

Magni-Tech Industries Berhad

Registration No. 199701007089 (422585-V)

Incorporated in Malaysia

(Q4-FYR 2025)

Unaudited Condensed Consolidated Statement of Income and Other Comprehensive Income For the Fourth Quarter and Financial Year Ended 30 April 2025

	Q4-FYR 2025	Q4-FYR 2024	Changes	FYR 2025	FYR 2024	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	326,377	336,925	-3.1%	1,485,511	1,341,096	10.8%
Operating expenses	(291,983)	(299,620)	-2.5%	(1,323,659)	(1,199,001)	10.4%
Other operating income						
(Loss)/Gain on foreign exchange	(2,350)	2,899	-181.1%	(3,806)	6,743	-156.4%
Others	(323)	59	-647.5%	242	1,081	-77.6%
Profit from operations	31,721	40,263	-21.2%	158,288	149,919	5.6%
Investment related income	5,055	5,854	-13.6%	24,761	19,351	28.0%
Finance costs	(147)	(131)	12.2%	(591)	(560)	5.5%
Share of profit/(loss) of an associate	43	(52)	182.7%	206	(87)	336.8%
Profit before tax	36,672	45,934	-20.2%	182,664	168,623	8.3%
Tax expense	(8,382)	(11,410)	-26.5%	(43,891)	(40,213)	9.1%
Profit for the period	<u>28,290</u>	<u>34,524</u>	-18.1%	<u>138,773</u>	<u>128,410</u>	8.1%
Other comprehensive income						
Item that will not be reclassified subsequently to profit or loss:						
Changes in the fair value of equity investments at fair value through other comprehensive income	879	1,889	-53.5%	879	1,889	-53.5%
Total comprehensive income for the period	<u>29,169</u>	<u>36,413</u>	-19.9%	<u>139,652</u>	<u>130,299</u>	7.2%
Total comprehensive Income attributable to:						
Owners of the Company	28,290	34,524	-18.1%	138,772	128,410	8.1%
Non-controlling interests	-	-		1	-	
	<u>28,290</u>	<u>34,524</u>	-18.1%	<u>138,773</u>	<u>128,410</u>	8.1%
Basic / diluted earnings per share (Sen)	<u>6.53</u>	<u>7.96</u>	-18.1%	<u>32.02</u>	<u>29.63</u>	8.1%
Dividends per share (Sen)						
- Interim dividend (Q1)	N/A	N/A		5.0	2.80	
- Interim dividend (Q2)	N/A	N/A		3.0	2.20	
- Special dividend (Q2)	N/A	N/A		20.0	-	
- Interim dividend (Q3)	N/A	N/A		3.80	3.50	
- Interim dividend (Q4)	3.00	3.30		3.00	3.30	
Total dividends for the year				<u>34.80</u>	<u>11.80</u>	

Unaudited Condensed Consolidated Statement of Financial Position as at 30 April 2025

	Unaudited @ 30-4-2025	Audited @ 30-4-2024
ASSETS		
Non-current assets	RM'000	RM'000
Property, plant and equipment	63,945	53,964
Investment properties	999	1,019
Investment in Associate - Unquoted shares	828	622
Investment securities - Unquoted shares	39,148	20,115
	<u>104,920</u>	<u>75,720</u>
Current assets		
Inventories	306,128	316,333
Receivables	224,700	123,529
Current tax receivable	1,389	872
Bank deposits and cash balances	414,195	538,692
	<u>946,412</u>	<u>979,426</u>
TOTAL ASSETS	<u>1,051,332</u>	<u>1,055,146</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	216,975	216,975
Reserves	665,995	678,485
Treasury shares	(686)	(686)
Net equity funds	<u>882,284</u>	<u>894,774</u>
Non-controlling Interests	<u>27</u>	<u>26</u>
Total equity	<u>882,311</u>	<u>894,800</u>
Non-current liability		
Deferred tax liabilities	<u>7,194</u>	<u>7,646</u>
Current liabilities		
Payables	155,224	144,461
Current tax payable	6,603	8,239
	<u>161,827</u>	<u>152,700</u>
Total liabilities	<u>169,021</u>	<u>160,346</u>
TOTAL EQUITY AND LIABILITIES	<u>1,051,332</u>	<u>1,055,146</u>
Net assets per share (RM)	2.04	2.06

Notes :

- (1) The net assets per share is calculated based on the net equity funds divided by 433,450,579 being the no. of shares in issue with voting rights.
- (2) The annexed notes form an integral part of this interim financial report.

Condensed Consolidated Statement of Changes in Equity**For the Fourth Quarter and Financial Year Ended 30 April 2025**

	- - - Attributable to Owners of the Parent Company - - -							
	Share Capital	Treasury Shares	Fair Value Reserve	Distributable Retained Profits	Total Reserves	Net Equity Funds	Non controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
For FYR 2025								
Balance as at 1 May 2024	216,975	(686)	2,296	676,189	678,485	894,774	26	894,800
Profit for the year	-	-	-	138,772	138,772	138,772	1	138,773
Other Comprehensive Income for the year	-	-	879	-	879	879	-	879
Total comprehensive Income	-	-	879	138,772	139,651	139,651	1	139,652
Transaction with owners								
Dividend in respect of FYR 2024	-	-	-	(14,304)	(14,304)	(14,304)	-	(14,304)
Dividend in respect of FYR 2025	-	-	-	(137,837)	(137,837)	(137,837)	-	(137,837)
Balance as at 30 April 2025	216,975	(686)	3,175	662,820	665,995	882,284	27	882,311

(^) Available-for-sale

For FYR 2024

Balance as at 1 May 2023	216,975	(686)	407	595,459	595,866	812,155	26	812,181
Profit for the year	-	-	-	128,410	128,410	128,410	-	128,410
Other Comprehensive Income for the year	-	-	1,889	-	1,889	1,889	-	1,889
Total comprehensive Income	-	-	1,889	128,410	130,299	130,299	-	130,299
Transaction with owners								
Dividends in respect of FYR 2023	-	-	-	(10,836)	(10,836)	(10,836)	-	(10,836)
Dividends in respect of FYR 2024	-	-	-	(36,844)	(36,844)	(36,844)	-	(36,844)
Balance as at 30 April 2024	216,975	(686)	2,296	676,189	678,485	894,774	26	894,800

The annexed notes form an integral part of this interim financial report.

Condensed Consolidated Statement of Cash Flows

For the Fourth Quarter and Financial Year Ended 30 April 2025

	Unaudited 30-4-2025 RM'000	Audited 30-4-2024 RM'000
<u>Cash flows from operating activities</u>		
Profit before tax	182,664	168,623
Adjustments for :		
Depreciation	6,189	5,909
Dividend income	(3,525)	(2,071)
Interest income	(21,236)	(17,280)
(Gain)/Loss on disposal of properties, plant and equipment	(321)	94
Net unrealised loss on foreign exchange	1,539	558
Property, plant and equipment written off	203	139
Allowance for ECL on trade receivables	-	17
Share of result of an associate	(206)	87
Operating profit before working capital changes	165,307	156,076
Inventories	10,206	(53,993)
Receivables	(105,873)	(4,607)
Payables	5,665	83,633
Cash generated from operations	75,305	181,109
Net income tax paid	(46,495)	(35,911)
Net cash from operating activities	28,810	145,198
<u>Cash flows from investing activities</u>		
Net dividends received	3,525	2,071
Interest received	21,236	17,280
Investment on financial asset in Associate Co.	-	(709)
Investment of Unquoted share Investments	(18,154)	-
Proceeds from disposal of property, plant and equipment	321	75
Purchase of plant and equipment	(8,094)	(2,780)
Placement of fixed deposits	(82,395)	(18,275)
Withdrawal of fixed deposits	116,067	2,030
Net cash from/(use in) investing activities	32,506	(308)
<u>Cash flows from financing activities</u>		
Dividends paid to shareholders of the Company	(152,141)	(47,680)
Net cash used in financial activities	(152,141)	(47,680)
Net (decrease)/increase in cash and cash equivalents	(90,825)	97,210
Effects of changes in exchange rates on cash and cash equivalents	-	-
Cash and cash equivalents at beginning	126,280	74,857
Cash and cash equivalents at end	35,455	172,067
Cash and cash equivalents comprise the followings:-		
Fixed deposits with licensed banks	410,524	419,768
Cash and bank balances	3,671	118,924
	414,195	538,692
Less: Fixed deposits with maturity more than three months	(378,740)	(366,625)
	35,455	172,067

Notes :

(1) Investment in money market funds is classified as part of cash and cash equivalents as these investments are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

(2) Fixed deposits with maturity of more than three months be deemed as cash flows from investing activities.

The annexed notes form an integral part of this interim financial report.

Notes to the Interim Financial Report for the fourth Quarter and Financial Year Ended 30 April 2025**1) Basis of preparation**

The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Financial reporting Standards ("MFRS") 134 - Interim Financial Reporting and the requirements of paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2024 ("FYR 2024"). These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of the Group since FYR 2024.

Changes in accounting policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for FYR 2024. The Group has neither early adopted nor applied any new MFRSs, Amendments to MFRSs, IC Interpretations and annual Improvements to MFRSs that are issued but not yet effective for the Group's accounting period beginning 1 May 2024.

The adoption of newly effective MFRSs, Amendments to MFRSs, IC Interpretations and Annual Improvements to MFRSs are expected to have no significant financial impacts to the financial statements of the Group upon their initial application except for changes in presentation and additional disclosures of financial information.

2) Audit report of preceding annual financial statements

The auditors' report of the Company's most recent annual financial statements for FYR 2024 was not subject to any qualification.

3) Seasonal or cyclical factors

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

4) Unusual items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the financial year ended 30 April 2025 ("FYR 2025").

5) Material changes in estimates

There were no material changes in the estimates of amounts reported in the current quarter ended 30 April 2025 ("Q4-FYR 2025") and in FYR 2025.

6) Change in composition of the Group

South Island Packaging (Penang) Sdn Bhd, a 99.64% subsidiary of Magni and ceased its principal business activity in FYR 2017, has commenced a Members' Voluntary Winding Up pursuant to Section 433 of the CA 2016, effective 18 April 2025. There were no changes in the composition of the Group during FYR 2025.

7) Share capital and treasury shares

There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for FYR 2025 except for the following:

	No. of shares ('000)	Average price per share (RM)	Amount RM'000
Total treasury shares as at 1 May 2024 / 30 April 2025	500	1.37	686

The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during FYR 2025.

As at 30 April 2025, the Company's no. of outstanding shares in issue with voting rights was 433,450,579 ordinary shares excluding 500,000 treasury shares (30 April 2024: 433,450,579 ordinary shares).

Notes to the Interim Financial Report for the fourth Quarter and Financial Year Ended 30 April 2025**8) Dividends paid**

Dividends paid during FYR 2025 are as follows:

- (i) 4th interim dividend of 3.3 Sen per share for Q4-FYR 2024 of RM14.304 million was paid on 23 July 2024.
- (ii) Interim dividend of 5.0 Sen per share for Q1-FYR 2025 of RM21.672 million was paid on 10 October 2024.
- (iii) 2nd interim dividend of 3 Sen per share for Q2-FYR 2025 of RM13.004 million was paid on 27 December 2024.
- (iv) 2nd special dividend of 20.0 Sen per share for Q2-FYR 2025 of RM86.690 million was paid on 27 December 2024.
- (v) 3rd Interim dividend of 3.8 Sen per share for Q3-FYR 2025 of RM16.471 million was paid on 9 April 2024.

9) Subsequent events

There were no material subsequent events occurred from the end of the reporting period up to the date of this announcement which requires disclosure.

10) Segment information

	FYR 2025	
Revenue	RM'000	%
Garment manufacturing	1,407,370	94.7%
Packaging	78,141	5.3%
Total revenue - external	1,485,511	100.0%
<u>Results</u>	RM'000	
Garment manufacturing	156,894	
Packaging manufacturing and miscellaneous	2,510	
	159,404	
Unallocated corporate expenses	(1,116)	
Profit from operations	158,288	
Investment related Income :		
Dividend income	3,525	
Interest income	21,236	
	24,761	
Finance costs (Non-interest)	(591)	
Share of results of associate	206	
Profit before tax ("PBT")	182,664	
Taxation expenses	(43,891)	
Net profit after tax ("PAT")	138,773	

11) Analysis of performance

The Group's businesses are principally divided into two business segments, namely the manufacturing and sale of (i) garments, and (ii) flexible plastic packaging goods and corrugated cartons.

The Garment segment accounted for about 94.7% and 98.4% all of the Group's revenue and profit from operations (before unallocated corporate expenses) respectively for FYR 2025.

The key factors that affect the performance of garment business include mainly the labour costs, other operating costs, foreign currency exchange differences, demand for the garments and the ability of management to cope with change.

For the packaging segment, the key factors that affect its performance include mainly raw material costs, operating costs, demand for the packaging products and the ability of management to cope with change. Raw materials consist of kraft liner, test liner, medium papers, white papers, polyethylene resins and etc.

Summary of the Group's results:

	Q4-FYR 2025	Q4-FYR 2024		FYR 2025	FYR 2024	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	326,377	336,925	-3.1%	1,485,511	1,341,096	10.8%
Profit from operations	31,721	40,263	-21.2%	158,288	149,919	5.6%
PBT	36,672	45,934	-20.2%	182,664	168,623	8.3%
PAT	28,290	34,524	-18.1%	138,773	128,410	8.1%

Notes to the Interim Financial Report for the fourth Quarter and Financial Year Ended 30 April 2025**Q4-FYR 2025 vs Corresponding Quarter in the Preceding Year (Q4-FYR 2024)**

Revenue of the Group for Q4-FYR 2025 decreased by 3.1% to RM326.377 million compared to RM336.925 million in Q4-FYR 2024.

Garment segment revenue for Q4-FYR 2025 decreased by 3.3% to RM307.994 million (Q4-FYR 2024: RM318.454 million) primarily due to lowers sales orders received.

Packaging segment revenue for Q4-FYR 2025 dropped slightly by 0.5% to RM18.383 million (Q4-FYR 2024 RM18.470 million) also attributed to reduced sale orders received.

PBT for Q4-FYR 2025 fell by 20.2% to RM36.672 million, from RM45.934 million in Q4-FYR 2024.

Garment segment PBT for Q4-FYR 2025 decreased by 16.9% to RM34.796 million (Q4-FYR 2024: RM41.894 million) primarily due to lower revenue, a reduced dividend income by RM0.650 million and higher loss due to adverse movement in foreign exchange by RM5.238 million (Net loss in Q4-FYR 2025: RM2.351 million vs Net gain in Q4-FYR 2024: RM2.887 million).

Packaging PBT declined by 100.5%, mainly due to the provision for compensation to a former Managing Director of a subsidiary of RM0.552 million and higher material costs for corrugated packaging products.

FYR 2025 vs FYR 2024 (Last FYR)

Revenue of the Group for FYR 2025 increased by 10.8% to RM1.486 billion, up from RM1.341 billion in Last FYR.

Garment revenue grew by 11.8% to RM1.407 billion (Last FYR: RM1.259 billion), primarily driven by higher sales orders received.

Packaging revenue decreased 4.7% to RM78.141 million (Last FYR: RM81.975 million), mainly due to lower sales orders received.

PBT for FYR 2025 rose by 8.3% to RM182.664 million (Last FYR: RM168.623 million) attributed to the following changes in the PBT of garment and packaging segments, as well as an increase in interest income by RM4.898 million generated by the holding company.

Garment PBT increased by 8.5% to RM171.071 million (Last FYR: RM157.721 million), supported by higher revenue, despite a higher foreign exchange loss by RM10.526 million (net loss of RM3.850 million in the FYR versus a net gain of RM6.676 million in Last FYR.

Packaging PBT declined by 55.6%, primarily due to lower revenue, increased raw material costs, reduced other income, and the provision for compensation to a former Managing Director of a subsidiary company.

12) Variation of Results of Q4-FYR 2025 vs Preceding Quarter (Q3-FYR 2025)

	Q4-FYR 2025 RM'000	Q3-FYR 2025 RM'000	%
Revenue	326,377	370,712	-12.0%
Profit from operations	31,721	47,860	-33.7%
PBT	36,672	52,185	-29.7%
PAT	28,290	39,973	-29.2%

Revenue of the Group for Q4-FYR 2025 decreased by 12.0% to RM326.377 million from RM370.712 million in Q3-FYR 2025.

Garment revenue for Q4-FYR 2025 decreased by 12.5% to RM307.994 million from RM352.076 million in Q3-FYR 2025 mainly due to lower sale orders received.

Packaging revenue for Q4-FYR 2025 decreased by 1.4% to RM18.383 million from RM18.636 million in Q3-FYR 2025 mainly due to lower sale orders received.

PBT of the Group for Q4-FYR 2025 decreased by 29.7% to RM36.672 million compared to RM52.185 million in Q3-FYR 2025.

Garment PBT for Q4-FYR 2025 decreased by 29.4% to RM34.796 million from RM49.289 million in Q3-FYR 2025 mainly due to lower revenue, higher foreign exchange loss by RM6.938 million (net loss of RM2.351 million in Q4 -FYR 2025 vs net gain of RM4.587 million in Q3-FYR 2025).

Packaging PBT for Q4-FYR 2025 declined by 100.7% mainly due to the provision for compensation to a former Managing Director of a subsidiary company and lower interest income.

Notes to the Interim Financial Report for the fourth Quarter and Financial Year Ended 30 April 2025**13) Future prospects**

The Group remains cautiously optimistic about the business outlook for FYR 2026, despite a persistently challenging global environment. Heightened geopolitical tensions and ongoing trade disputes have contributed to increased policy uncertainty, disrupted supply chains, and dampened global investment sentiment.

The Group will maintain its strategic focus on cost optimisation through automation, modernisation, and process enhancements. These initiatives are aimed at improving operational efficiency, preserving margins, and ensuring long-term competitiveness amid a volatile macroeconomic landscape.

14) Tax expense

Tax expenses for Q4-FYR 2025 or FYR 2025 are made up as follows:

	Q4-FYR 2025 RM'000	FYR 2025 RM'000
Provision for current tax	9,231	44,269
(Over)/underprovision in prior year	(13)	75
Deferred tax	(836)	(453)
	<u>8,382</u>	<u>43,891</u>

The Group's effective tax rate for Q4-FYR 2025 was lower than the Malaysian statutory tax rate of 24% mainly due to the reversal of tax overprovided in the preceding quarter while the slightly higher effective rate for FYR 2025 was mainly due to certain expenses being disallowed for tax deduction.

15) Corporate proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

16) Group borrowings and debts securities

The Group has no borrowings and debt securities as at end of FYR 2025.

17) Material litigation

There were no material litigations as at the reporting date.

18) Contingent liabilities

There were no material changes in contingent liabilities since the end of the last annual reporting year.

19) Capital commitments

There were capital commitments of RM3.648 million in respect of factory renovation and expansion, and acquisition of machinery and equipments (last annual reporting date: RM12.410 million).

20) Earnings per share (EPS)

The basic EPS has been calculated by dividing the Group's profit attributable to owners of the Company by the weighted average no. of ordinary shares in issue with voting rights:

		Q4-FYR 2025	Q4-FYR 2024	FYR 2025	FYR 2024
Profit attributable to owners of the Company	(RM'000)	<u>28,290</u>	<u>34,524</u>	<u>138,772</u>	<u>128,410</u>
Weighted average of no. of issued shares with voting rights at end		<u>433,451</u>	<u>433,451</u>	<u>433,451</u>	<u>433,451</u>
Basic EPS	(Sen)	6.53	7.96	32.02	29.63

There is no diluted EPS as the Company does not have any convertible financial instruments as at the end of FYR 2025.

Notes to the Interim Financial Report for the fourth Quarter and Financial Year Ended 30 April 2025**21) Dividends Declared**

	Dividends Per Share		Payout Ratio		Dividend Amounts	
	FYR 2025	FYR 2024	FYR 2025	FYR 2024	FYR 2025 RM'000	FYR 2024 RM'000
Q1 - Single tier interim dividend	5.0 Sen	2.8 Sen	48.5%	37.1%	21,673	12,136
Q2 - 2nd single tier interim dividend	3.0 Sen	2.2 Sen	50.3%	43.8%	13,003	9,536
Q2 - Single tier special dividend	20.0 Sen	-			86,690	-
Q3 - 3rd Single tier interim dividend	3.8 Sen	3.5 Sen	41.2%	38.5%	16,471	15,171
Q4 - 4th single tier interim dividend (no. 53)	3.0 Sen	3.3 Sen	46.0%	41.4%	13,004	14,304
Total after special dividend	<u>34.8 Sen</u>	<u>11.8 Sen</u>			<u>150,841</u>	<u>51,147</u>
Total before special dividend	<u>14.8 Sen</u>	<u>11.8 Sen</u>	<u>46.2%</u>	<u>39.8%</u>	<u>64,151</u>	<u>51,147</u>

The entitlement and payment dates of the 4th interim dividend of 3 Sen per share for Q4-FYR 2025 are fixed on 10 July 2025 and 25 July 2025 respectively.

22) Profit before tax

	Q4-FYR 2025 RM'000	Q4-FYR 2024 RM'000	FYR 2025 RM'000	FYR 2024 RM'000
PBT is arrived at after charging/(crediting) the following items:-				
Interest income	(4,405)	(5,854)	(21,236)	(17,280)
Dividend income	(650)	-	(3,525)	(2,071)
Depreciation and amortisation	1,569	1,491	6,189	5,908
Net unrealised loss/(gain) on foreign exchange	2,498	1,220	1,539	558
Net realised loss/(gain) on foreign exchange	(148)	(4,119)	2,267	(7,301)
Net loss/(gain) on foreign exchange - all segments	2,350	(2,899)	3,806	(6,743)
(Gain)/Loss on disposal of properties, plant and equipment	-	34	(321)	94
Property, plant and equipment written off	-	139	203	139
Provision for doubtful debts	-	17	-	17

By Order of the Board

Tan Sri Dato' Seri Tan Kok Ping

Chairman

Date: 23 June 2025