

VANZO HOLDINGS BERHAD

Registration No.: 202301051922 (1545836-M)
(Incorporated in Malaysia under the Companies Act 2016)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED
31 DECEMBER 2024**

VANZO HOLDINGS BERHAD

Registration No.: 202301051922 (1545836-M)

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

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Unaudited Current Year Quarter 31/12/2024 RM'000	Unaudited Preceding Corresponding Quarter 31/12/2023 RM'000	Unaudited Current Year To Date 31/12/2024 RM'000	Unaudited Preceding Corresponding Period 31/12/2023 RM'000
Continuing Operations:					
Revenue		11,970	N/A	11,970	N/A
Cost of sales		(5,611)	N/A	(5,611)	N/A
Gross profit		6,359	N/A	6,359	N/A
Other income		3	N/A	3	N/A
Operating expenses		(9,996)	N/A	(9,996)	N/A
Finance costs		(172)	N/A	(172)	N/A
Loss before taxation	B4	(3,806)	N/A	(3,806)	N/A
Taxation	B6	185	N/A	185	N/A
Loss after taxation		(3,621)	N/A	(3,621)	N/A
Other comprehensive income ("OCI")		-	N/A	-	N/A
Total comprehensive income for the period		(3,621)	N/A	(3,621)	N/A
Attributable to:					
Owners of the Company		(3,621)	N/A	(3,621)	N/A
Non-controlling interest		-	N/A	-	N/A
		(3,621)	N/A	(3,621)	N/A
Earnings per share					
- Earnings per share (sen)	B12	(0.78)	N/A	(0.78)	N/A

Notes:

N/A - Not Applicable

The basis of preparation of the Unaudited Condensed Consolidated Statement Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

This interim financial report for the first quarter ended 31 December 2024 announced is 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 year-to-date as no interim financial report was prepared for the comparative financial period concerned.

Operating expenses included Listing expenses as stated below. For illustration purposes only, the Group's normalised financial performance after adjusting for the non-recurring expenses is as follow:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Year Quarter 31/12/2024 RM'000	Unaudited Preceding Corresponding Quarter 31/12/2023 RM'000	Unaudited Current Year To Date 31/12/2024 RM'000	Unaudited Preceding Corresponding Period 31/12/2023 RM'000
Loss after taxation	(3,621)	N/A	(3,621)	N/A
Add: Listing related expenses	2,875	N/A	2,875	N/A
Adjusted loss after taxation	(746)	N/A	(746)	N/A

VANZO HOLDINGS BERHAD

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

	Unaudited As At 31/12/2024 RM'000	Audited As At 30/9/2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	7,188	7,220
Intangible assets	86	90
Other investment	95	95
Deferred tax assets	126	125
	<u>7,495</u>	<u>7,530</u>
Current assets		
Inventories	6,184	6,332
Trade receivables	6,751	7,338
Other receivables, deposits and prepayments	4,224	3,851
Fixed deposits with licensed bank	315	315
Cash and bank balances	10,871	1,625
	<u>28,345</u>	<u>19,461</u>
TOTAL ASSETS	<u><u>35,840</u></u>	<u><u>26,991</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital / Invested equity	22,358	500
Reorganisation reserve	(8,648)	-
Retained earnings	9,035	12,656
Total equity	<u>22,745</u>	<u>13,156</u>
Non-current liabilities		
Bank borrowings	1,043	1,155
Lease liabilities	1,649	2,127
Deferred tax liabilities	112	112
	<u>2,804</u>	<u>3,394</u>
Current liabilities		
Trade payables	247	1,634
Other payables, accruals and deposits received	1,561	1,264
Bank borrowings	6,909	5,506
Lease liabilities	1,568	1,443
Current tax liabilities	6	594
	<u>10,291</u>	<u>10,441</u>
Total liabilities	<u>13,095</u>	<u>13,835</u>
TOTAL EQUITY AND LIABILITIES	<u><u>35,840</u></u>	<u><u>26,991</u></u>
Net Assets Per Share (RM) ⁽¹⁾	0.05	0.03

Notes:

(1) Net assets per share is calculated based on the total number of 466,751,100 ordinary shares in issue as at 31 December 2024.

The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

VANZO HOLDINGS BERHAD

Registration No.: 202301051922 (1545836-M)

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

	Attributable to owners of the Group				
	Non-distributable			Distributable	
	Share Capital RM'000	Invested Equity RM'000	Reorganisation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 October 2024 (Audited)	*	500	-	12,656	13,156
Issuance of ordinary shares pursuant to acquisition of a subsidiary	9,148	(500)	(8,648)	-	-
Issuance of shares pursuant to IPO	14,003	-	-	-	14,003
Shares issuance expenses	(793)	-	-	-	(793)
Total comprehensive income for the financial period	-	-	-	(3,621)	(3,621)
At 31 December 2024 (Unaudited)	22,358	-	(8,648)	9,035	22,745

Notes:

* Amount is less than RM1,000

The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

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

VANZO HOLDINGS BERHAD
Registration No.: 202301051922 (1545836-M)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024

	Unaudited Current Year To Date 31/12/2024 RM'000	Unaudited Preceding Year To Date 31/12/2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(3,806)	N/A
Non-cash items	583	N/A
Non-operating items	169	N/A
Operating profit before working capital changes	<u>(3,054)</u>	<u>N/A</u>
Inventories	148	N/A
Trade and other receivables	146	N/A
Trade and other payables	(1,089)	N/A
Cash flows generated from operations	<u>(3,849)</u>	<u>N/A</u>
Interest received	3	N/A
Tax paid	(404)	N/A
NET CASH GENERATED FROM OPERATING ACTIVITIES	<u>(4,250)</u>	<u>N/A</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(480)	N/A
Addition of Intangible assets	-	N/A
NET CASH USED IN INVESTING ACTIVITIES	<u>(480)</u>	<u>N/A</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	13,209	N/A
Decrease in fixed deposit pledged		N/A
Repayment of lease liabilities	(379)	N/A
Net drawdown of bank borrowings	1,953	N/A
Interest paid	(146)	N/A
Dividends paid		N/A
NET CASH USED IN FINANCING ACTIVITIES	<u>14,637</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	9,907	N/A
Cash and cash equivalents at beginning of the financial year	952	N/A
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	<u>10,859</u>	<u>N/A</u>
Cash and cash equivalents comprise of the following:		
Cash and bank balances	10,871	N/A
Bank overdrafts	(12)	N/A
Fixed deposits with licensed banks	315	N/A
	<u>11,174</u>	<u>N/A</u>
Less: Fixed deposits pledged to a licensed banks	(315)	N/A
	<u>10,859</u>	<u>N/A</u>

Notes:

The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

This interim financial report announced is in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding year-to-date available as no interim financial report was prepared for the comparative financial year concerned.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024**PART A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING****A1. Basis of preparation**

The condensed consolidated interim financial statements of Vanzo Holdings Berhad and its subsidiaries ("Group") are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Listing Requirements. The condensed consolidated interim financial statements of the Group also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

This interim financial report on the unaudited condensed consolidated financial results for the first quarter ended 31 December 2024 announced by the Company is in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The Group has adopted the new and revised MFRS and their related interpretations that have become mandatory for the current reporting period. The adoption of these new and revised MFRS and IC Interpretations does not result in significant changes in the accounting policies of the Group.

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group and of the Company for the financial year ended 30 September 2024.

A4. Seasonal and Cyclical Factors

The business operations of the Group were not materially affected by any unusual seasonal or cyclical factors.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter ended 31 December 2024.

A6. Material Changes in Estimates of Amounts Reported

There were no material changes in accounting estimates that have a material effect in the current quarter and financial period ended 31 December 2024.

A7. Changes in Debt and Equity Securities

Save as disclosed in Note A11, there were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities for the current quarter ended 31 December 2024.

A8. Dividends Paid

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

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

A9. Segmental Reporting

The Group operates predominantly in a single operating segment, namely the design, marketing and sale of air fragrance and fragrance-related products.

Management monitors the operating results of the Group as a whole for the purpose of making decisions about resource allocation and performance assessment. Accordingly, the information by operating segments has not been reported separately. Moreover, the Group's activities are predominantly in Malaysia, hence no additional disclosure is made on contribution by geographical factors.

A10. Material Events Subsequent to the End of the Reporting Period

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

A11. Changes in the Composition of the Group

Save as disclosed below, there were no other changes in the composition of the Group during the current quarter and financial period under review.

(a) Acquisition

On 12 June 2024, the Company had entered into a conditional share sale agreement with shareholders of Vanzo Asia Sdn Bhd ("**Vanzo Asia**") to acquire the entire equity interest in Vanzo Asia comprising 500,000 ordinary shares for a total purchase consideration of RM9,148,300 ("**Acquisition**"). The total purchase consideration is to be satisfied by the issuance of 373,400,000 new ordinary shares in the Company to the parties nominated by the shareholders of Vanzo Asia at an issue price RM0.0245 each. The Acquisition was completed on 4 October 2024 subsequent to the fulfilment of conditions precedent pursuant to the share sale agreement. Consequently, Vanzo Asia became a wholly-owned subsidiary of the Company.

(b) IPO

On 17 December 2024, the Company was listed on ACE Market of Bursa Malaysia Securities Berhad with a Public Issue of 93,351,000 new ordinary shares in the Company at a price of RM0.23 per share.

The Company's entire enlarged issued share capital of 466,751,100 ordinary shares was listed and quoted on the ACE Market of Bursa Securities on 17 December 2024.

A12. Capital Commitments

There is no material commitment for capital expenditure, which upon becoming enforceable, may have a material effect on the Group's financial position as at the date of this interim financial report.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024**PART A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134
INTERIM FINANCIAL REPORTING (CONT'D)****A13. Contingent Assets and Contingent Liabilities**

There were no contingent assets and contingent liabilities as at 31 December 2024.

A14. Significant related party transaction

The Group's significant related party transaction is as follows:

	Unaudited Current Quarter Ended 31/12/2024 RM'000	Unaudited Preceding Corresponding Quarter Ended 31/12/2023 RM'000	Unaudited Current Year To Date 31/12/2024 RM'000	Unaudited Preceding Year To Date 31/12/2023 RM'000
Purchase of material from - Related parties	2,333	N/A	2,333	N/A
	<u>2,333</u>	<u>N/A</u>	<u>2,333</u>	<u>N/A</u>

Note:

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

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024**PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

	Unaudited Current Quarter Ended 31/12/2024 RM'000	Unaudited Preceding Corresponding Quarter Ended 31/12/2023 RM'000	Unaudited Current Year To Date 31/12/2024 RM'000	Unaudited Preceding Year To Date 31/12/2023 RM'000
Revenue	11,970	N/A	11,970	N/A
Loss before tax	(3,806)	N/A	(3,806)	N/A
Loss after tax	(3,621)	N/A	(3,621)	N/A

Note:

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

The Group recorded a revenue of RM12.0 million and a loss after tax ("LAT") of RM3.6 million for the first quarter ended 31 December 2024.

The loss was primarily attributable to one-off IPO related expenses of RM2.9 million and increase in spending on advertising, promotion and intensify brand awareness activities to promote the Group's new and existing products, as well as payment of employee bonuses. Despite the short-term impact on profitability, the Group remains operationally profitable and these expenditures are strategically designed to strengthen the Group's market position.

B2. Variation of Results Against Preceding Quarter

	Unaudited Current Quarter Ended 31/12/2024 RM'000	Unaudited Preceding Quarter Ended 30/9/2024 RM'000	Changes	
			RM'000	%
Revenue	11,970	13,174	(1,204)	-9%
(Loss)/Profit before tax	(3,806)	1,786	(5,592)	-313%
(Loss)/Profit after tax	(3,621)	1,269	(4,890)	-385%

The Group recorded a revenue of RM12.0 million for the current quarter as compared to RM13.2 million for the preceding quarter on the back of lower demand. The Group recorded a LAT of RM3.6 million in the current quarter as compared to a profit after tax of RM1.3 million in the preceding quarter.

Current quarter loss was primarily attributable to one-off IPO related expenses of RM2.9 million and increase in spending on advertising, promotion and intensify brand awareness activities to promote the Group's new and existing products, as well as payment of employee bonuses. Despite the short-term impact on profitability, the Group remains operationally profitable and these expenditures are strategically designed to strengthen the Group's market position.

B3. Variance of Actual and Forecast Profits

The Group did not issue any profit forecast or profit guarantee in the current financial quarter in any public document.

VANZO HOLDINGS BERHAD

Registration No.: 202301051922 (1545836-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024**PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B4. Profit for the Quarter/Year-to-date**

Profit for the quarter/Year-to-date was arrived at after charging/(crediting):-

	Unaudited	Unaudited	Unaudited	Unaudited
	Current Quarter	Corresponding	Current Year	Preceding
	Ended	Quarter Ended	To Date	Year
	31/12/2024	31/12/2023	31/12/2024	To Date
	RM'000	RM'000	RM'000	31/12/2023
				RM'000
Interest Income	(3)	N/A	(3)	N/A
Foreign exchange loss	46	N/A	46	N/A
Interest expense	146	N/A	146	N/A
Depreciation & amortisation	513	N/A	513	N/A
Net impairment on financial assets	22	N/A	22	N/A
Listing related expenses	2,875	N/A	2,875	N/A

Note:

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

B5. Prospects

The Group remains committed to implementing its strategies and plans to drive continuous growth and solidify its market position within its existing business.

The Group has successfully launched a new product series, the **Smart Car Diffuser**, in December 2024 and plans to launch more series and new scents in the current financial year to enhance its product offerings.

The Group has continued to enhance its market presence with the opening of its **7th retail kiosk at Mid Valley Southkey, Johor Bahru**, in December 2024.

Beyond product innovation and retail expansion, the Group is broadening its distribution network by adding new chains in petrol stations and local supermarkets to reach a wider customer base. Looking ahead, the Group is exploring opportunities in new international markets to expand its global footprint and drive sustainable growth.

Based on these initiatives, the Group remains positive about achieving satisfactory financial performance in the current financial year.

B6. Corporate Proposal

There were no corporate proposals announced but pending completion as at the date of this interim financial report.

B7. Dividends Proposed

No dividend has been declared or recommended for payment by the Board of Directors of the Company for the current financial quarter under review.

B8. Derivative Financial Instruments

There were no derivatives financial instruments used in the current quarter and financial period ended 31 December 2024.

VANZO HOLDINGS BERHAD

Registration No.: 202301051922 (1545836-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024
PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B9. Taxation

	Unaudited Current Quarter Ended 31/12/2024 RM'000	Unaudited Preceding Corresponding Quarter Ended 31/12/2023 RM'000	Unaudited Current Year Ended 31/12/2024 RM'000	Unaudited Preceding Year Ended 31/12/2023 RM'000
Current year provision	(184)	N/A	(184)	N/A
Under provision in prior year	-	N/A	-	N/A
Deferred taxation	(1)	N/A	(1)	N/A
Total taxation	(185)	N/A	(185)	N/A
Effective tax rate	-4.9%	N/A	-4.9%	N/A
Statutory tax rate	24.0%	N/A	24.0%	N/A

Note:

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

The tax credit for the current quarter and financial period ended 31 December 2024 was based on Management best estimate of the add back of non-allowable expenses, including Listing expenses.

B10. Utilisation of Proceeds from IPO

The gross proceeds from the public issue amounting to RM14.0 million is intended to be utilised in the following manner:

Utilisation of proceeds	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised amount RM'000	Estimated time frame from date of the Listing
Business expansion and marketing activities	6,600	1,682	4,918	Within 24 months
Repayment of bank borrowings	3,000	3,000	-	Within 6 months
Working capital	703	703	-	Within 12 months
Estimated listing expenses	3,700	3,700	-	Within 3 months
Total	14,003	9,085	4,918	

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

B11. Group Borrowings and Debt Securities

The Group's borrowings as at 31 December 2024 are as follows:

	Current RM'000	Non-current RM'000	Total RM'000
<u>Secured</u>			
Overdrafts	12	-	12
Bills payables	6,437	-	6,437
Term loans	460	1,043	1,503
Bank borrowings	6,909	1,043	7,952
Hire purchase payables	276	632	908
Total	7,185	1,675	8,860

All borrowings of the Group are denominated in Ringgit Malaysia.

VANZO HOLDINGS BERHAD

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DECEMBER 2024**PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B12. Earnings Per Share**

The earnings per share for the quarter and financial period ended 31 December 2024 is computed as follows:

	Unaudited Current Quarter Ended 31/12/2024	Unaudited Preceding Corresponding Quarter Ended 31/12/2023	Unaudited Current Year Ended 31/12/2024	Unaudited Preceding Year Ended 31/12/2023
Profit for the quarter/period, attributable to ordinary shareholders of the Group (RM'000)	(3,621)	N/A	(3,621)	N/A
Number of shares in issue ('000)	466,751	N/A	466,751	N/A
Basic Earnings Per Share (sen)	(0.78)	N/A	(0.78)	N/A

Note:

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

The diluted EPS is equal to the basic EPS as there was no potential dilutive ordinary shares outstanding as at the end of the current quarter.

B13. Material Litigation

There were no material litigations involving the Group as at 14 February 2025.

B14. Authorisation for Issue

This interim financial report was authorised for issue by the Board of Directors on 21 February 2025.

**BY ORDER OF THE BOARD
VANZO HOLDINGS BERHAD**