

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 second quarter ended 30 April 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 SECOND QUARTER  
ENDED 30 APRIL 2025**

**i) Current quarter and financial year to date**

	Current Quarter				Cumulative Quarters			
	3 months ended				6 months ended			
	30 Apr 2025 RM'000	30 Apr 2024 (#) RM'000	Changes RM'000	%	30 Apr 2025 RM'000	30 Apr 2024 (#) RM'000	Changes RM'000	%
<b>Revenue</b>	202,566	192,771	9,795	5.1	418,434	388,289	30,145	7.8
Cost of sales	(122,517)	(119,703)	(2,814)	(2.4)	(257,951)	(243,252)	(14,699)	(6.0)
<b>Gross profit</b>	80,049	73,068	6,981	9.6	160,483	145,037	15,446	10.6
Other income	597	676	(79)	(11.7)	1,181	1,337	(156)	(11.7)
Administration expenses	(9,057)	(9,242)	185	2.0	(18,014)	(17,780)	(234)	(1.3)
Selling and distribution expenses	(42,530)	(37,744)	(4,786)	(12.7)	(84,891)	(76,007)	(8,884)	(11.7)
Other expenses	(22,087)	(21,206)	(881)	(4.2)	(43,075)	(41,559)	(1,516)	(3.6)
Finance costs	(2,855)	(2,900)	45	1.6	(5,632)	(5,754)	122	2.1
Share of profit in jointly controlled entity	604	659	(55)	(8.3)	1,422	1,226	196	16.0
<b>Profit before tax</b>	4,721	3,311	1,410	42.6	11,474	6,500	4,974	76.5
Tax expense	(2,624)	(2,267)	(357)	(15.7)	(4,968)	(4,273)	(695)	(16.3)
<b>Net profit for the period</b>	2,097	1,044	1,053	100.9	6,506	2,227	4,279	192.1

(#): Certain comparative figures have been reclassified to conform to Q2 2025 results.

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER  
ENDED 30 APRIL 2025 (Cont'd)**

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

	Current Quarter				Cumulative Quarters			
	3 months ended				6 months ended			
	30 Apr 2025 RM'000	30 Apr 2024 RM'000	Changes Fav/(Unfav) RM'000	%	30 Apr 2025 RM'000	30 Apr 2024 RM'000	Changes Fav/(Unfav) RM'000	%
<b>Net profit/(loss) attributable to:</b>								
Owners of the Company	2,276	1,730	546	31.6	6,147	2,995	3,152	105.2
Non-controlling interest	(179)	(686)	507	73.9	359	(768)	1,127	146.7
	<u>2,097</u>	<u>1,044</u>	<u>1,053</u>	<u>100.9</u>	<u>6,506</u>	<u>2,227</u>	<u>4,279</u>	<u>192.1</u>
<b>Total comprehensive income/(loss) attributable to:</b>								
Owners of the Company	2,276	1,730	546	31.6	6,147	2,995	3,152	105.2
Non-controlling interest	(179)	(686)	507	73.9	359	(768)	1,127	146.7
	<u>2,097</u>	<u>1,044</u>	<u>1,053</u>	<u>100.9</u>	<u>6,506</u>	<u>2,227</u>	<u>4,279</u>	<u>192.1</u>
<b>Basic earnings per ordinary share (sen) (Note B11)</b>								
	<u>0.30</u>	<u>0.23</u>			<u>0.82</u>	<u>0.40</u>		

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER  
ENDED 30 APRIL 2025 (Cont'd)**

**ii) Current quarter compared with immediately preceding quarter**

	Current Quarter 30 Apr 2025 RM'000	Immediately Preceding Quarter 31 Jan 2025 RM'000	Changes Fav/(Unfav) RM'000	% %
<b>Revenue</b>	202,566	215,868	(13,302)	(6.2)
Cost of sales	(122,517)	(135,434)	12,917	9.5
<b>Gross profit</b>	80,049	80,434	(385)	(0.5)
Other income	597	584	13	2.2
Administration expenses	(9,057)	(8,957)	(100)	(1.1)
Selling and distribution expenses	(42,530)	(42,361)	(169)	(0.4)
Other expenses	(22,087)	(20,988)	(1,099)	(5.2)
Finance costs	(2,855)	(2,777)	(78)	(2.8)
Share of profit in jointly controlled entity	604	818	(214)	(26.2)
<b>Profit before tax</b>	4,721	6,753	(2,032)	(30.1)
Tax expense	(2,624)	(2,344)	(280)	(11.9)
<b>Profit after tax for the period</b>	<b>2,097</b>	<b>4,409</b>	<b>(2,312)</b>	<b>(52.4)</b>
<hr/>				
<b>Profit/(Loss) attributable to:</b>				
Owners of the Company	2,276	3,871	(1,595)	(41.2)
Non-controlling interest	(179)	538	(717)	(133.3)
	<b>2,097</b>	<b>4,409</b>	<b>(2,312)</b>	<b>(52.4)</b>
<hr/>				
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	2,276	3,871	(1,595)	(41.2)
Non-controlling interest	(179)	538	(717)	(133.3)
	<b>2,097</b>	<b>4,409</b>	<b>(2,312)</b>	<b>(52.4)</b>
<hr/>				
<b>Basic earnings per ordinary share (sen)</b>	<b>0.30</b>	<b>0.52</b>		

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 APRIL 2025**

	Unaudited 30 Apr 2025 RM'000	Audited 31 Oct 2024 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	231,548	232,320
Right-of-use assets	185,971	190,778
Intangible asset	2,459	2,666
Investment properties	10,577	10,577
Investment in jointly controlled entity	7,150	7,728
Deferred tax assets	837	837
Lease receivables	170	202
<b>Total non-current assets</b>	<b>438,712</b>	<b>445,108</b>
 <b>Current assets</b>		
Inventories	107,886	102,371
Contract assets	12,180	14,296
Trade receivables	17,833	9,562
Other receivables	27,994	32,863
Lease receivables	63	58
Fixed deposits with licensed banks	-	14,587
Cash and bank balances	16,072	22,659
<b>Total current assets</b>	<b>182,028</b>	<b>196,396</b>
 <b>Total assets</b>	 <b>620,740</b>	 <b>641,504</b>

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 APRIL 2025 (Cont'd)**

	Unaudited 30 Apr 2025 RM'000	Audited 31 Oct 2024 RM'000
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	229,417	229,417
Revaluation reserve	23,555	23,555
Merger deficit	(45,952)	(45,952)
Retained earnings	43,321	37,174
<b>Equity attributable to owners</b>	<b>250,341</b>	<b>244,194</b>
Non-controlling interests	(2,259)	(2,618)
<b>Total equity</b>	<b>248,082</b>	<b>241,576</b>
 <b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Provision for restoration costs	10,035	9,723
Bank borrowings	49,132	43,333
Lease liabilities	91,772	93,842
Deferred tax liabilities	12,723	12,375
Loans from corporate shareholders of subsidiaries	5,317	5,505
<b>Total non-current liabilities</b>	<b>168,979</b>	<b>164,778</b>
 <b>Current liabilities</b>		
Trade payables	72,007	90,417
Other payables	39,616	53,173
Provision for restoration costs	120	96
Contract liabilities	1,459	1,288
Bank borrowings	40,086	38,963
Lease liabilities	48,734	51,174
Amount due to jointly controlled entity	60	35
Tax payable	1,597	4
<b>Total current liabilities</b>	<b>203,679</b>	<b>235,150</b>
<b>Total liabilities</b>	<b>372,658</b>	<b>399,928</b>
<b>Total equity and liabilities</b>	<b>620,740</b>	<b>641,504</b>
 <b>Net assets per share (RM)</b>	<b>0.33</b>	<b>0.32</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SECOND QUARTER ENDED 30 APRIL 2025

	Non-distributable			Distributable			Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Retained Earnings RM'000	Total RM'000			
<b>As at 1 November 2023</b>	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
<b>Transactions with owners:</b>								
Dividends to owners of the Company	-	-	-	(3,752)	(3,752)	-	(3,752)	
	-	-	-	(3,752)	(3,752)	-	(3,752)	
<b>As at 31 October 2024</b>	229,417	23,555	(45,952)	37,174	244,194	(2,618)		241,576
Net profit for the period / Total comprehensive income for the period	-	-	-	6,147	6,147	359		6,506
<b>As at 30 April 2025</b>	<u>229,417</u>	<u>23,555</u>	<u>(45,952)</u>	<u>43,321</u>	<u>250,341</u>	<u>(2,259)</u>		<u>248,082</u>

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SECOND QUARTER ENDED 30 APRIL 2025**

	Unaudited 30 Apr 2025 RM'000	Cumulative 6 months ended Unaudited 30 Apr 2024 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	11,474	6,500
Adjustments for:		
Amortisation of intangible asset	207	208
Depreciation of property, plant and equipment	16,127	14,835
Depreciation of right-of-use assets	27,229	26,496
(Gain)/Loss on modification/termination of leases	(80)	6
Interest expense	5,632	5,754
Interest income	(397)	(667)
Inventories written off and wastages	10,525	10,848
Gain on disposal of property, plant and equipment	(31)	(80)
Property, plant and equipment written off	917	1,444
Rental rebates	-	(891)
Share of profit in jointly controlled entity	(1,422)	(1,226)
<b>Operating profit before working capital changes</b>	<b>70,181</b>	<b>63,227</b>
Changes in working capital:		
Inventories	(16,040)	(6,845)
Receivables	(3,402)	(4,081)
Payables	(28,245)	(11,150)
Jointly controlled entity	25	28
Contract assets	2,116	2,236
Contract liabilities	171	(323)
Cash generated from operations	24,806	43,092
Tax refunded	36	5
Tax paid	(3,063)	(1,816)
<b>Net cash generated from operating activities</b>	<b>21,779</b>	<b>41,281</b>

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SECOND QUARTER ENDED 30 APRIL 2025 (Cont'd)**

	Unaudited 30 Apr 2025 RM'000	Cumulative 6 months ended Unaudited 30 Apr 2024 RM'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of right-of-use assets	-	(233)
Dividend received from jointly controlled entity	2,000	600
Income from lease receivables	30	50
Interest received	397	667
Proceeds from disposal of property, plant and equipment	70	118
Purchase of property, plant and equipment	(16,311)	(13,992)
<b>Net cash used in investing activities</b>	<b>(13,814)</b>	<b>(12,790)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(3,752)	(3,752)
Drawdown of bank borrowings	52,285	32,049
Interest paid	(5,595)	(5,807)
Payment of lease liabilities	(26,518)	(24,655)
Repayment of bank borrowings	(45,363)	(37,169)
Repayment of loan to a corporate shareholder of subsidiary	(196)	-
<b>Net cash used in financing activities</b>	<b>(29,139)</b>	<b>(39,334)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
<b>Net decrease in cash and cash equivalents</b>	<b>(21,174)</b>	<b>(10,843)</b>
<b>Cash and cash equivalents at 1 November</b>	<b>37,246</b>	<b>47,895</b>
<b>Cash and cash equivalents at 30 April</b>	<b>16,072</b>	<b>37,052</b>
<b>Reconciliation of cash and cash equivalents:</b>		
Cash and bank balances	16,072	16,932
Fixed deposits with licensed banks	-	20,120
	<b>16,072</b>	<b>37,052</b>

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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 in operating retail store chains and producing fresh food. The Group owns and manages over 670 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 are separately partnering with renowned Japanese businesses in operating Kineya Kitchen and Ryouy Bakery, which respectively 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's result was negatively affected by the Ramadan month in March 2025 and a shorter month in February 2025.

**THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK**

**NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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**

There was no dividend declared or paid during the quarter under review.

**THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK**

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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
<b>For the period ended 30 Apr 2025</b>				
<b>Revenue</b>				
External	417,828	606	-	418,434
Inter-segment	-	36,031	(36,031)	-
<b>Revenue</b>	<b>417,828</b>	<b>36,637</b>	<b>(36,031)</b>	<b>418,434</b>
<b>Results</b>				
Amortisation of intangible asset	207	-	-	207
Depreciation of property, plant and equipment	14,907	1,220	-	16,127
Depreciation of right-of-use assets	26,650	2,107	(1,528)	27,229
Interest income	(368)	(29)	-	(397)
Interest expense	6,908	966	(2,242)	5,632
(Gain)/Loss on disposal of property, plant and equipment	(31)	12	(12)	(31)
Property, plant and equipment written off	917	-	-	917
Share of results in jointly controlled entity	(1,422)	-	-	(1,422)
Profit before tax	11,047	733	(306)	11,474
Tax	(4,968)	-	-	(4,968)
<b>Profit after tax</b>	<b>6,079</b>	<b>733</b>	<b>(306)</b>	<b>6,506</b>

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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 30 April 2025.

	RM'000
Corporate guarantee given to:	
- financial institutions in respect of banking and lease facilities granted to subsidiaries	93,825
- landlords for rental of premises	1,347
	<hr/>
	95,172
	<hr/>

**A14 CAPITAL COMMITMENTS**

The capital commitments of the Group as at 30 April 2025 were as follows:

	RM'000
Authorised and contracted for:	
- Property, plant and equipment	3,145
	<hr/>

**A15 PROPERTY, PLANT AND EQUIPMENT**

For the six (6) months ended 30 April 2025, the Group acquired assets at a total cost of RM16.31 million, which comprised principally of the cost of construction and set up, equipment, furniture and fittings for new and revamped outlets.

**THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK**

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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 3 months ended		Cumulative Quarters 6 months ended	
	30 Apr 2025	30 Apr 2024	30 Apr 2025	30 Apr 2024
	RM'000	RM'000	RM'000	RM'000
<b>Transactions with jointly controlled entity</b>				
Management fees income	205	207	426	410
Warehouse and storage income	108	108	216	216
Administration income	1	2	4	5
Trade sales	221	289	536	603
Advertising and promotion income	2	2	4	4
Dividend income	1,500	600	2,000	600
Sales of equipment	-	5	-	5
<b>Transactions with related parties</b>				
Advertising and promotion income	64	37	158	74
Trade purchases	2,114	1,489	4,407	3,296
Trade sales	-	51	5	113
Office rental income	3	3	6	6
Royalty and license fees expenses	58	45	129	104
Technical support expenses	-	-	-	25
Staff secondment expenses	86	81	169	176
Interest expenses	68	52	139	104
Hostel rental expenses	23	14	46	23
Consultancy fee expenses	-	145	-	340
Advertisement expenses	233	334	309	334

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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 (Q2'25 vs Q2'24)**

Revenue increased by RM9.80 million or 5.1%, from RM192.77 million to RM202.57 million. Growth in gross profit amounted to RM6.98 million or 9.6%, from RM73.07 million to RM80.05 million. Simultaneously, the gross profit margin improved by 1.6%, from 37.9% to 39.5%. Key factors contributing to the improved performance included the addition of 38 new outlets, bringing the total to 639 from 601, improved in-store sales and better sales mix.

Selling and distribution expenses increased from RM37.74 million to RM42.53 million, an increase of RM4.79 million or 12.7% was partially due to minimum wage increase and stores expansion. Other expenses also increased by RM0.88 million or 4.2% from RM21.21 million to RM22.09 million, mainly due to higher depreciation on right-of-use assets and property, plant and equipment.

Profit before taxation showed a significant improvement of 42.6%, rising from RM3.31 million to RM4.72 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 RM29.63 million as compared to RM27.20 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 (Q2'25 vs Q1'25)**

Due to the fasting month of Ramadan and fewer trading days in February, revenue was negatively impacted by RM13.30 million or 6.2%, a decrease from RM215.87 million to RM202.57 million. However, as a result of improved gross profit margin from 37.3% to 39.5%, gross profit amount dropped negligibly by RM0.38 million or 0.5%, a decrease from RM80.43 million to RM80.05 million.

Both administration expenses, and selling and distribution expenses remained consistent with the immediately preceding quarter, reflecting a stable cost management during the Ramadan month. However, other expenses increased by RM1.10 million or 5.2%, rising from RM20.99 million to RM22.09 million, mainly due to the increase in property, plant and equipment written off.

Profit before taxation dropped by 30.1% to RM4.72 million, compared to RM6.75 million.

Earnings before interest, tax, depreciation (inclusive of depreciation of right-of-use assets) and amortisation (EBITDA) decreased by 4.5% to RM29.63 million from RM31.04 million.

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 2025 (Cont'd)****B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B3 PROSPECTS**

Business expansion is ongoing with a noticeable increase in the opening of new outlets and a declining trend in the closure of active outlets. Existing store counts currently total 676 outlets, consisting of 495 myNEWS (inclusive of 37 SUPERVALUE outlets) outlets, 154 CU outlets, 20 WHSmith outlets, and 7 Maru Coffee outlets. The management is confident that the goal of 700 outlets in total store count can be surpassed this financial year. The utilisation of the Japanese Food Hub is also projected to intensify alongside this increase in business volume.

The following factors also contribute to business growth:

- Strategic locations and tailored services - Stores are strategically placed in high-traffic and public transit locations to maximise footfall and enhance convenience to consumers. There is emphasis on lifestyle-driven retail experiences, and initiatives are being taken to meet the ever growing demand for quick, on-the-go meal options especially among urban consumers.
- Cross-branding through single loyalty app & customer relations management – Cross-branding of myNEWS, CU, SUPERVALUE and Maru Coffee enables the brands to leverage the combined strengths and customer bases. The shared marketing efforts and common promotions such as point rewards and gift redemptions enhance the value of products and services across the brands, helping to grow and retain the customer base as a whole.
- Quality, fresh and halal-certified food offerings - Our uncompromising stand in offering fresh and halal-certified food provides consumers with safer and healthier choices for convenient food. The Company has a fully halal-certified, large scale Japanese Food Hub which is equipped to operate with the highest Japanese food prep standards. Fresh food items are jointly and passionately researched and developed by our in-house team in collaboration with our Japanese and Korean business partners.
- Growing preference for convenience stores by Malaysian consumers continues to benefit the Company.

In summary, the Management expects steady growth in business expansion and performance for the Company — propelled by a healthy gross profit margin, the continual addition of new outlets, and the relentless passion and commitment in delivering quality convenience store food and services to consumers, all while maintaining highly visible and established brands.

**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.

**THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK**

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 2025 (Cont'd)

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

## B5 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 Apr 2025	30 Apr 2024	30 Apr 2025	30 Apr 2024
	RM'000	RM'000	RM'000	RM'000
<b>Profit before tax is arrived at after charging:</b>				
Amortisation of intangible asset	103	104	207	208
Depreciation of property, plant and equipment	8,144	7,467	16,127	14,835
Depreciation of right-of-use assets	13,807	13,420	27,229	26,496
Property, plant and equipment written off	720	922	917	1,444
Interest expense	2,855	2,900	5,632	5,754
Loss/(Gain) on disposal of property, plant and equipment	10	(56)	(31)	(80)
<b>And after crediting:</b>				
Interest Income	(183)	(316)	(397)	(667)

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

## B6 TAX EXPENSE

	Current Quarter		Cumulative Quarters	
	3 months ended		6 months ended	
	30 Apr 2025	30 Apr 2024	30 Apr 2025	30 Apr 2024
	RM'000	RM'000	RM'000	RM'000
<b>Current tax:</b>				
Provision for current period	2,594	2,670	4,622	5,245
(Over)/Under provision in prior year	(2)	1	(2)	1
<b>Deferred tax:</b>				
Provision/(Reversal) for current period	32	(404)	348	(973)
Total tax expense	<u>2,624</u>	<u>2,267</u>	<u>4,968</u>	<u>4,273</u>

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 2025 (Cont'd)

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

## 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 30 April 2025 is as follows:

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

- (i) Surplus of RM4,000 (of the RM130,000 allocated for the estimated listing expenses) was reallocated 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.

The proceeds raised from the private placement exercise have been fully utilised during the current quarter. The utilisation was in accordance with the intended purposes as previously announced, and there is no deviation in the use of proceeds.

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK

**NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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 30 April 2025 are as follows:

	Unaudited As at 30 Apr 2025 RM'000	Audited As at 31 Oct 2024 RM'000
<b>Short term borrowings – Secured</b>		
Term loans	2,979	2,580
Revolving credit	18,539	14,989
Supplier financing	8,017	10,210
Banker acceptance	10,551	11,184
	<hr/> 40,086	<hr/> 38,963
<b>Long term borrowings – Secured</b>		
Term loans	21,955	23,645
Revolving credit	27,177	19,688
	<hr/> 49,132	<hr/> 43,333
<b>Total borrowings – Secured</b>		
Term loans	24,934	26,225
Revolving credit	45,716	34,677
Supplier financing	8,017	10,210
Banker acceptance	10,551	11,184
	<hr/> 89,218	<hr/> 82,296

Note: All the borrowings within 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**

The Board of Directors of Mynews is pleased to announce that a single tier interim dividend of 0.5 sen per share in respect of the year ending 31 October 2025, amounting to RM3,751,770.

The above dividend payment date, entitlement date and all other relevant information shall be announced at a later date.

## NOTES TO INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 APRIL 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	30 Apr	6 months ended	30 Apr
		2025	2025	2024
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company (RM'000)		2,276	1,730	6,147 2,995
Weighted average number ordinary shares in issue ('000)		750,354	750,354	750,354 750,354
Basic earnings per share (sen)		0.30	0.23	0.82 0.40

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.

THE REST OF THE PAGE HAS BEEN INTENTIONALLY LEFT BLANK