


INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024**

	As at 30-Sept-24 (Unaudited) RM'000	As at 31-Dec-23 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment ("PPE")	128,484	115,433
Investment properties	14,523	14,602
Right of use assets ("ROU")	16,205	18,318
Investment in associates	28,080	25,915
Investment securities	2,666	1,937
Intangible assets	112	116
Other receivables	706	706
Deferred tax assets	1,067	1,075
	<u>191,843</u>	<u>178,102</u>
Current assets		
Inventories	194,888	201,584
Trade and other receivables	113,804	105,006
Tax recoverable	873	1,445
Cash and bank balances	42,737	55,277
	<u>352,302</u>	<u>363,312</u>
TOTAL ASSETS	<u><u>544,145</u></u>	<u><u>541,414</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	99,588	99,588
Treasury shares	(5,187)	(4,957)
Reserves	(10,337)	3,637
Retained earnings	250,040	238,479
Equity attributable to owners of the parent	<u>334,104</u>	<u>336,747</u>
Non-controlling interests	65,184	60,596
Total equity	<u>399,288</u>	<u>397,343</u>
Liabilities		
Non-Current Liabilities		
Bank borrowings	24,741	23,464
Lease liabilities	3,510	4,276
Deferred tax liabilities	898	490
	<u>29,149</u>	<u>28,230</u>
Current liabilities		
Trade and other payables	54,012	55,991
Bank borrowings	59,339	55,296
Lease liabilities	2,166	2,319
Tax payable	191	2,235
	<u>115,708</u>	<u>115,841</u>
Total liabilities	<u>144,857</u>	<u>144,071</u>
TOTAL EQUITY AND LIABILITIES	<u><u>544,145</u></u>	<u><u>541,414</u></u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

CONDENSED CONSOLIDATED INCOME STATEMENTS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024 (UNAUDITED)

	Current quarter 3 months ended 30 September		Cumulative quarter 9 months ended 30 September	
	2024	2023	2024	2023
	RM '000	RM '000	RM '000	RM '000
Revenue	84,869	84,491	241,345	245,459
Operating expenses	(73,494)	(73,755)	(212,648)	(211,909)
Other income	245	776	2,711	2,289
Operating profit	11,620	11,512	31,408	35,839
Interest expense	(1,605)	(1,766)	(5,290)	(5,263)
Interest income	125	85	364	305
Share of results of associates	(102)	2,028	3,078	3,950
Profit before tax	10,038	11,859	29,560	34,831
Taxation	(2,819)	(3,138)	(7,540)	(9,119)
Profit for the period	7,219	8,721	22,020	25,712
Profit attributable to:				
Owners of the parent	5,898	7,335	17,287	22,273
Non-controlling interests	1,321	1,386	4,733	3,439
Profit for the period	7,219	8,721	22,020	25,712
Earnings per share (“EPS”) attributable to owners of the parent (sen):				
Basic EPS	4.02	4.97	11.77	15.10
Diluted EPS	N/A	N/A	N/A	N/A

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	Current quarter 3 months ended 30 September		Cumulative quarter 9 months ended 30 September	
	2024	2023	2024	2023
	RM '000	RM '000	RM '000	RM '000
Profit for the period	7,219	8,721	22,020	25,712
Other comprehensive income/(expenses), net of tax:				
Currency translation differences arising from consolidation	(9,485)	(3,625)	(15,033)	11,881
Fair value movements on available for sale investments	198	294	1,059	(83)
Total comprehensive (loss)/income for the period	(2,068)	5,390	8,046	37,510
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(3,389)	4,004	3,313	34,071
Non-controlling interests	1,321	1,386	4,733	3,439
	(2,068)	5,390	8,046	37,510

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.


INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR NINE MONTHS ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	Cumulative quarter 9 months ended 30 September	
	2024	2023
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	29,560	34,831
Adjustments for:		
Depreciation and amortisation	(8,152)	6,379
Other non-cash items and non-operating items	7,151	6,648
Operating profit before working capital changes	28,559	47,858
Inventories	5,196	(4,620)
Receivables	(8,798)	(4,809)
Payables	(1,979)	5,596
Cash generated from operating activities	22,978	44,025
Interest paid	(5,290)	(5,263)
Net of tax paid	(8,284)	(8,706)
Net cash from operating activities	9,404	30,056
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	54	29
Interest received	364	305
Issue of shares to non-controlling interests	104	622
Net of changes of investment in subsidiaries and associates	(299)	259
Net of purchase and disposal of investment securities	799	241
Net of purchase and disposal of PPE and ROU	(20,718)	(14,426)
Net cash used in investing activities	(19,696)	(12,970)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(5,975)	(6,484)
Net of repurchase of treasury shares	(230)	(476)
Net changes in bank borrowings	5,320	(2,759)
Net changes in lease liabilities	(919)	(662)
Net cash used in financing activities	(1,804)	(10,381)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(12,096)	6,705
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	49,354	47,613
Effect of foreign exchange rates changes	4,034	(2,553)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	41,292	51,765
CASH AND CASH EQUIVALENTS COMPRISED THE FOLLOWING:		
Cash and bank balances	42,737	52,791
Overdrafts	(1,445)	(1,026)
	41,292	51,765

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR NINE MONTHS ENDED 30 SEPTEMBER 2024 (UNAUDITED)

	Non-Distributable					Distributable			
	Attributable to owners of the parent								
(RM'000)	Share capital	Treasury shares	Capital reserve	Currencies translation reserve	Fair value reserve	Retained earnings	Total	Non-controlling interests	Total equity
Balance as at 1 January 2023	99,588	(3,766)	892	278	(4,543)	218,485	310,934	52,830	363,764
Purchase of treasury shares	-	(476)	-	-	-	-	(476)	-	(476)
Changes in equity	-	-	-	-	-	-	-	881	881
Dividend paid	-	-	-	-	-	(6,196)	(6,196)	(288)	(6,484)
Total comprehensive income/(loss) for the period	-	-	-	11,881	(83)	22,273	34,071	3,439	37,510
Balance as at 30 September 2023	99,588	(4,242)	892	12,159	(4,626)	234,562	338,333	56,862	395,195
Balance as at 1 January 2024	99,588	(4,957)	892	6,659	(3,914)	238,479	336,747	60,596	397,343
Purchase of treasury shares	-	(230)	-	-	-	-	(230)	-	(230)
Changes in equity	-	-	-	-	-	-	-	104	104
Dividend paid	-	-	-	-	-	(5,726)	(5,726)	(249)	(5,975)
Total comprehensive income/(loss) for the period	-	-	-	(15,033)	1,059	17,287	3,313	4,733	8,046
Balance as at 30 September 2024	99,588	(5,187)	892	(8,374)	(2,855)	250,040	334,104	65,184	399,288

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
NOTES TO THE INTERIM FINANCIAL REPORT
- SELECTED EXPLANATORY NOTES UNDER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 – INTERIM FINANCIAL REPORTING
A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in compliance with MFRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023. 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 year ended 31 December 2023.

A2 Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2023 save for the following new MFRSs and amendments to MFRSs.

	Description	Effective dates for financial periods beginning on or after
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group and the Company intend to adopt the above MFRSs and amendments to MFRSs when they become effective.

The adoption of the above standards and interpretations do not have material impact to the financial statements of the Group upon their initial application.

A3 Seasonal or cyclical factors

The Group performance is not materially affected by seasonal or cyclical factors.

A4 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial period-to-date.



INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5 Changes in estimates

There were no changes in estimates that have material effect in the current quarter and financial period-to-date results.

A6 Debt and equity securities

There were no issuances and repayments of debt and equity securities during financial period ended 30 September 2024 save for shares buy back.

At the Annual General Meeting held on 27 June 2024, the Company's shareholders approved the renewal of authority to repurchase its own shares. During the financial period ended 30 September 2024, the Company repurchased of 138,200 own shares.

As at 30 September 2024, a total of 3,971,110 treasury shares, representing 2.63% of the issued and paid-up share capital of the Company are being held as treasury shares and carried at cost at RM5.187 million.

A7 Dividend paid

A final single tier dividend of 3.9 sen per share amounted RM5.726 million in respect of the financial year ended 31 December 2023 was paid on 30 July 2024.

A8 Material post balance sheet event

There were no material events subsequent to the end of the financial period ended 30 September 2024 as at the date of this report save for on 1 October 2024, Unimech Holdings (Thailand) Co. Ltd., a 97% owned subsidiary of Unimech Venture Sdn. Bhd. which in turn a wholly owned subsidiary of the Company had acquired 44,500 shares, representing 4.45% equity interest in TM Unimech Co. Ltd. from non-controlling interests for a total consideration of THB9,000,000 (equivalent to RM1,152,288).

A9 Changes in the composition of the Group

There were no changes in the composition of the Group during the financial period ended 30 September 2024 save for:

- i. On 5 January 2024, Unimech Capital Sdn. Bhd., a wholly owned subsidiary company of the Company had subscribed 35% equity interest in Unimech Precision Solutions Sdn. Bhd. for a total consideration of RM50,000.
- ii. On 5 February 2024, Arita Flange Industries Sdn. Bhd., a wholly owned subsidiary company of the Company had voluntary winding up and de-registered from Suruhanjaya Syarikat Malaysia.
- iii. On 26 February 2024, M.E.T. Motion Holding Sdn. Bhd., a 51% owned subsidiary of the Company had subscribed 51% equity interest in M.E.T. Motion (Energreen) Sdn. Bhd. for a total consideration of RM510.

A10 Changes in contingent liabilities or contingent assets

There were no material changes in the contingent liabilities for the Group since the last financial year ended 31 December 2023.

A11 Capital commitments

No material capital commitments as at 30 September 2024.

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
NOTES TO THE INTERIM FINANCIAL REPORT
- ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS
B1 Financial review for current quarter and financial period-to-date

	Individual Period			Cumulative Period		
	Current Period Quarter 30-Sept-24 RM'000	Preceding Year Corresponding Quarter 30-Sept-23 RM'000	Changes RM'000 / %	Current Period to Date 30-Sept-24 RM'000	Preceding Year Corresponding Period 30-Sept-23 RM'000	Changes RM'000 / %
Revenue	84,869	84,491	378 / 0.4	241,345	245,459	(4,114) / (1.7)
Profit before tax	10,038	11,859	(1,821) / (15.4)	29,560	34,831	(5,271) / (15.1)

Current quarter

For the third quarter ended 30 September 2024, the Group reported a revenue of RM84.869 million which was RM0.378 million or 0.4% higher as compared to the preceding year corresponding quarter ended 30 September 2023 of RM84.491 million.

No significant changes in revenue in current quarter compared to the preceding year corresponding quarter, however, the profit before tax was decreased by 15.4% or RM1.821 million was mainly due to lower share of results of associates.

Financial period-to-date

The Group reported revenue of RM241.345 million for the financial period ended 30 September 2024, representing a decrease of RM4.114 million or 1.7% as compared to previous financial period ended 30 September 2023 of RM245.459 million. The decrease of the revenue was principally due to lower demand in core business in geographic markets in Malaysia, Singapore, Thailand and Vietnam.

In tandem with the decrease in revenue coupled with higher expenses incurred, the profit before tax for financial period ended 30 September 2024 reduced by 15.1% to RM29.560 million as compared to last financial period ended 30 September 2023 of RM34.831 million.

B2 Financial review for current quarter compared with immediate preceding quarter

	Current Quarter 30-Sept-24 RM'000	Immediate Preceding Quarter 30-Jun-24 RM'000	Changes RM'000 / %
Revenue	84,869	83,932	937 / 1.1
Profit before tax	10,038	12,087	(2,049) / (16.9)

No significant changes in revenue was reported by the Group for the current quarter ended 30 September 2024 as compared to the immediate preceding quarter ended 30 June 2024. Reduction in profit before tax of RM2.049 million was due to lower other income and lower share of results of associates in current quarter.

B3 Overall review of group's financial performance

No material changes of the major components of the statement of profit and loss and other comprehensive income, statement of financial position as well as statement of cash flow reported by the Group for the period ended 30 September 2024 compared to preceding year corresponding period ended 30 September 2023.

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
B4 Segment information
By business segment as at 30 September 2024

	Valves, instruments and fittings RM'000	Electronic RM'000	Pumps RM'000	All others RM'000	Elimination RM'000	Total RM'000
Revenue from external customers	182,849	8,376	34,289	15,831	-	241,345
Inter-segment revenue	48,026	825	6,319	132	(55,302)	-
Total revenue	230,875	9,201	40,608	15,963	(55,302)	241,345
Segment results	32,422	1,417	4,324	2,121	(8,876)	31,408
Interest expense						(5,290)
Interest income						364
Share of results of associates						3,078
Profit before tax						29,560
Tax expense						(7,540)
Profit after tax						22,020
Non-controlling interests						(4,733)
Profit attributable to owners of the parent for financial period ended 30 September 2024						17,287
Segment assets	575,917	20,413	45,155	109,656	(206,996)	544,145
Segment liabilities	137,445	17,388	25,667	32,067	(67,710)	144,857

By business segment as at 30 September 2023

	Valves, instruments and fittings RM'000	Electronic RM'000	Pumps RM'000	All others RM'000	Elimination RM'000	Total RM'000
Revenue from external customers	196,956	9,965	25,739	12,799	-	245,459
Inter-segment revenue	42,729	641	4,678	169	(48,217)	-
Total revenue	239,685	10,606	30,417	12,968	(48,217)	245,459
Segment results	38,737	1,514	2,247	632	(7,291)	35,839
Interest expense						(5,263)
Interest income						305
Share of results of associates						3,950
Profit before tax						34,831
Tax expense						(9,119)
Profit after tax						25,712
Non-controlling interests						(3,439)
Profit attributable to owners of the parent for financial period ended 30 September 2023						22,273
Segment assets	580,641	21,551	41,391	107,862	(209,030)	542,415
Segment liabilities	139,808	20,339	24,620	31,868	(69,415)	147,220

**INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024****B5 Commentary on prospects for the year 2024**

The world economy is expected to be impacted by geopolitical tension, supply chain disruptions, fluctuation of exchange rates, volatile of material costs, escalating of costs due to inflation in the year of 2024. Although the global economic conditions are expected to be still challenging, it is envisioned that the economy will continue to grow, albeit at a moderate pace. The Group's core business is not expected to be significantly adversely affected barring a drastic change in global economic conditions.

The Group will continue with its competitive strategy of developing further on its own brands to enhance its market position. In addition, the Group will concentrate on improving the efficiency in operations to achieve the competitive edge in the market. With strong fundamental and well established in the countries where the Group has operation, and barring any unforeseen circumstances, the Board of Directors is cautiously optimistic with the prospects of the Group.

B6 Profit forecast

Not applicable as no profit forecast was published.

B7 Income tax expense

	Current quarter 3 months ended 30-Sept-24 RM'000	Cumulative quarters 9 months ended 30-Sept-24 RM'000
Current period provision	2,764	7,124
Deferred tax	55	416
	<u>2,819</u>	<u>7,540</u>

The effective tax rate for current quarter and cumulative quarters are higher than the statutory tax rate was due to non-tax allowable expenses and losses of certain subsidiary companies cannot be used to offset against profit of other companies in the Group.

B8 Status of corporate proposals and status of utilisation of proceeds raised

There was no corporate proposal being carried out during the period under review.

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
B9 Group borrowings and debt securities
Total borrowings as at 30 September 2024

	Long term		Short term		Total borrowings	
	Foreign Currencies '000	Ringgit Malaysia '000	Foreign Currencies '000	Ringgit Malaysia '000	Foreign Currencies '000	Ringgit Malaysia '000
Secured						
<i>Ringgit Malaysia @ 1.000</i>						
Bank overdrafts	-	-	-	1,445	-	1,445
Revolving credits	-	-	-	5,600	-	5,600
Term loans	-	22,957	-	2,212	-	25,169
Trade lines	-	-	-	8,610	-	8,610
	-	22,957	-	17,867	-	40,824
<i>Vietnam Dong @ 0.000168</i>						
Trade lines	-	-	13,064,457	2,195	13,064,457	2,195
<i>Indonesia Rupiah @ 0.000272</i>						
Term loans	6,559,916	1,784	1,857,795	505	8,417,711	2,289
Revolving credits	-	-	124,925,640	33,980	124,925,640	33,980
	6,559,916	1,784	126,783,435	34,485	133,343,351	36,269
Total secured		24,741		54,547		79,288
Unsecured						
<i>Indonesia Rupiah @ 0.000272</i>						
Revolving credits	-	-	9,082,800	2,471	9,082,800	2,471
<i>Thai Baht @ 0.128032</i>						
Trade lines	-	-	18,128	2,321	18,128	2,321
Total unsecured		-		4,792		4,792
Total borrowings		24,741		59,339		84,080

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
B9 Group borrowings and debt securities (continued)

Total borrowings as at 30 September 2023

	Long term		Short term		Total borrowings	
	Foreign Currencies '000	Ringgit Malaysia '000	Foreign Currencies '000	Ringgit Malaysia '000	Foreign Currencies '000	Ringgit Malaysia '000
Secured						
<i>Ringgit Malaysia @ 1.000</i>						
Bank overdrafts	-	-	-	1,026	-	1,026
Revolving credits	-	-	-	9,400	-	9,400
Term loans	-	21,012	-	2,653	-	23,665
Trade lines	-	-	-	8,139	-	8,139
	-	21,012	-	21,218	-	42,230
<i>Vietnam Dong @ 0.000193</i>						
Trade lines	-	-	9,342,399	1,803	9,342,399	1,803
<i>Indonesia Rupiah @ 0.000304</i>						
Term loans	4,909,384	1,492	1,951,685	593	6,861,069	2,085
Revolving credits	-	-	94,434,340	28,708	94,434,340	28,708
	4,909,384	1,492	96,386,025	29,301	101,295,409	30,793
Total secured		22,504		52,322		74,826
Unsecured						
<i>Indonesia Rupiah @ 0.000304</i>						
Revolving credits	-	-	9,315,600	2,832	9,315,600	2,832
<i>Thai Baht @ 0.128583</i>						
Trade lines	-	-	32,885	4,228	32,885	4,228
Total unsecured		-		7,060		7,060
Total borrowings		22,504		59,382		81,886

B10 Off balance sheet financial instruments

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

B11 Changes in material litigation

The Group is not engaged in any material litigation as at the date of this report.

B12 Dividend

The Board of Directors proposed an interim single tier dividend of 2.5 sen per share in respect of the financial year ending 31 December 2024. The proposed dividend payment is amounting to RM3.669 million based on issued and paid-up capital as at 26 November 2024 of 146,767,400 shares (excluding treasury shares held by the Company).

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
B13 Earnings per share (“EPS”)
Basic EPS

The basic EPS had been calculated by dividing the Group’s profit for the year attributable to owner of the parent by the weighted average number of shares in issue.

	Current quarter 3 months ended 30-Sept-24	Cumulative quarters 9 months ended 30-Sept-24
Profit for the period (RM’000)	7,219	22,020
Profit attributable to non-controlling interests (RM’000)	(1,321)	(4,733)
Profit attributable to owners of the parent (RM’000)	5,898	17,287
Weighted average number of ordinary shares in issue (’000)	146,798	146,842
Basic EPS (sen)	4.02	11.77

Diluted EPS

Not applicable as there are no dilutive potential ordinary shares.

B14 Auditors’ report on preceding annual financial statements

The auditors’ report of the annual financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

B15 Notes to Condensed Consolidated Income Statements on Other Income/Expenses

	Current quarter 3 months ended 30-Sept-24 RM’000	Cumulative quarter 9 months ended 30-Sept-24 RM’000
Profit before tax is arrived at after charging/(crediting):-		
Allowance for impairment of inventories	500	1,500
Bad debts recovered	(363)	(481)
Depreciation & amortisation	2,347	7,151
Dividend income	(42)	(54)
Gain on disposal of property, plant & equipment	(31)	(184)
Gain/(Loss) on foreign exchange – realised	9	(143)
Interest expense	1,605	5,290
Interest income	(125)	(364)
Rental income	(301)	(964)



INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

B16 Foreign Exchange Exposure

The Group incurs foreign currency risk on transactions that are denominated in foreign currencies. The currencies giving rise to this risk are primarily the United States Dollar, Singapore Dollar, Thai Bath, Chinese Renmimbi, and Euro. The Group has not entered into any derivative instruments for hedging or trading purposes as the net exposure to foreign currency risk is not significant. Where possible, the Group will apply nature hedging by selling and purchasing in the same currency. However, the exposure to foreign currency risk is monitored from time to time by the Management.

B17 Trade Receivables

- i. Trade receivables are non-interest bearing and are generally on 30 days to 120 days term. They are recognised at their original invoice amounts which represent their fair values on initial recognition.
- ii. Analysis of the trade receivables ageing is as follow:

	As at 30-Sept-24 (Unaudited) RM'000	As at 31-Dec-23 (Audited) RM'000
Neither past due nor impaired	54,637	48,946
<u>Pass due but not impaired</u>		
Less than 30 days	18,095	16,210
31 days to 60 days	8,548	7,658
More than 61 days	8,162	7,312
	<u>34,805</u>	<u>31,180</u>
	89,442	80,126
Impaired	<u>4,472</u>	<u>4,472</u>
	<u>93,914</u>	<u>84,598</u>

As at 30 September 2024, trade receivables of RM34.805 million were past due but not impaired. These related to several independent customers from whom there is no recent history of default. The management is in an opinion that all the trade receivables are collectible. Thus, no further impairment is required.

- iii. No material impairment in trade receivables was recognised during the financial period ended 30 September 2024.

B18 Impairment of Assets

No material impairment of assets recognised as a loss in the statement of profit and loss and other comprehensive income for the financial period ended 30 September 2024.

By order of the Board

Dato' Seri Lim Cheah Chooi
Chief Executive Officer / Executive Director

Dated this 26 November 2024