cash and cash equivalents at the end of period	55,694	21,801



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2024 (CONT'D)**

	Current Year-to-date Ended 31.12.2024 RM'000	Preceding Year-to-date Ended 31.12.2023 RM'000
<u>Cash and cash equivalents</u>		
Cash and bank balances	46,667	14,594
Highly liquid investments with non-bank financial institutions	9,027	7,207
	<u>55,694</u>	<u>21,801</u>

Notes:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Statements.



NOTES TO THE INTERIM FINANCIAL REPORT

PART A : EXPLANATORY NOTES AS PER MFRS 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB) and Chapter 9 Para 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 of Hextar Retail Berhad ("HEXRTL" or "the Company"), which were prepared in accordance with Malaysian Financial Reporting Standards ("MFRSs"). The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2023 except for the adoption of the following Amendments to MFRSs, which are applicable to its financial statements and are relevant to its operation:-

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, *Leases (Lease Liability in a Sale and Leaseback)*
- Amendments to MFRS 101, *Presentation of Financial Statements - Non-current Liabilities with Covenants and Classification of Liabilities as Current and Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures – Supplier Finance Arrangements*

The adoption of the above amendments to MFRSs did not have any significant financial impact on the Group's financial results.

The following are MFRSs and amendments that have been issued by the Malaysian Accounting Standard Board ("MASB") but have not been adopted by the Group:

MFRSs, 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*

MFRSs, 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 Associate or Joint Venture*



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

PART A : EXPLANATORY NOTES AS PER MFRS 134 (CONT'D)

A2. Auditors' Report

The auditors' report on the financial statements for the financial year ended 31 December 2023 of the Group was not qualified.

A3. Seasonal and Cyclical factors

The Group's performance is not subject to seasonality or cyclicity.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items and amounts of items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year under review to date.

A5. Material Changes in Estimates

There were no changes in accounting estimates that have had material effect in the current quarter and financial year under review to date.

A6. Issuances, Repurchases and Repayment of Debt and Equity Securities

On 24 May 2024, the Company increased its issued and paid-up share capital by way of issuance of 10,000,000 new ordinary shares for a cash consideration of RM4,150,000 through first tranche of private placement at an issue price of RM0.4150 per share.

On 25 June 2024, the Company increased its issued and paid-up share capital by way of issuance of 24,000,000 new ordinary shares for a cash consideration of RM11,640,000 through second tranche of private placement at an issue price of RM0.4850 per share.

On 2 July 2024, the Company increased its issued and paid-up share capital by way of issuance of 79,813,000 new ordinary shares for a cash consideration of RM39,906,500 through third tranche of private placement at an issue price of RM0.5000 per share.

As at 31 December 2024, the total number of issued shares of the Company was 493,190,568 ordinary shares and the total number of outstanding Warrants 2021/2026 was 162,871,250 at an exercise price of RM0.41 per outstanding Warrant.

There were no repurchases and repayment of debts and equity securities, shares buy-back, shares cancellation, shares held as treasury shares or resale of treasury shares during the current quarter and financial year under review to date.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

PART A : EXPLANATORY NOTES AS PER MFRS 134 (CONT'D)

A7. Dividends Paid

During the current quarter under review, there were no dividends paid by the Company.

A8. Segmental Reporting

The Group is principally engaged in manufacturing and sales of wooden picture frame mouldings and retail businesses. The business activities of holding and rental of properties of its subsidiaries are merely inter-segment transactions. The Group's reportable segments result for the financial year ended 31 December 2024 is as follows:-

	Wooden Picture Frame Mouldings RM'000	Property Holding RM'000	Retail RM'000	Total Current Year To Date RM'000	Other Non- reportable Segments RM'000	Elimination of Inter- segment Transactions or Balances RM'000	Consolidated Total RM'000
Segment Profit/(Loss)	1,682	3,173	(3,513)	1,342	(277)	(14)	1,051
<i>Included in the measure of segment profit/(loss) are:</i>							
Revenue from external customers	48,614	-	9,091	57,705	-	-	57,705
Inter-segment revenue	162	4,945	90	5,197	-	(5,197)	-
Depreciation and amortisation	2,785	493	2,037	5,315	1	-	5,316
Finance income	618	13	5	636	858	(229)	1,265
Finance costs	551	-	481	1,032	1	(683)	350
Share of loss in an associate, net of tax	-	-	1,692	1,692	-	-	1,692
Tax expense/(credit)	472	1,036	(330)	1,178	-	(38)	1,140
Segment Assets	79,156	42,773	42,602	164,531	115,710	(46,130)	234,111
<i>Included in the measure of segment assets are:</i>							
Additions to non-current assets other than financial instruments and deferred tax assets	1,441	18	8,882	10,341	95	-	10,436

A9. Subsequent Events

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



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

PART A : EXPLANATORY NOTES AS PER MFRS 134 (CONT'D)

A10. Change in The Composition of The Group

The changes in the composition of the Group for the quarter ended 31 December 2024 are as follows:-

- (1) On 22 November 2024, the Company's wholly-owned subsidiary, Hex Aura Sdn Bhd (formerly known as Classic Frame Moulding (M) Sdn Bhd) incorporated two 51%-owned subsidiaries in Malaysia with an issued and paid up share capital of RM100 respectively for the purpose of expanding into the retail business as follows:-

- (i) Elysian Aura Sdn Bhd
- (ii) Soulful Bliss Sdn Bhd

- (2) On 31 December 2024, a wholly-owned subsidiary of Hextar F&B Sdn Bhd (formerly known as Lim Ket Leng Marketing Sdn Bhd) ("HFB"), Fabulous Bites Sdn Bhd issued 99 fully paid up ordinary shares at an issue price of RM1.00 per share and HFB subscribed for 50 newly issued shares. Subsequent to the issuance of the shares, Fabulous Bites Sdn Bhd became a 51% owned subsidiary of the Company.

Other than the above, there were no other significant changes in the composition of the Group during the quarter under review.

A11. Capital Commitments Outstanding Not Provided in The Interim Financial Report

	As at 31.12.2024 RM'000
Capital expenditure commitments	
Property, plant and equipment	
approved and contracted for	<u>1,170</u>



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS**

B1. Review of Performance

A comparison of the Group's performance for the quarter ("4QFY2024") and financial year ("FY2024") ended 31 December 2024 with the corresponding quarter and financial period last financial year is as follows:

	4Q FY2024	4Q FY2023	Variance		FY2024	FY2023	Variance	
	RM'mil	RM'mil	RM'mil	%	RM'mil	RM'mil	RM'mil	%
Revenue	18.0	9.9	8.1	81.8%	57.7	44.5	13.2	29.7%
Gross profit	8.2	1.4	6.8	485.7%	19.5	10.8	8.7	80.6%
Profit/(Loss) before tax	3.6	(0.8)	4.4	550.0%	2.2	2.0	0.2	10.0%
Profit/(Loss) after tax	2.5	(0.9)	3.4	377.8%	1.1	1.1	-	0.0%
Profit/(Loss) attributable to Owners of the Company	2.7	(0.8)	3.5	437.5%	1.6	1.2	0.4	33.3%

The Group registered revenue of RM18.0 million for the current quarter, marking an increase of RM8.1 million or 81.8%, as compared to RM9.9 million in the preceding year corresponding quarter ended 31 December 2023. The increase is mainly attributable to higher export volume of wooden picture frame mouldings and revenue contribution from retail segment of RM5.8 million. The Group recorded a profit before tax of RM3.6 million, an increase of RM4.4 million or 550.0% as compared to a loss before tax of RM0.8 million in the corresponding quarter ended 31 December 2023. This growth was primarily attributed to higher gross profit on the back of higher export sales amounted to RM2.6 million, alongside with a gain in foreign currency translation differences of RM1.7 million as a result of weakening in Ringgit in 4Q2024 coupled with higher interest income amounted to RM0.4mil. The positive impact was partially offset by the share of losses from an associate of RM0.7 million.

On a 12 months basis, the Group recorded revenue of RM57.7 million, an increase of RM13.2 million or 29.7% compared to the previous year mainly attributable to higher sales from wooden picture frame mouldings driven by higher export volume and stronger USD, coupled with revenue contribution from retail segment. The Group's profit before tax stood at RM2.2 million, reflecting a growth of RM0.2 million or 10.0% as compared to the previous year, primarily driven by the growth in wooden picture frame mouldings of RM2.5 million. This was partially offset by the share of associate's losses of RM1.7 million.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B2. Variation of Results Against Preceding Quarter

	4QFY2024	3QFY2024	Variance	
	RM'mil	RM'mil	RM'mil	%
Revenue	18.0	13.9	4.1	29.5%
Gross profit	8.2	3.3	4.9	148.5%
Profit/(Loss) before tax	3.6	(2.2)	5.8	263.6%
Profit/(Loss) after tax	2.5	(1.8)	4.3	238.9%
Profit/(Loss) attributable to Owners of the Company	2.7	(1.9)	4.6	242.1%

For 4QFY2024, the Group recorded revenue of RM18.0 million, marking an increase of RM4.1 million or 29.5% compared to RM13.9 million in the immediate preceding quarter thanks to higher sales from the retail segment. The Group reported a profit before tax for the current quarter of RM3.6 million, an uptick of RM5.8 million or 263.6% as compared to the immediate preceding quarter mainly due to improved gross profit margins from wooden picture frame mouldings and gain in foreign currency translation differences of RM3.9 million.

B3. Prospects

Wooden Picture Frame Mouldings

Current operating environment is challenging with elevated geopolitical conflicts and economic risk despite subdued inflation in some areas, but price levels remain high, undermining corporate margins. Ringgit stabilised against the US Dollar ending the year at RM4.47/USD on 31 December 2024 offers some relief to export sales and its associated margins.

Navigating these uncertainties and challenges, our Group is committed to implementing strategic cost savings measures, continuously improve production efficiency and deliver top-quality products to customers. We are also exploring new market opportunities for growth.

Looking ahead, we remain cautiously optimistic in 2025's outlook. The Group is committed to proactively pursuing opportunities and effectively addressing challenges to bolster its long-term shareholder value.

Retail

Consumer confidence levels have largely been declining, reflecting a weakening consumer mindset as inflationary pressures in certain commodities such as food and fuel. Nevertheless, BMI, a Fitch Solutions company, holds a positive outlook for consumer spending in Malaysia for 2025, supported by an ongoing economic recovery that fuels stable real consumer spending growth.

We are strategically positioning ourselves for a faster-paced expansion within the F&B and retail sector. Our goal is to accelerate growth, seize new opportunities, and capture a larger market share. By focusing on expanding our presence, we aim to tap into emerging trends and consumer demand, ensuring we stay competitive and responsive to market shifts. This proactive approach will help us strengthen our foothold in the industry and achieve sustainable success.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B4. Profit Forecast and Estimates Announced or Disclosed

Not applicable as there were no profit forecast or estimates that have been announced or disclosed.

B5. Variance of Actual and Forecast Profit

Not applicable as there were no profit forecast and profit guarantee published.

B6. Tax Expense

	4QFY2024 RM'000	4QFY2023 RM'000	FY2024 RM'000	FY2023 RM'000
Current tax expense	853	191	1,403	1,069
Deferred tax:				
- Origination and reversal of temporary differences	249	(149)	(263)	(191)
	<u>1,102</u>	<u>42</u>	<u>1,140</u>	<u>878</u>

The Group's effective tax rate is higher than the statutory rate of 24% mainly due to share of losses in an associate, net of tax, permanent differences arising from additions of property, plant and equipment and non-deductible expenses.

B7. Status of Corporate Proposal

There were no corporate proposals announced which remain uncompleted during the quarter under review as at the date of this report other than the following:

- (1) The Company had on 12 December 2023 announced that the Company proposed to undertake the following:-
 - i. proposed private placement of up to 113,813,000 new ordinary shares in Cscenic ("Shares" or "Cscenic Shares"), representing up to 30.0% of the total number of issued Shares ("Proposed 30% Private Placement");
 - ii. proposed acquisition by Cscenic of 10,563,167 ordinary shares in Redina Malaysia Sdn Bhd ("Redina") from Perdanis Distribution (M) Sdn Bhd ("Perdanis") representing 51.0% equity interest in Redina for a total purchase consideration of RM35,700,000 to be satisfied wholly by way of cash ("Proposed Acquisition");
 - iii. proposed diversification of Cscenic's existing businesses to include in the retail business of apparel and food and beverages ("Proposed Diversification"); and
 - iv. proposed change of the Company's name from "Classic Scenic Berhad" to "Hextar Retail Berhad" ("Proposed Change of Name").

(collectively, the "Proposals")

On 15 December 2023, additional listing application for the Proposed 30% Private Placement has been submitted to Bursa Securities by M&A Securities on behalf of the Board of Directors of the Company.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B7. Status of Corporate Proposal (Cont'd)

Bursa Securities had vide its letter dated 18 January 2024, resolved to approve the listing and quotation of up to 113,813,000 Placement Shares to be issued pursuant to the Proposed 30% Private Placement.

The above approval granted by Bursa Securities is subject to the conditions which were stated in the Company's announcement dated 19 January 2024.

On 5 February 2024, the Company issued a Notice of Extraordinary General Meeting (EGM) to be held on 27 February 2024 to seek approval from shareholders on the abovementioned Proposals and a circular relating to the Proposals has been issued on 6 February 2024.

On 27 February 2024, the Company announced the outcome of EGM of which the Proposals were duly passed by way of poll at the Company's fully virtual EGM held on 27 February 2024.

On 4 March 2024, the Company received the Notice of Registration of New Name pursuant to Section 28 of the Companies Act 2016 issued by the Companies Commission of Malaysia dated 28 February 2024. Accordingly, the name of the Company had been changed from "CLASSIC SCENIC BERHAD" to "HEXTAR RETAIL BERHAD" with effect from 28 February 2024.

On 11 March 2024, M&A Securities announced that the Company and Perdanis have mutually agreed to extend the conditional period for a further period of ninety (90) days in order to ensure all conditions precedent as set out in Clause 3.1 of the Share Sale Agreement are fulfilled.

On 5 April 2024, M&A Securities announced that the solicitors for the Proposals had vide its letter dated on the 5 April 2024 confirmed that all conditions precedent set out in the Share Sale Agreement for the Proposed Acquisition have been fulfilled. Accordingly, the Share Sale Agreement has become unconditional.

On 22 April 2024, M&A Securities announced that the solicitors for the Proposals had vide its letter dated 22 April 2024 confirmed that the acquisition of the Tranche 1 Sale Shares is deemed completed on 22 April 2024 in accordance to the terms and conditions of the Share Sale Agreement.

On 17 May 2024, M&A Securities announced that the Company has fixed the issue price of the first tranche of 10,000,000 Placement Shares at RM0.4150 each. The aforementioned issue price of RM0.4150 per Placement Share represents a discount of approximately RM0.0991 or 19.3% from the five (5)-day weighted average market price of the Company from 10 May 2024 to 16 May 2024 of approximately RM0.5141 per Share.

On 24 May 2024, the Company increased its issued and paid-up share capital by way of issuance of 10,000,000 new ordinary shares for a cash consideration of RM4,150,000 through first tranche of private placement at an issue price of RM0.4150 per share.

On 13 June 2024, M&A Securities announced that the Company has fixed the issue price of the second tranche of the Placement Shares at RM0.4850 each. The aforementioned issue price of RM0.4850 per Placement Share represents a discount of approximately RM0.088 or 15.4% from the five (5)-day weighted average market price of the Company from 6 June 2024 to 12 June 2024 of approximately RM0.5730 per Share.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B7. Status of Corporate Proposal (Cont'd)

On 20 June 2024, M&A Securities announced that the Company has fixed the issue price of the third tranche of the Placement Shares at RM0.50 each. The aforementioned issue price of RM0.50 per Placement Share represents a discount of approximately RM0.0964 or 16.2% from the five (5)-day weighted average market price of the Company from 12 June 2024 to 19 June 2024 of approximately RM0.5964 per Share.

On 25 June 2024, the Company increased its issued and paid-up share capital by way of issuance of 24,000,000 new ordinary shares for a cash consideration of RM11,640,000 through second tranche of private placement at an issue price of RM0.4850 per share.

On 2 July 2024, the Company increased its issued and paid-up share capital by way of issuance of 79,813,000 new ordinary shares for a cash consideration of RM39,906,500 through third tranche of private placement at an issue price of RM0.50 per share.

On 3 July 2024, M&A Securities announced that the Proposed 30% Private Placement has been completed following the listing of a total of 113,813,000 Placement Shares on the Main Market of Bursa Malaysia Securities Berhad.

On 31 December 2024, the Company issued a written termination notice to Perdanis to terminate the Share Sale Agreement for the acquisition of Redina, in accordance to clause 5.5(b) of the Share Sale Agreement. Consequently, the Company is entitled to terminate the acquisition of Tranche 2 Sale Shares, and Perdanis shall repurchase the Tranche 1 Sale Shares from the Company at the Tranche 1 Purchase Consideration within a period of 24 months from the date of the Company's written termination notice.

As at 31 December 2024, the details of the utilisation of proceeds are as follows:-

Purpose	Proposed Utilisation RM'000	Actual Proceeds Raised RM'000	Actual Utilisation RM'000	Unutilised Amount RM'000	Intended Timeframe for Utilisation
Business expansion for F&B	30,725	40,897	15,009	25,888	Within 24 months
Proposed acquisition	14,000	14,000	14,042	(42)*	Within 12 months
Estimated expenses for Proposals	800	800	797	3	Within 6 months
Total	45,525	55,697	29,848	25,849	

* The excess in utilisation arises from the payment of stamp duty for share transfer.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B7. Status of Corporate Proposal (Cont'd)

(2) The Company had on 29 April 2024 announced that the Company proposed to undertake the following:-

- i. proposed change of auditors; and
 - ii. proposed Renewal of Share Buy-back Authority
- (collectively, the "Proposals")

On 26 April 2024, the Company issued a Notice of Annual General Meeting (AGM) to be held on 13 June 2024 to seek approval from shareholders on the abovementioned Proposals and a circular relating to the Proposals has been issued on 29 April 2024.

The abovementioned Proposals have been approved in the AGM held on 13 June 2024.

B8. Group Borrowings and Debt Securities

As at 31 December 2024, the Group does not have any bank borrowings.

B9. Derivative Financial Instruments

As at 31 December 2024, the Group has the following outstanding derivative financial instruments:-

	Principal or Notional Amount RM'000	Fair Value Assets RM'000	Liabilities RM'000
Currency Forward Contracts			
- Less than 1 year	901	7	-

The purpose of entering currency forward contracts is to minimise the impact of unfavourable movement in exchange rate on the trade receivables and expected sales denominated in United States Dollar. There are no cash requirements for these contracts.

The market risk posed by the Group's forward currency contracts depends on the economic changes that may impact market prices. As the exchange rate is pre-determined under such contracts, the market risk in these instruments is not significant. The currency forward contracts are transacted with the Group's banker and the credit risk for non-performance by the counterparty in these instruments is minimal.

The fair value of derivative assets amounting to RM7,000 has been recognised in the financial statements.

B10. Material Litigation

Since the last Audited Financial Statements for the financial year ended 31 December 2023, the Group does not have any material litigation until the date of this report.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B11. Dividends

No dividend has been proposed or declared by the Board for the current quarter under review.

B12. Earnings/(Loss) Per Share

	4QFY2024	4QFY2023	FY2024	FY2023 Restated
Basic earnings/(loss) per share				
Profit/(Loss) after tax attributable to owners of the Company (RM'000)	2,695	(843)	1,555	1,163
Weighted average number of ordinary shares (basic) ('000)	493,191	389,378	437,809	377,273
Basic Earnings/(Loss) Per Share (sen)	0.55	(0.22)	0.36	0.31 *
Diluted earnings/(loss) per share				
Profit/(Loss) after tax attributable to owners of the Company (RM'000)	2,695	(843)	1,555	1,163
Weighted average number of ordinary shares (basic) ('000)	493,191	389,378	437,809	377,273 *
Effect of warrants on issue	21,887	10,555	32,107	36,869 **
Weighted average number of ordinary shares (diluted) ('000)	515,078	399,933	469,916	414,142
Diluted Earnings/(Loss) Per Share (sen)	0.52	(0.21)	0.33	0.28 *

The average market value of the Company's shares for purpose of calculating the dilutive effect of warrants was based on quoted market prices for the period during which the warrants were outstanding.

* Adjusted for the effect of bonus issue completed on 12 May 2023.

** Adjusted for the effect of additional warrants arising pursuant to the bonus issue completed on 12 May 2023.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS (CONT'D)**

B13. Profit/(Loss) Before Tax

	4QFY2024	4QFY2023	FY2024	FY2023
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) before tax is arrived at after crediting/(charging):				
Depreciation of:				
- property, plant and equipment	(1,238)	(782)	(3,835)	(2,975)
- right-of-use assets	(749)	(74)	(1,293)	(74)
Amortisation of intangible assets	(123)	-	(188)	-
Gain on disposal of subsidiaries	325	-	325	-
Inventories written back/(written down)	229	(229)	229	(229)
Gain/(Loss) on disposal of property, plant and equipment	1	(40)	(6)	69
Property, plant and equipment written off	(5)	(1)	(5)	(1)
Net gain/(loss) on foreign exchange:				
- unrealised	2,002	795	167	(6)
- realised	(213)	(745)	(932)	(893)
Finance income	567	152	1,265	534
Finance costs	(129)	(8)	(350)	(8)

Save as disclosed above, the other items as required under Appendix 9B Part A (16) of the Main Market Listing Requirements of Bursa Securities are not applicable.

By order of the Board

LIM LI HEONG
Company Secretary
MAICSA 7054716