

The Board of Directors of Mynews Holdings Berhad wishes to present the unaudited interim financial report of Mynews Holdings Berhad and its subsidiaries ("Mynews" or "the Group") for the first quarter ended 31 January 2025. This report should be read in conjunction with its audited financial statements for the financial year ended 31 October 2024 and the accompanying notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 JANUARY 2025
i) Current quarter and financial year to date

	Current Quarter 3 months ended				Cumulative Quarters 3 months ended			
	31 Jan 2025 RM'000	31 Jan 2024 (#) RM'000	Changes Fav/(Unfav) RM'000	%	31 Jan 2025 RM'000	31 Jan 2024 (#) RM'000	Changes Fav/(Unfav) RM'000	%
Revenue	215,868	195,518	20,350	10.4	215,868	195,518	20,350	10.4
Cost of sales	(135,434)	(123,549)	(11,885)	(9.6)	(135,434)	(123,549)	(11,885)	(9.6)
Gross profit	80,434	71,969	8,465	11.8	80,434	71,969	8,465	11.8
Other income	584	661	(77)	(11.6)	584	661	(77)	(11.6)
Administration expenses	(8,957)	(8,538)	(419)	(4.9)	(8,957)	(8,538)	(419)	(4.9)
Selling and distribution expenses	(42,361)	(38,263)	(4,098)	(10.7)	(42,361)	(38,263)	(4,098)	(10.7)
Other expenses	(20,988)	(20,353)	(635)	(3.1)	(20,988)	(20,353)	(635)	(3.1)
Finance costs	(2,777)	(2,854)	77	2.7	(2,777)	(2,854)	77	2.7
Share of profit in jointly controlled entity	818	567	251	44.3	818	567	251	44.3
Profit before tax	6,753	3,189	3,564	111.8	6,753	3,189	3,564	111.8
Tax expense	(2,344)	(2,006)	(338)	(16.8)	(2,344)	(2,006)	(338)	(16.8)
Net profit for the period	4,409	1,183	3,226	272.7	4,409	1,183	3,226	272.7

(#): Certain comparative figures have been reclassified to conform to Q1 2025 results.

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED
31 JANUARY 2025 (Cont'd)**

i) Current quarter and financial year to date (Cont'd)

	Current Quarter				Cumulative Quarters			
	3 months ended				3 months ended			
	31 Jan	31 Jan	Changes		31 Jan	31 Jan	Changes	
	2025	2024	Fav/(Unfav)	%	2025	2024	Fav/(Unfav)	%
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
Net profit/(loss)								
attributable to:								
Owners of the Company	3,871	1,265	2,606	206.0	3,871	1,265	2,606	206.0
Non-controlling interest	538	(82)	620	756.1	538	(82)	620	756.1
	<u>4,409</u>	<u>1,183</u>	<u>3,226</u>	<u>272.7</u>	<u>4,409</u>	<u>1,183</u>	<u>3,226</u>	<u>272.7</u>
Total comprehensive income/(loss)								
attributable to:								
Owners of the Company	3,871	1,265	2,606	206.0	3,871	1,265	2,606	206.0
Non-controlling interest	538	(82)	620	756.1	538	(82)	620	756.1
	<u>4,409</u>	<u>1,183</u>	<u>3,226</u>	<u>272.7</u>	<u>4,409</u>	<u>1,183</u>	<u>3,226</u>	<u>272.7</u>
Basic earnings per ordinary share (sen)								
(Note B11)	<u>0.52</u>	<u>0.17</u>			<u>0.52</u>	<u>0.17</u>		

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER
ENDED 31 JANUARY 2025 (Cont'd)**

ii) Current quarter compared with immediately preceding quarter

	Current Quarter 31 Jan 2025 RM'000	Immediately Preceding Quarter 31 Oct 2024 (#) RM'000	Changes Fav/(Unfav) RM'000	%
Revenue	215,868	208,444	7,424	3.6
Cost of sales	(135,434)	(128,741)	(6,693)	(5.2)
Gross profit	80,434	79,703	731	0.9
Other income	584	942	(358)	(38.0)
Administration expenses	(8,957)	(10,347)	1,390	13.4
Selling and distribution expenses	(42,361)	(42,533)	172	0.4
Other expenses	(20,988)	(21,544)	556	2.6
Finance costs	(2,777)	(2,790)	13	0.5
Share of profit in jointly controlled entity	818	1,303	(485)	(37.2)
Profit before tax	6,753	4,734	2,019	42.6
Tax expense	(2,344)	(893)	(1,451)	(162.5)
Profit after tax for the period	4,409	3,841	568	14.8
Profit attributable to:				
Owners of the Company	3,871	3,758	113	3.0
Non-controlling interest	538	83	455	548.2
	4,409	3,841	568	14.8
Total comprehensive income attributable to:				
Owners of the Company	3,871	3,758	113	3.0
Non-controlling interest	538	83	455	548.2
	4,409	3,841	568	14.8
Basic earnings per ordinary share (sen)	0.52	0.50		

(#): Certain comparative figures have been reclassified to conform to Q1 2025 results.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2025**

	Unaudited 31 Jan 2025 RM'000	Audited 31 Oct 2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	232,496	232,320
Right-of-use assets	187,307	190,778
Intangible asset	2,562	2,666
Investment properties	10,577	10,577
Investment in jointly controlled entity	8,046	7,728
Deferred tax assets	837	837
Lease receivables	186	202
Total non-current assets	442,011	445,108
Current assets		
Inventories	116,053	102,371
Contract assets	8,896	14,296
Trade receivables	18,855	9,562
Other receivables	27,442	32,863
Lease receivables	62	58
Amount due from jointly controlled entity	45	-
Fixed Deposits with licensed banks	7,021	14,587
Cash and bank balances	17,636	22,659
Total current assets	196,010	196,396
Total assets	638,021	641,504

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2025 (Cont'd)**

	Unaudited 31 Jan 2025 RM'000	Audited 31 Oct 2024 RM'000
EQUITY AND LIABILITIES		
Equity		
Share capital	229,417	229,417
Revaluation reserve	23,555	23,555
Merger deficit	(45,952)	(45,952)
Retained earnings	41,045	37,174
Equity attributable to owners	248,065	244,194
Non-controlling interests	(2,080)	(2,618)
Total equity	245,985	241,576
LIABILITIES		
Non-current liabilities		
Provision for restoration costs	9,864	9,723
Bank borrowings	47,419	43,333
Lease liabilities	89,569	93,842
Deferred tax liabilities	12,691	12,375
Loans from corporate shareholders of subsidiaries	5,464	5,505
Total non-current liabilities	165,007	164,778
Current liabilities		
Trade payables	91,087	90,417
Other payables	41,174	53,173
Provision for restoration costs	120	96
Contract liabilities	1,599	1,288
Bank borrowings	40,412	38,963
Lease liabilities	52,175	51,174
Amount due to jointly controlled entity	-	35
Tax payable	462	4
Total current liabilities	227,029	235,150
Total liabilities	392,036	399,928
Total equity and liabilities	638,021	641,504
Net assets per share (RM)	0.32	0.32

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 JANUARY 2025**

	← Non-distributable →			Distributable			
	Share Capital RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
As at 1 November 2023	229,417	23,555	(45,952)	31,547	238,567	(1,949)	236,618
Net profit/(loss) for the year /							
Total comprehensive income/(loss) for the year	-	-	-	9,379	9,379	(669)	8,710
Transactions with owners:							
Dividends to owners of the Company	-	-	-	(3,752)	(3,752)	-	(3,752)
	-	-	-	(3,752)	(3,752)	-	(3,752)
As at 31 October 2024	229,417	23,555	(45,952)	37,174	244,194	(2,618)	241,576
Net profit for the year /							
Total comprehensive income for the year	-	-	-	3,871	3,871	538	4,409
As at 31 January 2025	229,417	23,555	(45,952)	41,045	248,065	(2,080)	245,985

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 JANUARY 2025**

	Cumulative 3 months ended	
	Unaudited 31 Jan 2025	Unaudited 31 Jan 2024
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	6,753	3,189
Adjustments for:		
Amortisation of intangible asset	104	104
Depreciation of property, plant and equipment	7,983	7,368
Depreciation of right-of-use assets	13,422	13,076
(Gain)/Loss on modification/termination of leases	(27)	5
Interest expense	2,777	2,854
Interest income	(214)	(351)
Inventories written off and wastages	5,799	6,408
Gain on disposal of property, plant and equipment	(41)	(24)
Property, plant and equipment written off	197	522
Rental rebates	-	(786)
Share of profit in jointly controlled entity	(818)	(567)
Operating profit before working capital changes	35,935	31,798
Changes in working capital:		
Inventories	(19,481)	(15,534)
Receivables	(3,872)	1,583
Payables	(7,598)	6,814
Jointly controlled entity	(80)	(141)
Contract assets	5,400	1,232
Contract liabilities	311	(592)
Cash generated from operations	10,615	25,160
Tax paid	(1,570)	(738)
Net cash generated from operating activities	9,045	24,422

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)**

	Cumulative 3 months ended	
	Unaudited 31 Jan 2025	Unaudited 31 Jan 2024
	RM'000	RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of right-of-use assets	-	(233)
Dividend received from jointly controlled entity	500	-
Income from lease receivables	15	25
Interest received	214	351
Proceeds from disposal of property, plant and equipment	64	45
Purchase of property, plant and equipment	(8,379)	(8,571)
Net cash used in investing activities	(7,586)	(8,383)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(3,752)	(3,752)
Drawdown of bank borrowings	24,125	14,236
Interest paid	(2,751)	(2,880)
Payment of lease liabilities	(13,031)	(11,766)
Repayment of bank borrowings	(18,590)	(16,451)
Repayment of loan to a corporate shareholder of subsidiary	(49)	-
Net cash used in financing activities	(14,048)	(20,613)
CASH AND CASH EQUIVALENTS		
Net decrease in cash and cash equivalents	(12,589)	(4,574)
Cash and cash equivalents at 1 November	37,246	47,895
Cash and cash equivalents at 31 January	24,657	43,321
Reconciliation of cash and cash equivalents:		
Cash and bank balances	17,636	17,722
Fixed Deposits with licensed banks	7,021	25,599
	24,657	43,321

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING (“MFRS”)****A1 CORPORATE INFORMATION**

The principal activity of the Company is investment holding, with its subsidiaries involved mainly on operating retail store chains and producing fresh food . The Group owns and manages over 650 retail outlets in Malaysia, under the brand names myNEWS, Korea’s CU, the UK’s WHSmith, SUPERVALUE minimart and MARU Coffee. Additionally, two of its subsidiaries partnered with renowned Japanese businesses to operate Kineya Kitchen and Ryoyu Bakery respectively, to produce ready-to-eat meals and bakery products offered at the Group’s retail chains. The production facilities are collectively referred to as the Japanese Food Hub (“JFH”).

A2 BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). It should be read in conjunction with the audited financial statements of Mynews for the financial year ended 31 October 2024.

A3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 October 2024. The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 in Malaysia.

A4 AUDITORS’ REPORT

There was no qualification on the audited financial statements of the Group for the financial year ended 31 October 2024.

A5 SEASONAL OR CYCLICAL FACTORS

The Group does not experience any material seasonality in sales.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)****A6 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOW**

There were no other unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the quarter under review.

A7 CHANGES IN ESTIMATES

There were no changes in estimates that had a material effect in the quarter under review.

A8 DEBT AND EQUITY SECURITIES

Saved as disclosed in Note B7, there was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the quarter under review.

A9 DIVIDEND PAID

On 24 September 2024, the Company announced a single-tier interim dividend of 0.5 sen per ordinary share in Mynews Holdings Berhad in respect of the financial year ending 31 October 2024, amounting to RM3,751,770 which was paid on 8 November 2024.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)

A10 SEGMENTAL INFORMATION

The Group operates in the retail convenience segment in Malaysia and also produces ready-to-eat food and bakery products to serve its retail chains.

	Retail RM'000	Manufacturing RM'000	Elimination RM'000	Total RM'000
For the period ended 31 Jan 2025				
Revenue				
External	215,524	344	-	215,868
Inter-segment	-	19,781	(19,781)	-
Revenue	215,524	20,125	(19,781)	215,868
Results				
Amortisation of intangible asset	104	-	-	104
Depreciation of property, plant and equipment	7,382	601	-	7,983
Depreciation of right-of-use assets	13,184	1,002	(764)	13,422
Interest income	(195)	(19)	-	(214)
Interest expense	3,415	498	(1,136)	2,777
(Gain)/Loss on disposal of property, plant and equipment	(41)	12	(12)	(41)
Property, plant and equipment written off	197	-	-	197
Share of results in jointly controlled entity	(818)	-	-	(818)
Profit before tax	5,199	1,099	455	6,753
Tax	(2,344)	-	-	(2,344)
Profit after tax	2,855	1,099	455	4,409

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)
A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)
A11 SUBSEQUENT MATERIAL EVENTS

There were no material events subsequent to the current quarter under review and up to the date of this report.

A12 CHANGES IN COMPOSITION OF THE GROUP

There was no change in composition of the Group during the financial quarter under review.

A13 CONTINGENT LIABILITIES OR CONTINGENT ASSETS

Save as disclosed below, there were no material contingent liabilities or assets for the reporting quarter ended 31 January 2025.

RM'000

Corporate guarantee given to:

- financial institutions in respect of banking and lease facilities granted to subsidiaries	92,868
- landlords for rental of premises	715
	<u>93,583</u>

A14 CAPITAL COMMITMENTS

The capital commitments of the Group as at 31 January 2025 were as follows:

RM'000

Authorised and contracted for:

- Property, plant and equipment	<u>2,155</u>
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A15 PROPERTY, PLANT AND EQUIPMENT

For the three (3) months ended 31 January 2025, the Group acquired assets at a total cost of RM8.38 million, which comprised principally of the cost of construction and set up, equipment, furniture and fittings for new and revamped outlets.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)

A16 SIGNIFICANT RELATED PARTY TRANSACTIONS

	Current Quarter		Cumulative Quarters	
	3 months ended		3 months ended	
	31 Jan 2025 RM'000	31 Jan 2024 RM'000	31 Jan 2025 RM'000	31 Jan 2024 RM'000
Transactions with jointly controlled entity				
Management fees income	221	203	221	203
Warehouse and storage income	108	108	108	108
Administration income	2	2	2	2
Trade sales	315	314	315	314
Advertising and promotion income	3	1	3	1
Dividend income	500	-	500	-
Transactions with related parties				
Advertising and promotion income	93	37	93	37
Trade purchases	2,292	1,807	2,292	1,807
Trade sales	5	62	5	62
Office rental income	3	3	3	3
Royalty and license fees expenses	71	59	71	59
Technical support expenses	-	25	-	25
Staff secondment expenses	83	95	83	95
Interest expenses	71	53	71	53
Hostel rental expenses	23	9	23	9
Consultancy fee expenses	-	195	-	195
Advertisement expenses	76	-	76	-

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 REVIEW OF PERFORMANCE

Review of Current Quarter Performance (Q1'25 vs Q1'24)

Revenue increased by RM20.35 million or 10.4%, from RM195.52 million to RM215.87 million. There was a growth in gross profit by RM8.47 million or 11.8%, from RM71.97 million to RM80.43 million, while the gross profit margin improved by 0.5%, from 36.8% to 37.3%. Key factors contributing to the positive performance include the addition of 35 new outlets bringing the total to 632 from 597 and an improved in-store sales.

Administration expenses grew by RM0.42 million or 4.9%, from RM8.54 million to RM8.96 million, driven by higher business volume and activities. Similarly, selling and distribution expenses increased from RM38.26 million to RM42.36 million, an increase of RM4.10 million or 10.7%. Other expenses went up by RM0.64 million or 3.1% from RM20.35 million to RM20.99 million, mainly due to higher depreciation on right-of-use assets and property, plant and equipment.

Profit before taxation showed a significant improvement of 111.8%, rising from RM3.19 million to RM6.75 million. This positive quarterly performance also led to higher earnings before interest, tax, depreciation (inclusive of the depreciation of right-of-use assets) and amortisation (EBITDA), which increased to RM30.79 million as compared to RM26.59 million in the corresponding quarter.

B2 MATERIAL CHANGE IN THE PROFIT/(LOSS) BEFORE TAXATION FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATELY PRECEDING QUARTER (Q1'25 vs Q4'24)

Revenue increased by RM7.42 million or 3.6%, rising from RM208.44 million to RM215.87 million. Gross profit grew by RM0.73 million, from RM79.70 million to RM80.43 million, though the margin decreased from 38.2% to 37.3%.

Administration expenses fell by RM1.39 million or 13.4%, from RM10.35 million to RM8.96 million, mainly due to lower spending on promotional materials. Other expenses decreased by RM0.56 million or 2.6% from RM21.54 million to RM20.99 million, mainly due to the decrease in property, plant and equipment written off.

Profit before taxation for the current quarter rose by 42.6% to RM6.75 million from RM4.73 million.

Earnings before interest, tax, depreciation (inclusive of depreciation of right-of-use assets) and amortisation (EBITDA) increased by 5.9% to RM30.79 million from RM29.06 million.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B3 PROSPECTS

Business volume will continue to increase with the ongoing opening of new outlets, adding to the existing store count of 656 made up of 486 myNEWS (inclusive of 36 SUPERVALUE), 146 CU, 20 WHSmith and 4 Maru Coffee. With the increase in business volume, the utilisation of the Japanese Food Hub will improve in tandem.

The management expects the business to be further propelled by the successful cross over of myNEWS customer loyalty and e-wallet App to include CU, SUPERVALUE and Maru Coffee's customers. The continuing innovation in fresh foods and house brand products as well as the improvement in overall product offerings will continue to grow the business. We expect the rise in tourist arrivals to increase the foot traffic at our outlets in tourist destinations and airports.

While there is concern on the increase in labour cost due to the increase in minimum wage, there are options available to minimise the impact. Historically, minimum wage increase had not had significant negative impact on the company's performance. On a positive note, the increase in disposable income will increase the spending power of our consumers.

With the above developments and the commitment to operational improvement, the management expects the performance to continue to improve annually.

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 document or announcement.

B5 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Jan 2025	31 Jan 2024	31 Jan 2025	31 Jan 2024
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging:				
Amortisation of intangible asset	104	104	104	104
Depreciation of property, plant and equipment	7,983	7,368	7,983	7,368
Depreciation of right-of-use assets	13,422	13,076	13,422	13,076
Property, plant and equipment written off	197	522	197	522
Interest expense	2,777	2,854	2,777	2,854
And after crediting:				
Gain on disposal of property, plant and equipment	(41)	(24)	(41)	(24)
Interest Income	(214)	(351)	(214)	(351)

Other disclosure items pursuant to Appendix 9B Note 16 of the Main Market Listing Requirements are not applicable.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B6 TAX EXPENSE

	Current Quarter 3 months ended		Cumulative Quarters 3 months ended	
	31 Jan 2025 RM'000	31 Jan 2024 RM'000	31 Jan 2025 RM'000	31 Jan 2024 RM'000
Current tax:				
Provision for current period	2,028	2,575	2,028	2,575
Deferred tax:				
Provision/(Reversal) for current period	316	(569)	316	(569)
Total tax expense	2,344	2,006	2,344	2,006

B7 STATUS OF CORPORATE PROPOSAL

There are no announced corporate proposals that are not completed during the period under review.

Utilisation of Proceeds from Private Placement as at 31 January 2025 is as follows:

Description of use of proceeds	Estimated timeframe for use of proceeds from the listing date of the Placement Shares	Amount RM'000	Re- allocation RM'000	Actual Utilisation RM'000	Balance to be utilised RM'000
Capital expenditure	Within 24 months	22,880	-	(17,435)	5,445
Working capital	Within 12 months	4,952	4	(4,956)	-
Defray estimated expenses relating to the Proposed Placement	Within 2 months	130	(4) ⁽ⁱ⁾	(126)	-
Total		27,962	-	(22,517)	5,445

(i) Surplus of RM4,000 (of the RM130,000 allocated for the estimated listing expenses) was re-allocated to the working capital requirements of the Group.

On 21 June 2024, the Board approved an extension of timeframe for the utilisation of proceeds for another 12 months to 13 July 2025 for the capital expenditure and the change in capex utilisation ratio between Mynews and CU outlets.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B8 BORROWINGS AND DEBT SECURITIES

The Group's borrowings as at 31 January 2025 are as follows:

	Unaudited As at 31 Jan 2025 RM'000	Audited As at 31 Oct 2024 RM'000
Short term borrowings – Secured		
Term loans	2,981	2,580
Revolving credit	17,244	14,989
Supplier financing	7,559	10,210
Banker acceptance	12,628	11,184
	<u>40,412</u>	<u>38,963</u>
Long term borrowings – Secured		
Term loans	22,602	23,645
Revolving credit	24,817	19,688
	<u>47,419</u>	<u>43,333</u>
Total borrowings – Secured		
Term loans	25,583	26,225
Revolving credit	42,061	34,677
Supplier financing	7,559	10,210
Banker acceptance	12,628	11,184
	<u>87,831</u>	<u>82,296</u>

Note: All the loans in the Group are denominated in Ringgit Malaysia.

B9 MATERIAL LITIGATION

There is no material litigation against or by the Group as at the date of this report.

B10 DIVIDEND

Saved as disclosed in Note A9, there was no dividend declared or paid during the quarter under review.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B11 EARNINGS PER SHARE

	Current Quarter		Cumulative Quarters	
	3 months ended		3 months ended	
	31 Jan	31 Jan	31 Jan	31 Jan
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company (RM'000)	3,871	1,265	3,871	1,265
Weighted average number ordinary shares in issue ('000)	750,354	750,354	750,354	750,354
Basic earnings per share (sen)	0.52	0.17	0.52	0.17

The basic earnings per share is computed based on the profit attributable to the owners of the Company divided by the weighted average number of ordinary shares in issue for the period under review. The Company does not have any dilutive potential ordinary shares in issue for the period under review.

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