



**SWIFT ENERGY TECHNOLOGY BERHAD**  
*(Registration No. 202201033864 (1479561-A))*  
*(Incorporated in Malaysia)*

**INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED  
31 DECEMBER 2024**

M & A Securities Sdn Bhd ("**M & A Securities**"), being the Sponsor, was responsible for the admission of Swift Energy Technology Berhad to the ACE Market of Bursa Malaysia Securities Berhad on 8 January 2025. M & A Securities assumes no responsibility for the contents of this unaudited interim financial report for the first quarter ended 31 December 2024.

**UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME<sup>(1)(2)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.12.2024 Unaudited RM'000	31.12.2023 Unaudited RM'000	31.12.2024 Unaudited RM'000	31.12.2023 Unaudited RM'000
Revenue	24,411	N/A	24,411	N/A
Cost of sales	(14,715)	N/A	(14,715)	N/A
<b>Gross profit ("GP")</b>	<b>9,696</b>	<b>N/A</b>	<b>9,696</b>	<b>N/A</b>
Other income	1,517	N/A	1,517	N/A
Selling and distribution expenses	(284)	N/A	(284)	N/A
Administrative expenses	(5,919)	N/A	(5,919)	N/A
Other expenses	(1,146)	N/A	(1,146)	N/A
Net (loss)/reversal on impairment of financial instruments and contract assets	-	N/A	-	N/A
<b>Results from operating activities</b>	<b>3,864</b>	<b>N/A</b>	<b>3,864</b>	<b>N/A</b>
Finance income	16	N/A	16	N/A
Finance costs	(305)	N/A	(305)	N/A
<b>Profit before tax ("PBT")</b>	<b>3,575</b>	<b>N/A</b>	<b>3,575</b>	<b>N/A</b>
Income tax expense	(706)	N/A	(706)	N/A
<b>Profit after tax ("PAT")</b>	<b>2,869</b>	<b>N/A</b>	<b>2,869</b>	<b>N/A</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	368	N/A	368	N/A
<b>Total comprehensive income for the financial period</b>	<b>3,237</b>	<b>N/A</b>	<b>3,237</b>	<b>N/A</b>
<b>Profit for the financial period attributable to:</b>				
• Owners of the Company	2,920	N/A	2,920	N/A
• Non-controlling interests	(51)	N/A	(51)	N/A
	<b>2,869</b>	<b>N/A</b>	<b>2,869</b>	<b>N/A</b>
<b>Total comprehensive income for the financial period attributable to:</b>				
• Owners of the Company	3,287	N/A	3,287	N/A
• Non-controlling interests	(50)	N/A	(50)	N/A
	<b>3,237</b>	<b>N/A</b>	<b>3,237</b>	<b>N/A</b>
<b>Earnings per share ("EPS") attributable to owners of the Company</b>				
• Basic (sen) <sup>(3)</sup>	B11	0.39	N/A	0.39
• Diluted (sen) <sup>(4)</sup>	B11	0.39	N/A	0.39

**UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME<sup>(1)(2)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024 (Cont'd)**

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited combined financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the second interim financial report for the first quarter ended 31 December 2024 being announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic EPS is calculated based on the Company's share capital of 750,600,000 ordinary shares.
- (4) The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any convertible options at the end of the reporting period.

N/A – Not applicable

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**SWIFT ENERGY TECHNOLOGY BERHAD**  
(Registration No: 202201033864 (1479561-A))  
(Incorporated in Malaysia)

**UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>  
AS AT 31 DECEMBER 2024**

	<b>Unaudited As at 31.12.2024 RM'000</b>	<b>Audited As at 30.09.2024 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	22,347	22,423
Right-of-use assets	1,777	1,902
Deferred tax assets	395	393
<b>Total non-current assets</b>	<b>24,519</b>	<b>24,718</b>
<b>Current Assets</b>		
Inventories	15,539	15,333
Trade & other receivables	15,760	17,389
Contract assets	30,859	33,973
Prepayments	1,048	1,350
Current tax assets	337	404
Deposits placed with licensed banks	2,631	2,631
Cash and cash equivalents	19,597	20,296
<b>Total current assets</b>	<b>85,771</b>	<b>91,376</b>
<b>TOTAL ASSETS</b>	<b>110,290</b>	<b>116,094</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	42,823	41
Invested equity	-	2,000
Merger reserve	(40,782)	-
Translation reserve	573	206
Retained earnings	59,265	56,345
<b>Equity attributable to owners of the Company</b>	<b>61,879</b>	<b>58,592</b>
Non-controlling interests	449	499
<b>Total EQUITY</b>	<b>62,328</b>	<b>59,091</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Loan and borrowings	25,021	25,536
Lease liabilities	277	375
Deferred income	375	375
Deferred tax liabilities	130	130
<b>Total non-current liabilities</b>	<b>25,803</b>	<b>26,416</b>
<b>Current liabilities</b>		
Loan & borrowings	8,143	8,684
Lease liabilities	427	466
Deferred income	188	256
Trade & other payables	11,446	17,779
Contract liabilities	434	2,181
Current tax liabilities	1,521	1,221
<b>Total current liabilities</b>	<b>22,159</b>	<b>30,587</b>
<b>TOTAL LIABILITIES</b>	<b>47,962</b>	<b>57,003</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>110,290</b>	<b>116,094</b>
Net assets per ordinary share attributable to owners of the Company (RM) <sup>(2)</sup>	0.08	0.08

**UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>**  
**AS AT 31 DECEMBER 2024 (Cont'd)**

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited combined financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the Company's share capital of 750,600,000 ordinary shares as at 31 December 2024.

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**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGE IN EQUITY<sup>(1)(2)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	← Non distributable →				Distributable		Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Merger reserve RM'000	Invested equity RM'000	Translation reserve RM'000	Retained earnings RM'000	Total attributable to owners RM'000		
<b>As at 30 September 2023</b> <b>(Audited)</b>	*	-	2,000	1,276	39,494	42,770	319	43,089
Issuance of ordinary shares	41	-	-	-	-	41	-	41
Foreign currency translation differences	-	-	-	(1,070)	-	(1,070)	(1)	(1,071)
Profit for the year	-	-	-	-	16,851	16,851	181	17,032
Total comprehensive income for the year	-	-	-	(1,070)	16,851	15,781	180	15,961
<b>As at 30 September 2024</b> <b>(Audited)</b>	41	-	2,000	206	56,345	58,592	499	59,091
Adjustments for acquisitions	40,782	(40,782)	-	-	-	-	-	-
Foreign currency translation differences	-	-	-	367	-	367	1	368
Profit for the year	-	-	-	-	2,920	2,920	(51)	2,869
Total comprehensive income for the year	-	-	-	367	2,920	3,287	(50)	3,237
<b>As at 31 December 2024</b> <b>(Unaudited)</b>	<b>40,823</b>	<b>(40,782)</b>	<b>2,000</b>	<b>573</b>	<b>59,265</b>	<b>61,879</b>	<b>449</b>	<b>62,328</b>

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited combined financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

\* – Less than RM1,000

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS<sup>(1)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	<b>CURRENT PERIOD-TO- DATE 31.12.2024 RM'000</b>	<b>PRECEDING PERIOD-TO- DATE 30.09.2024 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	3,575	20,878
Adjustments for:		
Depreciation of property, plant and equipment	222	888
Depreciation of right-of-use assets	134	619
Finance costs	305	1,314
Finance income	(16)	(114)
Amortisation of government grants	(69)	(321)
Gain on disposal of right-of-use assets	-	(54)
Inventories written down to net realisable value	1	274
Net loss/(reversal) on impairment of financial instruments and contract assets	-	(371)
Unrealised foreign exchange differences	(1,360)	1,745
<b>Operating profit before changes in working capital</b>	<b>2,792</b>	<b>24,858</b>
<b>Change in working capital</b>		
Contract assets	3,114	(11,335)
Contract liabilities	(1,747)	(720)
Inventories	(207)	(458)
Prepayments	302	(678)
Trade and other receivables	2,233	278
Trade and other payables	(4,609)	(326)
<b>Cash generated from operations</b>	<b>1,878</b>	<b>11,619</b>
Tax paid	(341)	(3,069)
Tax refunded	-	240
<b>Net cash generated from operating activities</b>	<b>1,537</b>	<b>8,790</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(146)	(443)
Acquisition of right-of-use assets	-	(104)
Acquisition of non-controlling interests	-	(1,729)
Interest received from fixed deposits	16	114
Proceeds from disposal of right-of-use assets	-	54
<b>Net cash used in investing activities</b>	<b>(130)</b>	<b>(2,108)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid to:		
- owners of the Group	-	(11,000)
- non-controlling interest	-	(51)
Proceeds from issuance of share capital	-	41
Change in pledged deposits	-	(61)
Interest paid	(305)	(1,314)
Net drawdown/(repayment) of bank loans	(1,355)	13,306
Net drawdown/(repayment) of bankers' acceptances	(561)	(99)
Government grant received	-	202
Payment of lease liabilities	(138)	(949)
<b>Net cash from financing activities</b>	<b>(2,359)</b>	<b>75</b>

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS<sup>(1)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024 (Cont'd)**

	<b>CURRENT PERIOD-TO- DATE 31.12.2024 RM'000</b>	<b>PRECEDING PERIOD-TO- DATE 30.09.2024 RM'000</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	(952)	6,757
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	20,296	13,836
<b>EFFECT OF EXCHANGE TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>	253	(297)
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>19,597</b>	<b>20,296</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	19,597	20,296
Fixed deposits with licensed banks	2,631	2,631
	22,228	22,927
Less: Fixed deposits pledged with licensed banks	(2,631)	(2,631)
	<b>19,597</b>	<b>20,296</b>

**Note:**

- (1) The above Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the audited combined financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING**

**A1. Basis of preparation**

This interim financial report of Swift Energy Technology Berhad (“**SET**” or the “**Company**”) and its subsidiaries (the “**Group**”) is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 9.22 and Appendix 9B of Listing Requirements.

This is the Company’s second interim financial report on the unaudited consolidated financial results for the financial period ended 31 December 2024 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the audited combined financial statements for the financial year ended 30 September 2024 and the accompanying explanatory notes attached to this interim financial report.

**A2. Significant accounting policies**

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the 2024 Audited Financial Statements, except for the following new MFRSs, and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2024***

- Amendments to MFRS 16, *Leases – Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures – Supplier Finance Arrangements*

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2025***

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026***

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*

***MFRS Accounting Standards, interpretations and amendments 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*

***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (Cont'd)**

**A3. Auditors' report on preceding annual financial statements**

There were no qualifications on the audited financial statements of the Group for the financial year ended 30 September 2024.

**A4. Seasonal or cyclical factors**

The Group's operation was not significantly affected by any unusual seasonal or cyclical factors in the current quarter and financial period-to-date under review.

**A5. Unusual items due to their nature, size or incidence**

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows in the current quarter and financial period-to date under review.

**A6. Material changes in estimates**

There were no material changes in estimates in the current quarter and financial period-to-date under review.

**A7. Debt and equity securities**

There were no issuances, cancellations, repurchase, resale and repayment of debts and equity securities by the Group during the interim financial period under review.

**A8. Dividend paid**

There was no dividend paid by the Company during the current financial quarter under review.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (Cont'd)**

**A9. Segmental information**

The Group's revenue is segmented as follows:

- (a) Analysis of revenue by business segments

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024	31.12.2024 <sup>(1)</sup>	31.12.2024	31.12.2024 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Manufacturing	16,387	N/A	16,387	N/A
Engineering Services	2,285	N/A	2,285	N/A
Trading	5,739	N/A	5,739	N/A
<b>Total</b>	<b>24,411</b>	<b>N/A</b>	<b>24,411</b>	<b>N/A</b>

- (b) Analysis of revenue by geographical location

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024	31.12.2024 <sup>(1)</sup>	31.12.2024	31.12.2024 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Malaysia	8,940	N/A	8,940	N/A
China	4,138	N/A	4,138	N/A
Vietnam	3,981	N/A	3,981	N/A
Singapore	2,582	N/A	2,582	N/A
Ghana	2,029	N/A	2,029	N/A
Thailand	1,175	N/A	1,175	N/A
Papua New Guinea	794	N/A	794	N/A
Others	772	N/A	772	N/A
<b>Total</b>	<b>24,411</b>	<b>N/A</b>	<b>24,411</b>	<b>N/A</b>

**Notes:**

- (1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

**A10. Material events subsequent to the end of the quarter**

Save as disclosed in Note B6, there were no other material events subsequent to the end of the financial quarter.

**A11. Changes in the composition of the Group**

Save as disclosed in Note B6, there were no material changes in the composition of the Group during the current financial quarter.

**A12. Contingent liabilities or contingent assets**

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (Cont'd)**

**A13. Related party transactions**

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024	31.12.2024 <sup>(1)</sup>	31.12.2024	31.12.2024 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Rental payment to a connected person of Directors of the Group	31	N/A	31	N/A

**Notes:**

(1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

**A14. Capital commitments**

Save as disclosed below, there were no material commitments as at 31 December 2024.

	RM'000
<b>Approved and contracted for:</b>	
– Purchase and installation of roof-top solar photovoltaic (“PV”) system	48

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B1. Review of financial performance**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.12.2024 Unaudited RM'000	31.12.2024 <sup>(1)</sup> Unaudited RM'000	31.12.2024 Unaudited RM'000	31.12.2024 <sup>(1)</sup> Unaudited RM'000
Revenue	24,411	N/A	24,411	N/A
PBT	3,575	N/A	3,575	N/A
PAT	2,869	N/A	2,869	N/A

**Notes:**

- (1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

**Individual quarter ended 31 December 2024**

The Group recorded revenue of RM24.41 million for the current financial quarter under review.

The Group's revenue contribution derived from manufacturing business segment of RM16.4 million, trading business segment of RM5.7 million and engineering services of RM 2.3 million.

The Group registered a PBT of RM3.58 million and PAT of RM2.87 million in the current financial quarter under review.

**B2. Comparison with immediate preceding quarter's results**

	QUARTER ENDED		Changes %
	31.12.2024 RM'000	30.09.2024 RM'000	
Revenue	24,411	29,303	(16.69)
PBT	3,575	6,646	(46.21)

The Group recorded revenue of RM24.41 million, decreased by RM4.89 million or 16.69% compared to immediate preceding quarter. The decreased was mainly due to lower manufacturing and trading activities recorded, partially offset by increase in engineering services activities for the quarter under review.

The Group recorded PBT of RM3.58 million, decreased by RM3.1 million or 46.21% compared to immediate preceding quarter. The decreased is in line with lower manufacturing and trading activities recorded, partially offset by increase in engineering services activities for the quarter under review.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B3. Prospects of the Group**

We remain optimistic and positive on the outlook of the Group, which are driven by the following:-

- i. The industrial automation and renewable energy sectors are poised for significant growth globally, driven by increasing demand for efficiency, sustainability, and innovation across industries. As businesses continue to modernise, there is a heightened focus on integrating advanced technologies such as process automation, IoT-enabled systems, and energy-efficient solutions. This trend is particularly strong in industries like oil and gas, food manufacturing, and utilities, where operational excellence and resource optimisation are critical.
- ii. In the renewable energy space, the push for decarbonisation has accelerated the adoption of solar PV systems and other green technologies. Governments worldwide are implementing supportive policies, offering subsidies, and setting ambitious renewable energy targets, creating vast opportunities for companies in this domain. The industrial explosion-proof (Ex) solar PV systems market, for instance, is expected to grow substantially as industries prioritise safety and sustainability.
- iii. Additionally, Asia-Pacific stands out as a key growth region due to rapid industrialization, urbanization, and a focus on clean energy transitions. Emerging markets within the region are embracing industrial automation at an unprecedented pace to address labour shortages and improve production scalability. This expansion aligns with global shifts toward Industry 4.0, where digital transformation and intelligent manufacturing are at the forefront.
- iv. As industries continue to navigate challenges such as energy security and environmental regulations, the demand for cutting-edge automation solutions and sustainable energy systems is expected to rise sharply. Companies that combine innovation, scalability, and customer-centric solutions are well-positioned to capitalise on these trends, driving growth and creating value for stakeholders in the years ahead.

Despite of the global economy and geo-political challenges, the Company will continue to explore new business opportunities.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B4. Variance of actual profits from profit forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

**B5. Income tax expense**

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024 RM'000	31.12.2024 <sup>(1)</sup> RM'000	31.12.2024 RM'000	31.12.2024 <sup>(1)</sup> RM'000
Income tax expense	706	N/A	706	N/A
<b>Total tax expense</b>	<b>706</b>	<b>N/A</b>	<b>706</b>	<b>N/A</b>
Effective tax rate (%)	19.75	N/A	19.75	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

**Notes:**

(1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative for the comparative financial period concerned.

N/A – Not applicable

For both individual and cumulative quarter under review, our effective tax rate was 19.75%, which were lower than the statutory tax rate of Malaysia of 24.00%, was mainly attributed to claimable allowances, and effect of different tax rates of our foreign subsidiaries, was partially offset by non-deductible tax expenses.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B6. Status of corporate proposals**

On 20 March 2024, the Company entered into a share sale agreement with Swift Energy Sdn bhd (“**SESB**”) vendors to acquire the entire equity interest in SESB comprising 2,000,000 ordinary shares in SESB for a purchase consideration of RM42,781,838 which was satisfied via the issuance of 750,558,561 new Shares to SESB vendors at an issue price of RM0.0570 per Share. The acquisition of SESB was completed on 28 October 2024. Thereafter, SESB became the wholly-owned subsidiary of the Company.

On 9 December 2024, the Company issued its Prospectus in relation to the IPO in conjunction with the listing of the Company on the ACE Market of Bursa Securities (“**Listing**”), the Company proposes to undertake the IPO comprising:

(i) public issue of 250,200,000 new ordinary shares in the Company (“**Public Issue**”) allocated in the following manner:-

- 50,040,000 new Shares available for application by the Malaysian Public;
- 50,040,000 new Shares available for application by the Eligible Persons;
- 25,020,000 new Shares by way of private placement to selected investors; and
- 125,100,000 new Shares by way of private placement to identified Bumiputera investors approved by Ministry of International Trade and Industry, Malaysia.

and

(ii) offer for sale of 50,040,000 existing Shares by way of private placement to selected investors.

at an issue price of RM0.28 per Share.

The Company was successfully listed on the ACE Market of Bursa Securities on 8 January 2025.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B7. Utilisation of proceeds from the Public Issue**

The gross proceeds from the Public Issue of RM70.06 million shall be utilised in the following manner:

Details of utilisation of proceeds	Proposed utilisation RM'000	Percentage of utilisation %	Actual utilisation as of 27.02.2025 RM'000	Balance to be utilised RM'000	Estimated timeframe for utilisation from the Listing Date <sup>(1)</sup>
Expansion of fabrication facility, storage, office and new R&D centre	28,000	39.97	-	28,000	Within 36 months
Purchase of machineries, equipment, and software	2,200	3.14	-	2,200	Within 36 months
Setting up a dedicated R&D centre	1,480	2.11	-	1,480	Within 36 months
Business expansion	4,030	5.75	-	4,030	Within 36 months
Repayment of borrowing	15,000	21.41	15,000	-	Within 12 months
Working capital	13,346	19.05	-	13,346	Within 24 months
Estimated listing expenses	6,000	8.57	6,000	-	Within 1 month
	<b>70,056</b>	<b>100.00</b>	<b>21,000</b>	<b>49,056</b>	

**Note:**

- (1) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B8. Borrowings and lease liabilities**

	<b>Unaudited As at 31.12.2024 RM'000</b>	<b>Audited As at 30.09.2024 RM'000</b>
<b>Current</b>		
<b><u>Secured</u></b>		
- Term loans	2,040	2020
- Bankers' acceptance	6,103	6,664
- Hire purchase liabilities	349	339
	<u>8,492</u>	<u>9,023</u>
<b><u>Unsecured</u></b>		
- Lease liabilities	78	127
Total short-term borrowings	<u>8,570</u>	<u>9,150</u>
<b>Non-current</b>		
<b><u>Secured</u></b>		
- Term loans	25,021	25,536
- Hire purchase liabilities	277	371
	<u>25,298</u>	<u>25,907</u>
<b><u>Unsecured</u></b>		
- Lease liabilities	-	4
Total long-term borrowings	<u>25,298</u>	<u>25,911</u>
<b>Total borrowings</b>	<b><u>33,868</u></b>	<b><u>35,061</u></b>

**B9. Material litigations**

Save as disclosed below, there were no material litigations by or against the Group as at 31 December 2024.

**SESB vs Bina Puri Sdn Bhd ("Bina Puri")**

(i) Shah Alam High Court Civil Suit No.: BA-22C-20-06-2021

SESB commenced legal action against Bina Puri to claim for RM1,379,909.20 for additional and/or variation works done and services provided to Bina Puri. SESB and Bina Puri entered into a settlement via Consent Judgment on 21 May 2024. The agreed settlement sum was RM800,000 payable in 8 post-dated cheque instalments starting from June 2024 to January 2025. Default clause allows SESB to claim for full claimed sum of RM1,379,909.20 (less paid amount if any) against Bina Puri in the event of default and failure to remedy default or breach of terms in Consent Judgment. Cheque dated 15 June 2024 was dishonoured. Notice to Remedy issued but breach was not remedied within 14 days. Total payment received after the Consent Judgment was RM200,000 on a without prejudice basis.

(ii) Shah Alam High Court Execution No.: BA-37G-105-07-2024

SESB commenced garnishees proceedings against Bina Puri to recover a sum of RM1,179,909.20 (i.e. RM1,379,909.20 - RM200,000). Only 2 banks were found to be holding account for Bina Puri and had balance namely Alliance Bank Malaysia Berhad with balance of RM35,172.73 and Ambank (M) Berhad with balance of RM2,740.98. On 12 November 2024, the Shah Alam High Court granted absolute garnishee order directing these banks to pay SESB the said balance sums in Bina Puri's accounts. The absolute garnishee order also directs Bina Puri to pay additional costs of RM1,000 and allocatur of RM40 to SESB for the garnishee proceedings. The remaining outstanding amount as at to-date is RM1,143,035.49.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B9. Material litigations (Cont'd)**

(iii) Statutory winding-up notice

SESB issued a Statutory Winding-Up Notice under Sections 465 and 466 of the Companies Act 2016, dated 29 November 2024 to Bina Puri demanding for the RM1,143,035.49 to be settled within 21 days from the date of receipt of the notice. The notice was acknowledged receipt by Bina Puri on 2 December 2024.

However, Bina Puri failed, neglected and/or refused to settle the said demanded sum of RM1,143,035.49.

(iv) Shah Alam High Court Winding Up No.: BA028NCC-62-01/2025

SESB had filed winding-up petition (“**Winding Up Petition**”) against Bina Puri on 22 January 2025 to inter alia wind-up Bina Puri. The Winding Up Petition has been sealed and a copy of the Winding Up Petition dated 22 January 2025 together with the Affidavit Verifying Petition have been served on Bina Puri and acknowledged receipt by Bina Puri on 14 February 2025. The Shah Alam High Court has fixed for the first case management on 25 February 2025 to inter alia get update as to the status of the service of the cause papers and the Winding Up Petition has been fixed for hearing on 23 April 2025 at Shah Alam High Court.

**B10. Dividends**

No dividend was proposed by the Board of Directors for the current financial quarter under review.

**B11. EPS**

The basic and diluted EPS for the current financial quarter under review and financial period-to-date are computed as follows:

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024	31.12.2024 <sup>(1)</sup>	31.12.2024	31.12.2024 <sup>(1)</sup>
Profit attributable to ordinary owners of the Company (RM'000)	2,920	N/A	2,920	N/A
Weighted average number of ordinary shares ('000)	750,600	N/A	750,600	N/A
Basic EPS (sen) <sup>(2)</sup>	0.39	N/A	0.39	N/A
Diluted EPS (sen) <sup>(3)</sup>	0.39	N/A	0.39	N/A

**Notes:**

- (1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (2) Basic EPS is calculated based on the Company's share capital of 750,600,000 ordinary shares.
- (3) The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any convertible options at the end of the reporting period.

N/A – Not applicable

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (Cont'd)**

**B12. Notes to the Consolidated Statements of Profit or Loss and Other Comprehensive Income**

The following items have been charged/(credited) in arriving at the profit before taxation for the current financial quarter and the profit before taxation for the financial period-to-date:-

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER PERIOD-TO-DATE	
	31.12.2024 RM'000	31.12.2024 <sup>(1)</sup> RM'000	31.12.2024 RM'000	31.12.2024 <sup>(1)</sup> RM'000
<b>Profit before tax is arrived at after charging/(crediting):</b>				
Auditors' remunerations:				
Audit fees				
- KPMG PLT	44	N/A	44	N/A
- Other auditors	43	N/A	43	N/A
Non-audit fees				
- Local affiliate of KPMG PLT	10	N/A	10	N/A
<b>Material expenses/(income)</b>				
Depreciation of property, plant and equipment	222	N/A	222	N/A
Depreciation of right-of-use assets	134	N/A	134	N/A
Inventories written down to net realisable value/ (Reversal of inventories written down)	1	N/A	1	N/A
Amortisation of government grants	(69)	N/A	(69)	N/A
Government grants income	(36)	N/A	(36)	N/A
Gain on disposal of right-of-use assets	-	N/A	-	N/A
(Gain)/Loss on foreign exchange				
- Realised	473	N/A	473	N/A
- Unrealised	(1,360)	N/A	(1,360)	N/A
Personnel expenses (including key management personnel)				
- Contributions to state plans	466	N/A	466	N/A
- Wages, salaries and others	4,882	N/A	4,882	N/A
<b>Expenses arising from leases</b>				
Expenses relating to short-term leases	89	N/A	89	N/A
Expenses relating to leases of low-value asset	-	N/A	-	N/A

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS  
(Cont'd)**

**B12. Notes to the Consolidated Statements of Profit or Loss and Other Comprehensive Income  
(Cont'd)**

**Notes:**

- (1) This is the second interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

**B13. Authorisation for issue**

This interim financial report was authorised for issue by the Board on 27 February 2025.