



AEON Credit Service (M) Berhad

(Registration No. 199601040414 (412767-V))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

| | Note | Unaudited Individual quarter 3 months ended | | | Unaudited Cumulative quarter 12 months ended | | |
|---|-------|---|-----------|---------|--|-------------|---------|
| | | 28.2.2025 | 29.2.2024 | Changes | 28.2.2025 | 29.2.2024 | Changes |
| | | RM'000 | RM'000 | % | RM'000 | RM'000 | % |
| Revenue | B4 | 575,040 | 501,574 | 14.6% | 2,200,723 | 1,912,491 | 15.1% |
| Total operating expenses | | (350,238) | (272,571) | 28.5% | (1,450,042) | (1,166,564) | 24.3% |
| Other income | | 88,260 | 47,144 | 87.2% | 256,569 | 194,365 | 32.0% |
| Profit from operations | B5(a) | 313,062 | 276,147 | 13.4% | 1,007,250 | 940,292 | 7.1% |
| Interest expense | B6 | (110,546) | (96,977) | 14.0% | (425,412) | (358,543) | 18.7% |
| Operating profit | | 202,516 | 179,170 | 13.0% | 581,838 | 581,749 | 0.0% |
| Share of results in an associate | | (22,820) | (16,575) | 37.7% | (68,331) | (16,575) | 312.3% |
| Profit before tax | | 179,696 | 162,595 | 10.5% | 513,507 | 565,174 | -9.1% |
| Taxation | B7 | (48,729) | (43,675) | 11.6% | (142,896) | (141,156) | 1.2% |
| Profit for the period/year | | 130,967 | 118,920 | 10.1% | 370,611 | 424,018 | -12.6% |
| Other comprehensive income/(loss), net of tax | B5(b) | | | | | | |
| <i>Item that may be reclassified subsequently to profit or loss:</i> | | | | | | | |
| Net changes in cash flow hedge | | (496) | 23,074 | -102.1% | (18,300) | 38,188 | -147.9% |
| <i>Item that will not be reclassified subsequently to profit or loss:</i> | | | | | | | |
| Net fair value changes through other comprehensive income | | (21,048) | (12,979) | -62.2% | (13,745) | (12,748) | -7.8% |
| Total comprehensive income for the period/year | | 109,423 | 129,015 | -15.2% | 338,566 | 449,458 | -24.7% |
| Profit attributable to equity holders of the Company | | 130,967 | 118,920 | 10.1% | 370,611 | 424,018 | -12.6% |
| Total comprehensive income attributable to equity holders of the Company | | 109,423 | 129,015 | -15.2% | 338,566 | 449,458 | -24.7% |
| Earnings per share attributable to owners of the Company (sen) | | | | | | | |
| Basic | B13 | 25.65 | 22.32 | 14.9% | 72.58 | 81.08 | -10.5% |

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying notes to the quarterly report attached hereto.



AEON Credit Service (M) Berhad

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2025

| | Note | Unaudited As at 28.2.2025 RM'000 | Audited As at 29.2.2024 RM'000 |
|--|------|---|---|
| ASSETS | | | |
| Non-current Assets | | | |
| Plant and equipment | | 140,809 | 105,389 |
| Right-of-use assets | | 57,913 | 48,549 |
| Investment in an associate | | 190,094 | 158,425 |
| Other investments | | 115 | 13,873 |
| Goodwill on consolidation | | 511 | 511 |
| Deferred tax assets | | 189,654 | 168,192 |
| Financing receivables | | 9,379,840 | 8,031,227 |
| Total Non-current Assets | | 9,958,936 | 8,526,166 |
| Current Assets | | | |
| Financing receivables | | 3,961,941 | 3,504,430 |
| Trade receivables | | 4,324 | 3,226 |
| Other receivables, deposits and prepayments | | 131,438 | 66,852 |
| Amount owing by related companies | | 10,503 | 14,030 |
| Amount owing by an associate | | 1,269 | 447 |
| Derivative financial assets | B8 | 158,947 | 361,618 |
| Cash, bank balances and deposits | | 116,500 | 143,568 |
| Total Current Assets | | 4,384,922 | 4,094,171 |
| TOTAL ASSETS | | 14,343,858 | 12,620,337 |
| EQUITY AND LIABILITIES | | | |
| Capital and Reserves | | | |
| Share capital | | 584,012 | 584,012 |
| Hedging reserve | | 9,640 | 27,940 |
| Fair value reserve | | (8,535) | (7,790) |
| Retained earnings | | 2,246,831 | 2,033,469 |
| Equity attributable to ordinary equity holders of the Company | | 2,831,948 | 2,637,631 |



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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2025 (Continued)

| | Note | Unaudited As at 28.2.2025 RM'000 | Audited As at 29.2.2024 RM'000 |
|---|------|---|---|
| Non-current Liabilities | | | |
| Borrowings | B10 | 6,800,714 | 6,603,008 |
| Lease liabilities | | <u>37,753</u> | <u>28,174</u> |
| Total Non-current Liabilities | | <u>6,838,467</u> | <u>6,631,182</u> |
| Current Liabilities | | | |
| Borrowings | B10 | 3,982,755 | 2,801,538 |
| Trade payables | | 49,424 | 41,644 |
| Other payables and accruals | | 432,593 | 390,565 |
| Amount owing to immediate holding company | | 15,925 | 6,227 |
| Amount owing to related companies | | 6,511 | 7,523 |
| Derivative financial liabilities | B8 | 105,683 | 48,929 |
| Lease liabilities | | 21,813 | 21,850 |
| Tax liabilities | | <u>58,739</u> | <u>33,248</u> |
| Total Current Liabilities | | <u>4,673,443</u> | <u>3,351,524</u> |
| Total Liabilities | | <u>11,511,910</u> | <u>9,982,706</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>14,343,858</u> | <u>12,620,337</u> |
| Net assets per share (RM) | | 5.55 | 5.17 |
| Number of ordinary shares ('000) | | 510,615 | 510,615 |
| Capital adequacy ratio (%) | | 22.72 | 24.42 |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying notes to the quarterly report attached hereto.



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

| | Non-distributable | | | Distributable | | |
|---|-------------------|---------------------------|-----------------|--------------------|-------------------|--------------|
| | Share capital | Perpetual notes and sukuk | Hedging reserve | Fair value reserve | Retained earnings | Total equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 March 2023 | 584,012 | 200,000 | (10,248) | 4,958 | 1,746,108 | 2,524,830 |
| Cash flow hedge, net of tax | - | - | 38,188 | - | - | 38,188 |
| Fair value through other comprehensive income | - | - | - | (12,748) | - | (12,748) |
| Profit for the year | - | - | - | - | 424,018 | 424,018 |
| Total comprehensive income for the year | - | - | 38,188 | (12,748) | 424,018 | 449,458 |
| Distribution on perpetual notes and sukuk, net of tax | - | - | - | - | (9,997) | (9,997) |
| Redemption of perpetual notes and sukuk | - | (200,000) | - | - | - | (200,000) |
| Bonus issuance cost | - | - | - | - | (283) | (283) |
| Dividends | - | - | - | - | (126,377) | (126,377) |
| At 29 February 2024 | 584,012 | - | 27,940 | (7,790) | 2,033,469 | 2,637,631 |

| | <u>Non-distributable</u> | | | <u>Distributable</u> | |
|---|--------------------------|-----------------|--------------------|----------------------|--------------|
| | Share capital | Hedging reserve | Fair value reserve | Retained earnings | Total equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 March 2024 | 584,012 | 27,940 | (7,790) | 2,033,469 | 2,637,631 |
| Cash flow hedge, net of tax | - | (18,300) | - | - | (18,300) |
| Fair value through other comprehensive income | - | - | (13,745) | - | (13,745) |
| Profit for the year | - | - | - | 370,611 | 370,611 |
| Total comprehensive income for the year | - | (18,300) | (13,745) | 370,611 | 338,566 |
| Dividends | - | - | - | (144,249) | (144,249) |
| Transfer upon the disposal of equity investment designated at fair value through other comprehensive income | - | - | 13,000 | (13,000) | - |
| At 28 February 2025 | 584,012 | 9,640 | (8,535) | 2,246,831 | 2,831,948 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying notes to the quarterly report attached hereto.



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

| | 28.2.2025 RM'000 | 29.2.2024 RM'000 |
|---|---------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 513,507 | 565,174 |
| Adjustments for: | | |
| Interest income | (3,871) | (9,147) |
| Dividend income | (3) | (4) |
| Finance costs | 423,469 | 356,976 |
| Interest expenses on lease liabilities | 1,943 | 1,567 |
| Gain on disposal of plant and equipment | (292) | (41) |
| Depreciation of plant and equipment | 35,704 | 38,698 |
| Depreciation of right-of-use assets | 22,543 | 21,420 |
| Allowance/(Reversal) for impairment loss on financing receivables | 81,697 | (90,528) |
| Write-off on financing receivables | 675,990 | 660,440 |
| Allowance for impairment loss on trade receivables | 15 | 29 |
| Write-off of plant and equipment | 36 | 2,280 |
| Share of results in an associate | 68,331 | 16,575 |
| Operating profit before changes in working capital | 1,819,069 | 1,563,439 |
| Changes in working capital: | | |
| Financing receivables | (2,563,811) | (2,056,956) |
| Trade receivables | (1,113) | (2,175) |
| Other receivables, deposits and prepayments | (64,586) | (6,358) |
| Amount owing by related companies | 3,527 | (2,848) |
| Amount owing by an associate | (822) | (447) |
| Trade payables | 7,780 | 9,134 |
| Other payables and accruals | 34,382 | (26,970) |
| Amount owing to immediate holding company | 9,698 | (4,128) |
| Amount owing to related companies | (1,012) | 2,432 |
| Cash held in trust for customers | (7,348) | (2,373) |
| Cash used in operations | (764,236) | (527,250) |
| Tax paid | (133,087) | (126,963) |
| Net cash used in operating activities | (897,323) | (654,213) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of plant and equipment | (71,623) | (31,761) |
| Proceeds from disposal of plant and equipment | 755 | 434 |
| Investment in an associate | (100,000) | (175,000) |
| Proceeds from disposal of other investment | 13 | - |
| Interest received | 3,871 | 9,147 |
| Dividend received | 3 | 4 |
| Net cash used in investing activities | (166,981) | (197,176) |



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (Continued)

| | 28.2.2025 RM'000 | 29.2.2024 RM'000 |
|--|---------------------|---------------------|
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividend paid to equity holders of the Company | (144,249) | (126,377) |
| Proceeds from bank borrowings | 7,170,921 | 4,950,000 |
| Repayment of bank borrowings | (5,553,129) | (3,640,594) |
| Repayment of lease liabilities | (24,308) | (23,498) |
| Increase in deposits held in trust account | (4) | (24) |
| Bonus issuance expenses | - | (283) |
| Redemption of perpetual notes and sukuk | - | (200,000) |
| Distribution paid to perpetual notes and sukuk holders | - | (13,154) |
| Finance costs paid | (419,370) | (344,847) |
| Net cash from financing activities | 1,029,861 | 601,223 |
| Net decrease in cash and cash equivalents | (34,443) | (250,166) |
| Cash and cash equivalents at beginning of year | 91,624 | 341,790 |
| Cash and cash equivalents at end of year | 57,181 | 91,624 |

Cash and cash equivalents included in the statement of cash flows comprised the following statement of financial position amounts:

| | 28.2.2025 RM'000 | 29.2.2024 RM'000 |
|--|---------------------|---------------------|
| Cash and bank balances | 80,603 | 82,872 |
| Deposits placed with licensed financial institutions | 35,897 | 60,696 |
| | 116,500 | 143,568 |
| Bank overdrafts | (23) | - |
| Cash held in trust for customers | (59,132) | (51,784) |
| Deposits held in trust account | (164) | (160) |
| | 57,181 | 91,624 |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying notes to the quarterly report attached hereto.



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Notes to the interim financial report for the financial year ended 28 February 2025

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)

A1 Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 29 February 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 changes in the financial position and performance of the Group since the financial year ended 29 February 2024.

A2 Significant accounting policies

The significant accounting policies and methods of computation adopted in these interim financial statements are consistent with those adopted in the latest audited financial statements, except for the following:

Adoption of new and revised Malaysian Financial Reporting Standards (“MFRSs”)

In the current financial year, the Group adopted the following amendments to MFRSs issued by the MASB that are effective for annual financial periods beginning on or after 1 March 2024:

- Amendments to MFRS 16 *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101 *Classification of Liabilities as Current and Non-current*
- Amendments to MFRS 101 *Non-current Liabilities with Covenants*
- Amendments to MFRS 107 and MFRS 7 *Supplier Finance Arrangements*

The adoption of these amendments to MFRSs did not have any material impact on the financial performance or position of the Group for the current financial year.

Amendments to MFRSs in issue but not yet effective

At the date of authorisation for issue of these financial statements, the relevant Amendments to MFRSs, which were in issue but not yet effective and not early adopted by the Group are as listed below:

Effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121 *Lack of Exchangeability*

Effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments Disclosures* – *Amendments to the classification and measurement of Financial Instruments*
- Annual Improvements to MFRS Accounting Standards – Volume 11



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A2 Significant accounting policies (Continued)

Effective for annual periods beginning on or after 1 January 2027

- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*

Effective date of these Amendments to Standards has been deferred, and yet to be announced

- Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group will adopt the above standards and amendments when they become effective and the adoption of these amendments is not expected to have any material impact on the financial statements of the Group in the initial period of application.

A3 Seasonal or Cyclical Factors

The Group normally benefits from the traditionally higher levels of consumer spending during festive seasons in Malaysia.

A4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial year under review.

A5 Changes in Estimates

There were no material changes in the nature and amount of estimates reported in prior financial periods that have a material effect in the current financial year under review.

A6 Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current financial year under review.



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A7 Dividend Paid

| | Cumulative quarter | |
|--|--------------------|------------------|
| | Current Year | Preceding Year |
| | Year-To-Date | Year-To-Date |
| | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 |
| In respect of the financial year ended 28 February 2023 | | |
| - Final single-tier dividend of 21.00 sen per ordinary share | - | 53,614 |
| In respect of the financial year ended 29 February 2024 | | |
| - Interim single-tier dividend 28.50 sen per ordinary share | - | 72,763 |
| - Final single-tier dividend of 14.00 sen per ordinary share | 71,486 * | - |
| In respect of the financial year ended 28 February 2025 | | |
| - Interim single-tier dividend 14.25 sen per ordinary share | 72,763 | - |
| | 144,249 | 126,377 |

* Bonus issue of 1 for 1 was completed on 21 November 2023

A8 Segmental Reporting

The Company is principally engaged in the provision of easy payment schemes for purchase of consumer durables and vehicles, personal financing schemes and credit cards business, all of which are categorised under consumer financing business. The contribution from the subsidiary company which is principally engaged in the business operations as an insurance broker remains insignificant to the Group during the current financial year under review.

On this basis, the Managing Director (“MD”) reviews the business performance of the Group as a whole.

A9 Subsequent Event

There were no material events subsequent to the end of the current year under review up to the date of this report, which are likely to substantially affect the results of the quarter under review.

A10 Changes in the Composition of the Group

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.



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A11 Fair Value Measurement

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the financial assets or liabilities that are not based on observable market data (unobservable inputs).

| | Level 1 RM'000 | Level 2 RM'000 | Level 3 RM'000 | Total RM'000 |
|---|-------------------|-------------------|-------------------|-----------------|
| <u>28.2.2025</u> | | | | |
| <u>Financial assets</u> | | | | |
| Other investments | 115 | - | - | 115 |
| Derivatives designated as hedging instruments | - | 158,947 | - | 158,947 |
| Total financial assets carried at fair value | 115 | 158,947 | - | 159,062 |
| <u>Financial liabilities</u> | | | | |
| Derivatives designated as hedging instruments | - | 105,683 | - | 105,683 |
| Total financial liabilities carried at fair value | - | 105,683 | - | 105,683 |
| <u>29.2.2024</u> | | | | |
| <u>Financial assets</u> | | | | |
| Other investments | 150 | - | 13,723 | 13,873 |
| Derivatives designated as hedging instruments | - | 361,618 | - | 361,618 |
| Total financial assets carried at fair value | 150 | 361,618 | 13,723 | 375,491 |
| <u>Financial liabilities</u> | | | | |
| Derivatives designated as hedging instruments | - | 48,929 | - | 48,929 |
| Total financial liabilities carried at fair value | - | 48,929 | - | 48,929 |

A12 Contingent Liabilities and Contingent Assets

The Group did not have any contingent liabilities, either secured or unsecured, or contingent assets as at 28 February 2025 and up to the date of this announcement.

A13 Related Party Transactions

During the current quarter under review and up to the date of this announcement, the Group did not enter into any significant Related Party Transactions or Recurrent Related Party Transactions of revenue or trading nature other than those that had been mandated by the shareholders during the Annual General Meeting held on 20 June 2024.

A14 Capital Commitments

Capital commitments for plant and equipment which have been authorised and contracted, but not provided for amounted to RM21.558 million as at 28 February 2025.



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B ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

B1 Performance Review

| | Individual quarter 3 months ended | | | Cumulative quarter 12 months ended | | |
|----------------------------------|--------------------------------------|---------------------|--------------|---------------------------------------|---------------------|--------------|
| | 28.2.2025 RM'000 | 29.2.2024 RM'000 | Changes % | 28.2.2025 RM'000 | 29.2.2024 RM'000 | Changes % |
| Transaction and financing volume | 2,162,213 | 1,853,537 | 16.7% | 8,413,923 | 7,299,671 | 15.3% |
| Revenue | 575,040 | 501,574 | 14.6% | 2,200,723 | 1,912,491 | 15.1% |
| Total operating expenses | (350,238) | (272,571) | 28.5% | (1,450,042) | (1,166,564) | 24.3% |
| Other income | 88,260 | 47,144 | 87.2% | 256,569 | 194,365 | 32.0% |
| Profit from operations | 313,062 | 276,147 | 13.4% | 1,007,250 | 940,292 | 7.1% |
| Share of results in an associate | (22,820) | (16,575) | 37.7% | (68,331) | (16,575) | 312.3% |
| Profit before tax | 179,696 | 162,595 | 10.5% | 513,507 | 565,174 | -9.1% |
| Profit for the period/year | 130,967 | 118,920 | 10.1% | 370,611 | 424,018 | -12.6% |

i) Current Quarter vs Preceding Year Corresponding Quarter

Total transaction and financing volume in the current quarter of RM2.162 billion was higher by 16.7% as compared to preceding year corresponding quarter. The Group recorded a total revenue of RM575.040 million, which was higher by 14.6% as compared to the preceding year corresponding quarter mainly attributable to stronger loan and financing growth.

The gross financing receivables as at 28 February 2025 of RM14.120 billion was higher by RM1.887 billion as compared to 29 February 2024. The net financing receivables after allowance for impairment loss was RM13.342 billion as at 28 February 2025 as compared to RM11.536 billion as at 29 February 2024. Non-Performing Loans ("NPL") ratio increased to 2.64% as at 28 February 2025 as compared to 2.57% as at 29 February 2024 and corrective actions have been taken to address the NPL ratio increase.

Other income for the current quarter was recorded at RM88.260 million mainly due to bad debt recoveries.

The ratio of total operating expenses against revenue for the current quarter was recorded at 60.9% as compared to 54.3% in the preceding year corresponding quarter. The increase in the ratio of operating expenses was mainly attributable to the higher impairment losses on financing receivables of RM185.339 million as compared to RM113.984 million for the preceding year corresponding quarter and higher operating expenses in line with the higher transactions and financing volume, compensated by the higher revenue recorded.

Interest expense for the current quarter was higher as compared to the preceding year corresponding quarter mainly due to higher borrowings in line with the receivables growth. The nominal value of borrowings as at 28 February 2025 was RM10.748 billion as compared to RM9.130 billion as at 29 February 2024.

The Group has equity accounted for its proportionate share of losses in AEON Bank during the quarter amounting to RM22.820 million as compared to RM16.575 million for the preceding year corresponding quarter.

Profit before tax ("PBT") for the current quarter of RM179.696 million increased by 10.5% as compared to the preceding year corresponding quarter.



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B1 Performance Review (Continued)

ii) Current Year-to-date vs Preceding Year-to-date

Total transaction and financing volume for the financial year-to-date grew by 15.3% to RM8.414 billion compared to corresponding preceding year. As a result, total revenue registered for the financial year-to-date of RM2.201 billion increased by 15.1% compared to RM1.912 billion recorded in the corresponding preceding year.

The Group recorded a lower PBT of RM513.507 million for the financial year-to-date as compared to RM565.174 million for the corresponding preceding year. The decrease was mainly due to the higher impairment losses on financing receivables by RM187.775 million and higher other operating expenses of RM96.809 million in line with increased transaction and financing volume. This was offset by the incremental increase in revenue of RM288.232 million. The share of losses in AEON Bank for the financial year-to-date recorded at RM68.331 million. Loan loss coverage ratio stood at 209% as at 28 February 2025 as compared to 221% as at 29 February 2024.

B2 Financial Review of Profit before Taxation for Current Quarter Compared with Immediate Preceding Quarter

| | Current Quarter 28.2.2025 RM'000 | Immediate Preceding Quarter 30.11.2024 RM'000 | Changes % |
|----------------------------------|--|--|--------------|
| Transaction and financing volume | 2,162,213 | 2,118,671 | 2.1% |
| Revenue | 575,040 | 561,995 | 2.3% |
| Total operating expenses | (350,238) | (399,397) | -12.3% |
| Other income | 88,260 | 48,712 | 81.2% |
| Profit from operations | 313,062 | 211,310 | 48.2% |
| Share of results in an associate | (22,820) | (15,177) | 50.4% |
| Profit before tax | 179,696 | 87,850 | 104.5% |
| Profit for the period | 130,967 | 62,073 | 111.0% |

PBT for the current quarter was recorded at RM179.696 million, an increase of 104.5% compared to RM87.850 million in the immediate preceding quarter. The higher PBT was mainly due to the lower impairment losses on financing receivables of RM185.339 million as compared to RM215.307 million recorded in the immediate preceding quarter and higher other income from bad debt recoveries.



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B3 Current Year Prospects

Malaysia's Gross Domestic Product grew by 5.0% in the fourth quarter of 2024, supported by strong domestic demand, robust investment activity and a recovering external sector. This marks a slight slowdown compared to the 5.4% growth in the third quarter. Bank Negara Malaysia forecasted the Malaysian economy to grow between 4.5% to 5.5% in 2025 supported by continued expansion in domestic expenditure and improvement in external demand.

The Group maintains a cautious business stance due to the ongoing global trade and tariff policy uncertainties, prevailing geopolitical tensions, inflationary pressures and volatility in global financial markets. It will continue to remain prudent, placing emphasis on growing quality asset and closely monitoring the inherent credit risks in its financing portfolios. The Group will also continuously enhance its information technology capabilities to improve on operational efficiencies while establishing an ecosystem to be built from the AEON Group of Companies operating in Malaysia ("AEON Living Zone") to expand on its customer reach.

Barring unforeseen circumstances, the Group expects to be able to maintain its business momentum by implementing the appropriate measures for the financial year ending 28 February 2026.

B4 Revenue

| | Individual quarter | | Cumulative quarter | |
|-------------------------------------|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue comprises: | | | | |
| Interest income, profit revenue and | | | | |
| finance charges | 513,767 | 446,642 | 1,966,264 | 1,695,714 |
| Fee income | 61,273 | 54,932 | 234,459 | 216,777 |
| | <u>575,040</u> | <u>501,574</u> | <u>2,200,723</u> | <u>1,912,491</u> |



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B5 Notes to the Statement of Comprehensive Income

Except as disclosed below, other disclosure items in item 16 of Appendix 9B of Bursa Securities' Listing Requirements are not applicable:

| | Individual quarter | | Cumulative quarter | |
|---|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| (a) Included in Profit from operations: | | | | |
| Bad debts recovered | 87,147 | 45,785 | 247,526 | 183,470 |
| Interest income | 598 | 991 | 3,871 | 9,147 |
| Dividend income | - | - | 3 | 4 |
| (Loss)/Gain on disposal of plant and equipment | (39) | 2 | 292 | 41 |
| Depreciation of plant and equipment | (9,978) | (9,144) | (35,704) | (38,698) |
| Depreciation of right-of-use assets | (4,821) | (6,287) | (22,543) | (21,420) |
| (Allowance)/Reversal for impairment loss on financing receivables | (13,943) | 58,941 | (81,697) | 90,528 |
| Write-off on financing receivables | (171,396) | (172,925) | (675,990) | (660,440) |
| Write-off of plant and equipment | (32) | (2,263) | (36) | (2,280) |
| Reversal/(Allowance) for impairment loss on trade receivables | 22 | (2) | (15) | (29) |
| (b) Included in Other comprehensive income: | | | | |
| Net changes in cash flow hedge | (496) | 23,074 | (18,300) | 38,188 |
| Net fair value changes on equity instruments through other comprehensive income | (21,048) | (12,979) | (13,745) | (12,748) |



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B6 Interest expense

| | Individual quarter | | Cumulative quarter | |
|------------------------------------|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Interest/Profit expense on: | | | | |
| Term loans/financing | 64,271 | 71,064 | 286,882 | 300,666 |
| Senior and subordinated sukuk | 24,185 | 12,930 | 76,050 | 36,178 |
| Islamic commercial paper | 2,684 | 244 | 11,366 | 2,683 |
| Revolving credit | 18,673 | 12,270 | 48,851 | 17,399 |
| Bank overdraft | 125 | 2 | 320 | 50 |
| | <u>109,938</u> | <u>96,510</u> | <u>423,469</u> | <u>356,976</u> |
| Interest on lease liabilities | 608 | 467 | 1,943 | 1,567 |
| | <u>110,546</u> | <u>96,977</u> | <u>425,412</u> | <u>358,543</u> |

B7 Taxation

| | Individual quarter | | Cumulative quarter | |
|---|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Income tax payable: | | | | |
| - current period/year | 51,687 | 35,991 | 159,533 | 123,590 |
| - under/(over) provision in prior years | - | 195 | (955) | 110 |
| | <u>51,687</u> | <u>36,186</u> | <u>158,578</u> | <u>123,700</u> |
| Deferred tax: | | | | |
| - current period/year | (2,958) | 7,489 | (17,174) | 18,985 |
| - under/(over) provision in prior years | - | - | 1,492 | (1,529) |
| | <u>(2,958)</u> | <u>7,489</u> | <u>(15,682)</u> | <u>17,456</u> |
| | <u>48,729</u> | <u>43,675</u> | <u>142,896</u> | <u>141,156</u> |

The Group's effective tax rate for the current quarter and current year-to-date is higher than the statutory tax rate of 24% as certain expenses are not deductible for tax purpose.



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B8 Derivatives and Fair Value Changes of Financial Instruments

(a) Details of derivative financial instruments outstanding as at 28 February 2025 are as follows:

| | Notional Amount | | Fair Value | |
|---|-----------------|-----------|----------------------|-----------|
| | 28.2.2025 | 29.2.2024 | Assets/(Liabilities) | |
| | RM'000 | RM'000 | 28.2.2025 | 29.2.2024 |
| | | | RM'000 | RM'000 |
| <u>Derivative financial assets</u> | | | | |
| <u>Cross currency swaps:</u> | | | | |
| Less than 1 year | 956,013 | 711,538 | 58,281 | 93,733 |
| 1 – 3 years | 1,226,122 | 1,997,369 | 90,933 | 205,640 |
| More than 3 years | 160,585 | 391,759 | 9,733 | 62,245 |
| Total | 2,342,720 | 3,100,666 | 158,947 | 361,618 |
| <u>Derivative financial liabilities</u> | | | | |
| <u>Cross currency swaps:</u> | | | | |
| Less than 1 year | 144,457 | - | (5,718) | - |
| 1 – 3 years | 803,553 | 211,298 | (91,657) | (34,394) |
| More than 3 years | 92,772 | 184,090 | (8,308) | (14,535) |
| Total | 1,040,782 | 395,388 | (105,683) | (48,929) |

(b) Fair value of financial liabilities

There were no fair value gain/(loss) on financial liabilities since all financial liabilities were measured at amortised cost.

B9 Status of Corporate Proposal

There is no corporate proposal announced but not completed as at the date of this report.



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B10 Borrowings

The borrowings of the Group as at 28 February 2025 comprised the following:

| | <u>28.2.2025</u> | <u>29.2.2024</u> |
|----------------------------|-------------------|------------------|
| | Unsecured | Unsecured |
| | RM'000 | RM'000 |
| Non-current : | | |
| - Term loans/financing | 4,653,032 | 5,354,516 |
| - Senior sukuk | 2,147,682 | 1,048,673 |
| - Subordinated sukuk | - | 199,819 |
| | <u>6,800,714</u> | <u>6,603,008</u> |
| Current : | | |
| - Term loans/financing | 3,180,470 | 2,491,538 |
| - Revolving credit | 355,000 | 310,000 |
| - Subordinated sukuk | 199,994 | - |
| - Islamic commercial paper | 247,268 | - |
| - Bank overdrafts | 23 | - |
| | <u>3,982,755</u> | <u>2,801,538</u> |
| Total | <u>10,783,469</u> | <u>9,404,546</u> |

The borrowings were denominated in the following currencies:

| | <u>28.2.2025</u> | | <u>29.2.2024</u> | |
|----------------------|------------------|-------------------|------------------|------------------|
| | Foreign | | Foreign | |
| | Currency | Equivalent | Currency | Equivalent |
| | '000 | RM'000 | '000 | RM'000 |
| <u>Unsecured</u> | | | | |
| Ringgit Malaysia | | 7,399,967 | | 5,908,492 |
| United States Dollar | 676,123 | 3,014,773 | 652,442 | 3,100,666 |
| Japanese Yen | 12,451,597 | 368,729 | 12,451,597 | 395,388 |
| | | <u>10,783,469</u> | | <u>9,404,546</u> |

B11 Material Litigation

As at the date of this announcement, the Group is not engaged in any material litigation which in the opinion of the Board of Directors will have a material effect on the financial position or business of the Group.



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B12 Dividends

- (a) (i) The Board has proposed the payment of a final single-tier dividend of 14.50 sen per share (previous corresponding period : 14.00 sen per share) in respect of the financial year ended 28 February 2025 amounting to RM74,039,000;
- (ii) Date payable : 24 July 2025; and
- (iii) In respect of deposited securities, entitlement to the dividend will be determined based on the record of depositors as at 3 July 2025.
- (b) The above proposal is subject to the approval of shareholders at the forthcoming Annual General Meeting to be held on a date which shall be announced later.

B13 Earnings per share

| | Individual quarter | | Cumulative quarter | |
|--|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Profit attributable to equity holders | 130,967 | 118,920 | 370,611 | 424,018 |
| Distribution on perpetual notes and sukuk, net of tax | - | (4,957) | - | (9,997) |
| Profit attributable to ordinary equity holders | <u>130,967</u> | <u>113,963</u> | <u>370,611</u> | <u>414,021</u> |

Basic earnings per share

Basic earnings per share is calculated by dividing the profit after distribution on perpetual notes and sukuk by the weighted average number of ordinary shares outstanding during the financial period/year.

| | Individual quarter | | Cumulative quarter | |
|--|--------------------|------------------|--------------------|------------------|
| | 3 months ended | | 12 months ended | |
| | <u>28.2.2025</u> | <u>29.2.2024</u> | <u>28.2.2025</u> | <u>29.2.2024</u> |
| Profit attributable to ordinary equity holders (RM'000) | 130,967 | 113,963 | 370,611 | 414,021 |
| Weighted average number of ordinary shares ('000 unit) | 510,615 | 510,615 | 510,615 | 510,615 |
| Basic earnings per share (sen) | <u>25.65</u> | <u>22.32</u> | <u>72.58</u> | <u>81.08</u> |

Diluted Earnings Per Share

There were no dilutive potential ordinary shares outstanding as at 28 February 2025. As a result, the diluted earnings per share is equivalent to the basic earnings per share.



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B14 Auditors' Report on the Preceding Annual Financial Statements

There was no qualification in the auditors' report on the preceding audited annual financial statements.

B15 Authorisation for Issue

This interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution of the Directors on 8 April 2025.

By Order of the Board
8 April 2025