



XiDeLang Holdings Ltd

(Bermuda Company No. 43136)
(Malaysian Foreign Company Registration No. 995210-W)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30.09.2024 ⁽¹⁾ RMB'000	Quarter ended 30.09.2023 ⁽²⁾ RMB'000	Financial period ended 30.09.2024 ⁽¹⁾ RMB'000	Financial period ended 30.09.2023 ⁽²⁾ RMB'000
Revenue	152,269	N/A ⁽²⁾	644,415	N/A ⁽²⁾
Cost of Sales	(135,892)	N/A ⁽²⁾	(553,280)	N/A ⁽²⁾
Gross Profit	16,377	N/A ⁽²⁾	91,135	N/A ⁽²⁾
Other Income	633	N/A ⁽²⁾	3,425	N/A ⁽²⁾
Reversal of Expected Credit Loss	452	N/A ⁽²⁾	126	N/A ⁽²⁾
Distribution Costs	(1,060)	N/A ⁽²⁾	(2,714)	N/A ⁽²⁾
Administrative and Other Expenses	(39,547)	N/A ⁽²⁾	(126,268)	N/A ⁽²⁾
Finance Costs	-	N/A ⁽²⁾	(231)	N/A ⁽²⁾
Loss before Tax	(23,145)	N/A ⁽²⁾	(34,527)	N/A ⁽²⁾
Taxation	1,053	N/A ⁽²⁾	1,287	N/A ⁽²⁾
Loss for the Period	<u>(22,092)</u>	<u>N/A⁽²⁾</u>	<u>(33,240)</u>	<u>N/A⁽²⁾</u>
Other Comprehensive Income:				
Foreign currency translations	-	N/A ⁽²⁾	-	N/A ⁽²⁾
Other Comprehensive Income, net of tax	-	N/A ⁽²⁾	-	N/A ⁽²⁾
Total Comprehensive Loss	<u>(22,092)</u>	<u>N/A⁽²⁾</u>	<u>(33,240)</u>	<u>N/A⁽²⁾</u>
Loss attributable to:				
Equity holders of the parent	<u>(22,092)</u>	<u>N/A⁽²⁾</u>	<u>(33,240)</u>	<u>N/A⁽²⁾</u>
Total Comprehensive Loss attributable to:				
Equity holders of the parent	<u>(22,092)</u>	<u>N/A⁽²⁾</u>	<u>(33,240)</u>	<u>N/A⁽²⁾</u>
Earnings per share attributable to equity holders of the parent				
- Basic ⁽³⁾ (RMB cent)	(1.04)	N/A ⁽²⁾	(1.57)	N/A ⁽²⁾
- Diluted ⁽³⁾ (RMB cent)	(1.04)	N/A ⁽²⁾	(1.57)	N/A ⁽²⁾

Notes:

- (1) The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.
- (3) Refer Note B9 for further details.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	As at 30.09.2024 ⁽¹⁾ RMB'000	As at 30.06.2023 RMB'000 (audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	475,658	480,431
Land use rights	37,679	39,201
	513,337	519,632
Current Assets		
Inventories	8,973	7,646
Trade and other receivables (Note @)	222,598	128,775
Cash and cash equivalents	638,507	764,199
	870,078	900,620
TOTAL ASSETS	1,383,415	1,420,252
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	13,437	13,437
Reserves	1,234,674	1,267,914
TOTAL EQUITY	1,248,111	1,281,351
Non-current Liabilities		
Deferred tax liabilities	14,417	15,704
Current Liabilities		
Trade and other payables (Note #)	120,747	110,657
Borrowings	-	12,400
Tax payable	140	140
	120,887	123,197
TOTAL LIABILITIES	135,304	138,901
TOTAL EQUITY AND LIABILITIES	1,383,415	1,420,252
Net assets per share (RMB)⁽²⁾	0.59	0.61

Notes:

- (1) *The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.*
- (2) *Calculated based on the number of ordinary shares outstanding (excluding treasury shares) as at the end of the financial period/year.*

Remark

- (@) *Average credit terms granted to trade receivables by the Group is 90 days.*
- (#) *Average credit terms granted by trade payables to the Group is 120 days.*



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

Quarter and period ended	Non-distributable						Distributable		Total equity RMB'000
	Share capital RMB'000	Share premium RMB'000	Capital redemption reserve RMB'000	Statutory surplus reserve RMB'000	Merger deficit RMB'000	Exchange translation reserve RMB'000	Treasury shares RMB'000	Retained earnings RMB'000	
30 September 2024 ^{(1), (2)}									
Balance at 1 July 2023	13,437	42,863	858,446	49,277	(204,906)	33,401	(1)	488,834	1,281,351
Total comprehensive loss	-	-	-	-	-	-	-	(33,240)	(33,240)
Transactions with owners									
Transfer to statutory surplus reserve	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Balance at 30 September 2024	13,437	42,863	858,446	49,277	(204,906)	33,401	(1)	455,594	1,248,111

Notes:

- (1) The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

	Financial period ended	
	30.09.2024 ⁽¹⁾ RMB'000	30.09.2023 ⁽²⁾ RMB'000
Loss before tax	(34,527)	N/A ⁽²⁾
Adjustments for non-operating cash flows:		
Non-cash items	20,999	N/A ⁽²⁾
Non-operating items	(3,194)	N/A ⁽²⁾
Operating loss before working capital changes	(16,722)	N/A ⁽²⁾
Changes in working capital		
Net change in current assets	(95,023)	N/A ⁽²⁾
Net change in current liabilities	10,090	N/A ⁽²⁾
Cash used in operating activities	(101,655)	N/A ⁽²⁾
Income tax paid	-	N/A ⁽²⁾
Net cash used in operating activities	(101,655)	N/A ⁽²⁾
Investing activities		
Interest received	3,425	N/A ⁽²⁾
Proceeds from disposal of property, plant and equipment	493	N/A ⁽²⁾
Purchase of property, plant and equipment	(15,324)	N/A ⁽²⁾
Net cash used in investing activities	(11,406)	N/A ⁽²⁾
Financing activities		
Interest paid	(231)	N/A ⁽²⁾
Repayment of borrowings	(12,400)	N/A ⁽²⁾
Drawdown of borrowings	-	N/A ⁽²⁾
Net cash used in financing activities	(12,631)	N/A ⁽²⁾
Net change in cash and cash equivalents	(125,692)	N/A ⁽²⁾
Cash and cash equivalents at beginning of financial period	764,199	N/A ⁽²⁾
Cash and cash equivalents at end of financial period	638,507	N/A ⁽²⁾
Cash and cash equivalents at end of financial period		
Cash and bank balances	638,507	N/A ⁽²⁾

Notes:

- (1) *The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.*
- (2) *“N/A” denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.*

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

A1. BASIS OF PREPARATION

The condensed consolidated interim financial statements as contained in this interim financial report are unaudited and have been prepared under the historical cost convention except otherwise stated.

These unaudited interim financial statements 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 and Appendix 9B of the Main Market Listing Requirements (“MMLR”) issued by Bursa Malaysia Securities Berhad (“Bursa Securities”).

These unaudited interim financial statements should be read in conjunction with the annual report and audited consolidated financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report. The explanatory notes contained herein provide an explanation of events and transactions that are significant to understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

The significant accounting policies and methods of computation applied in these unaudited interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the financial year ended 30 June 2023, save for the adoption of the following MFRS and Amendments to MFRSs during the current financial period as disclosed below:

Effective for annual periods commencing on or after 1 January 2023

MFRS 17 *Insurance Contracts*

Amendments to MFRS 17 *Initial Application of MFRS 17 and MFRS 9 – Comparative Information*

Amendments to MFRS 101 *Classification of Liabilities as Current or Non-current*

Amendments to MFRS 101 *Disclosure of Accounting Policies*

Amendments to MFRS 108 *Definition of Accounting Estimates*

Amendments to MFRS 112 *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

Amendments to MFRS 112 *International Tax Reform – Pillar Two Model Rules*

The adoption of the above MFRS, Amendments to MFRSs and IC Interpretation did not have any significant financial impact to the Group upon their initial application.

The following MFRSs and Amendments to MFRSs have been issued by the MASB but have not been early adopted by the Group:

Effective for annual periods commencing on or after 1 January 2024

Amendments to MFRS 16 *Lease Liability in a Sale and Leaseback*

Amendments to MFRS 101 *Non-current Liabilities with Covenants*

Amendments to MFRS 107 and MFRS 7 *Supplier Finance Arrangements*

Effective for annual periods commencing on or after 1 January 2025

Amendments to MFRS 121 *Lack of Exchangeability*

A1. BASIS OF PREPARATION (cont'd)

Effective for annual periods commencing on or after 1 January 2026

Amendments to MFRS 9 and MFRS 7 *Amendments to the Classification and Measurement of Financial Instruments*

Annual Improvements to MFRS Accounting Standards – Volume 11

Effective for annual periods commencing on or after 1 January 2027

MFRS 18 *Presentation and Disclosure in Financial Statements*

MFRS 19 *Subsidiaries without Public Accountability: Disclosures*

Deferred

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

The Group is in the process of assessing the impact of implementing these accounting standards and amendments, since the effects would only be observable for the future financial years.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the Group's most recent annual audited financial statements for the financial year ended 30 June 2023 were not subject to any qualification.

A3. SEASONALITY OR CYCLICALITY OF OPERATION

Save for the seasonality that is inherent in the sportswear industry, our Group's operations are not exposed to any anomalous cyclical fluctuation.

A4. UNUSUAL ITEMS

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

A5. MATERIAL CHANGES IN ESTIMATES

There were no significant changes in estimates of amounts reported in prior financial years that have a material impact on the current quarter and financial period under review.

A6. DEBTS AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter and financial period under review.

A7. DIVIDEND PAID

The Board of Directors did not recommend any payment of dividend during the current quarter and financial period under review (*Prior year corresponding quarter and financial period: Nil*).



A8. SEGMENT INFORMATION

The Group's activities are predominantly in designing, manufacturing and marketing of sports shoes within the People's Republic of China ("PRC" or "China"). The Group's operations are concentrated in Jinjiang City, Fujian Province of the PRC, which represents its principal place of business and in which the assets and liabilities of the Group are located.

The Group's Chief Executive Officer in this context manages the operations within the Group as a whole in single segment and relies on internal reports which are similar to those currently disclosed externally to make decisions about allocation of resources.

Accordingly, no further segmental analysis is available for disclosure except for the following entity-wide disclosures as required by MFRS 8.

Revenue by business activities

	Quarter Ended		Financial Period Ended	
	30.09.2024	30.09.2023 ⁽¹⁾	30.09.2024	30.09.2023 ⁽¹⁾
	RMB'000	RMB'000	RMB'000	RMB'000
Original design manufacturer ("ODM")				
- Footwear	152,269	N/A ⁽¹⁾	644,415	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.

During the financial period under review, the Group derived all its revenue from the PRC, particularly the Fujian province. The following is an analysis of the Group's revenue by region by location of customers, irrespective of the origin of the goods/services.

Revenue by location

	Quarter Ended		Financial Period Ended	
	30.09.2024	30.09.2023 ⁽¹⁾	30.09.2024	30.09.2023 ⁽¹⁾
	RMB'000	RMB'000	RMB'000	RMB'000
Within the PRC				
- Fujian province	152,269	N/A ⁽¹⁾	644,415	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.



A9. MATERIAL EVENTS

○ **Change of financial year end**

The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.

There was no material event subsequent to the end of the current quarter that have not been reflected in this interim financial report and/or announced to Bursa Securities.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and financial period under review.

A11. CHANGES IN CONTINGENT LIABILITIES

There are no material contingent liabilities as at the date of this report.

A12. CAPITAL COMMITMENTS

Save for the capital expenditures to be funded by the gross proceeds raised from corporate exercises as disclosed in Note B6, there are no material capital commitments not provided for in the financial statements.

A13. RELATED PARTY TRANSACTIONS

There was no related party transaction entered into by the Group during the current quarter and financial period under review (*Prior year corresponding quarter and financial period: Nil*).

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B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. ANALYSIS OF PERFORMANCE

	Quarter ended 30.09.2024 RMB'000	Quarter ended 30.09.2023 ⁽¹⁾ RMB'000	Financial period ended 30.09.2024 RMB'000	Financial period ended 30.09.2023 ⁽¹⁾ RMB'000
Revenue	152,269	N/A ⁽¹⁾	644,415	N/A ⁽¹⁾
Gross profit	16,377	N/A ⁽¹⁾	91,135	N/A ⁽¹⁾
Loss before tax	(23,145)	N/A ⁽¹⁾	(34,527)	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.

Our Group's total revenue stood at RMB152.3 million and RMB644.4 million for the current quarter and financial period under review respectively, derived from sales of footwear in relation to the ODM business segment.

Our Group's gross profit stood at RMB16.4 million and RMB91.1 million for the current quarter and financial period under review respectively, derived from sales of footwear in relation to the ODM business segment.

Our Group recorded a loss before tax of RMB23.1 million and RMB34.5 million for the current quarter and financial period under review respectively, mainly due to higher administrative and other expenses incurred, primarily resulting from:

- (i) additional expenses incurred for the research on suitable new raw materials (as part of our Group's strategy to keep abreast of the industry development and to sustain our competitiveness); and
- (ii) compensation/rebate to customer for late delivery of sales.



B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

	Quarter ended	
	30.09.2024	30.06.2024
	RMB'000	RMB'000
Revenue	152,269	159,441
Gross profit	16,377	24,091
Loss before tax	(23,145)	(13,395)
Loss after tax	(22,092)	(12,863)

Revenue for the current quarter under review decreased by approximately 4.5% as compared to the preceding quarter, resulting from lower sales volume from the ODM business segment for the current quarter.

Our Group recorded gross profit of RMB16.4 million, decreased by 32.0% as compared to the preceding quarter, mainly due to lower revenue recorded for the current quarter and additional accruals made for employees' incentives.

Our Group recorded loss before tax and loss after tax of RMB23.1 million (Preceding Quarter: RMB13.4 million) and RMB22.1 million (Preceding Quarter: RMB12.9 million) respectively for the current quarter under review. This was mainly due to:

- (i) lower gross profit recorded; and
- (ii) higher operating costs incurred, mainly due to additional distribution costs incurred and additional administrative and other expenses incurred for the current quarter under review.

ADDITIONAL INFORMATION – TRADE RECEIVABLES

	As at	
	30.09.2024	30.06.2024
	RMB'000	RMB'000
Trade receivables – third party	125,097	147,699
Allowance for expected credit loss	(2,502)	(2,954)
	122,595	144,745

The normal credit terms granted by our Group is 90 days.



B3. TAXATION

	Quarter ended		Financial period ended	
	30.09.2024	30.09.2023 ⁽¹⁾	30.09.2024	30.09.2023 ⁽¹⁾
	RMB'000	RMB'000	RMB'000	RMB'000
Tax income	1,053	N/A ⁽¹⁾	1,287	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.

As our Group's principal operations are carried out in China, the effective tax rate reported by our Group is generally correlated to the statutory tax rate applicable in China.

For the current quarter and financial period under review, our Group recorded tax income due to decrease in deferred tax liabilities provided in relation to the expected withholding tax on undistributed profits of the China subsidiaries, in line with the loss position of the China subsidiaries during the current quarter and financial period under review.

B4. OUTLOOK AND PROSPECTS

The global economy remains challenging, marked by uncertainties and intensifying competition in the industry. Consumers worldwide are expected to exercise caution in spending, while the competitive landscape among industry players continues to evolve. Domestically, the market is showing signs of recovery, albeit subject to various unforeseen factors.

Our Group remains vigilant in managing operational costs and is actively exploring opportunities for expansion both within China and internationally. Overseas expansion offers potential benefits, including diversification of revenue streams, access to new markets, and greater resilience against domestic market fluctuations.

In the post-pandemic era, the Group remains committed to prudent operational strategies, continuously optimizing management while actively seeking growth opportunities. Through strict cost control and practical expansion measures, we strive to enhance overall competitiveness and build a solid foundation for the Group's long-term stability and development.

B5. Profit Forecast

Not applicable as no profit forecast was previously published.

B6. STATUS OF CORPORATE PROPOSALS AND UTILISATION OF PROCEEDS

Private placement and rights issue of warrants in 2012

The proceeds raised from the private placement and rights issue of warrants in 2012 amounting to RM29.7 million (translated to RMB54.8 million) have been fully utilised.

Rights Issue in 2014

The status of utilisation, as of 30 September 2024 is as follows:

(In RM)			Proposed	Actual	Deviation		
	Purpose	Intended Timeframe	Utilisation RM'000	Utilisation RM'000	Amount RM'000	%	
i)	Construction of the second stage of the new Design & Production Centre ("Stage 2 Construction")	Within 3 years	83,700	-	83,700	100	N1
ii)	Estimated expenses in relation to the Proposals	Immediate	1,000	1,000	-	-	
			84,700	1,000	83,700		

(In RMB)			Proposed	Actual	Deviation		
	Purpose	Intended Timeframe	Utilisation RMB'000	Utilisation RMB'000	Amount RMB'000	%	
i)	Construction of the second stage of the new Design & Production Centre ("Stage 2 Construction")	Within 3 years	151,246	-	151,246	100	N1
ii)	Estimated expenses in relation to the Proposals	Immediate	1,807	1,807	-	-	
			153,053	1,807	151,246		

N1 *The utilisation for the funds raised is expected to be within three (3) years from the commencement of Stage 2 Construction. At this juncture, taking into consideration the market volatility and uncertainty caused by the geopolitical tensions and the aftermath of COVID-19 pandemic, this may take longer time to commence. All the funds are currently kept in the Group's banking account maintained with the Industrial and Commercial Bank of China.*

B7. BORROWINGS

The Group did not have any outstanding borrowings as at 30 September 2024.

B8. CHANGES IN MATERIAL LITIGATION

As at the date of this report, there is no litigation or arbitration, which has a material effect on the financial position of the Group.

B9. EARNINGS PER SHARE

(1) Basic Earnings per Share (“BEPS”)

The basic earnings per share (“BEPS”) is calculated as follows:

	Quarter ended		Financial period ended	
	30.09.2024	30.09.2023 ⁽¹⁾	30.09.2024	30.09.2023 ⁽¹⁾
	RMB'000	RMB'000	RMB'000	RMB'000
Basic earnings per share				
Loss attributable to equity holders of the parent	(22,092)	N/A ⁽¹⁾	(33,240)	N/A ⁽¹⁾
Weighted average number of ordinary shares in issue ('000)	2,116,226	N/A ⁽¹⁾	2,116,226	N/A ⁽¹⁾
	RMB cent	RMB cent	RMB cent	RMB cent
BEPS	(1.04)	N/A ⁽¹⁾	(1.57)	N/A ⁽¹⁾

Remark:

(1) “N/A” denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.

(2) Diluted Earnings per Share (“DEPS”)

As of 30 September 2024, the Group does not have any potential ordinary shares which, upon conversion, could result in dilution to earnings per share in future financial periods. Accordingly, the DEPS is the same as BEPS.

B10. FINANCIAL INSTRUMENTS

Derivatives

The Group does not have any derivative financial instruments.

Disclosures of Gains/Losses arising from Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities reported by the Group during the financial period under review.

B11. DISCLOSURE ON SELECTED EXPENSE/INCOME ITEMS AS REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Included in profit before tax comprised the following income/(expense) items:

	Quarter ended		Financial period ended	
	30.09.2024	30.09.2023 ⁽¹⁾	30.09.2024	30.09.2023 ⁽¹⁾
	RMB'000	RMB'000	RMB'000	RMB'000
Interest income	633	N/A ⁽¹⁾	3,425	N/A ⁽¹⁾
Interest expense	-	N/A ⁽¹⁾	(231)	N/A ⁽¹⁾
Depreciation and amortisation expenses	(4,076)	N/A ⁽¹⁾	(19,895)	N/A ⁽¹⁾
Reversal of expected credit loss	452	N/A ⁽¹⁾	126	N/A ⁽¹⁾
Loss on disposal of property, plant and equipment	(606)	N/A ⁽¹⁾	(1,230)	N/A ⁽¹⁾
Other income including investment income	N/A	N/A ⁽¹⁾	N/A	N/A ⁽¹⁾
Provision for and write-off of inventories	N/A	N/A ⁽¹⁾	N/A	N/A ⁽¹⁾
Gain/Loss on disposal of quoted or unquoted investments or properties	N/A	N/A ⁽¹⁾	N/A	N/A ⁽¹⁾
Impairment of assets	N/A	N/A ⁽¹⁾	N/A	N/A ⁽¹⁾
Gain/Loss on derivatives	N/A	N/A ⁽¹⁾	N/A	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.



APPENDICES – FINANCIAL STATEMENTS TRANSLATED INTO RINGGIT MALAYSIA (FOR ILLUSTRATIVE PURPOSE ONLY)

The Board of Directors wish to highlight that the presentation currency adopted by the Group in preparing the interim financial statements is Renminbi (“**RMB**”) as allowed under the MFRS Framework.

The following supplementary financial statements in Ringgit Malaysia (“**RM**”) (which include condensed consolidated statement of comprehensive income, condensed consolidated statement of financial position, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows) are shown for reference only and have been translated at single exchange rate of RMB1 to RM0.5878 as of 30 September 2024. The translation should not be construed as a representation that the RMB amounts have been or could be converted into RM at this or any other rate.

In addition, due to the changes of presentation currency on adoption of MFRS Framework, the comparative financial information contained in the following supplementary financial statements translated into RM would not be consistent with previously announced interim and annual financial statements as those statements were prepared using RM as the presentation currency (which was a requirement under the previous FRS Framework).

List of supplementary financial statements in Ringgit Malaysia (“**RM**”):

Appendix A – Condensed Consolidated Statement of Comprehensive Income

Appendix B – Condensed Consolidated Statement of Financial Position

Appendix C – Condensed Consolidated Statement of Changes in Equity

Appendix D – Condensed Consolidated Statement of Cash Flows



**APPENDIX A –
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(UNAUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30.09.2024 RM'000	Quarter ended 30.09.2023 ⁽¹⁾ RM'000	Financial period ended 30.09.2024 RM'000	Financial period ended 30.09.2023 ⁽¹⁾ RM'000
Revenue	89,504	N/A ⁽¹⁾	378,787	N/A ⁽¹⁾
Cost of Sales	(79,877)	N/A ⁽¹⁾	(325,218)	N/A ⁽¹⁾
Gross Profit	9,627	N/A ⁽¹⁾	53,569	N/A ⁽¹⁾
Other Income	372	N/A ⁽¹⁾	2,013	N/A ⁽¹⁾
Reversal of Expected Credit Loss	266	N/A ⁽¹⁾	74	N/A ⁽¹⁾
Distribution Costs	(623)	N/A ⁽¹⁾	(1,595)	N/A ⁽¹⁾
Administrative and Other Expenses	(23,246)	N/A ⁽¹⁾	(74,220)	N/A ⁽¹⁾
Finance Costs	-	N/A ⁽¹⁾	(136)	N/A ⁽¹⁾
Loss before Tax	(13,604)	N/A⁽¹⁾	(20,295)	N/A⁽¹⁾
Taxation	619	N/A ⁽¹⁾	756	N/A ⁽¹⁾
Loss for the Period	(12,985)	N/A⁽¹⁾	(19,539)	N/A⁽¹⁾
Other Comprehensive Income:				
Foreign currency translations	-	N/A ⁽¹⁾	-	N/A ⁽¹⁾
Other Comprehensive Income, net of tax	-	N/A ⁽¹⁾	-	N/A ⁽¹⁾
Total Comprehensive Loss	(12,985)	N/A⁽¹⁾	(19,539)	N/A⁽¹⁾
Loss attributable to:				
Equity holders of the parent	(12,985)	N/A ⁽¹⁾	(19,539)	N/A ⁽¹⁾
Total Comprehensive Loss attributable to:				
Equity holders of the parent	(12,985)	N/A ⁽¹⁾	(19,539)	N/A ⁽¹⁾
Earnings per share attributable to equity holders of the parent				
- Basic (sen)	(0.61)	N/A ⁽¹⁾	(0.92)	N/A ⁽¹⁾
- Dilute (sen)	(0.61)	N/A ⁽¹⁾	(0.92)	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.



**APPENDIX B –
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UNAUDITED)**

	As at 30.09.2024 RM'000	As at 30.06.2023 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	279,592	282,397
Land use rights	22,148	23,042
	301,740	305,439
Current Assets		
Inventories	5,274	4,495
Trade and other receivables	130,843	75,694
Cash and cash equivalents	375,314	449,196
	511,431	529,385
TOTAL ASSETS	813,171	834,824
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	7,898	7,898
Reserves	725,741	745,280
TOTAL EQUITY	733,639	753,178
Non-current Liabilities		
Deferred tax liabilities	8,474	9,231
Current Liabilities		
Trade and other payables	70,976	65,044
Borrowings	-	7,289
Tax payable	82	82
	71,058	72,415
TOTAL LIABILITIES	79,532	81,646
TOTAL EQUITY AND LIABILITIES	813,171	834,824
Net assets per share (RM)	0.35	0.36



**APPENDIX C –
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

Quarter and period ended 30 September 2024	<----- Non-distributable ----->						Distributable		Total equity RM'000
	Share capital RM'000	Share premium RM'000	Capital redemption reserve RM'000	Statutory surplus reserve RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	
Balance at 1 July 2023	7,898	25,195	504,595	28,965	(120,444)	19,633	(1)	287,337	753,178
Total comprehensive loss	-	-	-	-	-	-	-	(19,539)	(19,539)
Transactions with owners									
Transfer to statutory surplus reserve	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Balance at 30 September 2024	7,898	25,195	504,595	28,965	(120,444)	19,633	(1)	267,798	733,639



**APPENDIX D –
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

	Financial period ended	
	30.09.2024 RM'000	30.09.2023 ⁽¹⁾ RM'000
Loss before tax	(20,295)	N/A ⁽¹⁾
Adjustments for non-operating cash flows:		
Non-cash items	12,343	N/A ⁽¹⁾
Non-operating items	(1,877)	N/A ⁽¹⁾
Operating loss before working capital changes	(9,829)	N/A ⁽¹⁾
Changes in working capital		
Net change in current assets	(55,855)	N/A ⁽¹⁾
Net change in current liabilities	5,931	N/A ⁽¹⁾
Cash used in operating activities	(59,753)	N/A ⁽¹⁾
Income tax paid	-	N/A ⁽¹⁾
Net cash used in operating activities	(59,753)	N/A ⁽¹⁾
Investing activities		
Interest received	2,013	N/A ⁽¹⁾
Proceeds from disposal of property, plant and equipment	290	N/A ⁽¹⁾
Purchase of property, plant and equipment	(9,007)	N/A ⁽¹⁾
Net cash used in investing activities	(6,704)	N/A ⁽¹⁾
Financing activities		
Interest paid	(136)	N/A ⁽¹⁾
Repayment of borrowings	(7,289)	N/A ⁽¹⁾
Drawdown of borrowings	-	N/A ⁽¹⁾
Net cash used in financing activities	(7,425)	N/A ⁽¹⁾
Net change in cash and cash equivalents	(73,882)	N/A ⁽¹⁾
Cash and cash equivalents at beginning of financial period	449,196	N/A ⁽¹⁾
Cash and cash equivalents at end of financial period	375,314	N/A ⁽¹⁾
Cash and cash equivalents at end of financial period		
Cash and bank balances	375,314	N/A ⁽¹⁾

Remark:

(1) "N/A" denotes no comparative figures are available for presentation. The Board of Directors have approved the change of financial year end from 30 June to 31 December. The next set of audited financial statements will be commencing from 1 July 2023 to 31 December 2024, covering a period of 18 months. Thereafter, the subsequent financial year end shall end on 31 December annually. The change is to synchronise the financial reporting period with the calendar year, permitting thorough sale recording and operational planning, hence improving decision-making processes. Kindly refer to announcement made on 23 April 2024 for further details.