



**ZEN TECH INTERNATIONAL BERHAD**

REGISTRATION NO.: 200401027289(665797-D)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED  
30 JUNE 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 JUNE 2024**

	Note	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
		30 June 2024 RM'000	30 June 2023 RM'000	30 June 2024 RM'000	30 June 2023 RM'000
Revenue	B1	16,073	10,735	49,291	31,674
Cost of sales		(14,420)	(12,050)	(41,134)	(30,041)
Change In Inventories		-	-	-	133
<b>Gross profit</b>		1,653	(1,315)	8,157	1,766
Other Income		227	107	896	228
Depreciation of Fixed Assets		(1,346)	(1,282)	(4,792)	(2,710)
Depreciation of ROU Assets		252	(275)	(514)	(581)
Impairment of Goodwill		(6,319)	-	(6,319)	-
Administrative Expenses		(2,600)	(1,921)	(7,849)	(9,866)
<b>Loss from Operations</b>		(8,133)	(4,686)	(10,421)	(11,163)
Finance Costs		(37)	(102)	(243)	(125)
<b>Loss before taxation</b>		(8,170)	(4,788)	(10,664)	(11,288)
Taxation	B6	(130)	1,458	(355)	1,176
<b>Loss for the financial Total comprehensive loss for the period</b>		(8,300)	(3,330)	(11,019)	(10,112)
<b>Profit / (Loss) attributable to:</b>					
Owners of the company		(7,848)	(1,587)	(10,430)	(8,528)
Non-controlling interest		(452)	(1,743)	(589)	(1,584)
<b>Profit / (Loss) for the period / year</b>		(8,300)	(3,330)	(11,019)	(10,112)
<b>Total Comprehensive Income / ( Loss) attributable to:</b>					
Owners of the company		(7,848)	(1,587)	(10,430)	(8,528)
Non-controlling interest		(452)	(1,743)	(589)	(1,584)
<b>Total Comprehensive Income Profit / (Loss) for the period</b>		(8,300)	(3,330)	(11,019)	(10,112)
<b>Loss per share (sen)</b>					
Basic	B15	(0.25)	(0.06)	(0.34)	(0.32)

**Note:**

The Condensed Consolidated Statement of Profit or Loss and Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2023 and the accompanying notes attached to this interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024**

	Note	As at 30 June 2024 unaudited RM'000	As at 30 June 2023 audited RM'000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Goodwill in consolidation		-	6,319
Property, plant and equipment		49,729	50,582
Rights of Use Assets		2,534	2,375
Other investment		25	7,700
		52,288	66,976
<b>Current Assets</b>			
Inventories		2,888	2,263
Trade receivables		8,471	6,945
Other receivables, deposits and prepayments		10,292	6,358
Amount due from directors		40	-
Fixed deposit with a financial institution		47	47
Cash and bank balances		405	1,040
		22,143	16,653
<b>TOTAL ASSETS</b>		74,431	83,629
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		88,495	114,562
Reserve		23,399	14,704
Accumulated losses		(46,087)	(52,937)
<b>Total equity attributable to owners of the Company</b>		65,807	76,329
Non-controlling interest		(9,550)	(8,961)
Total equity attributable to owners of the Company		56,257	67,368
<b>Non Current Liabilities</b>			
Lease Liabilities		1,995	1,966
		1,995	1,966
<b>Current liabilities</b>			
Trade payables		6,153	7,198
Other payables and accruals		4,908	3,205
Amount due to directors		1,444	355
Lease Liabilities		612	411
Short Term Borrowings	B11	2,913	3,032
Provision of Tax		149	-
Current Tax Liabilities		-	94
		16,179	14,295
<b>TOTAL LIABILITIES</b>		18,174	16,261
<b>TOTAL EQUITY AND LIABILITIES</b>		74,431	83,629
 <b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>			
		0.03	0.02

**Note:**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2023 and the accompanying notes attached to this interim financial report.

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE**  
**FINANCIAL QUARTER ENDED 30 JUNE 2024**

	Share capital	Warrant Reserve	Non- Distributable Employee Share Option Reserve	Accumulated losses	Attributable to owners of the Company	Non- Controlling interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 July 2021</b>	64,536	-	-	(30,199)	34,336	(8,826)	25,510
<b>Transaction with Owners</b>							
Issuance of shares pursuant to the exercise of private placement	4,610	-	-	-	4,610	-	4,610
Realisation on disposal of subsidiaries	-	-	-	6,716	6,716	12	6,728
Total transactions with owners	4,610	-	-	6,716	11,326	12	11,338
Total comprehensive loss for the financial period	-	-	-	(6,374)	(6,374)	1,436	(4,938)
<b>At 30 June 2022 / 1 July 2022 (audited)</b>	69,146	-	-	(29,857)	39,288	(7,378)	31,910
Issuance of shares pursuant to the exercise of employees share option scheme	1,699	-	-	-	1,699	-	1,699
Issuance of shares pursuant to the exercise of private placement	9,701	-	-	-	9,701	-	9,701
Issuance of shares pursuant to the exercise of Rights Issue	24,253	-	-	-	24,253	-	24,253
Issuance of shares pursuant to the exercise of settlement of loan	8,146	-	-	-	8,146	-	8,146
Issuance of free detachable warrants pursuant to the exercise of rights issue	-	16,168	-	(14,552)	1,616	-	1,616
Exercise of detachable warrants	-	(1,617)	-	-	(1,617)	-	(1,617)
Issuance of shares pursuant to the exercise of detachable warrants	1,616	-	-	-	1,617	-	1,617
Total transactions with owners	45,415	14,551	-	(14,552)	45,415	-	45,415
Recognition of share option expenses	-	-	153	-	153	-	153
Total comprehensive loss for the financial period	-	-	-	(8,528)	(8,528)	(1,583)	(10,111)
<b>At 30 June 2023 / 1 July 2023 (audited)</b>	114,561	14,551	153	(52,937)	76,328	(8,961)	67,367
Capital Reduction	(40,000)	-	-	40,000	-	-	-
Prior Year Adjustment - Impairment of Investment	-	-	-	(7,675)	(7,675)	-	(7,675)
Prior Year Adjustment - ESOS Expenses	-	-	15,045	(15,045)	-	-	-
Issuance of shares pursuant to the exercise of employees share option scheme	3,655	-	-	-	3,655	-	3,655
Fair Value on Issuance of Shares Pursuant to the exercise of employees share option	6,347	-	(6,347)	-	-	-	-
Issuance of Shares from Conversion of Warrant B	6	(3)	-	-	3	-	3
Issuance of shares pursuant to the exercise of private placement	3,926	-	-	-	3,926	-	3,926
Total transactions with owners	(26,066)	(3)	8,698	17,280	(91)	-	(91)
Total comprehensive loss for the financial period	-	-	-	(10,430)	(10,430)	(589)	(11,019)
<b>As at 30 June 2024</b>	88,495	14,548	8,851	(46,087)	65,807	(9,550)	56,257

**Note:**

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2023 and the accompanying notes attached to this interim financial report.

**INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR  
THE FINANCIAL QUARTER ENDED 30 JUNE 2024**

	12 Months Ended 30 June 2024 unaudited RM'000	As At 30 June 2023 audited RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(10,664)	(11,288)
<b>Adjustments:</b>		
<b>Depreciation:</b>		
Property, plant and equipment	4,792	2,710
Right-of-use assets	514	582
<b>Impairment loss:</b>		
- Other receivables	-	3,500
- Goodwill	6,319	-
Bankers' Acceptance Interest	81	23
Lease Liability Interest	89	86
Bank Overdraft Interest	73	-
Hire Purchase Interest	-	17
Gain on modification of right-of-use assets	-	(36)
Asset written off	190	-
Gain on Disposal of PPE	(2)	(32)
(Gain) / Loss on Foreign exchange - unrealised	44	(13)
Interest Income	(1)	(9)
Share option expenses	-	153
<b>Operating profit/(loss) before working capital changes</b>	<b>1,435</b>	<b>(4,307)</b>
Net change in current assets	(6,125)	(10,442)
Net change in current liabilities	1,747	(2,774)
<b>Cash used in operations</b>	<b>(2,943)</b>	<b>(17,523)</b>
Income Tax Paid	(300)	(302)
Interest received	1	9
Interest paid	-	-
<b>Net cash generated from/(used in) operating activities</b>	<b>(3,242)</b>	<b>(17,816)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of property, plant & equipment	-	445
Purchase of property, plant and equipment	(4,127)	(22,449)
<b>Net cash generated from/(used in) investing activities</b>	<b>(4,127)</b>	<b>(22,004)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of Bankers acceptance	8,408	4,204
Proceeds from Issuance of ESOS	3,655	1,699
Proceed from exercise of private placement	3,929	9,701
Proceeds from exercise of Right Issues	-	24,253
Proceed from exercise of warrants	-	1,617
Proceed from exercise of settlement of loan	-	8,145
Interest paid on Bankers' acceptance	(154)	(23)
Interest paid on lease liabilities	(89)	(86)
Interest paid on hire purchase	-	(17)
Repayment of Bankers' acceptance	(8,413)	(1,877)
Repayment of Overdraft	(58)	-
Repayment of hire purchase	-	(445)
Repayment of lease liabilities	(442)	(603)
Repayment of Term Loan	-	(8,000)
<b>Net cash generated from/(used in) financing activities</b>	<b>6,836</b>	<b>38,568</b>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(533)	(1,252)
EFFECT OF CHANGE IN EXCHANGE RATE	(44)	13
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	383	1,622
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>(194)</b>	<b>383</b>
<b>Cash and Cash equivalents comprises:-</b>		
Fixed Deposits with a financial institution	47	47
Cash and bank balances	405	1,040
Less: Bank Overdrafts	(646)	(704)
	<b>(194)</b>	<b>383</b>

**Notes:**

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Annual Financial Statements for the financial year ended 30 June 2023 and the accompanying notes attached to this interim financial report.

## A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2024

### A1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard 134 (MFRS 134): Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 (Appendix 9B part A) of the for the ACE Market and should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the Company for the financial year ended 30 June 2023. The adoption of these MFRSs and Amendments to MFRSs that have been issued but not yet effective and applicable to the Group and of the Company are not expected to have a material impact to the financial statements of the Group and of the Company.

MFRSs and Amendments to MFRSs	Effective for annual periods beginning on or after
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate and Joint Venture	Deferred
Amendments to MFRS 112 International Tax Reform - Pillar Two Model Rule	Refer paragraph 98M of MFRS 112
Amendments to MFRS 121 Lack of Exchangeability	1-Jan-25
Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements	1-Jan-25

### A2 Auditors' Report

The auditors' report for the immediate preceding annual financial statements of the Group for the financial year ended 30 June 2023 is not subject to any qualification

### A3 Seasonal or cyclical factors

The principal business operations of the Group were not affected by any seasonal and cyclical factors.

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

There were no unusual items of unusual nature, size or incidence which materially affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period under review.

### A5 Changes in Accounting Estimates

There were no changes in the estimates of amounts reported in the prior interim period of the current financial year or changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter or financial year-to-date.

### A6 Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review: except for the changes in ordinary share capital as stated in note B8.

### A7 Dividends Paid

No dividends were paid during the financial year-to-date.

### A8 Segmental Reporting

(a) Segment Information is presented in respect of the Group's business segments which are based on the internal reporting structure presented to the management of the Company. The Group's principal segment businesses are Glove Manufacturing, Information Technology and Investment Holding.

	Individual		Cumulative	
	For the 3 months ended		For the 12 months ended	
	30-Jun-24	30-Jun-23	30-Jun-24	30-Jun-23
	RM'000	RM'000	RM'000	RM'000
<b>TURNOVER</b>				
Glove Manufacturing	13,172	5,211	45,475	24,143
Software & Books	2,901	5,524	3,816	7,531
Less: Adjustments / Eliminations	-	-	-	-
<b>Total Consolidated Revenue</b>	<b>16,073</b>	<b>10,735</b>	<b>49,291</b>	<b>31,674</b>

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE FINANCIAL QUARTER ENDED  
30 JUNE 2024**

	Individual		Cumulative	
	For the 3 months ended		For the 12 months ended	
	30-Jun-24	30-Jun-23	30-Jun-24	30-Jun-23
	RM'000	RM'000	RM'000	RM'000
<b>RESULTS</b>				
Glove Manufacturing	(1,455)	(3,608)	(1,268)	(7,137)
Investment Holdings	(1,068)	(696)	(3,285)	(6,874)
Software & Books	709	(382)	451	(3,623)
Total Losses	(1,814)	(4,686)	(4,102)	(17,634)
Less: Adjustments / Eliminations	(6,319)	-	(6,319)	6,471
<b>Earnings / (Loss) before interest and tax</b>	<b>(8,133)</b>	<b>(4,686)</b>	<b>(10,421)</b>	<b>(11,163)</b>
Finance costs	(37)	(102)	(243)	(125)
Profit / (Loss) before tax	(8,170)	(4,788)	(10,664)	(11,288)
Tax Expenses	(130)	1,458	(355)	1,176
Profit / (Loss) after tax	(8,300)	(3,330)	(11,019)	(10,112)

**A9 Valuation of property, plant and equipment**

The valuations of property plant and equipment have been brought forward without amendment from the previous annual financial statements.

**A10 Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A11 Capital commitments**

Capital commitments of the Group in respect purchase of steel and stainless steel (for structural framework of the rubber glove manufacturing lines); purchase of other components to equip the manufacturing lines (i.e., auto-stripping machine, former holder track and former holder, conveyor chain tracks and conveyor chain, compressor, chiller, heating burner, infrared burner and motor); and building systems which enable the supply of utilities (i.e., electricity and water) and chlorination system to treat wastewater arising from manufacture of gloves, ovens and dipping tanks as at 30 September 2023 are as follows:

	RM'000
Approved and not contracted for	<u>2,000</u>

**A12 Changes in contingent liabilities and contingent assets**

The Group did not have any contingent liabilities, either secured or unsecured, or contingent assets as at 30 June 2024.

**A13 Significant related party transactions**

There were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 30 June 2023 and the date of this report.

**A14 Subsequent Events**

No significant events.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2024**

**B1 REVIEW OF GROUP PERFORMANCE**

	Individual Quarter For the 3 months ended			Variance %	Cumulative Quarter For the 12 months ended			Variance %
	30-Jun-24	30-Jun-23			30-Jun-24	30-Jun-23		
	RM'000	RM'000			RM'000	RM'000		
Revenue	16,073	10,735	49.73%	49,291	31,674	56%		
Total Operating Expenses	(2,600)	(1,921)	35.35%	(7,849)	(9,866)	-20%		
Impairment of Goodwill	(6,319)	-	100%	(6,319)	-	100%		
Other Income	227	107	112.15%	896	228	293%		
Loss from Operations	(8,133)	(4,686)	73.56%	(10,421)	(11,163)	-7%		
Loss before tax	(8,170)	(4,788)	70.63%	(10,664)	(11,288)	-6%		
Loss for the period after tax	(8,300)	(3,330)	149.25%	(11,019)	(10,112)	9%		

For the fourth quarter ended 30 June 2024, the group recorded revenue of RM15,732 million. The group recorded a loss before taxation of RM8,703 million during the fourth quarter ended 30 June 2024. The main contributor was the glove manufacturing segment which contributed RM13,118 million revenue and generated a loss of RM1,606 million. During the period the software and Book Segment contributed RM2,614 million in Revenue and a profit of RM450 thousand.

**B2 FINANCIAL REVIEW OF PROFIT/(LOSS) BEFORE TAXATION FOR CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER**

	Individual Quarter For the 3 months ended		Variance %
	30-Jun-24	30-Jun-23	
	RM'000	RM'000	
Revenue	16,073	10,735	49.73%
Total Operating Expenses	(2,600)	(1,921)	35.35%
Other Income	227	107	112%
Impairment of Goodwill	6,319	-	100%
Loss from Operations	(8,133)	(4,686)	73.56%
Loss before tax	(8,170)	(4,788)	70.63%
Loss for the period after tax	(8,300)	(3,330)	149.25%

**B3 Current Year Prospects**

The software segment had contributed profit for the group during the interim period ending 30 June 2024. The glove segment had suffered losses during the period due to the increase in the foreign exchange and cost of raw materials. We are expecting an upward trend in the glove business as the Average selling price is increasing during the forthcoming financial period as the cost of raw materials is stabilising.

**B4 Profit forecast or profit guarantee**

No profit forecast or profit guarantee was published.

**B5 Profit / (Loss) Before Tax**

The profit / (loss) before tax is stated after charging / (crediting)

	Individual Quarter For the 3 months ended		Cumulative Quarter For the 12 months ended	
	30-Jun-24 RM'000	30-Jun-23 RM'000	30-Jun-24 RM'000	30-Jun-23 RM'000
<b>Profit before tax is arrived at after charging:</b>				
Finance costs:				
- lease Liabilities	13	(8)	(89)	(86)
- borrowings	(51)	(6)	(154)	(38)
<b>Depreciation</b>				
- property, plant & equipment	(1,346)	(225)	(4,792)	(2,710)
- right-of-use assets	252	(48)	(514)	(581)
Impairment of Goodwill	(6,319)	-	(6,319)	-
<b>and after Crediting:</b>				
<b>(Gain)/ Loss on foreign exchange</b>				
- realised	6	-	28	(13)

**B6 Taxation**

For both the current quarter as well as financial year-to-date, tax is calculated on estimated assessable profits for the financial year.

**B7 Quoted securities**

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

**B8 Unquoted securities**

There were no acquisitions or disposals of unquoted securities during the current quarter and financial year-to-date.



**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2024**

**B9 Corporate proposals**

On behalf of the Board of Directors of ZTIB, TA Securities Holdings Berhad had made an announcement on 4 December 2023 that the Company proposes to undertake a proposed private placement of up to 10% of the total number of issued shares of the Company to third party investors to be identified later and at an issue price to be determined later. Bursa Securities had, vide its letter dated 22 December 2023, approved the listing and quotation of up to 429,177,000 Placement Shares to be issued pursuant to the Private Placement.

The first tranche of the Private Placement was completed on 7 March 2024 following the listing and quotation of 260,000,000 shares on the Ace Market of Bursa Malaysia Securities Berhad, at an issue price of RM0.0151per Placement Share.

Save as disclosed above, there were other corporate proposals announced and/or not implemented as at date of the report

**B10 Utilisation of Proceed Raised from Private Placement**

No	Utilisation of proceeds	Proceed from the completion of 1st Trench of Private Placement	Utilisation	Balance	Expected timeframe for utilisation from completion of Proposed Private Placement
		(RM'000)	(RM'000)	(RM'000)	
1	Repayment of bank borrowings	2,109	(2,109)	-	Within 3 months
2	Working capital for the Glove Business	1,702	(1,702)	-	Within 12 months
3	Estimated expenses for the Proposed Private Placement <sup>(2)</sup>	115	(115)	-	Immediate
		3,926	(3,926)	-	

**B11 Short Term Borrowings**

The Group borrowings and debt securities which are denominated in Ringgit Malaysia as at 31 March 2023 are as below:

	As at 30-Jun-24	As At 30-Jun-23
<b>Secured</b>		
Bank Overdraft	646	704
Bankers Acceptance	2,267	2,328
Total Short Term Borrowings	<u>2,913</u>	<u>3,032</u>

**B12 Off Balance sheet Financial instruments**

There were no off balance sheet financial instruments as at the date of this report.

**B13 Changes in Material Litigation**

- a) On 16 July 2020, the Company was served with a Writ and Statement of Claim by its former Non-Independent and Non-Executive Director, Mohd Anuar bin Mohd Hanadzlah ("the Plaintiff"). The Plaintiff claimed that Zen Tech International Berhad ("Zen Tech") had made defamatory statements against the Plaintiff for, among others its announcement in Bursa Malaysia Securities Berhad ("Bursa") over the suspension of the Plaintiff from his position in Zen Tech due to the alleged abuse of power and misconduct pending the outcome from the Investigative Working Group. Zen Tech had attempted to strike out the said Writ by its application under Order 18 Rule 19 of the Rules of Court 2012 which was then dismissed by the Kuala Lumpur High Court. At present, Zen Tech is appealing to the Court of Appeal to reverse the High Court decision on the merit that the announcement in Bursa was made in compliance and aligned to the requirements of Bursa.
- On 2 December 2022, the Court of Appeal has dismissed the Kuala Lumpur High Court's dismissal application that was filed by Zen Tech to strike out the Plaintiff's Writ and Statement of claim with costs of RM5,000.
- The Kuala Lumpur High Court has fixed the matter for trial on 22 June 2022 to 24 June 2022.
- The initially scheduled trial dates by the Kuala Lumpur High Court on 22 June 2022 to 24 June 2022 has been adjourned by the Kuala Lumpur High Court due to the change of trial Judge and to pave the way for numerous pre 2020 cases which are yet to be tried.
- The case management date is fixed on 8 September 2022 for parties to fix trial dates. The trial is fixed on 4 June 2024 to 7 June 2024 and the final case management is also fixed on 7 May 2024.
- The solicitors of Zen Tech are of the view that Zen Tech has a good chance and merit in its defence and Zen Tech will proceed to defend in the Civil

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2024**

- cb) On 27 June 2023, the Company entered into a conditional sale of shares agreement with Lim Khai Guan for the acquisition of 1,250 DS Agriculture Plantation Sdn. Bhd. ("DS Agri") shares representing 25% equity interest in DS Agri for a purchase consideration of RM5,500,000 to be satisfied entirely via cash. Included in deposit is an amount of RM3,000,000 (2022: RM NIL) deposit paid for the acquisition of 1,250 DS Agri shares. On 25 July 2023, the Company had delivered a termination notice to Lim Khai Guan to terminate the SSA with immediate effect. Consequently, the SSA shall be aborted.
- On 27 September 2023, the Company has been served with a Writ of Summon and Statement of Claimed dated 27 September 2023 from Messrs Sodhi Chambers, the solicitor acting on behalf of Lim Khai Guan to forfeit and claim the deposit sum of RM3,000,000 in regards to the SSA. On 28 July 2023, the Company has appointed a solicitor to defend the Writ of Summon and Statement of Claimed that has been served to the Company. The Company's Solicitor have filed the Memorandum of Appearance on 12 October 2023 and in the midst of preparing the statement of Defence and to file a Counter Claim against Lim Khai Guan in this matter. (i) the Court dismissed the Third Defendant's application in Enclosure 60 to Strike Out the above matter and directed for the same to proceed with trial.
- On 12 August 2024, during the case management, the following matters occurred:
- (i) the Court dismissed the Third Defendant's application in Enclosure 60 to Strike Out the above matter and directed for the same to proceed with trial;
  - (ii) the trial dates scheduled on 16.12.2024 - 20.12.2024 are maintained; and
  - (iii) the parties' respective Witness Statement(s) must be filed (1) month from the first day of trial (16.12.2024) which will be on or before 16.11.2024.

**B14 Dividend payable**

No interim ordinary dividend has been declared for the financial period under review.

**B15 Earnings per share**

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	Current Quarter		Cumulative Quarter	
	30-Jun-24	30-Jun-23	30-Jun-24	30-Jun-23
<b>Basic / Diluted</b>				
Profit/(loss) attributable to the shareholders of the Company (RM'000)	(7,848)	(1,587)	(10,430)	(8,528)
Weighted average number of ordinary shares in issue ('000)	3,110,651	2,628,545	3,110,651	2,628,545
<i>Basic earnings/(loss) per ordinary share (sen)</i>	<u>(0.25)</u>	<u>(0.06)</u>	<u>(0.34)</u>	<u>(0.32)</u>

**B16 Authorisation for issue**

The quarterly report was authorised for issue by the Board in accordance with a resolution of the Directors on 30 August 2024

**ZEN TECH INTERNATIONAL BERHAD**