



**SIN-KUNG LOGISTICS BERHAD**

Registration No. 199401035432 (321115-P)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2024**

**SIN-KUNG LOGISTICS BERHAD**  
**(Registration No. 199401035432 (321115-P))**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024<sup>(1)</sup>**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(2)</sup> Unaudited RM'000	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(2)</sup> Unaudited RM'000
Revenue	14,987	N/A	40,574	N/A
Cost of sales	(7,996)	N/A	(22,990)	N/A
<b>Gross profit</b>	6,991	N/A	17,584	N/A
Other income	95	N/A	434	N/A
Administrative expenses	(4,209)	N/A	(11,541)	N/A
<b>Profit from operations</b>	2,877	N/A	6,477	N/A
Finance costs	(1,060)	N/A	(3,261)	N/A
<b>Profit before tax</b>	1,817	N/A	3,216	N/A
Taxation	(1,190)	N/A	(1,885)	N/A
<b>Profit after tax</b>	627	N/A	1,331	N/A
<b>Other comprehensive income</b>				
Items that will not be reclassified subsequently to profit or loss:				
Exchange translation differences of foreign operations	29	N/A	24	N/A
<b>Total comprehensive income for the period</b>	656	N/A	1,355	N/A
<b>Profit after tax attributable to:</b>				
Owners of the Company	627	N/A	1,331	N/A
Non-controlling interests	*	N/A	*	N/A
<b>Profit after tax</b>	627	N/A	1,331	N/A
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	656	N/A	1,355	N/A
Non-controlling interests	*	N/A	*	N/A
<b>Total comprehensive income for the financial period</b>	656	N/A	1,355	N/A
Basic earnings per share ("EPS") (sen) <sup>(3)</sup>	0.05	N/A	0.11	N/A

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**Notes:-**

- \* Less than RM1,000.
- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the prospectus of Sin-Kung Logistics Berhad (the "**Company**") dated 18 April 2024 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic EPS is calculated based on the profit attributable to owners of the Company for the period divided by the Company's entire share capital of 1,200,000,000 ordinary shares upon the listing of the Company on the ACE Market of Bursa Securities.
- N/A Not applicable.

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**SIN-KUNG LOGISTICS BERHAD**  
**(Registration No. 199401035432 (321115-P))**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024<sup>(1)</sup>**

	<b>Unaudited As at 30.09.2024 RM'000</b>	<b>Audited As at 31.12.2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	69,932	59,751
Investment properties	12,625	12,625
Right-of-use assets	38,006	40,348
Other investments	5	5
<b>Total non-current assets</b>	<b>120,568</b>	<b>112,729</b>
<b>Current assets</b>		
Inventories	2,969	2,918
Trade receivables	7,546	7,986
Other receivables	4,205	3,925
Tax recoverable	1,525	612
Cash and bank balances	23,615	10,149
<b>Total current assets</b>	<b>39,860</b>	<b>25,590</b>
<b>TOTAL ASSETS</b>	<b>160,428</b>	<b>138,319</b>
<b>EQUITY</b>		
Share capital	32,749	8,000
Reserves	53,558	52,203
Equity attributable to the owners of the Company	86,307	60,203
Non-controlling interests	65	65
<b>Total equity</b>	<b>86,372</b>	<b>60,268</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Lease liabilities	9,037	12,062
Loans and borrowings	49,444	49,727
Deferred tax liabilities	4,558	3,828
<b>Total non-current liabilities</b>	<b>63,039</b>	<b>65,617</b>
<b>Current liabilities</b>		
Trade payables	327	186
Other payables	1,510	1,379
Tax payable	2	28
Lease liabilities	5,458	5,720
Loan and borrowings	3,720	5,121
<b>Total current liabilities</b>	<b>11,017</b>	<b>12,434</b>
<b>Total liabilities</b>	<b>74,056</b>	<b>78,051</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>160,428</b>	<b>138,319</b>
Net assets per ordinary share attributable to owners of the Company (RM) <sup>(2)</sup>	0.07	0.06

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**Notes:-**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Financial Position are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the equity attributable to owners of the Company divided by the Company's entire share capital of 1,200,000,000 ordinary shares upon the listing of the Company on the ACE Market of Bursa Securities. (31 December 2023: 1,000,000,000 ordinary shares).

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024<sup>(1)(2)</sup>**

	<b>Attributable to owners of the parents</b>					
	<b>Non-distributable</b>		<b>Distributable</b>		<b>Non-controlling interests</b>	<b>Total equity</b>
	<b>Share capital</b>	<b>Foreign currency translation</b>	<b>Retained earnings</b>	<b>Total</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2024	8,000	(25)	52,228	60,203	65	60,268
Profit for the financial period	-	-	1,331	1,331	*	1,331
Other comprehensive income for the financial year:						
Foreign exchange translation reserve	-	24	-	24	-	24
Total comprehensive income for the financial period	-	24	1,331	1,355	*	1,355
Transactions with owners:						
- Issuance of new ordinary shares <sup>(3)</sup>	26,000	-	-	26,000	-	26,000
- Share issuance expenses <sup>(4)</sup>	(1,251)	-	-	(1,251)	-	(1,251)
Total transactions with owners	24,749	-	-	24,749	-	24,749
<b>At 30 September 2024</b>	<b>32,749</b>	<b>(1)</b>	<b>53,559</b>	<b>86,307</b>	<b>65</b>	<b>86,372</b>

**Notes:-**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (3) Issuance of new ordinary shares pursuant to the initial public offering as disclosed in Note A7.
- (4) Listing expenses incurred pursuant to the initial public offering as disclosed in Note A7 that has been set-off against the equity.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024<sup>(1)</sup>**

	<b>CURRENT YEAR-TO- DATE 30.09.2024 RM'000</b>	<b>PRECEDING YEAR-TO- DATE 30.09.2023<sup>(2)</sup> RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	3,216	N/A
Adjustments for:		
Amortisation of rights-of-use assets	2,797	N/A
Depreciation of property, plant and equipment	1,181	N/A
Finance costs	3,261	N/A
Interest income	(264)	N/A
Loss on modification of lease term	2	N/A
Unrealised loss on foreign exchange	58	N/A
<b>Operating profit before working capital changes</b>	<b>10,251</b>	<b>N/A</b>
Change in working capital:		
Inventories	(50)	N/A
Trade receivables	435	N/A
Other receivables	693	N/A
Trade payables	140	N/A
Other payables	129	N/A
<b>Cash generated from operations</b>	<b>11,598</b>	<b>N/A</b>
Tax paid	(2,108)	N/A
Tax refunded	14	N/A
<b>Net cash from operating activities</b>	<b>9,504</b>	<b>N/A</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(525)	N/A
Acquisition of right-of-use assets	(34)	N/A
Deposits paid for acquiring property, plant and equipment and right-of-use assets	(332)	N/A
Deposit paid for acquiring a subsidiary	(414)	N/A
Interest received	264	N/A
<b>Net cash used in investing activities</b>	<b>(1,041)</b>	<b>N/A</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(3,318)	N/A
Payments of lease liabilities	(4,406)	N/A
Proceeds from issuance of ordinary shares	24,749	N/A
Repayment of term loans	(11,981)	N/A
<b>Net cash from financing activities</b>	<b>5,044</b>	<b>N/A</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>13,507</b>	<b>N/A</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b>10,149</b>	<b>N/A</b>
<b>EFFECT OF EXCHANGE TRANSLATION DIFFERENCES</b>	<b>(41)</b>	<b>N/A</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>23,615</b>	<b>N/A</b>

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**Notes:-**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Cash Flows are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
  - (2) This is the third interim report being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding period-to-date are presented as no interim financial report was prepared for the comparative financial period concerned.
- N/A Not applicable.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING**

**A1. Basis of Preparation**

This interim financial report of the Group is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 9.22 and Appendix 9B of Listing Requirements of Bursa Securities.

This is the Company's third interim financial report on the unaudited condensed consolidated financial results for the third quarter ended 30 September 2024 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding corresponding period.

This interim financial report should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

**A2. Significant Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Accountants' Report as disclosed in the Prospectus except for the following amendments to MFRSs that have been issued by MASB but not yet effective for the Group.

**Effective for financial period beginning on or after 1 January 2024**

*Amendments to MFRS 16 Lease Liability in a Sale and Leaseback*  
*Amendments to MFRS 101 Classification of Liabilities as Current or Non-current*  
*Amendments to MFRS 101 Non-current Liabilities with Covenants*  
*Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements*

**Effective for financial period beginning on or after 1 January 2025**

*Amendments to MFRS 121 Lack of Exchangeability*

**Effective date yet to be confirmed**

*Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the above-mentioned amendments to MFRSs are not expected to have any material impacts to the financial statements of the Group.

**A3. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2023.

**A4. Seasonal or Cyclical Factors**

The business operations of the Group were not affected by any seasonal or cyclical factors in the current quarter and financial period-to-date under review.

**A5. Unusual Items Due to Their Nature, Size or Incidence**

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income or cash flows in the current quarter and financial period-to-date under review.

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**A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING (CONTINUED)**

**A6. Material Changes in Estimates**

There were no material changes in estimates in the current quarter and financial period-to-date under review.

**A7. Debt and Equity Securities**

The Company had, on 15 May 2024, successfully listed its entire share capital of 1,200,000,000 Shares on the ACE Market of Bursa Securities ("**Listing**").

In conjunction with the Listing, the Company issued 200,000,000 new ordinary shares in the Company ("**Issue Shares**") at RM0.13 per Issue Share via public issue in the following manner:

- 60,000,000 Issue Shares available for application by the Malaysian public;
- 45,000,000 Issue Shares available for application by the eligible directors, employees and persons who have contributed to the success of the Group; and
- 95,000,000 Issue Shares by way of private placement to Bumiputera investors approved by the Ministry of Investment, Trade and Industry ("**MITI**").

Save as disclosed above, there were no other issuances, cancellation, repurchases, resales and repayment of debts and equity securities in the current quarter and financial period-to-date under review.

**A8. Dividend Paid**

There was no dividend paid during the current quarter under review.

**A9. Segmental Information**

The Group's revenue is segmented as follows:

	<b>INDIVIDUAL QUARTER ENDED</b>		<b>CUMULATIVE QUARTER ENDED</b>	
	<b>30.09.2024</b>	<b>30.09.2023<sup>(1)</sup></b>	<b>30.09.2024</b>	<b>30.09.2023<sup>(1)</sup></b>
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Trucking services				
- Airport-to-airport road feeder services	9,069	N/A	23,236	N/A
- Point-to-point trucking services	2,239	N/A	6,748	N/A
	<u>11,308</u>	<u>N/A</u>	<u>29,984</u>	<u>N/A</u>
Container haulage services	1,512	N/A	4,165	N/A
Warehousing and distribution services	1,760	N/A	5,381	N/A
Other logistics-related services <sup>(2)</sup>	407	N/A	1,044	N/A
Total	<u>14,987</u>	<u>N/A</u>	<u>40,574</u>	<u>N/A</u>

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**A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING (CONTINUED)**

**A9. Segmental Information (Continued)**

**Notes:-**

- (1) This is the third interim report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (2) Comprises licensed brokerage and forwarding services, express delivery services as well as cargo escort services.

N/A Not applicable.

**A10. Material events subsequent to the end of the reporting period**

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

**A11. Changes in composition of the Group**

There were no material changes in the composition of the Group and for the current financial quarter under review.

**A12. Contingent liabilities or contingent assets**

Save as disclosed below, there were no contingent liabilities or contingent assets in the Group as at the date of this interim financial report:

	<b>RM'000</b>
Bank guarantees	385

**A13. Related Party Transactions Disclosures**

There were no related party transactions during the current financial quarter under review.

**A14. Capital Commitments**

Other than as disclosed below, there are no other material commitments as at the end of the current financial quarter under review.

	<b>RM'000</b>
<b>Authorised and contracted for:</b>	
Freehold land and building	47,320
Commercial vehicles	5,994
	<u>53,314</u>
<b>Authorised and not contracted for:</b>	
Commercial vehicles	4,387
<b>Total capital commitments</b>	<u><b>57,701</b></u>

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**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(1)</sup> Unaudited RM'000	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(1)</sup> Unaudited RM'000
Revenue	14,987	N/A	40,574	N/A
Gross profit	6,991	N/A	17,584	N/A
Profit before tax	1,817	N/A	3,216	N/A
Profit after tax	627	N/A	1,331	N/A
Profit attributable to the owners of the Company	656	N/A	1,355	N/A

**Notes:-**

(1) This is the third interim announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period concerned.

N/A Not applicable.

The Group recorded revenue of RM15.0 million and RM40.6 million for the current financial quarter and financial year-to-date ended 30 September 2024 respectively. The Group's revenue was mainly contributed by the trucking services segment which accounted for RM11.3 million, representing 75.3% of the total revenue, and RM30.0 million, representing 73.9% of the total revenue for the current financial quarter and financial year-to-date ended 30 September 2024 respectively.

The Group registered profit before tax of RM1.8 million for current financial quarter under review after deducting administrative expenses amounting to RM4.2 million and finance cost of RM1.1 million. For the financial year-to-date, the Group's profit before tax was RM3.2 million after deducting administrative expenses of RM11.5 million (including one-off listing expenses of RM1.2 million) and finance cost of RM3.3 million. The administrative expenses mainly consist of employee-related costs, directors' remuneration, upkeep and maintenance expenses, depreciation of property, plant and equipment and amortisation of right-of-use assets.

There are no comparative figures for the preceding corresponding quarter's results as this is the third interim financial report being announced by the Company in compliance with the Listing Requirements.

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**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONTINUED)**

**B2. Comparison with Immediate Preceding Quarter's Results**

	<b>CURRENT QUARTER</b> <b>30.09.2024</b> <b>Unaudited</b> <b>RM'000</b>	<b>PRECEDING QUARTER</b> <b>30.06.2024</b> <b>Unaudited</b> <b>RM'000</b>
Revenue	14,987	13,390
Gross profit	6,991	5,770
Profit before tax	<u>1,817</u>	<u>951</u>

The Group recorded higher revenue of RM15.0 million for the current quarter as compared to RM13.4 million in the preceding quarter. The increase was mainly contributed by trucking segment which accounted for RM11.3 million (preceding quarter: RM9.8 million).

The gross profit has increased from RM5.8 million in preceding quarter to RM7.0 million in the current quarter under review. The increase was mainly due to increase in demand for the trucking segment which generally fetch a higher gross profit.

The Group recorded higher profit before tax of RM1.8 million for the current quarter, representing an increase of RM0.8 million as compared to the preceding quarter. The increase is mainly due to higher gross profit by RM1.2 million arising from higher revenue during the current quarter which is mitigated by lower other income of RM0.2 million and higher staff cost of RM0.2 million during the current quarter.

**B3. Prospects of the Group**

Based on the Independent Market Researcher Report by Smith Zander International Sdn Bhd as set out in Section 8 of the Prospectus ("**IMR Report**"), the logistics and warehousing industry plays an important role in supporting trade activities, as the transportation of goods across domestic and international borders accelerates convergence with global supply chains and helps key export industries connect with international markets. Malaysia's external trade (comprising total imports and total exports) increased from RM1.78 trillion in 2020 to RM2.84 trillion in 2022, at a compound annual growth rate ("**CAGR**") of 26.31%. Such recovery in Malaysia's external trade contributed to increased demand for logistics and warehousing services, including demand for trucking services. In 2023, Malaysia's external trade recorded a 7.04% year-on-year decline to RM2.64 trillion. This was in tandem with slower global demand, lower commodity prices, geopolitical uncertainties, high inflation rate, downcycle in the semiconductor sector and high base effect in 2022. According to the Economic Outlook 2024 published by Ministry of Finance Malaysia, Malaysia's external trade is forecast to increase by 5.00% in 2024, which is in line with the anticipated recovery of global trade at 3.30% as announced by the World Trade Organization.

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**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONTINUED)**

**B3. Prospects of the Group (Continued)**

Within the manufacturing sector, the electrical and electronics (“E&E”) industry is the largest sub-segment with a contribution of approximately 27.01% to the gross domestic product from the manufacturing sector in 2023, thereby being acknowledged as one of the pillars of Malaysia’s economy. Additionally, export of E&E products is also one of the major factors driving the recovery of Malaysia’s external trade in 2023, with its contribution to total exports at approximately 40.24% and to total external trade at 21.80%. The anticipated growth of the E&E industry and the exports of E&E products will not only drive the logistics and warehousing industry as a whole, but will particularly benefit the air freight industry as E&E products are generally high-value items and commonly transported through air freight. This will in turn create demand for trucking services, including airport-to-airport road feeder services and point-to-point trucking services, to facilitate the movement of E&E products between and to/from airports.

The e-commerce market in Malaysia, represented by sales value, grew from RM10.29 billion in 2018 to RM31.09 billion in 2023 at a CAGR of 24.75%. As consumers continue adopting online shopping despite the subsidence of the COVID-19 pandemic, the demand for trucking services is expected to increase to support the continued growth in e-commerce activities.

Premised on the above and taking into consideration of the competitive strengths and business strategies as set out in Section 7.14 and 7.15 of the Prospectus respectively, the Board of Directors of the Company (“Board”) believes that its prospects in the logistics and distribution industry as well as the trucking industry are favourable.

**B4. Variance of actual profits from forecast profits**

The Group did not issue any profit forecast or profit guarantee in the current quarter under review and period-to-date.

**B5. Taxation**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	30.09.2024 Unaudited RM’000	30.09.2023 <sup>(1)</sup> Unaudited RM’000	30.09.2024 Unaudited RM’000	30.09.2023 <sup>(1)</sup> Unaudited RM’000
Current tax	912	N/A	1,155	N/A
Deferred tax	278	N/A	730	N/A
Total	<u>1,190</u>	<u>N/A</u>	<u>1,885</u>	<u>N/A</u>
Effective tax rate (%) <sup>(2)</sup>	65.5	N/A	58.6	N/A
Statutory tax rate (%)	24.0	N/A	24.0	N/A

**Notes:-**

- (1) This is the third interim financial report announced by the Company in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (2) For the current financial quarter, the effective tax rate was higher than the statutory tax rate primarily attributable to under-provision of current tax for previous financial year of RM0.6 million, non-deductible listing expenses of RM2.2 million and deferred tax of RM0.2 million mainly arising from accelerated capital allowance.

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**B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONTINUED)**

**B5. Taxation (Continued)**

**Notes:- (Continued)**

N/A Not applicable.

**B6. Status of Corporate Proposals**

On 2 October 2024, the Company has entered into a conditional Share Sale and Purchase Agreement ("SPA") with Tan Sri Dato' Halim Bin Mohammad and Puan Sri Datin Mazmin Binti Noordin in relation to the proposed acquisition of the entire equity interest in Prima Air Sdn. Bhd. ("PASB") for a purchase consideration of RM20,700,000 ("Proposed Acquisition").

As at 30 September 2024, the Proposed Acquisition has yet to be completed consequent to the fulfilment and/or waiver of all the conditions precedent. Upon completion of the Proposed Acquisition, PASB will become a wholly-owned subsidiary of the Company.

Save for the above, there were no other corporate proposals pending completion as at the date of this interim financial report.

**B7. Utilisation of proceeds from the public issue**

The gross proceeds of RM26.0 million raised from the Listing and the status of utilisation is disclosed in the following manner:-

<b>Utilisation of proceeds</b>	<b>Proposed utilisation</b>	<b>Actual utilisation</b>	<b>Balance to be utilised</b>	<b>Estimated timeframe for utilisation<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Expansion of warehousing and distribution services	10,020	-	10,020	Within 36 months
Repayment of bank borrowings	9,630	9,421	209	Within 12 months
Purchase of commercial vehicles	2,000	209	1,791	Within 24 months
Working capital	1,050	-	1,050	Within 12 months
Estimated listing expenses	3,300	3,300	-	Within 1 month
	<u>26,000</u>	<u>12,930</u>	<u>13,070</u>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus.

**Note:-**

(1) From the date of listing of the Company.

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**B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONTINUED)**

**B8. Group borrowings**

	<b>Unaudited As at 30.09.2024 RM'000</b>	<b>Audited As at 31.12.2023 RM'000</b>
<b>Non-current:</b>		
Lease liabilities	9,037	12,062
Loan and borrowings	49,444	49,727
	<u>58,481</u>	<u>61,789</u>
<b>Current:</b>		
Lease liabilities	5,458	5,720
Loan and borrowings	3,720	5,121
	<u>9,178</u>	<u>10,841</u>
<b>Total borrowings and debts securities</b>	<b><u>67,659</u></b>	<b><u>72,630</u></b>

**B9. Material Litigations**

There was no material litigation involving the Group as at 30 September 2024.

**B10. Dividends**

No dividend has been declared or proposed for payment by the Board during the financial period under review.

**B11. Earnings Per Share**

The basic EPS for the current financial quarter under review and financial period-to-date are computed as follows:

	<b>INDIVIDUAL QUARTER ENDED</b>		<b>CUMULATIVE</b>	
	<b>30.09.2024 Unaudited RM'000</b>	<b>30.09.2023<sup>(1)</sup> Unaudited RM'000</b>	<b>30.09.2024 Unaudited RM'000</b>	<b>30.09.2023<sup>(1)</sup> Unaudited RM'000</b>
Profit attributable to owners of the Company	627	N/A	1,331	N/A
Number of ordinary shares in issue ('000)	1,200,000	N/A	1,200,000	N/A
Basic EPS (sen) <sup>(2)</sup>	<u>0.05</u>	<u>N/A</u>	<u>0.11</u>	<u>N/A</u>

**Notes:-**

- (1) This is the third interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding period and period-to-date as no interim financial report was prepared for the comparative period concerned.



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**B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONTINUED)**

**B11. Earnings Per Share (Continued)**

**Notes:- (Continued)**

(2) Basic EPS is calculated based on the profit attributable to owners of the Company for the period divided by the Company's entire share capital of 1,200,000,000 ordinary shares upon the listing of the Company on the ACE Market of Bursa Securities.

N/A Not Applicable.

**B12. Notes to the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

The following items have been charged / (credited) in arriving at the profit before taxation for the current financial quarter and the profit before taxation for the financial period-to-date:-

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(1)</sup> Unaudited RM'000	30.09.2024 Unaudited RM'000	30.09.2023 <sup>(1)</sup> Unaudited RM'000
<b>After charging/ (crediting):</b>				
Amortisation of right-of-use assets	924	N/A	2,797	N/A
Depreciation of property, plant and equipment	417	N/A	1,181	N/A
Interest expense of:				
- Term loans	821	N/A	2,490	N/A
- Lease liabilities	239	N/A	771	N/A
Lease expenses relating to low value assets:				
- Computer software and equipment	-	N/A	11	N/A
Interest income	(154)	N/A	(264)	N/A
Income from selling fresh fruit bunches	(10)	N/A	(29)	N/A
(Gain)/Loss on foreign exchange:				
- Realised	(2)	N/A	(5)	N/A
- Unrealised	74	N/A	58	N/A

**Notes:-**

(1) This is the third interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year's corresponding period and period-to-date as no interim financial report was prepared for the comparative period concerned.

N/A Not Applicable.

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**B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS  
OF BURSA SECURITIES (CONTINUED)**

**B13. Authorisation for Issue**

This interim financial report was authorised for issue by the Board in accordance with a resolution passed by the Board on 25 November 2024.