



PECCA

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GROUP BERHAD



## PECCA GROUP BERHAD

(Registration No. 201001025617 (909531-D))  
(Incorporated in Malaysia)

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024

	Notes	Individual Quarter			Cumulative Quarter		
		Current Year Quarter	Preceding Year Quarter	Variance %	Current Year- To-Date	Preceding Year-To-Date	Variance %
		31.12.2024 RM'000	31.12.2023 RM'000		31.12.2024 RM'000	31.12.2023 RM'000	
<b>Revenue</b>	A9	62,645	64,758	(3%)	118,556	128,804	(8%)
Cost of sales		(35,385)	(40,949)	(14%)	(67,226)	(81,284)	(17%)
<b>Gross profit</b>		27,260	23,809	14%	51,330	47,520	8%
Other Income		46	334	(86%)	321	573	(44%)
Selling and distribution expenses		(2,388)	(2,035)	17%	(4,148)	(3,807)	9%
Administrative expenses		(5,402)	(5,197)	4%	(10,042)	(10,883)	(8%)
<b>Results from operating activities</b>		19,516	16,911	15%	37,461	33,403	12%
Finance income		1,037	996	4%	2,213	1,821	22%
Finance costs		(71)	(86)	(17%)	(145)	(179)	(19%)
<b>Profit before taxation</b>	B5	20,482	17,821	15%	39,529	35,045	13%
Income tax expense	B6	(5,149)	(4,432)	16%	(9,625)	(8,611)	12%
<b>Profit for the period</b>		15,333	13,389	15%	29,904	26,434	13%
<b>Other comprehensive income, net of tax</b>							
Actuarial loss on employment benefit		-	(1)	-100%	-	(3)	100%
Foreign currency translation differences on foreign operations		82	(55)	-249%	(147)	(113)	30%
<b>Total comprehensive income for the financial period</b>		15,415	13,333	16%	29,757	26,318	13%
<b>Profit attributable to:-</b>							
Owners of the company		15,332	13,380	15%	29,913	26,393	13%
Non-controlling interests		1	9	(89%)	(9)	41	(122%)
<b>Profit for the period</b>		15,333	13,389	15%	29,904	26,434	13%
<b>Total comprehensive income attributable to:-</b>							
Owners of the Company		15,398	13,338	15%	29,796	26,302	13%
Non-controlling interests		17	(5)	(440%)	(39)	16	100%
<b>Total comprehensive income for the financial period</b>		15,415	13,333	16%	29,757	26,318	13%
<b>Earnings per share attributable to Owners of the Company (sen)<sup>(2)</sup></b>							
- Basic	B12	2.10	1.78	18%	4.10	3.51	17%
- Diluted		2.10	1.78	18%	4.10	3.51	17%

#### Notes:

(1) The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the explanatory notes attached to this Condensed Report.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.



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

	<b>Unaudited 31.12.2024 RM'000</b>	<b>Audited 30.06.2024 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	42,314	41,655
Right-of-use assets	23,570	23,617
Other investments	418	418
Goodwill	140	140
	<u>66,442</u>	<u>65,830</u>
<b>Current Assets</b>		
Inventories	20,588	24,223
Trade and other receivables	48,241	42,485
Contract assets	36	7
Prepayments	2,853	1,777
Current tax assets	948	645
Cash and cash equivalents	108,551	153,682
	<u>181,217</u>	<u>222,819</u>
<b>Total assets</b>	<u>247,659</u>	<u>288,649</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	135,702	135,702
Reserves	67,658	98,142
<b>Total equity attributable to owners of the Company</b>	<u>203,360</u>	<u>233,844</u>
Non-controlling interests	631	670
	<u>203,991</u>	<u>234,514</u>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Deferred tax liabilities	5,611	5,735
Lease liabilities	-	37
Employee benefits	41	42
Borrowings	4,203	4,645
	<u>9,855</u>	<u>10,459</u>
<b>Current Liabilities</b>		
Trade and other payables	23,024	22,282
Dividend payable	-	11,277
Current tax liabilities	9,155	7,456
Lease liabilities	351	418
Borrowings	1,283	2,243
	<u>33,813</u>	<u>43,676</u>
<b>Total liabilities</b>	<u>43,668</u>	<u>54,135</u>
<b>Total equity and liabilities</b>	<u>247,659</u>	<u>288,649</u>
<b>Net assets per share attributable to owners of the parents (sen) <sup>(2)</sup></b>		
	<u>27.86</u>	<u>31.11</u>

Notes:

(1) The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the explanatory notes attached to this Condensed Report.

(2) Based on the number of ordinary shares in issue less Treasury Shares as at 31 December 2024 of 729,866,532 (30 June 2024: 751,783,132).



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

	← Attributable to owners of the Company →							Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
	← Non-distributable →				Distributable					
	Share Capital RM'000	Treasury Shares RM'000	Merger Deficit RM'000	Translation Reserve RM'000	Revaluation Reserve RM'000	Other Reserve RM'000	Retained Earnings RM'000			
<b>At 1 July 2024</b>	135,702	(60)	(60,822)	(24)	18,965	(7)	140,090	233,844	670	234,514
<b>Profit after taxation for the financial period</b>	-	-	-	-	-	-	29,913	29,913	(9)	29,904
<b>Other comprehensive income for the financial period:</b>										
- Foreign currency translation differences on foreign operations	-	-	-	(117)	-	-	-	(117)	(30)	(147)
<b>Transactions with owners</b>										
- Dividend distributions to owners of the Company	-	-	-	-	-	-	(33,022)	(33,022)	-	(33,022)
- Repurchase of treasury shares	-	(27,258)	-	-	-	-	-	(27,258)	-	(27,258)
<b>At 31 December 2024</b>	135,702	(27,318)	(60,822)	(141)	18,965	(7)	136,981	203,360	631	203,991

Note:

(1) The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the explanatory notes attached to this Condensed Report.

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

	<b>6 months ended 31 December</b>	
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	39,529	35,045
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	2,457	2,330
Depreciation of right-of-use assets	369	414
Amortisation of intangible assets	-	1
Property, plant and equipment written off	2	18
Gain on disposal of plant and equipment	(1)	(91)
(Reversal)/Impairment loss on plant and machineries	(500)	1,000
Inventories written down	-	1,000
Unrealised loss/(gain) on foreign exchange	88	(138)
Finance costs	145	179
Finance income	(2,213)	(1,821)
<b>Operating profit before working capital changes</b>	<b>39,876</b>	<b>37,937</b>
Changes in inventories	3,621	3,137
Changes in trade and other receivables	(5,604)	6,752
Changes in contract assets	(29)	-
Changes in prepayments	(1,259)	(1,049)
Changes in trade and other payables	727	9,294
Contract liability	-	41
Changes in post-employment benefits	1	3
<b>Cash generated from operations</b>	<b>37,333</b>	<b>56,115</b>
Net income tax paid	(8,353)	(4,341)
Interest paid	(145)	(179)
<b>Net cash from operating activities</b>	<b>28,835</b>	<b>51,595</b>
<b>CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(2,143)	(1,398)
Acquisition of right-of-use assets	(333)	-
Proceeds from disposal of plant and equipment	1	91
Interest received	2,213	1,821
<b>Net cash (for)/from investing activities</b>	<b>(262)</b>	<b>514</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Payment of lease liabilities	(488)	(158)
Repurchase of treasury shares	(27,257)	-
Repayment of loan to corporate shareholder	1	-
Dividends paid	(44,299)	(20,148)
Net repayment of borrowings	(1,514)	(3,975)
<b>Net cash for financing activities</b>	<b>(73,557)</b>	<b>(24,281)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(44,984)</b>	<b>27,828</b>
Effects of foreign exchange translation	(147)	(104)
<b>Cash and cash equivalents at the beginning of financial year</b>	<b>153,682</b>	<b>111,236</b>
<b>Cash and cash equivalents at the end of financial year</b>	<b>108,551</b>	<b>138,960</b>

Note:

(1) The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the explanatory notes attached to this Condensed Report.



## PECCA GROUP BERHAD

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### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

#### A1. Basis of preparation

The Condensed Consolidated Interim Financial Statements ("Condensed Report") are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with International Accounting Standard 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. This Condensed Report should be read in conjunction with the audited financial statements of Pecca Group Berhad ("Pecca" or the "Company") and its subsidiaries (the "Group") for the financial year ended 30 June 2024.

The explanatory notes to this Condensed Report 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 2024.

This Condensed Report is presented in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand (RM'000) except when otherwise indicated.

#### A2. Significant accounting policies

The significant accounting policies and methods of computation adopted in this Condensed Report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2024. The Group has not applied in advance the following accounting standards (including the consequential amendments, if any that have been issued by the Malaysian Accounting Standards Board ("MASB")) but are not yet effective for the current financial year:

##### Effective for annual periods commencing on or after 1 January 2025

- Amendments to MFRS 121: Lack of Exchangeability

##### Effective for annual periods commencing on or after 1 January 2026

- Annual Improvements to MFRS Accounting Standards - Volume 11
- Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments

##### Effective for annual periods commencing on or after 1 January 2027

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

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**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING** *(continued)***A3. Auditors' report on preceding financial year financial statements**

There was no qualification to the audited financial statements of the Group for the financial year ended 30 June 2024.

**A4. Seasonal or cyclical factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors in the current quarter.

**A5. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group in the current quarter.

**A6. Changes in estimates**

There were no changes in estimates of amounts reported in prior periods that had a material effect in the current quarter.

**A7. Debt and equity securities**

The Company re-purchased additional 9,196,500 number of shares at an average purchase price of RM1.29 per share for a total consideration of RM11,819,618 in the current quarter.

Other than the above, there was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter. As at 31 December 2024, the number of treasury shares held were 22,133,468 ordinary shares at RM27,317,514.

**A8. Dividend paid**

	<b>31.12.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>In respect of financial year ended 30 June 2025</b>		
First interim single-tier dividend paid on 20 December 2024		
- 1.50 sen per ordinary share	10,948	-
<b>In respect of financial year ended 30 June 2024</b>		
First interim single-tier dividend paid on 8 December 2023		
- 1.00 sen per ordinary share	-	7,518
Third interim single-tier dividend paid on 25 July 2024		
- 1.50 sen per ordinary share	11,277	-
Fourth interim single-tier dividend paid on 20 September 2024		
- 1.50 sen per ordinary share	11,126	-
Special single tier dividend paid on 13 December 2024		
- 1.50 sen per ordinary share	10,948	-
<b>In respect of financial year ended 30 June 2023</b>		
Second interim single-tier dividend paid on 7 July 2023		
- 0.68 sen per ordinary share	-	5,112
Third interim single-tier dividend paid on 29 September 2023		
- 1.00 sen per ordinary share	-	7,518
	<u>44,299</u>	<u>20,148</u>

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**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING** (continued)**A9. Segmental information**a) Operating segments

The Group's current business activities comprise of Automotive, Aviation and others. The Automotive segment focuses on styling, manufacturing, distribution and installation of automotive leather upholstery for car seat covers and accessories covers. The Aviation segment provides services in manufacturing, repair, refurbishment, distribution, and installation of aircraft seat covers and parts refurbishment. The breakdown of the Group's total revenue by business activities and products are as follows: -

	Current Quarter Ended		Cumulative Quarter Ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
<b><u>AUTOMOTIVE</u></b>				
Car seat covers				
- OEM <sup>(1)</sup>	53,288	51,651	99,626	102,821
- REM <sup>(1)</sup>	1,645	2,023	4,012	3,676
- PDI <sup>(1)</sup>	2,398	4,660	4,555	9,666
Sub-total for car seat covers	57,331	58,334	108,193	116,163
Leather cut pieces supply	119	67	252	198
Sewing of fabric car seat covers	2,984	3,341	5,949	6,498
Manufacturing of leather/PVC car accessories covers and miscellaneous seat covers, provision of wrapping and stitching services and supply of raw materials	1,932	1,949	3,649	4,159
	62,366	63,691	118,043	127,018
<b>OTHERS</b>	279	1,067	513	1,786
<b>GRAND TOTAL</b>	62,645	64,758	118,556	128,804

Note:

- (1) OEM – Original Equipment Manufacturer  
REM – Replacement Equipment Manufacturer  
PDI – Pre-delivery Inspection



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**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING** *(continued)***A9. Segmental information** *(continued)*b) Geographical segments

The segment information in respect of the Group's geographical segments are as follows: -

	Current Quarter Ended		Cumulative Quarter Ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
Malaysia	59,533	61,180	111,527	121,705
Rest of Asia	1,826	2,042	3,950	4,241
Europe	926	886	1,868	1,667
North America	263	570	996	996
Oceania	97	80	215	195
	<u>62,645</u>	<u>64,758</u>	<u>118,556</u>	<u>128,804</u>

**A10. Valuation of property, plant and equipment**

The Group has not carried out any valuation on its property, plant and equipment in the current quarter.

**A11. Capital commitments**

There was no authorised capital commitment.

**A12. Changes in the composition of the Group**

There were no material changes in the composition of the Group in the current quarter.

**A13. Contingent liabilities or contingent assets**

There were no material contingent liabilities or contingent assets as at the date of this Condensed Report.

**A14. Material events subsequent to the end of the current quarter**

There were no other material events subsequent to the end of the current quarter that have not been reflected in this Condensed Report.

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**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING** *(continued)***A15. Related party transactions**

The Group's related party transactions for the current quarter and the cumulative quarter ended 31 December 2024 are as follows: -

	<b>Current Quarter Ended 31.12.2024 RM'000</b>	<b>Cumulative Quarter Ended 31.12.2024 RM'000</b>
Sales to related parties		
- Rentas Health Sdn Bhd	27	31
- Pecman Sdn Bhd	28	28
Rental charges to related parties		
- Tint Auto (M) Sdn Bhd	54	108
- Rentas Health Sdn Bhd	43	93
Management service to related parties		
- Tint Auto (M) Sdn Bhd	15	30
- Rentas Health Sdn Bhd	6	12
- Pecman Sdn Bhd	2	3

Note:

(1) The related party is a company in which certain Directors and substantial shareholders of the Group have interests.

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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Performance review**

**Q2 FY2025 vs Q2 FY2024**

For the quarter under review, the Group recorded slightly lower revenue of RM62.65 million compared to RM64.76 million in the preceding year's corresponding quarter. The decrease is attributed to a slight reduction in sales volume in the Automotive segment, resulting from the normalisation of customer demand in the current quarter compared to the same quarter in the preceding year.

Despite the slight reduction in revenue, profit after tax ("PAT") in the current quarter improved by 14%, rising to RM15.33 million from RM13.39 million in the preceding year's corresponding quarter. The improvement in PAT was mainly attributable to better production cost efficiency achieved in the Automotive segment. Moreover, the increase in finance income was a result of enhanced operating cash flow and optimised financial resource management.

The Group's revenue was driven by upholstery car seat covers, sewing and supply of car accessories cover, and the provision of wrapping and stitching services, which together contributed approximately 99% of the total revenue respectively. Within the leather car seat covers segment, OEM contributed about 93% of the total revenue, while REM and PDI contributed about 7%.

**B2. Financial review for the current quarter compared with the immediately preceding quarter**

	<b>Current Year Quarter 31.12.2024 RM'000</b>	<b>Immediate Preceding Quarter 30.09.2024 RM'000</b>	<b>Variance</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	62,645	55,911	6,734	12%
Profit after tax	15,333	14,571	762	5%

For the current quarter under review, the Group recorded an increase in revenue of RM6.73 million, rising to RM62.65 million from RM55.91 million in the immediately preceding quarter. This is primarily attributable to an increase in sales volume for car seat cover for various models, which contributed to a 12% increase in revenue.

The profit after tax in the current quarter has improved by 5%, rising to RM15.33 million from RM14.57 million. This is mainly due to greater costs efficiency in operating cost, with the production output achieving economies of scale.



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### B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

#### B3. Prospects

##### Automotive segment

Malaysia's automotive sector achieved a record total industry volume ("TIV") of 816,747 units in 2024, a 2.1% increase from 2023, reinforcing the country's position as a major automotive market in Southeast Asia ("SEA"). Demand is anticipated to remain resilient in 2025, supported by continued economic growth, notwithstanding potential near-term moderation in TIV due to factors such as anticipated subsidy rationalization in mid-2025. The electric vehicle ("EV") segment is a particular bright spot with growth expected to continue in 2025 driven by strong consumer interest.

To capitalize on increasing opportunities in the automotive industry, the Group is strategically investing in capacity expansion. The Group continues to make progress on the upcoming plans for its second manufacturing facility at the UMW High Value Manufacturing Park in Serendah, Selangor. The facility will be vital in meeting the growing demand for automotive seating, upholstery, and interior components, enhancing the Group's ability to serve its customers.

In the Replacement Equipment Manufacturer ("REM") segment, the Group is focused on expanding its local and international customer base, targeting regions including the Netherland, United States, Australia, New Zealand, Singapore, the Middle East and Europe. These regions demonstrate sustained demand for customized and high-quality REM parts. The Group is also exploring opportunities to offer REM parts for EVs, anticipating an increase in demand in this segment.

The Group is also committed to enhancing its presence in Indonesia. The Group is actively pursuing Original Equipment Manufacturer ("OEM") contracts for its subsidiary, PT Pecca Gemilang Indonesia to increase market share within the Indonesian automotive sector and expand its reach in SEA.

##### Aviation segment

Building on the successful entry into the aviation sector with the completion of the Group's first project delivering seat covers for an Airbus A320 aircraft, the Group is actively pursuing new contracts to expand its portfolio and strengthen its industry position. The initial success underscores the Group's capability to deliver high-quality products and services to the aviation industry. The Group is focusing on securing contracts for commercial and business jet aircrafts.

In addition to certifications obtained from the Civil Aviation Authority of Malaysia and the European Union Aviation Safety Agency, the Group is pursuing certifications from other national aviation regulators, including the Civil Aviation Authority of Thailand and the Civil Aviation Authority of Singapore, to further penetrate the SEA market. These certifications will enhance the Group's credentials and facilitate regional expansion.



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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD** *(continued)*

**B3. Prospects** *(continued)*

Overall business

The Group maintains a positive long-term outlook, supported by robust demand in the Malaysian automotive sector and strategic growth initiatives across the Group's business segments in Malaysia and internationally. While acknowledging potential market challenges, including global economic uncertainties, the Group is confident in its ability to deliver sustainable growth.

The Group's growth strategy continues to prioritise geographic expansion and diversification across four key pillars: OEM, REM, Aviation, and Emerging Ventures. Operationally, the focus remains on organisational and manufacturing excellence to meet demand for high-quality products, optimise production efficiency, and maintain cost competitiveness.

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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B4. Variance of actual profit from profit forecast and profit guarantee**

The Group has not issued any profit forecast or profit guarantee in any form of public documentation or announcement.

**B5. Profit before taxation**

The profit before taxation is stated after charging/(crediting): -

	<b>Current Quarter Ended 31.12.2024 RM'000</b>	<b>Cumulative Quarter Ended 31.12.2024 RM'000</b>
Finance income	(1,037)	(2,213)
Finance cost	71	145
Depreciation of:		
- Property, plant and equipment	1,243	2,457
- Right-of-use assets	184	369
Realised loss on foreign exchange	133	170
Unrealised loss on foreign exchange	191	88

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

**B6. Taxation**

	<b>Current Quarter Ended 31.12.2024 RM'000</b>	<b>Cumulative Quarter Ended 31.12.2024 RM'000</b>
Income tax expense	5,149	9,625

The effective tax rate for the cumulative quarter is slightly higher of 25.14% compared to the statutory tax rate of 24.00%, mainly due to certain expenses which are not deductible for taxation purpose.

**B7. Status of corporate proposals**

There was no corporate proposal announced and not completed as at the date of this Condensed Report.



**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD** *(continued)*

**B8. Utilisation of proceeds**

As announced on 23 April 2018, the Board of Directors has approved the variation of the utilisation of IPO proceeds amounting to RM6.60 million and the extension of time for utilisation of IPO proceeds amounting to RM2.62 million for another 24 months from 19 April 2018. After due deliberation, the Board intends to undertake the variations to vary the utilization of the proceed for working capital and extend the frame to another 24 months from 19 April 2020 to 19 April 2022. In view of the Covid-19 pandemic and Movement Control Order enforced by the Government in March 2020 until the endemic which as announced in April 2022, the Board has approved to further extended the timeframe for utilisation of the proceeds for working capital for another 24 months from 19 April 2022 to 19 April 2024. Further extension of time for another 24 months from 19 April 2024 to 19 April 2026 has been approved by the Board because the REM segment is expanding to more export markets such as US, Middle East and Thailand.

The status of utilisation of the proceeds from the Public Issue of 47,796,000 new ordinary shares at RM1.42 per share as at 31 December 2024 is as follows: -

<b>Purposes</b>	<b>Revised Expected Timeframe for Utilisation (from 19 April 2018)</b>	<b>Revised Amount (RM'000)</b>	<b>Actual Utilisation (RM'000)</b>	<b>Utilised %</b>
a) Working capital	-	27,859	(27,859)	100
b) Repayment of bank borrowings	-	17,100	(17,100)	100
c) Purchase of machineries for the production of car leather seat covers	Within 24 months	4,871	(4,871)	100
d) Construction of an additional storey of production floor area on the existing factory building	-	5,000	(5,000)	100
e) Opening of retail outlets	-	0	0	100
f) Establishment of market presence in Thailand	Within 24 months	0	0	100
g) Expansion of aviation business	Within 24 months	834	(834)	100
h) Estimated listing expenses	-	4,111	(4,111)	100
g) Purchase of raw material	-	5,350	(5,350)	100
i) Selling and distribution expenses of:				
- Retail	Within 24 months	2,000	(408)	20
- Thailand	Within 24 months	0	0	100
- Aviation	Within 24 months	745	(745)	100
<b>Total Public Issue Proceeds</b>		<b>67,870</b>	<b>(66,278)</b>	<b>98</b>

Note:

(1) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Group dated 29 March 2016 and the announcement dated 23 April 2018.

**PECCA GROUP BERHAD**

(Registration No. 201001025617 (909531-D))

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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B9. Group borrowings**

	<b>Current Quarter Ended 31.12.2024 RM'000</b>	<b>Audited 30.06.2024 RM'000</b>
<b>Short term borrowings</b>		
<b>Secured:</b>		
Banker Acceptance	-	799
Post Shipment Buyer Loan	-	400
Hire Purchase Payable	653	414
Term Loan	630	630
	<u>1,283</u>	<u>2,243</u>
<b>Long term borrowings</b>		
<b>Secured:</b>		
Hire Purchase Payable	108	235
Term Loan	4,095	4,410
	<u>4,203</u>	<u>4,645</u>
	<u>5,486</u>	<u>6,888</u>

Banker' Acceptances and term loan are secured by corporate guarantees of the Group.

As at 31 December 2024, the Group has extended corporate guarantees amounting to RM4.73 million to financial institutions for banking facilities granted to the subsidiary. The financial impact of the guarantees is immaterial as the subsidiary concerned is in positive financial standings to meet its obligation and when they fall due.

**B10. Material litigation**

The Group is not engaged in any material litigation either as plaintiff or defendant, which has a material effect on the financial position of the Group, and the Directors do not have any knowledge of any proceeding pending or threatened or of any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group, as at the date of this Condensed Report.

**B11. Dividend proposed**

Other than the dividends paid as disclosed in note A8, the Board of Directors has declared and approved the second interim single-tier dividend of 1.50 sen per ordinary share in respect of the financial year ending 30 June 2025. The dividend will be payable on 21 March 2025 to shareholders whose names appeared in the Record of Depositors of the Company at the close of business on 10 March 2025. The total dividend declared for current financial period is 3.00 sen per ordinary share (31 December 2023: 2.00 sen per ordinary share).



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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B12. Earnings per share**

## a) Basic earnings per share

The basic earnings per share for the current quarter and financial year-to-date are computed as follows: -

	<b>Current Quarter Ended 31.12.2024 RM'000</b>	<b>Cumulative Quarter Ended 31.12.2024 RM'000</b>
Profit attributable to equity holders	<u>15,332</u>	<u>29,913</u>
Weighted average number of ordinary shares in issue excluding Treasury Shares	<u>729,867</u>	<u>729,867</u>
Basic earnings per share (sen)	<u>2.10</u>	<u>4.10</u>
Diluted earnings per share (sen)	<u>2.10</u>	<u>4.10</u>

## (b) Diluted earnings per share

There are no diluted earnings per share as the Group does not have any convertible financial instruments as at 31 December 2024.

**B13. Authorisation for issue**

The Condensed Report was authorised for issue by the Board of Directors on 20 February 2025.

**BY ORDER OF THE BOARD**

Kuala Lumpur  
20 February 2025