

ANNEJAL REPORT²⁰

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COVER RATIONALE

Improving Lives Sustainably

The cover illustration of a robust tree, intricately shaped like a double-helix human DNA, symbolises SEDANIA's commitment to sustainability and the harmony between nature and innovation. The tree's roots, firmly extending outward and etched into the earth, represent our enduring connection to nature as our source of inspiration. Just as DNA is the foundation of life, this image reflects our continuous drive to embed natural principles into everything we do, staying true to our mission of Improving Lives Sustainably. This deep respect for nature propels us forward in delivering positive value to our stakeholders.

As a testament to our firm commitment to humanity, the tree also symbolises the three pillars of SEDANIA's business - Sustainable FMCG, Sustainable Consumer Technology, and Sustainable Energy. Moreover, the cable-infused design of the tree signifies the origins of SEDANIA as a telecommunications player, a core aspect of our identity that remains integral as we transition into the Sustainable FMCG industry. This dual representation illustrates our commitment to creating products and services that benefit humanity while honouring our legacy.

Guided by our core values of:



we strive to create products and services that not only benefit individuals but also contribute to the collective well-being of society.

Each SEDANIA service and product are rooted in the belief that true progress must align with both Nature and humanity, paving the way for a future that is as innovative, inclusive and progressive, as it is sustainable.

Because Life is divine. Precious. Whether it's the life of a human, an animal, a plant, or Mother Earth itself, it must be protected, nurtured, and loved to ensure the survival of our ecosystem for generations to come.



Scan this OR code for the soft conv version of our annual reports.

About This Report

Our Annual Report is an important communication tool that will be of material interest to our stakeholders. in which we showcase our financial and non-financial performance during the financial period ended 30 June 2024 ("FPE 2024"), including our achievements, milestones and challenges faced in an open and transparent manner.

The report is prepared to facilitate our stakeholders in making an informed assessment of SEDANIA Innovator Berhad's ("SEDANIA" or "the Group") ability to create, sustain and enhance value in the short, medium, and long-term. In producing this Report, every effort is made to ensure that all information published is accurate at the time of printing, with the issues discussed having material bearing on the Group's value creation process. Our Annual Report is supplemented by supporting documents including non-financial disclosures published as part of our annual results announced to Bursa Malaysia.

SCOPE AND BOUNDARY

This Annual Report shares material information related to the Group's business model, operating environment, material risks and opportunities, stakeholders' interests and our performance from 1 January 2023 until 30 June 2024, unless ("CA 2016"), Malaysian Financial Reporting Standards ("MFRS"), the International Financial Reporting Standards ("IFRS"). The content of this Annual Report excludes business and corporate activities conducted outside Malavsia (unless otherwise stated), as well as activities undertaken by the Group's associates, distributors, agents, collaborative partners, as well as third party vendors and suppliers that are beyond the direct and immediate control of SEDANIA.

REPORTING FRAMEWORK

In preparing this Report, we adhere to key statutory and compliance requirements, including the ACE Market Listing Requirements ("AMLR") of Bursa Malaysia Securities Berhad, the Companies (Amendment) Act 2024, and the Malaysian Code on Corporate Governance ("MCCG").

Our sustainability reporting has been enhanced to meet Bursa Malaysia's updated Sustainability Reporting Requirements, with reference to the 3rd edition of Bursa Malaysia's Sustainability Reporting Guide (2002). Furthermore, it aligns with global sustainability agenda and standards including the UN Sustainable Development Goals ("UNSDGs"), the GRI Standards, and carbon accounting practices as established by the GHG Protocol.

AUDIENCE

Our Annual Report, together with accompanying governance and financial publications, is designed to serve the interests of a diverse group of stakeholders. This includes our shareholders, business partners, financiers, potential investors, associates, and the broader capital market. It also provides essential updates and insights to our customers, employees, regulators, media, and the general public, all of whom are invested in understanding how we create value not only for them but also for the environment and society at large.



FORWARD-LOOKING STATEMENTS

This Report includes forward-looking statements concerning the future performance and prospects of the Group and its business divisions. These statements are not intended to serve as financial or investment advice in any form. While otherwise stated. Financial disclosures have been made in such statements reflect our judgments, opinions, and accordance with the requirements of the Companies Act 2016 expectations at the time of preparation, it is important to recognise that various factors - such as emerging risks, uncertainties, and disruptions - may impact actual deliverables and outcomes. Depending on prevailing causes and events, these factors may potentially lead to significant deviations from our expectations including those relating to our overall business and financial performance.

CROSS REFERENCES

Q This cross-reference icon indicates where more information can be found in other part(s) in our Annual Report.

This icon indicates where more information can be found on our website at: www.sedaniainnovator.com.

These icons indicate our respective businesses segments:





-(A):

Sustainable Consumer Technology

Sustainable Energy

FEEDBACK

SEDANIA is dedicated to enhancing the quality of our disclosures, and we appreciate the valuable insights and feedback from our stakeholders. Your perspectives are essential in helping us improve. Should you have any questions or comments regarding this Report, we warmly invite you to reach out to us at: *info@sedaniagroup.com*.

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Offspring Inc. Welcomes Zahirah MacWilson Celebrating a new chapter with Zahirah MacWilson as Offspring's Brand Ambassador, introducing the FeatherAIR Diaper in August 2024 - crafted for safe, chemical-free comfort for your little ones.	ahirah Macwilson ffspring Brand Ambassador



Venue: Ballroom V, Main Wing, Tropicana Golf & Country Resort, Jalan Kelab Tropicana, 47410 Petaling Jaya, Selangor Darul Ehsan.



Time: 10:00 a.m.

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Leadership

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Eco-Friendly Offspring Products are Well Loved Worldwide

With over 170 eco-friendly products, Offspring Inc. continues to delight millions of parents globally, offering safe, sustainable solutions for every family.





nan naging Director



Letter From Our Chairman



the past year has been an Exhilarating

— Tan Sri Abdul Halim Bin Ali Senior Independent Non-Executive Chairman

Dear Stakeholders

ON behalf of the Board of Directors (the "Board") I am pleased to share the achievements of SEDANIA Innovator Berhad ("SEDANIA" or the "Group") for the financial period.

As the Group made notable changes this year, from the introduction of our new Group CEO, reclassifying our shares in Bursa Malaysia and shifting of our financial year end to 30 June, welcoming new Board members - YAA Tun Md Raus Bin Sharif and YBhq. Dato' Nasri Bin Nasrun - and even our expansion and focus towards our fastgrowing Sustainable FMCG pillar - the past year has been an exhilarating journey for SEDANIA. While we navigate through these turning points, the Group continues to uphold our unwavering belief in Improving Lives Sustainably, which has been our compass in providing responsible and ethical solutions for the community.

Pivot to Sustainable FMCG

Our pivot towards Sustainable FMCG was a strategic and timely move for the Group - which was further strengthened through our 51% stake in Tanamera Group Sdn Bhd ("Tanamera"), which is now a subsidiary of SEDANIA. Tanamera now proudly joins Offspring as part of the Group's key revenue stream from the Sustainable FMCG segment. The global emphasis on sustainability, coupled with shifting consumer behaviour towards more ethical, organic and eco-friendly products, provided a favourable environment for this transition.

This move aligns with shifting consumer values. As inflation and economic uncertainty persisted. consumers are becoming more selective about their purchases, favouring brands that align with their values. Our move towards Sustainable FMCG products - emphasising local sourcing, ethical practices, and health benefits, resonated well with our loyal customers and the broader market.

This pivot also helps us in strengthening brand loyalty and differentiation. Companies that embraced sustainability were able to build stronger brand loyalty and differentiate themselves in a

crowded market – this was the case for SEDANIA. Building an authentic, valuedriven brand is important to appeal to our target segments, while leveraging the power of digital platforms and social media to amplify our brand visibility and ethical practices.

It is also known that sustainable products have long-term appeal, as the shift towards conscious consumerism is not a temporary trend but a lasting change. SEDANIA's pivot at a relatively early stage of this rising wave will position us well in maintaining relevance as sustainability becomes a non-negotiable expectation - forming the foundation of the Group's long-term resilience.

Sustaining Resilience Amidst a **Competitive Market Landscape**

The pivot to sustainability more often than not involves more holistic considerations, especially our impact to consumer, broader community and environment. This may range from sourcing eco-friendly materials to implementing greener processes and ensuring positive societal outcomes beyond profit. Our team recognised the challenges ahead to strike a delicate balance between profitability and upholding our social responsibility to ensure the highest standard of products for our loyal customers. This showcases our drive in optimising our bottom line.

While demand for sustainable products is growing, there remains a segment of consumers that are price sensitive. SEDANIA continues to invest in market awareness and education on the longterm value and advantages of sustainability-driven products and services as a key differentiator to other mass-consumer products.

Amidst our ongoing transformation, our Sustainable Consumer Technology Segment under SEDANIA As Salam Capital Sdn Bhd ("SASC") has done exceptionally well during the financial period.

SASC's remarkable growth and innovative solutions have earned industry-wide recognition and numerous prestigious awards. A standout achievement is the introduction of JOMHIBAH, Malaysia's first fully integrated, Shariah-compliant digital hibah platform. This groundbreaking solution will revolutionise Islamic inheritance management by addressing the staggering RM70 billion in frozen Islamic assets as of the year 2020 comprising assets entangled in family disputes, legal complexities, and prohibitive costs.

Our strategic partnership with Hong Leong Islamic Bank further amplifies the benefits of Hibah, extending them to a wider community through HLISB's Personal Financing-i. This collaboration leverages a fully digital financing process, breaking down geographic barriers and expanding access to Hibah like never before.

SASC also made monumental strides in enabling a Halal Financial Ecosystem among Malaysia's financial service institutions. Through landmark initiatives like the Umrah Financing partnership with Grab Finance under our GoHalal Financing Program, we are empowering Muslim Grab driverpartners with tailored solutions to help them achieve their dream of performing their pilgrimage in Makkah. These achievements are underpinned by our unwavering commitment to uphold our Shariah expertise and credibility, solidifying SASC as a leading force in Islamic fintech in Malaysia.

Meanwhile, SEDANIA Technologies Sdn Bhd ("STSB"), in collaboration with a local technolgy partner, launched the cutting-edge Intelligent Energy Management System – an innovative, proprietary solution designed to optimise energy consumption and slash costs for SMEs, corporates, public sector entities, and businesses. This pioneering technology is driving Malaysia toward its carbon neutrality goal, playing a pivotal role in the nation's ambition to achieve net-zero emissions by 2050.

Letter from Our Chairman

Where will SEDANIA be in the Next 5-10 Years?

The wave for sustainability-driven FMCG products will grow stronger as consumers increasingly prioritise ethical consumption and environmental responsibility. This trend will be fuelled by the younger generations who expect brands to lead in sustainability.

In continuing our Mission to Improving Lives Sustainably, the Group will emphasise on innovation in sustainable packaging, ethical sourcing, and strengthening our supply chains. In the coming years, we will continue to invest in consumer education and create strong brand narratives around sustainability.

Building partnerships with local communities and well-regarded institutions, as well as investments in technology will be the anchor for our long-term growth to ensure authenticity, transparency, and trust in our products and services.

Acknowledgments

Navigating this pivot would not have been possible without the contributions of my Board colleagues and the Management team. I am also grateful to fellow SEDANIANs for being resilient, and being able to execute tasks with Spirit, Strategy, Strength, Speed, Stamina and also executing it in Style - as per our SEDANIA DNA.

Many thanks to the Group's shareholders in their continued belief towards SEDANIA's value-creation products and services, and our continuous effort to create sustainable solutions. I would like to emphasise that this would not have been possible without the support from our growing team of colleagues.

Tan Sri Abdul Halim Bin Ali Chairman

Message From Our Managing Director



Here are the top five (5) key trends, which summarises what we do at SEDANIA that will drive us to be the top rated brand in our key target segments:

> The global and Malaysian focus on sustainability creates a significant opportunity for SEDANIA to prioritise environment-positive solutions and ethical practices. This is driven by new-generation consumers who increasingly gravitate toward brands that offer sustainable products, particularly in FMCG and consumer technology.

years to come.

Our Approach: As the health and wellness market grows increasingly competitive, SEDANIA is strategically positioned to leverage this trend as a driver of sustainable growth. We differentiate our offerings by continuously innovating with organic, natural, and health-focused essential products that meet the evolving needs of health-conscious consumers.

By staying ahead of industry trends and creating strong, compelling brand narratives, we are able to capture consumer attention and build trust. This proactive approach not only sets us apart from competitors but ensures our continued relevance and growth in this burgeoning market.

we view Sustainability as a **Strategic** Imperative

> - Datuk Noor Azrin Bin Mohd Noor Managing Director

In the Group's continuing Mission to *Improving Lives Sustainably*, SEDANIA and our over 220-strong team will emphasise on innovation and providing sustainable solutions for the People and Planet. In the coming years, we will continue to invest in consumer education and create strong brand narratives around sustainability.

What Do We Believe In and Where Do We Stand in **Today's Competitive Market Landscape?**

From the beginning of SEDANIA, we have always believed in building a better world for humanity. It is our promise to cherish and protect what matters most-our babies, mothers, families, and the planet Earth we live in. With love and care woven into every product and service we create, we strive to nurture their well-being, happiness, and longevity.

Our commitment to sustainability is rooted in the belief that a better tomorrow begins with thoughtful actions today safeguarding our planet, building unshakable trust, and uplifting our Nation. As guardians of this Mission, we pour our hearts into every effort, knowing that the true measure of success for SEDANIA is the lasting difference we make in the lives we touch

· What drives the next phase of our growth?

Our strategic pivot to focus more on FMCG as our key growth engine during the financial period, grounded on the premise of Improving Lives Sustainably, is poised to push SEDANIA to our next phase of growth. This is also a very timely move for the Group, as there has never been a time more crucial to talk about sustainability not only in Malaysia but also at a global scale.

Being a force for good in sustainability will be the cornerstone of our growth to be the top rated FMCG, consumer technology and energy player in Malaysia and the region.





AND WELLNESS



SUSTAINABILITY

IS THE NEW

COMPETITIVE

ADVANTAGE

Message from Our Managing Director

Our Approach: At SEDANIA, we view sustainability as a strategic imperative that drives long-term growth. By integrating ethical, inclusive and eco-conscious practices into our operations, we are able to deliver solutions that resonate with today's consumers, who increasingly prioritise ethical and environment-positive brands.

We are committed to offering products that not only meet the growing demand for sustainability but also ensure accessibility for all market segments. This approach strengthens our competitive edge, helping us foster lasting relationships with consumers and ensuring sustainable growth well into the future.

The ongoing trend towards health and wellness, particularly in the FMCG sector, provides opportunities for SEDANIA to offer organic, natural, and health-focused products that cater discerning consumers who only want the best for their loved ones and for themselves. As consumers become more health-conscious, there's a growing market for these offerings. This is the direction where SEDANIA is heading towards and will continue to be in the

Message from Our Managing Director



DIGITAL TRANSFORMATION AND INNOVATION

Data and attention is the new commodity in the consumer-driven sector. The acceleration of digitalisation across multiple operating domains offers a chance for SEDANIA to innovate and streamline our operations to increase our competitiveness, quality and speed to market. It is our view that SEDANIA's approach to investing in digital solutions, such as e-commerce, fintech, and AI capability will play a crucial role in enhancing our efficiency, helping us scale new markets, and support our efforts to deliver the best products and services for our customers.

Leadership Insights

Our Approach: SEDANIA sees digital transformation not as a challenge but as a key driver of sustainable growth. By staying agile and embracing innovation, we are able to navigate the rapid pace of digital change with confidence. Our focus on investing in digitalfirst capabilities including e-commerce and consumer tech, positions us to enhance operational efficiency, scale new markets, and deliver superior products and services to our customers.

This approach ensures that we remain competitive, even against larger players, by continuously refining our cost structure and leveraging technology to boost our value proposition. Our commitment to digital innovation strengthens our long-term resilience and adaptability in an ever-evolving landscape.

GROWTH IN SHARIAH-COMPLIANT FINANCING AND ISLAMIC BANKING PRODUCTS

The expansion of Islamic finance, especially with the rise of fintech solutions, presents a unique opportunity for businesses to offer Shariah-compliant banking and financial products that prioritise the well-being of families and solutions that help individuals thrive and fulfil their aspirations. This is particularly relevant in markets like Malaysia, where demand for ethical and inclusive financing is strong.

Our Approach: SEDANIA sees the growth of Shariah-compliant financing and Islamic banking products as a pivotal opportunity to drive sustainable growth. By investing in both technical expertise and localised Shariah-compliance capabilities, we are not only ensuring full regulatory adherence but also building trust with our partners and customers.

This proactive approach positions SEDANIA as a trusted leader in the Islamic finance sector, ensuring long-term relevance and growth as we continue to innovate and cater to evolving market needs.



SUPPLY CHAIN **RESILIENCE AND** LOCALISATION

> As a result, we've gained a competitive edge in navigating rising costs during inflationary times, while maintaining high standards of product quality and accessibility through our digital channels. Moving forward, we will continue to refine our supply chain management to ensure operational efficiency, cost optimisation, and resilience, driving sustainable growth.

ACKNOWLEDGEMENT

Transformation, which formed a major part of our financial period, is challenging but it also positions us in a fitter, more agile and responsive mode to capture greater opportunities that lie ahead. Through sheer passion in believing what we do, we were able to navigate through this time of pivot with the strength of our SEDANIA workforce. We will continue to drive innovation in sustainability practices, including the entirety of our products, ingredients, sourcing, and solutions.

We would like to thank our Shareholders for their continued support and belief in our Mission to Improving Lives Sustainably, and the value that we are creating for our families, communities, and mother Earth. As we look to the future, we are optimistic in our ability to provide more, and in our commitment to investing in sustainability-enabling businesses.



Message from Our Managing Director

What we have learned during the COVID-19 lockdown days were disruptions caused by fragmented global supply chains, which highlights the importance of building resilient and, most importantly, localised supply chains. Taking advantage of the rich resources available in Malaysia and regional markets offered at competitive prices, we are actively building the infrastructure and systems that allow us to focus on local sourcing and production to reduce dependency on volatile global markets and also appeal to consumers who prioritise locally-made products.

Our Approach: The lessons learned from global supply chain disruptions, especially the COVID-19 lockdowns, have reinforced our commitment to localising our supply networks. By prioritising and harnessing the abundant resources in Malaysia and nearby regions, we're strategically developing infrastructure that prioritises local sourcing and production. This not only reduces our dependency on unpredictable global markets but also meets the growing consumer demand for locally-made products.

> We are also sincerely grateful and appreciative towards our Board Members, for their unwavering commitment in guiding us and ensuring good governance for SEDANIA. The onboarding of new Board members, YAA Tun Md Raus Bin Sharif and YBhg. Dato' Nasri Bin Nasrun will bring forth significant insights to the Group.

> We take our responsibility in navigating this ship with utmost integrity and seriousness, and I personally thank the Management and SEDANIANs for believing in me and the Group's Mission.

> By combining our strengths, enthusiasm, and upholding the SEDANIA DNA (Spirit, Strategy, Strength, Speed, Stamina + Style), I am confident we will achieve even greater milestones in the near future.

Datuk Noor Azrin Bin Mohd Noor Founder & Managing Director



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Tanamera Expands its Footprint in Asia

From humble beginnings in 2000 to a regional presence, Tanamera products are available across Vietnam through our exclusive distributor, Earth Mama, solidifying our growth in the Asian region going forward.



SUSTAINABLE FMCG

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		Our	Journey for
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Who We Are

SEDANIA Innovator Berhad ("SEDANIA" or the "Group") is a purpose-driven company with sustainability at its core, committed to improving lives through every aspect of our business. Our innovative products and services not only nurture and protect familiesparticularly babies, mothers, and their loved ones-but also contribute to a greener economy by safeguarding the environment.

At SEDANIA, we are fueled by our three core engines in sustainable consumer goods and services, setting ourselves apart through our consumer-centric brands: Offspring Inc Sdn Bhd ("Offspring"), Tanamera Tropical Spa Sdn Bhd ("Tanamera"), FA Herbs Sdn Bhd ("FA Herbs"), and SEDANIA As Salam Capital Sdn Bhd.

Incorporated on 17 December 2013, SEDANIA was listed on the ACE Market (SEDANIA / 0178) on 29 June 2015. Reflecting our strategic shift towards the FMCG sector since 2019, SEDANIA's shares were reclassified under the "Consumer Products and Services" sector on 9 July 2024, showcasing our focus on delivering essential, consumer-related products and services.

- · Listed on Bursa Malaysia's ACE Market (sector: Consumer Products and Services)
- · Shariah-compliant stock counter

The Group's core businesses comprise as follows:



Sustainable FMCG

Offspring and Tanamera

Providing essential products that serve the needs of newborns, babies, postnatal mothers, and family wellness.

FA Herbs

A trusted Halal OEM and OBM manufacturer for beauty, health, and wellness products.



Sustainable Consumer Technology

SEDANIA As Salam Capital

Developing innovative Shariahcompliant financial products that support Financial Service Institutions and empower consumers.

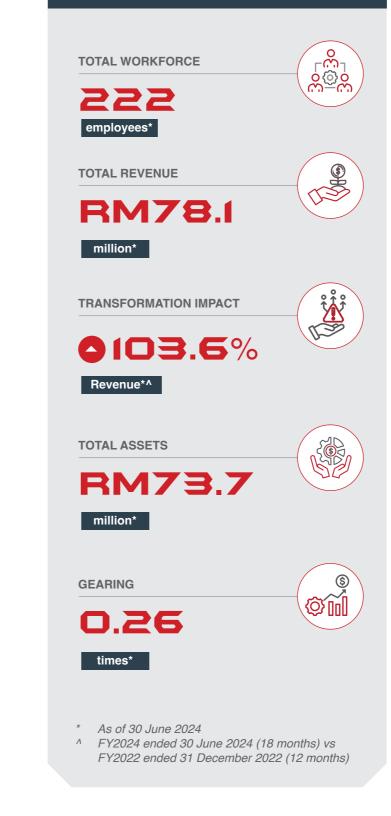


Sustainable Energy

SEDANIA Technologies

Delivering smart energy management solutions to help SMEs, government agencies, and corporations optimise energy consumption and advance Malaysia's sustainability goals.

SEDANIA's unwavering commitment to innovation, sustainability, and well-being drives us to create meaningful value through essential products and services that benefit humanity, ensuring long-term growth and resilience.



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VISION

SEDANIA Innovator Berhad is dedicated to leading the way in sustainable innovation creating a positive impact on society and the environment. Our commitment to responsible and ethical practices aims to benefit both People and the Planet.

MISSION

Improving Lives Sustainably

VALUES

To achieve our Mission to advance communities through innovative technology and solutions and to continuously push the boundaries of what is possible, we are guided by our SEDANIA Values that ensure we conduct ourselves with the highest accountability, efficiency, dedication and passion in everything that we do.







What We Do

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Driven by a foundation of strong governance, prudent risk management, and a steadfast commitment to integrity, SEDANIA recognises that corporate governance is key to realising our strategic vision.



We believe that through honest, transparent, ethical and responsible governance practices, we are not only guiding the Company toward its goals but also building long-term, sustainable value for all our stakeholders. These principles are the pillars that support our Mission of delivering meaningful impact to humanity, while ensuring enduring success for a brighter future.



SEDANIA As Salam Capital is a pioneering technology provider that empowers financial institutions with cutting-edge Islamic fintech solutions, playing a crucial role in advancing financial inclusivity. By offering innovative, Shariah-compliant products and services, we enable financial institutions to cater to the diverse needs of the market while adhering to Islamic principles. Our mission is to foster financial innovation, inclusivity, and sustainability through the seamless integration of technology and Shariah-compliant financing solutions.



SEDANIA Technologies is an ESG and technology enabler that drives energy transformation initiatives for large corporates, SMEs, and institutions. In the energy sector, SEDANIA Technologies offers a comprehensive suite of solutions that drive both energy input optimization and consumption reduction. Our renewable energy solutions enable businesses to integrate sustainable energy sources into their operations, reducing reliance on traditional energy grids and lowering their carbon footprint.

Our expertise in energy optimisation is further enhanced by our Intelligent Energy Management System, which provides real-time monitoring, usage history, and

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What We Do
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Sustainable Consumer Technology



Our consumer technology product range includes: JOMHIBAH **GoHalal Financing Program** As-Sidq Tawarruq

We also operate a telcotech (airtime sharing) division where we support transfer of airtime credits for leading telecommunications providers and its users.



Sustainable Energy



detection of anomalies like misalignment, double billing, and total blackout. This ensures operational efficiency and accurate billing, enabling our clients to optimise energy consumption while reducing costs.

> Key services provided by **SEDANIA Technologies include:**

Energy Efficiency

Solar PV and **Renewable Energy** ESG Consulting

Energy Audit

Energy Monitoring

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Where We Operate

SEDANIA Innovator Berhad Offspring Inc. Sdn Bhd SEDANIA As Salam Capital Sdn Bhd SEDANIA Technologies Sdn Bhd

Headquarters:

Level 10 and 11, Kelana Parkview Tower, Jalan SS6/2, Petaling Jaya, Selangor.

Tanamera Tropical Spa Sdn Bhd

Office:

Lot 3726, Jalan Tembusu, Kampung Melayu Subang, 40150 Shah Alam, Selangor, Malaysia.



1.	Australia	8.	Moldavia
2.	Malaysia	9.	Belarus
3.	USA	10.	Finland
4.	Russia	11.	Spain
5.	Kazakhstan	12.	Bahrain
6.	Kyrgyzstan	13.	Myanmar
7.	Armenia	14.	Vietnam

TANAMERA

1.	Malaysia	6.	Russia
2.	China	7.	Kuwait
3.	Hong Kong	8.	UK
4.	Denmark	9.	Germany
5.	Kazakhstan	10.	USA

16.	Thailand
17.	Maldives
18.	Mauritius
19.	Korea
20.	Philippines
21.	Brunei

11. Brunei

12. Vietnam

13. Singapore 14. Australia

	20. 11001	10010
	27. Saud	i Arabia
	Legend	4
_	V	Offspring
_	*	Tanamera

FA

FA Herbs

FA Herbs Sdn Bhd

Office & Factory @ GMP Cosmetics:

No. 3, Jalan Industri Bukit Badong 1, Taman Industri Bukit Badong, ljok, Selangor.

No. 41, ljok, Selangor.



22. Singapore 15. Cambodia 23. Togo 24. Nigeria 25. UAE 26. Indonesia



Where We Operate

Factory @ GMP Soap:

Jalan Industri Bukit Badong 1, Taman Industri Bukit Badong,

Factory @ GMP Traditional:

Lot 571, Jalan Bukit Belimbing, Kuala Selangor, Selangor.



Our Strengths

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Visionary Leadership with a Focus on ESG

At the helm of SEDANIA is a visionary leadership team dedicated to promoting sustainability, innovation, and responsible business practices. With a forward-thinking approach that places ESG at the center of our corporate strategy, SEDANIA continues to push the boundaries of what's possible in the sustainable FMCG, consumer technology, and energy sectors, driving both profitability and positive environmental and societal impact.

Committed to Improving Lives Sustainably

At the core of SEDANIA's mission is our tagline Improving Lives Sustainably. This commitment aligns all our resources, products, and services toward creating a better world for humanity. Whether through our eco-friendly consumer goods, Islamic financial products, or energy solutions, everything we do is designed to contribute to the well-being of the society and the sustainability of the planet. By helping our clients and communities adopt sustainable practices, we are shaping a future where businesses thrive, communities prosper, and the environment is protected for future generations.

Dedicated to Innovation and Advancement

SEDANIA's ability to continuously innovate is one of its strongest assets. Whether it's developing Shariahcompliant Islamic fintech solutions such as JOMHIBAH or integrating advanced energy monitoring technologies like iEMS, SEDANIA leverages cutting-edge technology to deliver high-impact solutions. This focus on innovation positions SEDANIA as a top rated player in FMCG, consumer technology and energy, providing our clients with forward-thinking solutions that anticipate future trends.

Prioritise Well-being of Mothers and Families

SEDANIA is a leader in the Sustainable FMCG sector through our brands Offspring and Tanamera, offering natural, eco-friendly, biodegradable, and health-conscious products. Both brands emphasise the use of natural ingredients, sustainable packaging, and a commitment to ethical and cruelty-free production practices, making them trusted by consumers who prioritise environmentally friendly and safe products. These brands position SEDANIA as a key player in the growing demand for pro-environment, pro-health and effective consumer goods.

Strong Advocate of Islamic Financial Ecosystem

Through SEDANIA As Salam Capital, SEDANIA leads the charge in creating a Halal and Shariahcompliant financial ecosystem. Flagship products such as As-Sidq Tawarruq, JOMHIBAH, and the GoHalal Financing Program exemplify SEDANIA's commitment to advancing the Islamic Financial Ecosystem. By providing infrastructures that enable Shariah-compliant transactions, Islamic inheritance planning, and inclusive financing, SEDANIA is shaping the future of Islamic finance with cutting-edge digital solutions that supports both financial inclusion and sustainability.

Energy Efficiency and Renewable Energy Solutions

SEDANIA is committed to advancing energy efficiency and renewable energy through innovative solutions. Our Intelligent Energy Management System (iEMS) provides businesses with real-time monitoring and management of their energy consumption, leading to optimized energy usage and cost savings. By integrating solar PV and other renewable energy solutions, SEDANIA helps clients reduce their carbon footprint and operate more sustainably. Through these offerings, we enable businesses to achieve long-term energy efficiency while contributing to the global push for cleaner energy solutions.

Good Governance and Ethical Practices

(07)

Governance and ethical business practices form the backbone of SEDANIA's operations. The company ensures transparency, accountability, and strict adherence to regulatory requirements across all sectors it operates in. Through its ESG-focused leadership and corporate governance framework, SEDANIA aligns our business activities with global sustainability standards, making it an attractive investment for stakeholders who value ethical and responsible corporate behaviour.

Prospect of Sustainability-Driven Products & Services

With global economies increasingly focused on sustainability, SEDANIA's product and service portfolio is well-positioned to capitalise on this trend. The growing adoption of sustainable energy and ecoconscious consumerism is creating unprecedented opportunities in both regional and global markets. SEDANIA's focus on sustainability-driven products ensures that it is not only meeting the current market demand but also driving the future of sustainable business practices across industries.

Long-term Partnerships with Industry Leaders



SEDANIA's ability to form long-term, strategic partnerships with top-tier industry players such as U Mobile, TM and Bank Islam demonstrates our credibility and operational capability. These collaborations highlight SEDANIA's role as a trusted partner for delivering advanced technology and energy solutions that meet the unique needs of high-demand sectors, ensuring sustained growth and market leadership.

Expanding Global Footprint in Sustainability



As markets in Southeast Asia and beyond embrace sustainable business models, SEDANIA is positioned to expand its global footprint. With a portfolio of solutions that align with the global push for green energy and sustainable consumer products, we are well-equipped to capture market share in regions that prioritise sustainability as a driver of economic growth. SEDANIA's international ambitions are bolstered by its commitment to innovation and ESG principles, making it a preferred choice for investors and partners seeking sustainable growth opportunities.



Our Strengths

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Why Invest in 📕 SEDANIA

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Sustainability-Driven **Business Model**

SEDANIA is committed to sustainability at its core, focusing on eco-friendly and innovative products that contribute to a greener economy. This positions the company well in a market where sustainability is increasingly a key growth driver.

Diverse Business Portfolio

With strong footholds in Sustainable FMCG, Sustainable Consumer Technology, and Sustainable Energy, SEDANIA operates across multiple high-growth industries, reducing impact of sector-specific risks and enhancing long-term potential.



Strategic Pivot to **FMCG Sector**

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SEDANIA's recent reclassification under Bursa Malaysia's Consumer Products and Services sector highlights its focus on delivering essential consumer goods, aligning the company with consistent demand in the FMCG industry.

Innovative Shariah-Compliant Financial Products

Through SEDANIA As Salam Capital, the Group offers pioneering Shariah-compliant financial solutions, tapping into the growing Islamic finance market. The Company's innovative JOMHIBAH platform addresses an urgent need for Islamic inheritance management in Malaysia.

Strong Brand R ecognition and Awards

SEDANIA's products and services have been recognised within the industry, winning awards that underline the Company's leadership and innovation in the sustainability space.

Focused on **High-Growth Markets**

SEDANIA operates in sectors like health and wellness, renewable energy, and Shariahcompliant financing, all of which are experiencing rapid growth. These sectors offer strong long-term opportunities as consumer demand and regulatory support increase.

Leadership in Energy **Management Solutions**

Through SEDANIA Technologies, the Group is supporting Malaysia's net-zero carbon ambition with cutting-edge energy management solutions, helping businesses reduce costs and lower carbon footprints - an area with significant interest and potential for future growth.

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Why Invest in SEDANIA

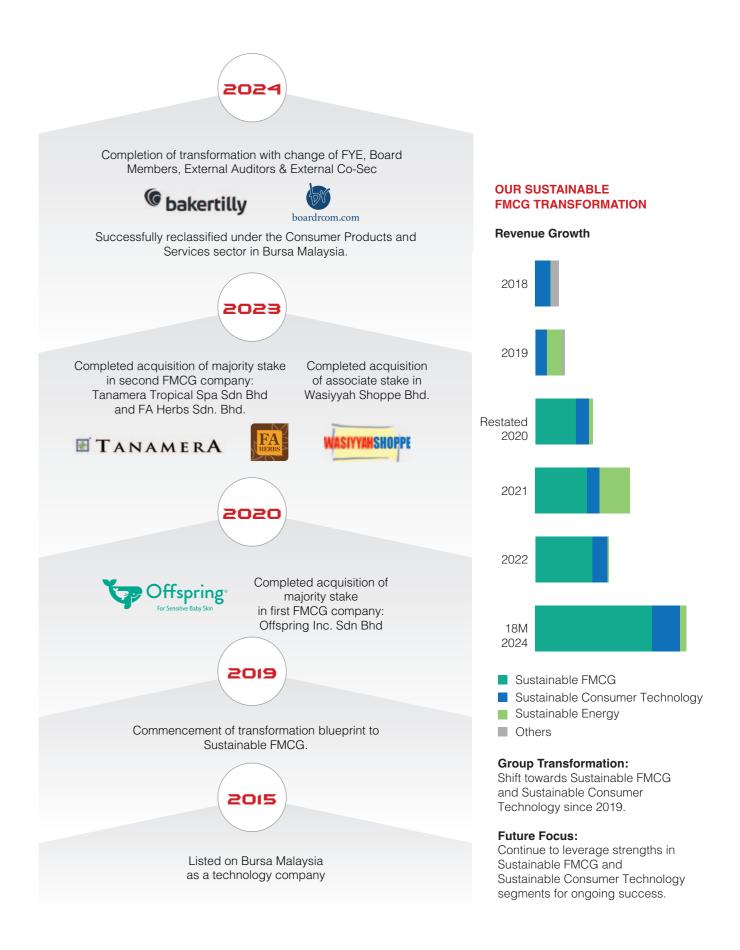


SEDANIA's continuous investments in innovation, especially in consumer technology and digital transformation, enhance its agility, scalability, and competitiveness in rapidly evolving markets, ensuring sustained value creation for its stakeholders.



Our Stakeholders

		Stakeholders		
Board of Directors	Customers	Community	Supply Chain Partners	Financiers
SEDANIANS	Business Associates and Industry Partners	Government and Regulators	Shareholders and Investors	Media
		Our Workforce		
		Female	Permanent	90
		y 11 C	Non-permanent	
Race		Age	Em	ployment Category
Malay		Less than 30		r Management 9%
Chinese	10%	1 to less than 50	48% Mana	gement 16%
	10% 3 4% 5		48% 11% Exect	gement 16%
ChineseIndian	10% 3 4% 5	31 to less than 50 51 to less than 65	48% 11% Exect	gement 16% utive 41%
ChineseIndian	10% 3 4% 5	31 to less than 50 51 to less than 65	48% 11% Exect	gement 16% utive 41%



658.0

*Change of financial year from 31 December to 30 June.

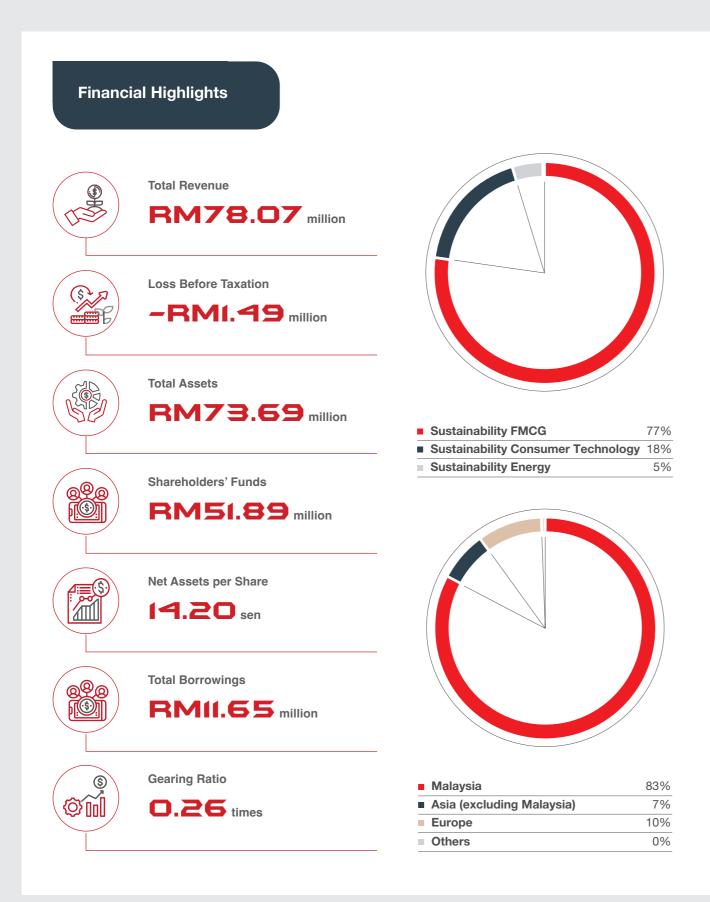
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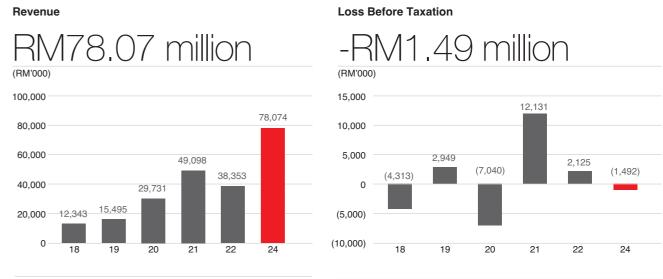




Performance Snapshot



Highlights of our Group's financial information for the past six (6) financial years:



Loss After Taxation -RM2.80 million (RM'000) 15.000 10,321 10.000 5,000 2,486 1,351 (4,357) (8,537) (2,801) 0 (5,000)

18 19 20 21

(10,000)

Loss Per Share

-0.68 sen (sen) 2.521 2 1.029 0.221 (3.872) (0.68) (1.930) 0 (1) (2) (3) (4) (5) 19 18 20 21 22 24

22

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Performance Snapshot

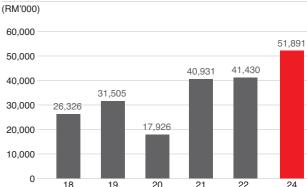
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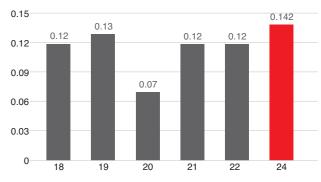
Shareholders' Equity





Net Asset Per Share



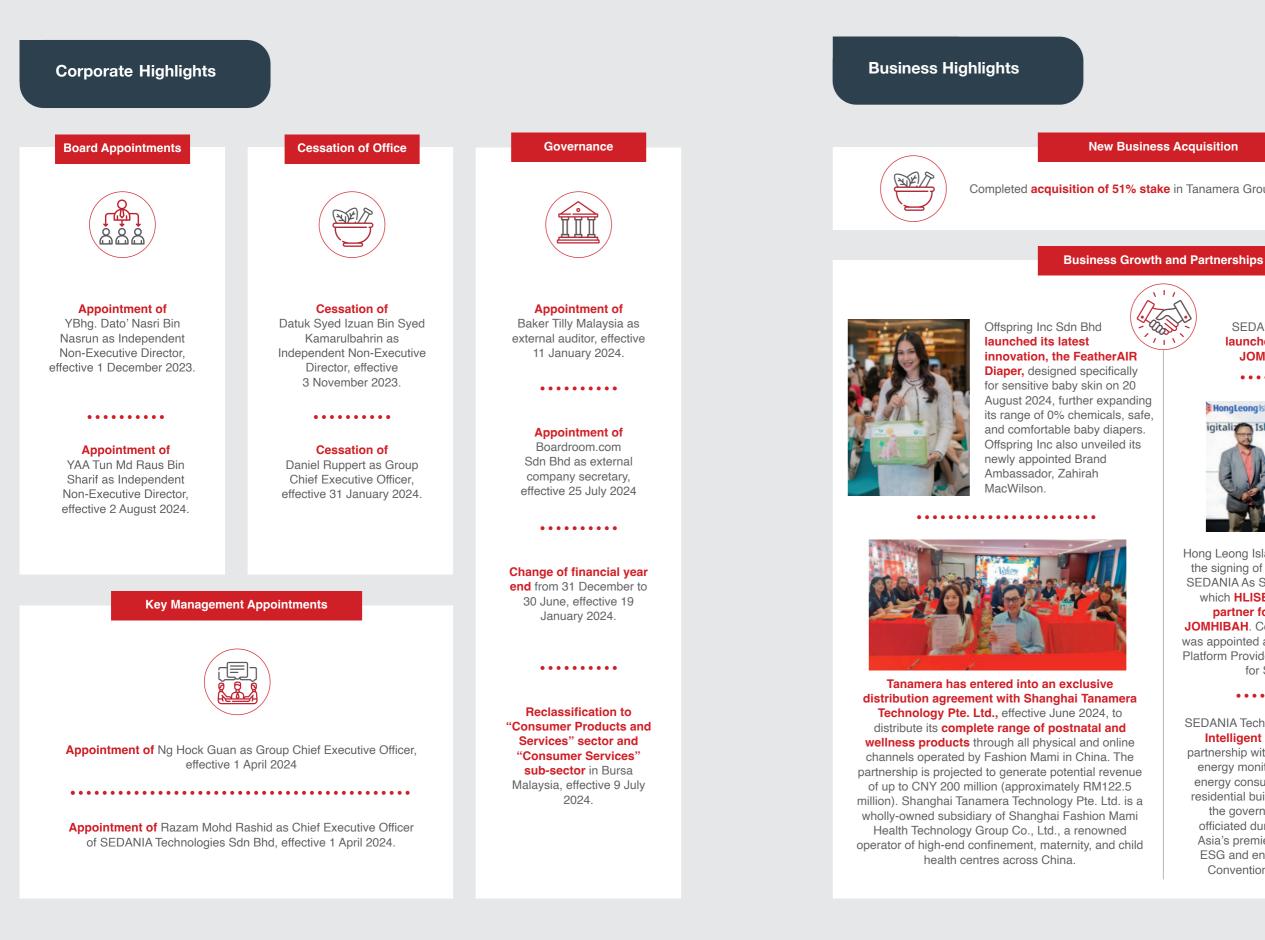


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Annual Report 2024



Performance Snapshot



Performance Snapshot

Completed acquisition of 51% stake in Tanamera Group Sdn Bhd on 30 November 2023.





Hong Leong Islamic Bank Berhad ("HLISB') announced the signing of a Memorandum of Understanding with SEDANIA As Salam Capital on 23 August 2024, under which HLISB becomes the first bank financing partner for digital hibah services through JOMHIBAH. Concurrently, SEDANIA As Salam Capital was appointed as one of the Bank's Commodity Trading

Platform Providers to facilitate digital commodity trading for Shariah-compliant contracts.

SEDANIA Technologies Sdn Bhd launched its latest Intelligent Energy Management System via partnership with a local technology partner. The new energy monitoring technology is able to optimise energy consumption of commercial asset owners, residential buildings, SMEs, large corporations and the government sector. The partnership was officiated during ENERtec Asia 2024, Southeast Asia's premier exhibition dedicated to advancing ESG and energy transition at the Kuala Lumpur Convention Centre from 26 to 28 June 2024.

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Awards & Recognitions



FPE 2024

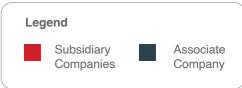
- World Business Outlook 2023 Best Islamic Fintech Ŷ Solutions Provider in Malaysia
- Provide the second seco Malaysia 2023 - Global Financial Market Review
- Ŷ The Global Economics 2023 - Most Innovative Shariah Compliant Digital Commodity Trading Platform
- Ŷ IFN Service Providers Poll 2023 - Best Islamic Technology Provider
- Asia Pacific Technology and Innovation Icon Award 6th Ŷ Asia Economic & Entrepreneurship Summit 2023
- Asia Corporate Excellence and Sustainability (ACES) Ŷ Awards 2023 - CEO - Woman Entrepreneur of the Year

- Global Islamic Finance Awards (GIFA) 2024 Best Ŷ Technology Platform in Islamic Banking & Finance 2024 (As-Sidq Tawarruq)
- Para World Women Economic & Business Summit World Outstanding Women CEO Leadership Excellence Award 2024 (embargo until 26 Sept 2024)





Group Structure





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Value Creation at SEDANIA

FA Herbs: Trusted for Halal, All-Natural Manufacturing

With over two decades of Halal OEM and OBM expertise, FA Herbs stands as the trusted one-stop hub for all-natural, compliant, and certified products.





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Our Approach to Value Creation

At SEDANIA Innovator Berhad, we align every aspect of our business with our Mission of Improving Lives Sustainably to create meaningful value and impact for the communities we serve. Through our diverse portfolio spanning Sustainable FMCG, Sustainable Consumer Technology, and Sustainable Energy, we empower businesses, communities, and individuals to adopt sustainable practices that contribute to a healthier, happier planet and a more inclusive financial ecosystem. Our products and services are designed not only to meet the needs of the present but to ensure a better future for generations to come.

6 Capitals: Value-Added by SEDANIA

* Financial figures and related information refer to the financial period ended 30 June 2024.



- Work-life Balance ("WFH Policy")
- Total Training Hours: 658
- Average Training Hours Per Employee: 10
- Talent Engagement: Team building, Group and Divisional Townhalls
- Talent Development: Teh Tarik Sessions with Group Managing Director

INTELLECTUAL CAPITAL

Intangible assets including our branding, reputation, industry know-how, market insights, research and development, as well as our Group's vision, mission, values and culture that create a competitive advantage for the business.

- Vision, Mission and Values
- Strategic Pivot to FMCG Sector
- ESG-centric and Values-based Business Model Strong Governance and Ethical Approach
- Prudent Financial and Cost Management
- Group-wide Digital-first Approach and Constant Product Innovation
- Audit and Risk Management

SOCIAL AND RELATIONSHIP CAPITAL

Synergies formed through strategic partnerships, community goodwill, social license and engagements that we carry out with all our stakeholders.

- A Member of Yayasan Rosni Noor
- SEDANIA Extended Family Programme for orphans • Community Investment Beneficiaries: Single Mothers Associations, Rumah Anak-Anak Yatim Baitul Fitrah
- Ensuring Excellence and Value-Added Products and Service for Our Clients
- Engaging All Our Key Stakeholders

Our physical assets encompass our offices, manufacturing assets, machines and appliances, vehicles, including our information system and IT equipment, that provide the framework and systems that support the operational needs

- 815 offline stores (Happikiddo, Watson, Jaya Grocer,
- Online webstore (www.offspringinc.com)
- Digital e-commerce stores (Shopee, Lazada, TikTok) Tanamera Tropical Spa Sdn Bhd
- 3 self-owned retail outlets (The Gardens, Starling)
- Online webstore (*www.tanamera.com.my*)
- Digital e-commerce stores (Shopee, Lazada, TikTok)
- 3 GMP ISO-certified factories (2 in liok and 1 in Kuala
- Online website (www.faherbs.com)

Sustainable Consumer Technology: Shariah-compliant Banking & Financial Products

- Patented As-Sidg Tawarrug Platform • As-Sidq Financial Marketplace (www.as-sidq.com)
- GoHalal Financing Program
- JOMHIBAH (www.jomhibah.com)
- > 95 Financial Service Institutions partnerships
- TelcoTech
- Airtime sharing platform serving 1 telecommunications provider

Sustainable Energy:

- Intelligent Energy Management System
- Partnership with local technology partner
- Energy Audit
- 4 existing contracts
- Energy Efficiency 1 existing contract
- Renewable Energy
- 8 existing contracts
- Energy Performance Contracts (EPCs)
- 3 existing contracts

NATURAL CAPITAL

Natural resources consumed by the Group in the course of our daily operations including land, clean water, air, renewable and non-renewable energy, as well as natural habitat and ecosystems that form our living environment.

- Total Scope 1 and 2 energy consumption: 982.30 GJ
- Emissions Intensity Over Revenue: 1.42 tCO2e/ RM'mil
- Total Water Consumption: 3.82 million liters • Water Efficiency Over Revenue: 0.05 liter/ RM'mil

Our value creation approach is firmly grounded in sustainability, innovation, and ethical business practices. The following value creation diagram illustrates how we allocate and utilise six (6) capital inputs to generate sustainable value for our stakeholders throughout the financial period. We recognise that the success and sustainability of any organisation rely not solely on financial capital, but equally on the deep integration of other quantitative and qualitative capitals. This holistic approach enables us to create meaningful value for society and the environment, and impart a lasting impact in everything we do.



MANUFACTURED CAPITAL

Head office: Menara Kelana Parkview (Level 10 and 11)



Our Approach to Value Creation



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JOMHIBAH: Malaysia's First Fully Digital Hibah Platform

SEDANIA As Salam Capital's JOMHIBAH platform offers seamless digital Islamic inheritance solutions, addressing over RM90 billion in frozen Muslim assets.



SUSTAINABLE CONSUMER TECHNOLOGY

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Financial Review by Group Chief Financial Officer

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Strategic Review by Group Chief Executive Officer

Ng Hock Guan Group Chief Executive Officer



Macroeconomic Review (Malaysia & Global)

Since embarking on our transformation journey in 2019, SEDANIA Innovator Berhad has steadily repositioned itself from a technology-based portfolio to a more focused approach in the consumer-based sector. The acquisition of a 51% majority stake in Tanamera Group Sdn Bhd, along with a 20% equity stake in Wasiyyah Shoppe Berhad and a series of carefully curated initiatives, were strategically and timely executed to complement our ongoing transition, laying the foundation for this shift. Together, our current stable of FMCG brands, namely Offspring and Tanamera, now form the cornerstone of our strategy as we expand deeper into the essential consumer products segment. However, this transformation has unfolded against a backdrop of an increasingly volatile global and domestic economic landscape, posing both challenges and opportunities.

External Operating Environment

Inflationary Pressures and Rate Hikes

The financial period from January 2023 to June 2024 saw significant macroeconomic headwinds, both in Malaysia and globally. Inflationary pressures, triggered by a complex mix of global supply chain disruptions and geopolitical instability with higher input costs such as energy and commodities persisted throughout 2023. Global inflation was driven by several key factors:

- Supply chain disruptions, largely stemming from geopolitical conflicts, which affected global oil, natural gas, and grain markets.
- Energy price volatility, with oil prices spiking in response to geopolitical tensions and OPEC+ production cuts.
- Rising food prices, due to supply chain constraints and rising fertiliser costs, impacting both developed and emerging markets alike.

Bank Negara Malaysia ("BNM"), in its effort to curb inflation, increased the Overnight Policy Rate (OPR) multiple times throughout 2023. Starting at 2.75% at the beginning of the year, the rate peaked at 3.5% by mid-2024. The inflation rate remained persistent at an average of 3.4% during this period, largely driven by increased costs of food, fuel, and utilities. However, the tightening of monetary policy in a sustained manner across major and developing economies brought with it rising borrowing costs, which weighed heavily on consumer sentiment and dampened overall demand.

The Department of Statistics Malaysia ("DOSM") reported that inflation peaked at 4.4% during early 2023, driven by heightened food prices (averaging a 6% year-on-year increase) and elevated fuel prices. The pass-through effects of higher import costs due to the weakening ringgit further heightened inflationary pressure.

This led to a crunch in consumer spending especially on nonessential items, though demand for essential goods remained stable. The weakening of the ringgit, which dropped to its lowest levels against the US dollar since 1998, exacerbated cost pressures, especially for businesses reliant on imported materials

Central banks across the world, particularly in advanced economies like the US Federal Reserve ("Fed"), the European Central Bank ("ECB"), and the Bank of England, responded to this inflation by aggressively raising interest rates. In the year 2023 alone, the Fed raised its benchmark policy rate from 4.5% to 5.25%, while the ECB upped its rate to 3.75%.

Global Growth and Consumer Demand

Global inflation began to soften by mid-2024, but remained persistently high, particularly in energy and food sectors. The World Bank estimated that global inflation averaged around 6% in 2023, moderating to 4.8% by mid-2024. Malaysia's inflation rate, while lower than the global average, mirrored these trends, with a high of 4.4% in early 2023, reflecting the interconnectedness of supply chains and commodity markets.

Global growth prospects during the financial period were impacted by inflation, high interest rates, and the lingering post-pandemic effects. The International Monetary Fund ("IMF") downgraded its global growth forecast to 2.8% for 2023, following a 3.4% growth in 2022, driven by a slowdown in key economies such as the US, Eurozone, and China. The World Bank also highlighted the risk of a global recession, particularly for emerging markets, where growth was constrained by higher borrowing costs and reduced global trade

Consumer sentiment across the globe was affected as a result of the rising cost of living. In advanced economies, higher interest rates led to weaker household spending, particularly on discretionary items such as automobiles, electronics, and travel. In contrast, demand for essential goods, particularly in FMCG, remained relatively strong.

Islamic Finance and Emerging Markets

Islamic finance showed significant resilience during the financial period, especially in Malaysia. The World Bank projected that the global Islamic finance market would grow at a rate of 8 to 10% annually from 2023 through 2025. Amid rising interest rates in conventional banking, Islamic financial products became more attractive due to their ethical structures, which often avoid higher leverage and potential speculation.

Malaysia, with its established Islamic finance infrastructure, benefited from this trend, and the sector recorded stable growth amidst the economic challenges. BNM's push towards financial inclusion, coupled with innovative products like JOMHIBAH (our fully digital inheritance management platform) launched by SEDANIA As Salam Capital, further propelled the adoption of Islamic financial products.

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Strategic Review by Group Chief Executive Officer

DOSM's Consumer Sentiment Index reflected a slowdown in consumer confidence, largely due to the higher cost of living and reduced purchasing power. According to the World Bank, Malaysia's household consumption growth slowed from 7.7% in 2022 to 4.9% in 2023 and was expected to moderate further in 2024 as consumers shifted to a more conservative spending approach, focusing primarily on essential goods.

Despite this, certain segments of the consumer market remained resilient, particularly those related to FMCG, such as personal care, basic food items, and hygiene products. In this context, our core strategy of transitioning into the FMCG space – which accounted for over 70% of our revenue during the financial period - proved to be well-timed, as consumer demand for essential goods remained stable despite broader economic headwinds.

On the same note, the sentiment shift towards sustainable. health-conscious, and affordable products also grew globally. benefiting our Offspring and Tanamera product lines, which cater to these consumer trends. Nevertheless, rising operational costs including marketing, logistics and raw materials required us to take a closer look at cost fundamentals and supply chain de-risking to preserve and further enhance our margins.

As consumers faced higher costs and increased interest rates in conventional banking products, the relative attractiveness of Shariah-compliant financial products grew, particularly those with a social and ethical focus. Islamic finance institutions, benefiting from their structural resilience, attracted increased consumer interest in wealth preservation tools, sukuk issuances, and equity-based instruments that aligned with ethical and social values. The World Bank noted that the Islamic finance sector in Malaysia continued to grow, with assets under management expanding by 7.5% during 2023.



Strategic Review

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by Group Chief Executive Officer

Renewable Energy Sector and Global Trends:

The global push for renewable energy faced headwinds, with rising capital costs impacting the deployment of new projects. This particularly affected developing economies, where investment in green energy initiatives slowed due to higher borrowing costs. Nonetheless, global commitment to longterm sustainability remained strong with the UN Climate Change Conference reaffirming goals to reduce carbon emissions by 2030.

The Malaysian energy sector faced a challenging period as well. Global oil prices saw sharp fluctuations due to geopolitical tensions, especially in the aftermath of the Russia-Ukraine conflict, which continued to impact global supply chains and energy markets. Malaysia, as both an energy producer and consumer, was deeply affected by these global trends.

The Sustainable Energy Development Authority continued to push for the adoption of renewable energy sources as part of Malaysia's green agenda. However, the transition to sustainable energy faced hurdles, as investment in green technologies slowed down due to higher capital costs and inflation. Malaysia's target of achieving 31% RE capacity by 2025 became more challenging as global RE project costs surged.

Our Sustainable Energy segment also faced these challenges, necessitating strategic decisions, such as diversifying into intelligent energy management solutions for businesses, SMEs, large corporates and the public sector. The Group's one-off impairment during the financial period marked a critical step in reshaping our energy business towards a leaner, more focused model in line with industry trends.

Industry Dynamics and Market Trends

Globally, the consumer goods sector experienced a notable shift in demand patterns. Heightened consciousness towards health and well-being, the shift towards environmental sustainability, and the growing demand for natural, organic and crueltyfree products have fuelled demand for brands like Offspring and Tanamera, which are well-aligned with these trends. Notably, revenue and customer traffic from e-commerce continued to grow as consumers increasingly turned to one-stop online channels, accelerated by the post-pandemic digital shift.

However, globally, higher interest rates and tightening monetary conditions among advanced economies affected economic growth and consumer sentiment in key export markets, especially those affected by geopolitical instability. As a result, exportdriven products from Malaysia, including ours, needed to focus on greater cost efficiencies and recalibrate growth expectations. Nevertheless, our dual-channel strategy of both physical and online presence enabled us to capture a healthy market share, both domestically and regionally, even as economic uncertainties prevailed.

Here are the segmental key trends that we foresee will play a key part in our transition and our responses:

Outlook for 2024-2025:

The consumer FMCG sector in Malaysia is expected to remain resilient, especially in the essential goods segment. However, consumers may continue to exhibit cautious spending behaviour due to inflation and cost of living pressures. The shift toward health-conscious, sustainable, and e-commerce-driven consumption will continue to shape the landscape.

Top Three Key Industry Trends:

(0) Shift to Health-Conscious and Eco-Friendly Products

Consumers are increasingly prioritising products that align with their values of health, wellness, and environmental sustainability. Natural, organic, and sustainable products are gaining significant traction.

Our Response: We are actively leveraging our well-established Offspring and Tanamera brands, which lead the way in the natural and eco-friendly baby and personal care products segments. By championing product transparency, environmental sustainability, and health benefits, we continue to strengthen our market position and drive growth.

(oz) E-Commerce Growth and Omnichannel Shopping

The post-pandemic digital shift is expected to keep growing, with more consumers preferring online shopping for FMCG products. Additionally, omnichannel retail models that integrate physical and digital experiences are becoming more prominent.

Our Response: We are scaling our digital presence by optimising our webstore and e-commerce platforms and integrating advanced interface technologies to deliver seamless customer experiences. We also strengthened our presence in offline stores including pharmacies, Chinese medical halls, as well as geographic expansion across other Malaysian states. Through strategic investments in direct-to-consumer platforms and partnerships with major online retailers, we are expanding our reach and connecting with a broader audience.

(o3) **Cost Pressure on Production and Supply Chain Disruptions**

Rising raw material costs and logistical bottlenecks, partly due to inflation and geopolitical tensions, will continue to put pressure on FMCG producers, potentially eroding margins.

Strategic Review by Group Chief Executive Officer

CONSUMER FMCG

Our Response: We are de-risking our supply chains by diversifying sourcing strategies and strengthening local supply chain capabilities. Through targeted initiatives in supply chain planning and process efficiencies, we successfully reduced cost pressures in phases. Additionally, by optimising product design to reduce redundancy, we are increasing our margins while enhancing sustainability.

Strategic Review

by Group Chief Executive Officer

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ISLAMIC FINANCE AND DIGITALISATION



Islamic finance will continue to grow, especially in Malaysia, driven by increasing demand for Shariahcompliant financial services and products. Digitalisation in financial services will accelerate, with greater adoption of fintech, digital banking, and digital inheritance platforms.

Top Three Key Industry Trends:

Expansion of Digital Islamic Financial Products

The demand for digital Islamic financial products is on the rise, including products like JOMHIBAH, digital inheritance management, and Shariahcompliant financing solutions such as our GoHalal Financing Program.

Our Response: We are expanding adoption and financing partnerships for our JOMHIBAH and GoHalal platforms. supported by digital commodity trading solutions, to ensure a truly Halal experience. By continuously innovating our banking and financial solutions, we are staying ahead in the rapidly evolving consumer technology market, ensuring a strong competitive edge.

(oz) **Growing Consumer Awareness and Demand for Ethical Finance**

Consumers, particularly younger demographics, are increasingly interested in ethical and socially responsible investment options, which align with the principles of Islamic finance. This is a global trend being observed in Malaysia as well.

Our Response: We are tapping into this trend by positioning our Islamic banking and finance products as Shariah-compliant, ethical and responsible solutions. Through enhanced marketing and educational campaigns, we are promoting the social and ethical benefits of Islamic banking and financial services, driving greater consumer engagement and trust.

Regulatory Push for Digitalisation in Islamic Finance

The regulatory environment in Malaysia is supportive of financial services digitalisation, including initiatives from Bank Negara Malaysia (BNM) to foster innovation in digital banking and fintech. Islamic banks and fintech platforms are expected to increasingly integrate AI, blockchain, and open banking.

Our Response: We are staying ahead of regulatory changes by consistently investing in Shariah expertise and working closely with Financial Service Institutions to ensure our platforms, such as JOMHIBAH and GoHalal, adhere to their regulations and requirements.

ENERGY OPTIMISATION AND RENEWABLE ENERGY

Outlook for 2024-2025:

The global shift towards energy efficiency and renewable energy continues to gain momentum as countries and businesses prioritise sustainability and the transition to low-carbon economies. Malaysia's commitment to renewable energy adoption and energy efficiency initiatives aligns with global trends and regulatory mandates. However, challenges remain in scaling these technologies due to rising capital costs and technological adaptation.

Top Three Key Industry Trends:

(0) Growing Regulatory Push for Energy Efficiency

Governments around the world, including Malaysia, are tightening regulations and offering incentives to encourage energy efficiency in commercial and industrial sectors. This includes stricter energy efficiency standards for buildings, manufacturing, and transportation, as well as the introduction of green energy guidelines.

Our Response: We are expanding our energy efficiency solutions by offering energy optimisation services tailored for a broad range of potential clients. By integrating advanced technologies such as smart meters, energy management systems, and active monitoring, we are helping businesses and the government sector meet regulatory standards while significantly reducing their energy consumption. Additionally, we are actively exploring public-private partnerships to tap into government incentives that promote energy efficiency, further driving sustainable growth.

(oz) Increasing Demand for Renewable Energy Solutions

The shift towards renewable energy (solar, wind, and hydropower) is accelerating in response to growing ESG (Environmental, Social, and Governance) pressure from investors, consumers, and governments. Malaysia has set ambitious targets, such as achieving 31% renewable energy capacity by 2025, providing opportunities for businesses to invest in sustainable energy.

Our Response: We are capitalising on the growing renewable energy trend by strengthening our capability and presence, particularly in solar energy, complemented by our energy efficiency solutions. By integrating solar technology as part of our solution mix for business operations and premises looking to reduce their carbon footprint, we are unlocking new revenue streams. Additionally, we also stand to benefit from the existing green technology financing scheme provided by SEDA to fund renewable energy initiatives undertaken by our clients, ensuring a win-win outcome while maintaining strong financial flexibility.

(o3) **Technological Innovation and Energy Optimisation**

Technological advancements in energy optimisation are transforming the way businesses manage energy consumption. Innovations such as AIdriven energy management systems, smart grids, and distributed energy resources (DER) are enabling more efficient energy use and improving sustainability across industries.

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Strategic Review by Group Chief Executive Officer



Our Response: We are actively investing in cutting-edge technology that enhances energy efficiency, such as intelligent energy management platforms, which provide real-time analytics and insights to optimise energy usage. By offering these innovative solutions to industries and businesses seeking to improve their energy footprint, we are positioning ourselves as a key player in the energy optimisation space. Additionally, our focus on renewable energy systems is helping businesses achieve greater energy autonomy, especially in areas where grid reliability is a concern.

Strategic Review

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by Group Chief Executive Officer

Shifting to Consumer-centric Business Model

The Group's carefully-executed strategy in moving towards essential consumer products and services has helped weather the storm of rising inflation and weakening consumer sentiment. Our consumer product lines, including Offspring's sustainable baby, personal care and home care products complemented by Tanamera's health and wellness, postnatal and a complete range of personal care offerings, ensured that over 75% of our revenue during the financial period came from stable, high-demand categories. The following initiatives form the cornerstone and key focus areas in our transformation strategy:

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Scaling Growth via Offline and Online Channels: Leveraging the synergies between Offspring and Tanamera, we expanded both physical retail presence

and online channels. This dual-channel growth allowed us to tap into the new shopping behaviour of consumers, particularly the rise of e-commerce. Despite the weakening ringgit raising costs for imported materials and logistics, our cost, efficiency enhancement and brand repositioning strategy enabled us to mitigate significant margin erosion.

Innovation and High-Potential Demand Products: Innovation remained at the heart of our strategy, with several new products launched during this period, aimed at addressing high-potential consumer demand. These launches are well aligned with our mission of *Improving Lives Sustainably*, especially through socially and environmentally sustainable and health-conscious products that support the growth and aspirations of the community. Nurturing Organisational Resilience: Through this transformation journey, we placed a strong emphasis on nurturing our internal talent, ensuring that our team – the 'SEDANIANs' – are well-positioned to drive forward our Vision and Mission. With new leadership in the operating environment, organisational resilience and adaptability have been key themes of our internal transformation.

Governance Improvements: In light of the volatile external environment, we continued to strengthen governance structures with the introduction of new Board members, external auditors and company secretary, ensuring greater accountability and transparency at all levels of the organisation. This bolstered investor confidence and positioned us well for long-term sustainability.

Prudent Financial Management: Prudent financial management has been critical, particularly amidst higher interest rates and costs of capital. While a one-off impairment in our Sustainable Energy segment marked a decisive step in transforming this part of our business, the rest of the Group remains robust and well-capitalised, with healthy cash flow management ensuring that we continue executing our growth trajectory with confidence.

As SEDANIA continues to navigate this challenging external environment, our focus remains clear: driving transformation, fostering innovation, and ensuring that we deliver sustainable value to our stakeholders. The volatile macroeconomic landscape has highlighted the need for agility and resilience, both of which are embedded in our strategy as we scale our FMCG, consumer technology and energy operations and continue to support and benefit humanity in everything that we do.

Economic and Business Outlook (2024 and 2025)

GLOBAL

As 2024 progresses, global inflation is expected to ease further but remain above pre-pandemic levels. The IMF projects global inflation to moderate to 3.8% by the end of 2024, with advanced economies faring better than emerging markets. However, interest rates are expected to taper down towards the end of 2024 as the Fed kicked-off its first rate cute of 50 basis points in its September 2024 Federal Open Market Committee, other central banks are expected to follow suit despite a cautious approach to inflation. Global economic growth is projected to recover slightly, with the World Bank forecasting 3.1% growth for 2025.

MALAYSIA

Looking ahead, the outlook for the Malaysian economy remains cautiously optimistic for the remainder of 2024 and into 2025. Malaysia's inflation is expected to moderate to around 2.8% by the end of 2024, contingent upon global energy prices stabilising and local supply chain improvements. GDP growth is projected to stabilise at around 4.5% in 2024, with gradual improvement expected in 2025, as global supply chain disruptions ease and domestic demand strengthens.

However, cost pressures in food and energy will potentially persist, keeping inflation above pre-pandemic levels. BNM is expected to maintain a cautious monetary stance, keeping interest rates stable and in line with broader global growth for the remainder of 2024.

The consumer sector in Malaysia will continue to be driven by demand for essential goods, with consumer FMCG segments remaining resilient. With ongoing efforts in optimising their operational efficiencies and cost structures, we are well-positioned to continue driving growth in this environment.

In the Islamic finance sector, growth is likely to remain strong as more consumers turn to Shariah-compliant products amid rising demand for ethical and socially





Strategic Review by Group Chief Executive Officer

Consumer demand is expected to stabilise as inflationary pressures ease, though overall spending in discretionary sectors will likely remain subdued. Emerging markets, including Malaysia, are expected to benefit from the eventual stabilisation of commodity prices, which should improve trade balances and reduce cost pressures for consumer staples.

responsible investment and banking options. The sector is projected to grow at around 7 to 8% annually, with continued Malaysian Government support for financial inclusion and innovation in Islamic digital finance products.

The expansion of digital Islamic financial solutions by SEDANIA As Salam Capital within a larger Islamic Finance Ecosystem among FSIs, such as JOMHIBAH and GoHalal Financing Program, will continue to increase financial inclusion, fostering sustained growth for SEDANIA in the sector.

For the energy sector, Malaysia will continue to face challenges due to global energy price volatility and rising costs for renewable energy projects. However, the Malaysian Government's ongoing commitment to renewable energy adoption and energy security is expected to provide long-term opportunities and serves as a key driver for SEDANIA. By 2025, Malaysia's energy sector is expected to see increased investment in sustainable energy, driven by both domestic policy and global demand for cleaner energy. SEDANIA's strategic focus on reshaping its energy segment aligns well with the Malaysian Government's policy directions, positioning the Group for long-term success.

Business Review

Sustainable FMCG

Ng Hock Guan Group CEO



Overview

Offspring is a mass premium organic baby care brand designed in Australia, offering a full range of eco-friendly and biodegradable baby care products. Today, the brand has become a trusted name among parents who seek the best for their children and the Planet.

Our product range includes:

- Eco-friendly Diapers
- Biodegradable Wipes
- Bath and Skincare
- Homecare Essentials

At the heart of Offspring's philosophy is our commitment to creating products that are safe, effective, and environmentally responsible. As a brand that understands the unique needs of sensitive baby skin, Offspring is establishing itself as a trusted paediatrics dermatological brand that protects and nourishes sensitive baby skin issues and is crafted to ensure a healthier planet.

 New Brand Positioning: A trusted paediatric dermatology brand that addresses all sensitive baby skin issues with clinically proven results for profoundly healthy baby skin

During the financial period, Offspring kickstarted a new brand positioning that reflects our unwavering commitment to addressing all sensitive baby skin issues with clinically proven results. Our products are meticulously crafted to not only deliver the highest quality care for babies but also to ensure the sustainability of our planet.

We believe that every choice we make, from the ingredients we select to the processes we implement, contributes to a healthier, more sustainable future.

ESG Commitment: Sustainability is our Business

We are dedicated to Environmental, Social, and Governance (ESG) principles that guide every aspect of our business:

- FSC Certified & Cruelty-Free: Every ingredient and material we use is sourced with an eco-conscious approach, ensuring that our products not only care for babies but also preserve the environment. We believe that even the smallest sustainable choices can lead to a positive global impact.
- Ethical Claims: Offspring products are backed by international organic standards, ensuring that we never compromise on quality or safety—just as no parent would ever expose their child to risk.
- Spreading Good Values: We support and empower mothers everywhere, encouraging them to spread good values and teachings. Our products are designed with this commitment in mind, offering peace of mind to every parent. Our baby care products are:
 - Made from organic ingredients
 - Non-toxic and free from harmful chemicals
 - Ethical and cruelty-free
 - Sustainable and eco-friendly

A Trusted Choice for Modern Parents

Offspring is trusted by over a million parents worldwide, particularly by those between the ages of 29 and 43, approximately 89% of whom are female and 11% male. Our products cater to the needs of modern families, offering convenience for busy, working parents and making baby care accessible even on the go. Dads are also an integral part of our customer base, as Offspring is popular among parents seeking easy, reliable solutions for baby care.





Operations Review

Offspring continues to drive operational excellence through its ongoing commitment to product innovation and sustainability. The successful launch of the FeatherAIR Diaper in August 2024, with its cutting-edge 1.5mm ultra-thin design and superior absorbency technology, has not only expanded our product portfolio but also reinforced Offspring's position as a trusted brand in baby care. This innovation, coupled with our eco-friendly product offerings, has been instrumental in our efforts to capture a larger market share, particularly among environmentally-conscious, modern parents.

From an operational standpoint, Offspring has placed emphasis on enhancing margins and cost efficiencies by optimising our supply chain and sourcing strategies. These efficiency improvements are integral to maintaining our competitive pricing while delivering premium-quality products in a competitive market. We are pleased to share that Offspring has successfully secured online distribution channels in Australia, Thailand and Vietnam through local partners in the respective countries.

Furthermore, Offspring has worked to enhance internal systems by upgrading our digital infrastructure, enabling better integration of our e-commerce and offline retail trade channels. This has streamlined operations, improved customer service, and allowed for more effective data analytics and marketing efforts. The synergies created through shared internal resources with Tanamera have also boosted cross-brand collaboration, enhancing operational performance across the board.

Business Updates

 Launch of FeatherAIR Diaper: Revolutionising Sensitive Skin Baby Care

In August 2024, Offspring introduced the FeatherAIR Diaper, the latest innovation in our lineup of 0% chemical, safe, and comfortable baby diapers. This diaper, the result of Offspring's extensive research and development, stands out with its ultra-thin 1.5mm design, combined with superior absorbency technology.



The FeatherAIR Diaper features an impressive 11X urine absorption rate, powered by 10-layer SapGuard core technology and 2XSap, ensuring 6X dryness with triple leakguard protection. Its enhanced breathability makes it perfect for both day and night wear, and it is available in both pants and tape types. The diaper's hypoallergenic, chemical, and chlorine-free composition, approved by paediatricians and dermatologists, ensures that it's safe for even the most sensitive baby skin.

With 1 in 3 babies suffering from sensitive skin, the need for gentle yet effective baby care solutions is paramount. A baby's skin is about 30% thinner than that of adults, making it more susceptible to irritation. The FeatherAIR Diaper addresses this by offering best-in-class absorption, unbeatable dryness, and optimum comfort, providing parents with peace of mind knowing their baby is fully protected and comfortable.

New Brand Ambassador: Zahirah MacWilson Joins the Offspring Family

Also in August 2024, Offspring proudly unveiled its newlyannounced Brand Ambassador, Zahirah MacWilson, a renowned actress and public figure. Zahirah's values and commitment to family, as well as her passion for ecofriendly and safe products, align seamlessly with Offspring's mission of offering sustainable, chemical-free baby care solutions. As the face of the Offspring brand, Zahirah will play an integral role in helping us reach more families and promoting the importance of safe, environmentally friendly baby care products.

Making a Positive Impact

Offspring's impact extends far beyond the homes of the families we serve. By choosing Offspring, parents are supporting a brand that is dedicated to fostering a healthier, more sustainable world. Our commitment to organic, cruelty-free, and eco-friendly products ensures that the future we build is one in which both children and the planet can thrive.

As we continue to expand our reach and product offerings, Offspring remains focused on creating profoundly healthier skin for babies and sustainable practices for a better tomorrow.

Business Review

Overview

Tanamera is an upscale brand that harnesses the power of traditional Asian remedies, providing a wide range of allnatural skincare, body care, and personal wellness products. Drawing inspiration from the tropical rainforest, Tanamera products are crafted using premium, natural ingredients that promote health and well-being while adhering to the highest standards of sustainability and environmental consciousness.

Our product range spans multiple categories, including:

- Skincare and Personal Care
- Health and Wellness
- Postnatal Care
- Accessories
- Herbal Drinks
- Others

What sets Tanamera apart is our unwavering dedication to guality and sustainability. We prioritize personal health and environmental stewardship through every stage of product development:

- We use no toxic chemicals or synthetic fragrances, ensuring our products are gentle and safe for even the most sensitive skin.
- We embrace sustainability with unbleached, recycled materials and fully recyclable packaging, minimising our environmental impact while offering premium wellness solutions for modern women and their families.

At the heart of Tanamera is our philosophy - Inspired by Nature, Trusted Traditions - which guides us in every aspect of our business. This belief forms the foundation of our commitment to environmental sustainability, ethical production, and delivering the highest quality natural products.

A Brand with a Purpose: . Our ESG Commitment

At Tanamera, we are committed to Environmental, Social, and Governance (ESG) principles that guide every aspect of our business. We ensure that our products are not only beneficial to the body but also respectful of the planet.

Eco-Friendly: Every product is formulated and produced with the environment in mind, reducing our carbon footprint while ensuring superior care for the skin and body.

Management Discussion & Analysis

- Natural: All of our offerings are free from harmful chemicals and synthetic components, providing safe, effective, and all-natural solutions for our customers.
- Halal-certified: Tanamera is Halal-certified by JAKIM, ensuring that our products meet the highest ethical and safety standards, while also catering to the needs of our global Muslim customer base.
- Tropical: We source our ingredients directly from the tropical rainforest, using the healing power of nature to create products that nourish and reiuvenate
- Animal-Friendly: Our plant-based products are cruelty-free, supporting our commitment to ethical production practices.

Global Recognition and Certifications

Tanamera's dedication to quality and sustainability has earned it numerous international certifications and accolades, further establishing its credibility and trustworthiness among consumers:

- Good Design Awards Japan for innovative product design
- Certified by the Vegetarian Society (United Kingdom), affirming our commitment to ethical production.
- Certified Malaysian Brand, signifying excellence in local production.
- Certified Halal by JAKIM, ensuring safety and compliance with Halal standards.

Trusted by Discerning Consumers

Tanamera enjoys a loyal customer base that spans various demographics, including:

- Followers of traditional and herbal medicine, who value natural and time-honoured remedies.
- Women seeking natural wellness and skincare solutions, who trust Tanamera for its purity and effectiveness
- Health-conscious and environmentally aware consumers, who prioritize products that align with their sustainable lifestyle choices.
- People with sensitive skin or allergies, who rely on our gentle, all-natural formulations.



Operations Review

Tanamera made significant strides in 2024, post-acquisition by SEDANIA, with its strategic exclusive distribution partnership with Shanghai Tanamera Technology Pte. Ltd., marking a key milestone in our expansion into the massive Chinese market. This collaboration will not only introduce our premium postnatal and wellness products to a broader audience but is also projected to generate a combined sales target of CNY 200 million (approximately RM122.5 million). Our entry into China aligns with our goal of becoming a global leader in natural wellness, and we are committed to continuing this momentum with similar international initiatives.

Operationally, Tanamera has focused on improving processes and standard operating procedures to further enhance our cost efficiency and operational effectiveness. Additionally, by optimising our packaging and leveraging sustainable materials, we've managed to reduce production costs while staying true to our commitment to environmental responsibility. These operational improvements have enabled us to scale production to meet growing international demand without compromising on quality.

Business Updates

· Tanamera Secures Strategic Partnership to Enter China's Growing Market

In a landmark move, Tanamera has secured an exclusive strategic partnership with Shanghai Tanamera Technology Pte. Ltd., a wholly-owned subsidiary of Shanghai Fashion Mami Health Technology Group Co., Ltd. This collaboration, effective 1 June 2024, marks a significant milestone in Tanamera's international expansion, particularly into the lucrative Chinese market.

-Exclusive Partnership: Tanamera has appointed Shanghai Tanamera Technology Pte. Ltd. as its exclusive distributor for the full range of postnatal and wellness products in China. Through this partnership, Tanamera's premium, all-natural products will be made available across Fashion Mami's extensive network of physical and online outlets.





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TANAMERA

Revenue Impact: This exclusive distributor partnership is projected to reach a potential value of CNY 200 million (approximately RM22.5 million), reflecting the growing demand for sustainable and effective postnatal care solutions in China. This is a transformative opportunity for Tanamera to not only increase revenue but also build brand visibility in one of the largest consumer markets in the world.

Leadership Vision: The collaboration aims to set new standards in postnatal healthcare by combining Tanamera's expertise in natural wellness with Fashion Mami's deep understanding of the Chinese market. Together, the partnership will enhance the accessibility and visibility of the Tanamera brand in China, tapping into the increasing consumer preference for natural, eco-friendly products that prioritize maternal and child health.

This strategic move underscores Tanamera's commitment to expanding its global footprint and bringing high-quality, environmentally conscious products to new markets. By leveraging Fashion Mami's established presence in the maternity and child health sector, Tanamera is well-positioned to meet the growing demand for natural postnatal care in China, while continuing its mission of promoting wellness and sustainability.

Making a Positive Impact

At Tanamera, our commitment goes beyond creating exceptional products—we are dedicated to making a positive impact on both our communities and the environment. By promoting sustainable practices and using eco-friendly materials, we reduce our ecological footprint and contribute to a healthier planet. Our all-natural formulations ensure that every product we create is not only good for our customers but also for the ecosystems that sustain us.

We empower our consumers, especially women, by offering products that support their wellness journeys and enable them to embrace a healthier lifestyle. Through our holistic approach to well-being, we aim to inspire conscious choices that benefit personal health and the environment alike. Tanamera's sustainability and success are not just measured in market share or growth, but in the value we bring to our consumers' lives and the positive impact we leave on the world.

Business Review



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Overview

FA Herbs is a long-established Halal original equipment ("OEM") and original brand manufacturer ("OBM") renowned for producing high-quality personal care, health, spa, and wellness products. With over two decades of experience, we offer one-stop customised manufacturing services for clients seeking premium formulations tailored to their brand and market needs. Our philosophy - Your Preferred Halal Manufacturer - positions us as the trusted partner for businesses looking to bring their product visions to life.

Our commitment to excellence is demonstrated through Good Manufacturing Practice ("GMP"), Halal, and KKM-certified operations, ensuring the highest standards of quality, integrity, and innovation. We specialize in true-to-label manufacturing, offering a full range of products spanning skincare, body care, personal wellness, and healthcare.

Manufacturing Capabilities and Facilities

With a deep commitment to sustainability and innovation, FA Herbs operates three (3) GMP-certified manufacturing facilities in the state of Selangor:

- GMP Traditional in Kuala Selangor, Selangor
- GMP Soap and GMP Cosmetics in Ijok, Selangor

Our diverse manufacturing capabilities include:

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Soap • Powder • Capsulation
Liquid soap and shampoo • Tea sachets • Sanitisers
Creams and serums • Essential oils
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With a diverse production capacity, we deliver custom solutions for a wide range of health and beauty needs. Our in-house laboratory enhances our ability to provide:

- **Research:** Developing new formulations based on our clients' needs and market trends.
- **Testing:** Performing Stability Tests, Total Aerobic Microbial Count, and Total Yeast & Mould Count.
- Packaging: Conducting Packaging Compatibility Tests to ensure the durability and integrity of each product.

These advanced facilities enable us to meet the growing demands of local and international markets, producing a wide range of products that align with our clients' needs while upholding our strict commitment to quality and safety.

Our Belief: Making Pure, Natural, and Safe Products

At FA Herbs, our manufacturing philosophy is rooted in delivering products that are pure, natural, and safe. We are dedicated to creating personal, mother care, and healthcare products using ingredients that are:

- Free from artificial colouring
- Free from synthetic preservatives
- Free from synthetic fragrances
- Eco-friendly in formulation

Our eco-friendly and unique formulations ensure that the products we create are not only trusted and effective but also aligned with sustainable practices, minimising environmental impact and enhancing consumer trust.

End-to-End Manufacturing Solutions and Support

FA Herbs offers an all-inclusive, end-to-end manufacturing solution that covers everything from research and development to production, packaging, and regulatory compliance. We provides a one-stop solution for our client's product manufacturing needs. Our services include:

- **Formulation and research:** Creating unique, highquality products tailored to their brand vision.
- **Ethical sourcing:** We prioritise local sourcing through our vast network of raw material suppliers, selecting the finest actives to develop effective formulations tailored to each client's needs. We also recommend optimal combinations of actives to enhance product performance.
- **Regulatory compliance:** Ensuring all products meet necessary certification and safety standards.
- End-to-end manufacture: From research and development to formulation and production, we oversee the entire manufacturing process. Each batch undergoes rigorous safety and effectiveness certifications, including Stability Testing, Microbial Testing, and Heavy Metal Testing to ensure the highest quality.
- Product training: Providing education and training to help clients market and understand their products.

- Quality assurance: Every product is lab-tested and undergoes stringent quality checks. We are certified under the ISO Quality Management System, ensuring consistent compliance with Halal and GMP practices. We ensure on-time delivery, every time, providing reliability and trust for our clients.

FA Herbs proudly serves over 250 clients, including major brands such as Tanamera, Amway, Cosway, Shaklee, Sunway Resort Hotel, Tasneem, and Dr Azlan. Tanamera alone features nearly 130 core products in its retail line and an additional 80 products in its professional spa line, demonstrating the depth and breadth of our manufacturing capabilities.

Commitment to Quality and Innovation

FA Herbs is dedicated to quality and innovation. We continuously invest in research to explore new methods and technologies that enable us to develop products that meet global standards. Our clients span various industries, including:

- Multinational Corporations
- Multi-level Marketing Companies
- Corporate Brands
- Postnatal Operators
- Spa & Hospitality Operators
- Entrepreneurs

Our ability to customise products for these diverse clients, while maintaining strict quality controls, sets us apart as a leader in the Halal OEM and OBM manufacturing space.

Operations Review

During the financial period, FA Herbs focused on optimising its procurement processes to ensure a more cost-effective and efficient supply chain. By strengthening relationships with ethical suppliers and prioritizing the sourcing of high-quality, sustainably-produced raw materials, we have not only maintained access to the finest ingredients but have also strategically reduced input costs. This proactive approach enables FA Herbs to maintain competitive pricing while improving margins, safeguarding profitability even amidst market fluctuations in material costs.

Our commitment to operational excellence is further demonstrated by the enhancement of our quality assurance systems. Rigorous protocols, including Stability Testing, Microbial Testing, and Heavy Metal Testing, ensure that every product leaving our facility meets international safety and efficacy standards. These robust quality controls solidify our reputation for delivering premium, reliable products, fostering long-term trust with clients, and driving repeat business—a key factor in the consistent growth of our client base and market presence.



Business Review

In addition to improving internal quality control and manufacturing processes, FA Herbs has actively invested in expanding its market penetration through stronger sales and marketing efforts including participation in trade shows and overseas trade missions. With the increasing global demand for natural, eco-friendly products, our efforts to grow both our domestic and international reach have positioned us to capture larger market shares. This strategic expansion will continue to enhance long-term profitability and support our ongoing aim of delivering high-quality, sustainable wellness solutions.

Business Updates

FA Herbs has strategically capitalized on the increasing demand for natural and sustainable personal care and wellness products in 2024, securing new high-value clients such as Tasneem, whose growing orders demonstrate the scalability and reliability of our OEM manufacturing capabilities. The consistent repeat business highlights our ability to deliver tailored, high-quality solutions, positioning FA Herbs as a trusted partner for premium brands in the rapidly growing wellness sector.

Further reinforcing our growth trajectory, Tanamera, our largest and long-standing client, has expanded its product range, increasing its reliance on FA Herbs to meet higher production volumes. This strengthened partnership is projected to drive significant revenue growth and underscores our ability to serve large-scale, premium brands with precision and excellence. These developments place FA Herbs in a strong position to capture a larger market share in both domestic and international markets, enhancing our revenue visibility and long-term financial stability.

Making a Positive Impact

At FA Herbs, our commitment to making a positive impact extends beyond manufacturing high-quality products. We prioritise ethical sourcing, working closely with local suppliers to support sustainable agricultural practices and preserve biodiversity. Our use of eco-friendly formulations and recyclable packaging ensures that our operations have minimal impact on the environment.

We believe in empowering our clients by providing safe, effective, and sustainable products that align with consumer demand for natural wellness. Through our end-to-end solutions, we help brands bring their product ideas to market in a way that promotes both personal well-being and environmental stewardship.

As we continue to grow, FA Herbs remains committed to innovation, sustainability, and quality, ensuring that our clients, their customers, and the planet all thrive together.

Business Review

Khairul Nisa Ismail Sustainable Consumer Technology



DANIA

Overview

SEDANIA As Salam Capital is a pioneering technology provider that empowers financial institutions with cutting-edge Islamic fintech solutions, playing a crucial role in advancing financial inclusivity. By offering innovative, Shariah-compliant products and services, we enable financial institutions to cater to the diverse needs of the market while adhering to Islamic principles. Our mission is to foster financial innovation, inclusivity, and sustainability through the seamless integration of technology and Shariah-compliant financing solutions.

Our flagship platform, As-Sidg, is a patented Shariahcompliant digital commodity trading solution that facilitates real-time, secure brokerage of digital commodities for Tawarruq (commodity murabahah) requirements. As-Sidq enables financial institutions to efficiently meet their commodity trading needs, ensuring full compliance with Shariah principles while leveraging the benefits of digitalisation. Through this platform, SEDANIA As Salam Capital has established itself as a key enabler of Islamic fintech, providing essential services to nearly 95 financial institutions (FSIs) nationwide.

In addition to As-Sidg, our GoHalal Financing Programme ("GHP") represents a significant stride toward financial inclusion. GHP offers Shariah-compliant financing solutions, allowing credit agencies to reach underserved markets and address the financing needs of diverse communities. This initiative transcends religious boundaries, demonstrating our commitment to making ethical financial products accessible to all.

Our strategic stake in Wasiyyah Shoppe Berhad represents our entry into the crucial space of Islamic inheritance planning, addressing a persistent issue among Malaysian Muslims: the low adoption of inheritance planning and the growing problem of unclaimed assets. Through our exclusive partnership, SEDANIA As Salam Capital has developed a digital hibah platform. JOMHIBAH, aimed at revolutionising Islamic inheritance planning. This end-to-end digital solution caters to the needs of the Islamic community, providing a seamless and Shariah-compliant way to manage inheritance matters and increase adoption rates. By empowering FSIs and the enterprise segment with this innovative product, we are facilitating the growth of Islamic inheritance practices in the country.

Our role as a technology enabler continues to expand, with a robust focus on serving FSIs through our Digital Bank commodity murabahah initiatives. As an exclusive partner for Wasiyyah Shoppe Berhad, we are introducing digital hibah solutions to financial institutions across Malaysia, positioning ourselves as a leader in Islamic consumer tech. Backed by a Shariah-compliant trustee company, we are able to ensure that our offerings are fully aligned with Islamic principles, providing trust and confidence to our clients.

SEDANIA As Salam is certified by:



Operations Review

In 2024, SEDANIA As Salam Capital made significant strides in enhancing its operational capabilities, driven by its mission to deliver innovative and inclusive Islamic fintech solutions. The successful launch of the JOMHIBAH platform represents a major milestone in our operations, showcasing our ability to leverage digital technology to simplify Islamic inheritance management. This fully digital solution not only streamlines hibah financing but also sets a new benchmark for user experience in the Islamic finance sector. The smooth rollout of JOMHIBAH underscores our operational readiness to introduce scalable, digital-first platforms that can be seamlessly integrated with financial institutions.

Our strategic partnership with Hong Leong Islamic Bank ("HLISB") further highlights the operational strength of SEDANIA As Salam Capital. By being appointed as HLISB's alternative digital commodity trading platform, we have solidified our role as a technology enabler for FSIs, ensuring that their products and services remain fully Shariahcompliant. This collaboration reflects our robust infrastructure and ability to handle the complexities of commodity murabahah while providing the security and reliability required by financial institutions. Moreover, the partnership with HLISB for Hibah financing has enhanced our operational footprint, allowing us to expand our influence across the financial services landscape.



In addition to these initiatives, our partnership with GrabFin Malaysia and Mitra Kembara to offer Grab Umrah Financing further demonstrates our capacity to cater to diverse markets while maintaining operational efficiency. By integrating Shariah-compliant financing solutions for Grab Driver-Partners, we have expanded our reach and proven our ability to deliver customised financial products that meet the specific needs of different segments. This initiative follows the success of Grab Cash Financing-i, reinforcing our track record in providing seamless, automated solutions with minimal documentation. Together, these collaborations and product launches reflect our ongoing commitment to operational excellence and technological innovation in the Islamic finance ecosystem in Malaysia.

Business Updates

SEDANIA As Salam Capital Launches JOMHIBAH: Malavsia's First Digital Hibah Platform

In a landmark move, SEDANIA As Salam Capital has launched JOMHIBAH, Malaysia's first fully digital platform for Islamic inheritance management. This innovative platform offers a digital-first solution for Hibah financing, enabling users to seamlessly incorporate Hibah into their estate planning with access to essential information and financing options. The introduction of JOMHIBAH is expected to significantly enhance the adoption of Islamic inheritance solutions across the financial services sector, setting new standards for convenience and accessibility.

Partnership with Hong Leong Islamic Bank as JOMHIBAH financing partner and alternative digital commodity trading platform provider (As-Sidq Tawarrug)

As part of expansion of JOMHIBAH among FSIs in Malaysia, SEDANIA As Salam Capital has entered into a strategic partnership with HLISB. This collaboration enables seamless Hibah financing through HLISB's Personal Financing-i, giving the community the opportunity to integrate Hibah into their estate planning with ease. In addition, SEDANIA As Salam Capital has been appointed as HLISB's alternative digital commodity trading platform, providing the bank with a critical assetbacked foundation to ensure all financial products and operations remain fully Shariah-compliant. This partnership strengthens SEDANIA's role as a technology enabler for the Islamic banking ecosystem.

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GoHalal Financing Program Collaborations: Grab Umrah Financing Partnership

In another strategic development, SEDANIA As Salam Capital has expanded its collaboration with GrabFin Malaysia and Mitra Kembara to introduce the Grab Umrah Financing solution, tailored for Muslim Grab Driver-Partners in Malaysia. This custom Umrah Travel Package offers Driver-Partners financing of up to RM7,490 to fulfill their pilgrimage to Mecca, underscoring SEDANIA's commitment to offering inclusive and Shariah-compliant financial products. The initiative follows the successful rollout of Grab Cash Financing-i, an emergency Shariah-compliant financing solution that allows Driver-Partners to access funds quickly and easily, with no documents or collateral required and affordable daily automated payments.

Strengthening Shariah expertise and reputation

To further strengthen our Shariah compliance capabilities, SEDANIA As Salam Capital has also formed a new Shariah compliance team, led by seasoned Shariah professionals. This dedicated team ensures that we meet the evolving requirements of Financial Service Institutions (FSIs) and maintain the highest standards of compliance across all product offerings.

Making a Positive Impact

For almost two (2) decades, SEDANIA As Salam Capital has been at the forefront of promoting financial inclusion and innovation through Shariah-compliant fintech. Our focus on Islamic inheritance planning and financial solutions not only addresses the gaps in current financial systems but also drives ethical, inclusive growth. By providing FSIs with advanced digital platforms, such as As-Sidq and our hibah solutions, we enable them to expand their reach and offer products that are both accessible and compliant with Islamic values

As we continue to develop new solutions and forge strategic partnerships, SEDANIA As Salam Capital remains committed to leveraging technology for sustainable, inclusive, and ethical financial practices. Our efforts are not only transforming the Islamic finance landscape but also contributing to a more inclusive financial ecosystem, ensuring that everyoneregardless of background-has access to fair and Shariahcompliant financial services.

Business Review



DANIA

Technologies





Overview

SEDANIA Technologies is an ESG and technology enabler that drives energy transformation initiatives for large corporates, SMEs, and institutions. In the energy sector, SEDANIA Technologies offers a comprehensive suite of solutions that drive both energy input optimization and consumption reduction. Our renewable energy solutions spanning solar PV, biomass, hydropower, and wind energy enable businesses to integrate sustainable energy sources into their operations, reducing reliance on traditional energy grids and lowering their carbon footprint.

Our expertise in energy optimisation is further enhanced by our Intelligent Energy Management System, which provides real-time monitoring, usage history, and detection of anomalies like misalignment, double billing, and total blackout. This ensures operational efficiency and accurate billing, enabling our clients to optimize energy consumption while reducing costs.

To support businesses in reducing their energy output, we also offer LED and Air Conditioner Retrofit Solutions along with Energy Performance Contracting ("EPC"), which ensures that energy consumption is continuously optimized, further contributing to cost savings. These solutions have helped our clients significantly lower their operational expenses while contributing to broader sustainability goals.

In addition to our leadership in energy transformation, SEDANIA Technologies delivers robust IT solutions that enable businesses to thrive in the digital age. Our expertise spans systems and software development, with solutions like Green Billing, which digitises printed bills for increased efficiency, and Airtime Transfer, a service enabling mobile users to transfer funds across different telecom networks. Clients such as Celcom Malaysia, Airtel Bangladesh, and XL Indonesia rely on our system development, system integration, and security management services to maintain the integrity and functionality of their telecommunications operations. Our advanced IT capabilities are further demonstrated by the deployment of Deep Packet Inspection Systems for Celcom Malaysia, enhancing the efficiency and security of their communications infrastructure. Additionally, SEDANIA Technologies supports key infrastructure projects through partnerships with industry leaders like CISCO, Huawei, ZTE, Dell, HP, and Lenovo. Our network security services ensure that our clients' data remains secure, providing protection against unauthorized access and ensuring the highest standards of confidentiality, integrity, and availability.

Our energy and IT portfolio includes tier-one clients such as TM, Maybank, Perkeso, Pos Malaysia, AmBank, Bank Islam, and Safeguards, reinforcing our position as a trusted provider of energy and IT solutions across various industries.

Operations Review

During the financial period, SEDANIA Technologies made significant strides in enhancing its operational capabilities with the launch of the iEMS product, a cutting-edge energy monitoring system developed in collaboration with a local technology partner. This innovative solution enables businesses to conduct real-time monitoring and management of their energy consumption, leading to optimized energy usage and cost savings. The integration of SEDANIA's advanced iEMS represents a breakthrough in the field of energy efficiency and monitoring. The launch of iEMS at ENERtec Asia 2024 highlights our commitment to providing advanced technological solutions that help businesses reduce their energy footprint and improve operational efficiency.

Beyond the iEMS launch, SEDANIA Technologies has been actively pursuing growth opportunities through its participation in various energy and IT project tenders. These tenders allow us to expand our reach across both the public and private sectors, offering value-added solutions tailored to the specific energy and IT needs of our clients. Our operational focus remains on delivering solutions that optimise energy consumption, improve energy performance, and enable businesses to meet their sustainability goals. A key priority for SEDANIA Technologies is our unwavering commitment to diligently honouring our EPC and other contractual agreements with our loyal clients. By consistently delivering on our promises, we maintain strong relationships with clients who rely on us for sustainable energy solutions. This dedication to meeting contractual obligations not only ensures client satisfaction but also reinforces our reputation as a trusted partner in the energy and IT sectors.

The success of these initiatives underscores SEDANIA Technologies' ability to lead the energy transformation journey for businesses of all sizes. By combining cuttingedge energy optimisation technologies with our proven expertise in IT and telecommunications solutions, we continue to strengthen our position as a trusted partner for organisations looking to enhance their operational efficiency and sustainability practices.

Business Updates

Launch of iEMS: A Game-Changing Energy Efficiency Solution

In June 2024, SEDANIA Technologies, in collaboration with local technology partner, proudly launched the innovative iEMS product at the ENERtec Asia 2024 event. This groundbreaking product integrates SEDANIA's latest Energy Management System with a local technology partner, representing a significant leap forward in the realm of energy efficiency and monitoring. Designed to help businesses conduct comprehensive real-time monitoring and management of energy usage, iEMS optimizes savings and paves the way for a more energy-efficient future.

iEMS offers a holistic approach to energy management, allowing both the private and public sectors to actively reduce energy consumption while increasing operational efficiency. SEDANIA Technologies and our local technology partner are proud to lead this energy revolution, and we invite stakeholders across industries to join us on this transformative journey toward a more sustainable tomorrow.

Expanding Market Reach Through Energy and IT Project Tenders

In addition to the iEMS launch, SEDANIA Technologies continues to participate in a wide range of energy and IT project tenders, offering value-added solutions to clients

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Business Review



across various sectors. By leveraging our expertise in energy optimisation and advanced IT solutions, we aim to deliver tailored services that enhance energy efficiency, boost operational resilience, and help clients meet their sustainability targets.

Making a Positive Impact

At the heart of SEDANIA Technologies is a commitment to driving positive environmental impact. We help clients achieve sustainability goals by integrating renewable energy sources, enhancing energy efficiency, and using advanced solutions for smarter, more sustainable operations. Our efforts to lower energy consumption and reduce carbon emissions align with the global shift toward greener, more responsible business practices.

We remain dedicated to fostering technological innovation, particularly in the areas of cybersecurity, cloud solutions, and digital transformation. By equipping businesses with the tools to protect their infrastructure, optimise resources, and harness the power of data, we enable them to remain competitive and resilient in a fast-changing world.

As SEDANIA Technologies continues to expand its product offerings and strengthen client partnerships, we are positioned to deliver sustainable growth for our clients and shareholders, all while contributing to a greener, more efficient future for businesses across sectors.

Financial Review by Group Chief Financial Officer

Rizalzin Hashim bin Mohammed Group Chief Financial Officer



This MDNA for SEDANIA Innovator Berhad ("SEDANIA" or the "Company") discusses our financial and operating performance, business indicators, and outlook from management's viewpoint.

This document should be read in its entirety and is intended to complement and supplement the Company's audited Consolidated Financial Statements ("Financial Statements") for the Financial Period Ended 30 June 2024.

The Group changed its financial year-end from 31 December 2023 to 30 June 2024, resulting in an extended financial reporting period of 18 months from 1 January 2023 to 30 June 2024. Due to the change in the financial year-end, the results presented for the current period cover 18 months, as compared to 12 months in the prior period. As the periods are not equivalent, direct comparisons would not be meaningful. Where appropriate, additional explanations are provided in the notes to these financial statements to assist users in understanding the financial performance and position of the Group.

Unless otherwise noted, or unless the context indicates otherwise, "SEDANIA", the "Company", "we", "us" and "our" refer to SEDANIA Innovator Berhad and its subsidiaries ("Group"). Any statement in this MDNA made by, or on behalf of, management is made in such person's capacities as officers of SEDANIA and not in their personal capacities.

Overview of the Group's Business

SEDANIA is an investment holding company with three (3) core activities undertaken by its subsidiaries (collectively, "the Group"). Details of the Group subsidiaries are further disclosed in Note 8 to the Financial Statements section of this Annual Report.

Our value creation strategy is centred on delivering sustainable innovations that improve lives while consistently maximising value to the community we serve. By staying responsive to rapidly evolving user behaviour, we transform these shifts into a competitive advantage. Our expertise spans the following business verticals, where we drive impactful innovation:



The businesses of Sustainable FMCG are carried out via our subsidiaries namely Offspring Inc Sdn. Bhd. ("OFS) and Tanamera Group Sdn Bhd. ("TGSB") while Sustainable Consumer Technology is carried out via SEDANIA As Salam Capital Sdn. Bhd. ("SASC") and Sustainable Energy is carried out via our subsidiary, SEDANIA Technologies Sdn. Bhd. ("STSB").

The following provides additional details on our reportable segments:

Sustainable FMCG

Offering essential, eco-friendly products that focus on premium mother care, healthcare, personal care, household, and baby products, designed for healthconscious families.

% of Revenue (1)

77%

Sustainable Consumer Technology

Providing innovative digital solutions for the banking and financial sector, along with patented airtime sharing technology for telecommunications providers.

% of Revenue ⁽¹⁾

18%

Sustainable Energy

Providing Intelligent Energy Management System, renewal energy, energy audits, and related energy optimisation solutions for businesses and large organisations.

% of Revenue (1)

5%

(1) Percentage of Net sales for the financial period ended 30 June 30 2024

We also seek to develop other strategic investment projects to enhance the income stream and maximise shareholder value. As of 30 June 2024, the Company owns 20% equity interest in Wassiyyah Shoppe Bhd. ("WSB"), 44.29% in Vast Meridian Sdn. Bhd. ("VMSB") and 36.21% in Esports Pte. Ltd. ("ESPL").

Our strategic objective is to build a sustainable organisation where we will continue to drive operational efficiencies to remain relevant to our clients' agenda while creating growth opportunities for our employees and generating returns for our investors.



Financial Review by Group Chief Financial Officer

Financial Highlights

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Over the 18-month financial period, the Group has **expanded** with the addition of WSB, TGSB and PT Alami Natura Abadi.

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Total revenue reached **RM78.07 million**, with the majority coming from OFS and TGSB in the Sustainable FMCG segment.

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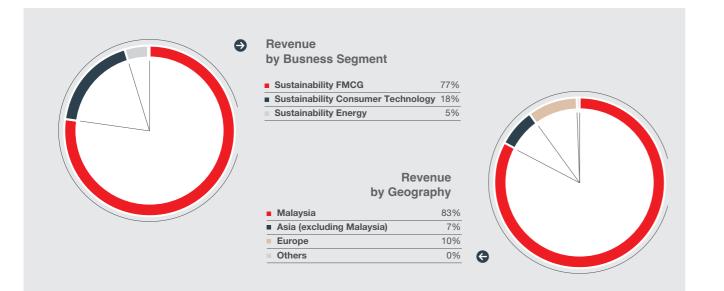
Loss from operations was **RM3.25 million**, with non-cash impairments on financial assets affecting overall profitability.

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We saw a positive contribution from our share of results in associates, net of tax, amounting to **RM0.82 million** for the financial period. This demonstrates the ongoing value of our investments in WSB.

Financial Review

by Group Chief Financial Officer



Summary of Operating Results

The Group's performance over the 18 months demonstrates a balance of challenges and opportunities. Although certain segments experienced margin pressures and one-off impairments, strong revenue growth and strategic investments have positioned the Group for sustained future success.

	FPE 2024 (18 months) RM'000
Revenue	78,074
Cost of sales	(39,477)
Gross profit	38,597
Other income	3,070
Sales and administration expenses	(40,338)
Net impairment on financial assets	(4,232)
Other operating expenses	(344)
Loss from operations	(3,247)
Finance income	2,454
Finance costs	(1,518)
Share of results in associates, net of tax	819
Loss before tax	(1,492)
Tax expense	(1,310)
Loss after tax Exchange differences on translation of	(2,802)
foreign operations Share of other comprehensive income of an associate Minority interest	(12) 40 406
Loss attributable to shareholders/ LATAMI	(2,368)

Financial Overview

Revenue

Our Group recorded a revenue of RM78.07 million for the 18month financial period, primarily attributed to higher contributions from the Sustainable FMCG segment. This marks a significant milestone in our operations, reflecting our ongoing efforts to drive growth in our core business areas.

During this financial period, revenue from Sustainable FMCG was recorded at RM60.36 million, while Sustainable Consumer Technology amounted to RM14.12 million. Sustainable Energy recorded a revenue of RM3.59 million.

Sustainable FMCG and Sustainable Consumer Technology contributed 77% and 18% respectively to our Group's total revenue in FPE 2024.

By geography, Malaysia remains the Group's main revenue contributor for all of our business segments. For the 18-month financial period, 83% of our revenue was derived from Malaysia. Our Offspring and Tanamera products, from the Sustainable FMCG segment, are also available outside of Malaysia, in particular in the South East Asia region namely Singapore and Brunei, as well as several other countries across Asia, Europe, Africa and North America.

Cost of Sales

We defined the cost of sales as the amount we pay to third parties for expenses associated with the development, production, and provision of our products and solutions.

The cost of sales in FPE 2024 increased to RM39.48 million, reflecting the overall revenue growth, in particular from the Sustainable FMCG segment, compared to FY 2022. The cost of sales as a percentage of revenue was 50.56% (2022: 52.91%), slightly higher due to increased costs but partially offset by revenue growth and productivity savings.

Expenditure

Total operating expenses amounted to RM44.91 million, driven by several key factors. Sales and administrative expenses reached RM40.34 million. The component of these expenses includes marketing expenses aimed at enhancing the capabilities and market reach of our Sustainable FMCG products across both online and offline retail channels, staff cost and employment benefits following the Group's expansion after acquiring TGSB and depreciation of property, plant, equipment, and Right-of-Use ("ROU") assets. The Group recorded a net impairment loss of RM4.23 million on trade receivables and contract assets, while other operating expenses stood at RM0.34 million.

Total finance costs totalled RM1.52 million, reflecting the Group's debt structure and interest obligations over the reporting period.

Loss After Tax (LAT) and Loss After Tax and Minority Interest (LATAMI)

For the reporting period, the Group recorded a Loss After Tax (LAT) of RM2.80 million, largely due to one-off impairment losses in the Sustainable Energy segment and increased operational costs, particularly in the Sustainable FMCG segment. These challenges, combined with rising marketing expenses, contributed to the overall loss, despite solid revenue growth in several areas.

The Group's Loss After Tax and Minority Interest (LATAMI) amounted to RM2.40 million, reflecting the net loss attributable to the Group's shareholders after accounting for minority interests. While the Group faced setbacks in profitability, management is focused on addressing these challenges through cost control measures, operational improvements, and strategic initiatives to drive future profitability.

Financial Position and Liquidity

Assets

As of 30 June 2024, the Group's total assets stood at RM73.69 million, driven by increased non-current assets. This growth was mainly attributed to strategic investments in property, plant, equipment, and intangible assets following the acquisition of Tanamera Group Sdn Bhd in December 2023.

Liabilities

As of 30 June 2024, the Group's total liabilities amounted to RM21.80 million, reflecting the current debt structure and financial obligations.

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Financial Review by Group Chief Financial Officer

The Group's outstanding loans and borrowings totalled approximately RM11.65 million, alongside lease liabilities of RM1.86 million as at 30 June 2024.

Shareholders' Equity

Our total equity amounted to RM51.89 million, mainly driven by the increase in share capital from RM65.71 million to RM68.49 million, offset by an increase in accumulated losses reflected in the reserves. We increased our Share Capital by issuing 18,000,000 ordinary shares from a private placement completed on 3 November 2023.

Dividend

	No. of Shares	RM'000
As at 1.1.2023	347,352,052	65,712
Ordinary shares issued pursuant to the Private Placement	18,000,000	2,781
As at 30.6.2024	365,352,052	68,493

While the Group declared interim dividends in 2015, 2016, and 2017, we do not have a formal dividend policy in place.

The declaration of interim dividends and any recommendation for final dividends remain at the discretion of the Board, with final dividend proposals subject to shareholder approval.

Future dividend payments will depend on several key factors, including the Group's financial performance, cash flow needs, the availability of distributable reserves, and planned capital expenditures. The Board will continue to assess these factors to determine the appropriateness of any future dividend declarations.

Liquidity and Capital Resources

As of 30 June 2024, the Group held RM7.79 million in cash, cash equivalents, and short-term deposits. Combined with consistent cash flows from operations and access to debt markets, this liquidity position is expected to be sufficient to meet the Group's financial obligations, including debt servicing, operational needs, and planned capital investments over the next 12 months and beyond.

The Group remains confident in its ability to maintain financial stability, supported by prudent cash management and reliable access to credit facilities. This strong liquidity position ensures the Group can continue executing its strategic growth initiatives while managing any unforeseen challenges.



Financial Review

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by Group Chief Financial Officer

Review of Operating Segments

The table below presents the operating segment results for FPE 2024. The Investment Holding segment includes various operating and non-operating activities that are not directly attributable to specific business segments.

	FPE 2024 RM'000
Segment Revenue Sustainable FMCG Sustainable Consumer Technology Sustainable Energy	60,360 14,124 3,590
Total revenue	78,074
Segment profit/(loss) before tax: Sustainable FMCG Sustainable Consumer Technology Sustainable Energy Investment holding	2,273 4,641 (6,560) (1,846)
Operating (loss)/profit before tax	(1,492)

(a) Sustainable FMCG

	FPE 2024 RM'000
Revenue	60,360
Profit before tax	2,273
% of revenue	3.8%

The Group's Sustainable FMCG segment includes two key sustainable brands: Offspring and Tanamera, each targeting distinct market segments. This segment has made a significant contribution to the Group's performance, generating RM60.36 million in revenue, primarily driven by increasing demand for healthcare and personal care products. The longer reporting period of 18 months has partly contributed to this figure, but organic growth remains strong.

Despite strong revenue, the profit before tax (PBT) margin stands at 3.8%, reflecting compressed margins due to higher marketing expenses and operational costs associated with the segment's expansion. Increased investments and operating costs have affected profit growth relative to revenue.

(b) Sustainable Consumer Technology

	FPE 2024 RM'000
Revenue	14,124
Profit before tax	4,641
% of revenue	32.9%

The Sustainable Consumer Technology, which integrates our Financial Technology ("Fintech") and Telecommunications Technology ("TelcoTech") solutions, generated RM14.12 million in revenue and achieved an operating profit before tax of RM4.64 million with an impressive 32.9% PBT margin. The strong profit margin highlights its ability to capture significant value, positioning it as a highly profitable component of the Group's portfolio. Having overcome early-stage challenges, the segment is now reaping the benefits of economies of scale and higher demand for its Sustainable Consumer Technology solutions.

(c) Sustainable Energy

	FPE 2024 (18 months) RM'000
Revenue	3,590
(Loss)/Profit before tax	(6,560)
% of revenue	-182.8%

Sustainable Energy contributed RM3.55 million in revenue to the Group in FPE 2024, reflecting our continued efforts in advancing green technology solutions. Despite the revenue performance during the 18-month financial period, the segment reported a loss before tax of RM6.56 million, mainly due to a one-off impairment loss on trade receivables and contract assets totalling RM3.89 million, which significantly impacted overall profitability.

The segment's negative profit margin of -182.8% highlights the impact of this impairment. Going forward, the focus will be on improving cost management and operational efficiency to capitalise on the underlying potential demonstrated by the revenue growth in our green technology solutions.

Anticipated or Known Risks

In preparing this MDNA, the Group has identified several anticipated or known risks that may affect its operations, financial performance, and outlook:

One-Off Impairment Losses

The Sustainable Energy segment recorded a one-off impairment loss on trade receivables and contract assets of RM3.89 million, which significantly impacted profitability. This non-recurring item does not reflect the ongoing performance of the segment. The Group expects that future periods will not face similar impairments, and stakeholders should consider the segment's underlying revenue growth in evaluating its long-term potential.

Margin Compression

Despite strong revenue growth, certain segments, such as Sustainable FMCG, experienced margin compression due to higher marketing expenses and operational costs associated with expansion. The Group is actively managing costs and seeking to improve operational efficiencies, but further margin pressure may persist if costs continue to rise faster than revenue. The Group remains focused on cost management to restore margin strength.

Market Risks in Green Technology

The Group's Sustainable Energy segment is subject to market demand fluctuations for green technology solutions. Regulatory changes, customer adoption rates, and shifts in industry trends could impact future growth and profitability. While the Group remains committed to advancing its green technology initiatives, stakeholders should be mindful of these potential external risks.

By addressing these risks, the Group remains focused on maintaining transparency and ensuring a clear understanding of the factors that could influence future performance. The management continues to implement strategies aimed at mitigating these risks while capitalizing on opportunities for growth and value creation.

Financial Review by Group Chief Financial Officer

Currency Fluctuations

The Group generated sales across multiple regions and exposed it to fluctuations in foreign currencies, which can affect both revenue and costs. Unfavourable currency movements, especially in the Sustainable FMCG segment with its significant international presence, could impact profitability. To mitigate these risks, the Group actively monitors exchange rate trends and employs strategic risk management measures, including hedging and currency diversification, to reduce the potential financial impact of adverse currency fluctuations.

Regulatory and Compliance Risks

As the Group consolidated its Fintech and TelcoTech solutions under the Sustainable Consumer Technology segment, it is increasingly subject to regulatory changes in local and international markets. Changes in regulations, particularly in the financial technology space, could increase compliance costs or limit market opportunities. The Group actively monitors regulatory developments to ensure compliance and mitigate risks.

Cost Inflation and Supply Chain Disruptions

Rising costs, particularly in raw materials, labour, and logistics, as well as potential supply chain disruptions, may challenge the Group's ability to maintain profitability. This risk is particularly relevant for the Sustainable FMCG segment, where supply chain efficiency is crucial. The Group is implementing measures to mitigate these risks, including supplier diversification and cost-saving initiatives.

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by Group Chief Financial Officer

Opportunities Going Forward

As we move into the future, the Group is well-positioned to capitalise on several growth opportunities, driven by evolving market trends and our commitment to innovation and sustainability. Our diversified portfolio, which includes Sustainable FMCG, Consumer Technology, and Energy solutions, provides a solid foundation to leverage these trends and drive long-term value creation.

Ð Expanding Demand for Sustainable FMCG

The global demand for eco-friendly, health-conscious products is steadily rising, and our Sustainable FMCG brands -Offspring and Tanamera - are well-aligned with this trend. With growing consumer awareness around sustainability, we anticipate increased demand for our healthcare and personal care products, both in domestic and international markets. The ongoing expansion into new distribution channels, including online and offline retail, positions us to capture a larger share of the market.

Ð Scaling FinTech and TelcoTech Solutions

Our Sustainable Consumer Technology segment, which combines innovative FinTech and TelcoTech solutions. is showing strong promise. The increasing adoption of digital financial services and telecommunications solutions in Malavsia presents significant potential for our offerings. We are continuing to enhance our FinTech and TelcoTech solutions to meet the evolving needs of Malaysian consumers and businesses. Furthermore, with the hibah business segment delayed in 2024, we are prepared to leverage its potential once the rollout is complete. The domestic market's shift toward financial inclusion and the expansion of digital services positions us well for growth in these areas.

Ð **Green Energy Adoption**

The global transition towards clean energy solutions offers significant growth opportunities for our Sustainable Energy segment. Governments and corporations alike are prioritising investments in renewable energy, and our green technology solutions are well-positioned to serve this demand. While the segment has faced challenges, particularly with one-off impairment losses, the underlying revenue growth is strong, and we anticipate that continued innovation and market adoption will drive long-term success. Additionally, as we refine our cost structure and enhance operational efficiency, we expect profitability to improve in the coming periods.

Ð Leveraging Strategic Partnerships and Acquisitions

Strategic acquisitions such as TGSB, WSB, PT Alami Natura and partnerships with key players in various industries have strengthened our competitive advantage. We plan to continue identifying potential acquisition targets and partnerships that align with our core business segments, enabling us to expand our market presence, enhance our product offerings, and drive synergies across the Group.

Ð Harnessing E-Commerce and Digital Channels

The surge in e-commerce presents a significant growth opportunity for our FMCG and Consumer Technology segments. We are increasingly investing in our digital presence to enhance customer engagement and streamline the purchasing experience across online platforms. As consumer behaviour shifts towards online purchasing, particularly in key markets, we are wellpositioned to capitalize on this trend through targeted marketing and expanded digital infrastructure.

Management Discussion & Analysis

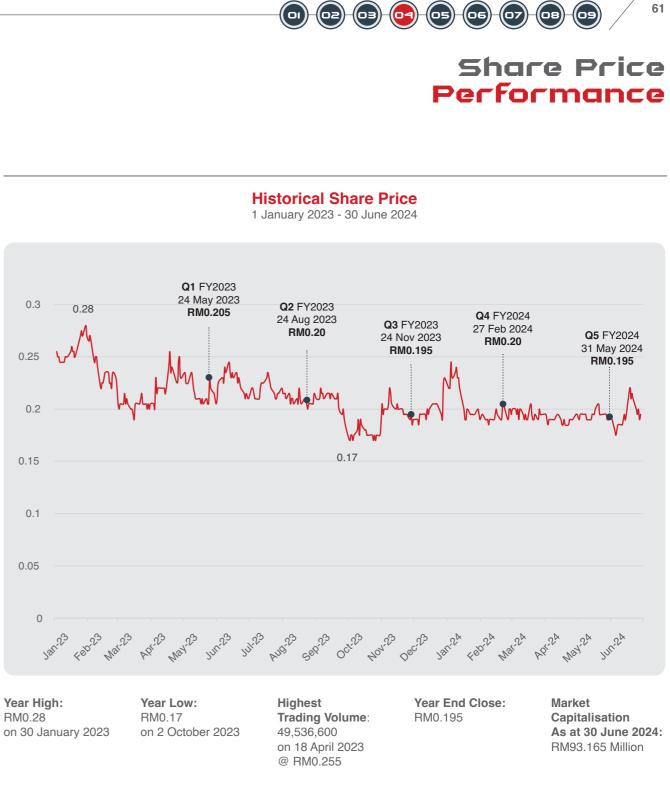
Ð **Operational Efficiency and Cost Management**

As we grow, maintaining a sharp focus on operational efficiency and cost management will remain a priority. Initiatives aimed at optimising supply chains, reducing overhead costs, and improving productivity will support margin improvement across our segments. We are committed to leveraging technology and data-driven insights to enhance our efficiency while maintaining our competitive edge in the market.

How We Will Fare

With a strong and diversified business portfolio, the Group is poised to capitalize on multiple growth opportunities across our key segments. We are confident that our focus on sustainable, innovative solutions in FMCG, Consumer Technology, and Energy will enable us to meet evolving market demands and deliver long-term value to our stakeholders.

While challenges such as market volatility, regulatory changes, and cost pressures remain, we are proactively addressing these risks through strategic planning and operational excellence. Looking ahead, the Group remains committed to sustainable growth, innovation, and the continued execution of strategies that position us for success in an increasingly competitive global market.



Announcement of results

First Quarter Second Quarter 24 May 2023 24 Aug 2023

Third Quarter 29 Nov 2023

Annual General Meeting 22 Nov 2024



Fourth Quarter 27 Feb 2024

Fifth Quarter 31 May 2024

Sixth Quarter 29 Aug 2024



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Sustainability Report 64 Sustainability Report

Solar Energy Panels Installed at PERKESO

SEDANIA Technologies empowers PERKESO Rehabilitation Centre with 2,411 solar panels, generating 1,773,900 kWh annually—saving RM53,956 per month in electricity costs.





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Reporting Scope and Period

Owing to the shift in SEDANIA's financial year end from December to June, the current reporting period spans 18 months, from 1 January 2023 to 30 June 2024 ("FPE 2024"). The previous statement covered the financial year ended 31 December 2022 ("FY2022"). To enable meaningful data comparisons, this report presents both the full 18-month performance and an annualised 12-month equivalent wherever possible.

As per the previous Sustainability Statements, the reporting scope for FPE 2024 covers the business operations of the Group and its major subsidiaries in the areas of Sustainable FMCG, Sustainable Consumer Technology, and Sustainable Energy. The content of this statement excludes the impact of business and corporate activities conducted outside Malaysia (unless otherwise stated), as well as activities undertaken by SEDANIA's collaborative partners, outsourced activities, joint ventures, customers, as well as third-party vendors and suppliers that are beyond the direct and immediate control of the SEDANIA.

Reporting Standards

SS2024 has been prepared in accordance with Bursa Malaysia Securities Berhad's ACE Market Listing Requirements and references the following standards and frameworks:



Owing to the shift in SEDANIA's financial year end from December to June, the current reporting period spans 18 months, from 1 January 2023 to 30 June 2024 ("FPE 2024"). The previous report covered the financial year ended 31 December 2022 ("FY2022"). To enable meaningful data comparisons, this report presents both the full 18-month performance and an annualised 12-month equivalent wherever possible.

Data Integrity

Data presented in SS2024 is sourced from internal records and verified by respective business units with oversight from SEDANIA's sustainability working team, Management, and the Board Sustainability Committee ("BSC"). The Group's internal auditor, Talent League Sdn. Bhd., has not reviewed the Sustainability Report. Apart from anti-corruption disclosures, third-party assurance for non-financial data was not sought. Baker Tilly Monteiro Heng PLT serves as the external auditor for the financial statements of FPE 2024.

About This Report

The strength

SEDANIA Innovator Berhad ("SEDANIA" or the "Group") presents its Sustainability Statement 2024 ("SS2024") for the financial period ended 30 June 2024 ("FPE 2024"). This report outlines SEDANIA's performance across key economic, environmental, social, and governance ("E+ESG") areas, reflecting the Group's ongoing commitment to sustainability. Sustainability Report

Forward-looking statements in SS2024 have been made based on current assumptions and are subject to risks beyond the Group's control. Readers are advised not to place undue reliance on such statements.

Feedback and Access

The SS2024 is prepared as part of SEDANIA's Annual Report 2024 ("AR 2024"), which can be downloaded from the Group's website at: (www.sedaniainnovator.com.

Feedback on this report and the issues covered can be channelled to:

Rizalzin Mohammed

Group Chief Financial Officer Tel: 03 7880 2001 | Email: *rizalzin@sedaniainnovator.com*

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Sustainability Report

CHAIRMAN'S SUSTAINABILITY MESSAGE

Tan Sri Abdul Halim bin Ali Senior Independent Non-Executive Chairman



Sustainability Report

Dear Stakeholders,

It is my pleasure to present SEDANIA Innovator Berhad's Sustainability Statement for FPE 2024, a period of transformative growth and sustained commitment to Environmental, Social, and Governance ("ESG") principles. Our journey continues to be driven by the belief that sustainability is not merely a trend, but a necessary foundation for long-term value creation. SEDANIA has remained resilient and forward-thinking amidst evolving global challenges, demonstrating that our business model and sustainability efforts are both adaptable and futurefocused.

Strategic Overview

In FPE 2024, SEDANIA continued to refine and adapt our strategy, responding to shifting market dynamics while remaining true to our core mission of Improving Lives Sustainably. This year marked an important phase in our transition from a technology-centric company to a leader in the Sustainable FMCG segment. Through our brands, Offspring and Tanamera, we are bringing eco-friendly products to consumers worldwide, while staying aligned with our sustainability objectives.

Our focus on innovation has enabled us to offer sustainable solutions that empower our clients and consumers to make environmentally responsible choices. At the same time, our commitment to ESG principles has ensured that sustainability is embedded at every level of our operations.

During FPE 2024, SEDANIA has made notable progress in integrating sustainable practices into our business. Our targeted energy efficiency ("EE") and renewable energy ("RE") initiatives have contributed to noticeable reductions in the Group's total energy consumption, reflecting our commitment to combat climate change.

Additionally, we have continued to emphasise responsible material sourcing and eco-friendly packaging in our product lifecycle management, particularly within our Offspring and Tanamera brands. By utilising biodegradable and recyclable materials, we have minimised waste and ensured that our packaging aligns with global environmental standards.

Furthermore, SEDANIA has prioritised the well-being and development of our employees, expanding our training programmes and health initiatives. We continue to foster a workplace culture rooted in inclusivity, diversity, and equal opportunity, which strengthens both our workforce and our capacity for innovation.

In FPE 2024, SEDANIA's contributions extend beyond our internal operations, demonstrating our support for local business development through procurement practices that prioritise local suppliers and generate positive economic impact within the communities we serve. Through our membership in Yayasan Rosni Noor, we are making a tangible difference in the lives of vulnerable groups, reinforcing our belief that community development is integral to long-term sustainability.

Looking Ahead

As we look to the future, SEDANIA remains committed to our ESG goals. We will continue to innovate and invest in sustainable solutions that meet the needs of our clients and consumers while contributing to the global effort to combat climate change. Our focus on reducing carbon emissions, promoting responsible consumption, and supporting local communities will guide our path forward.

In closing, I would like to express my heartfelt gratitude to our Board of Directors, Management team, employees, and all stakeholders for their unwavering support and dedication. Together, we are building a more sustainable future for generations to come.

Thank you

Sincerely. TAN SRI ABDUL HALIM BIN ALI Senior Independent Non-Executive Chairman



RM65.8 million

Total Economic Value Distributed to Stakeholders





RM86.993

Total CSR Contribution, directed to 5 beneficiary organisations



9.46% **Women Representation** in Managerial Roles

(90% Permanent Employees)



ZERO

Substantiated Complaints concerning breaches of **Customer Privacy and** Losses of Customer Data





Sustainability Report

Highlights and Achievements



Materiality Assessment based on Double Materiality



Procurement Spend directed to Local Suppliers (representing RM13.4 million)



8,160,424.86 kg CO2

Total GHG Emissions





Total Workforce



ZERO confirmed incidents of corruption





Total Water Consumption





Total Training Hours logged as a Company





incidents and fines for environmental and socio economic non-compliance

SUSTAINABILITY AT SEDANIA

SEDANIA Innovator Berhad ("SEDANIA" or the "Group") is a sustainability-driven company dedicated to leveraging innovations for economic growth, environmental stewardship, and social progress. Guided by the ethos of Improving Lives Sustainably, SEDANIA aims to deliver meaningful value to its communities while adapting to evolving user needs.

Hence, sustainability is integral to SEDANIA's operations, shaping its policies, processes, and solutions. By embedding sustainability into its culture and continuously investing in research, development, and talent, SEDANIA innovates across various sectors, encouraging sustainable practices in both its operations and client engagements.

The Group adopts a precautionary approach to risk management, with each business segment tasked with identifying and addressing potential risks before they escalate. By proactively evaluating risks related to business volumes, cost structures, and operational factors, the Group safeguards its long-term sustainability while ensuring resilience in an ever-changing environment.

Sustainability Governance

SEDANIA's Board of Directors, led by the Chairman, holds overall responsibility for corporate governance, risk management, and E+ESG impacts, ensuring sustainability is woven into all aspects of the Group's operations. The Board Sustainability Committee ("BSC"), formalised in FY2022, is specifically tasked with oversight of the Group's sustainability and climate related risks and opportunities, developing strategies to integrate sustainability into the Group's culture, business model, and processes.

The Executive Director ("ED") and Group Chief Executive Officer ("GCEO") are the named executive Board positions tasked to oversee the implementation of the sustainability strategy, working closely with Key Management members to operationalise these plans across business units. Performance and progress are regularly reported up the management chain to facilitate informed decision-making.

Sustainability Report

The Board of Directors, through

the BSC, deliberates and

strategies and policies with a

Oversees the overall strategy

implementation and progress

Reviews sustainability related

information and presents it to

the Board for deliberation

determines the Group's

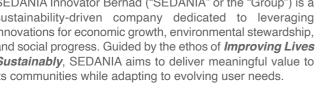
focus on E+ESG aspects

Board

Sustainability

Committee

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The BSC is instrumental in addressing material E+ESG matters, ensuring SEDANIA creates long-term financial and non-financial value for stakeholders. Furthermore, the Compliance Officer and Board Committee conduct periodic reviews to ensure adherence to relevant regulations and best practices.

Governance Policies

To manage sustainability across SEDANIA and its subsidiaries, the Group has established a comprehensive suite of governance frameworks and policies. These policies are regularly reviewed and updated by the Board to ensure compliance with evolving regulations and to align with the Group's operational needs.

For more information on SEDANIA's governance frameworks and policies, please visit the Investor Relations portal at: www.sedaniainnovator.com/corporate-governance.

 Board Charter Code of Conduct and Business Ethics • Terms of Reference - ESOS Committee • Terms of Reference - Audit and Risk Management Committee • Terms of Reference - Nomination Committee • Terms of Reference - Remuneration Committee • Anti-Bribery and Corruption Principles Whistleblowing Policy • Directors' Fit and Proper Policy • Terms of Reference - Board Sustainability Committee

STAKEHOLDER ENGAGEMENT

SEDANIA identifies stakeholders as individuals or groups who affect, or are affected by, the Group's operations, financial performance, and reputation. Key stakeholders are selected based on their ability to influence our activities and their vested interest in the organisation.

Hence, engaging with stakeholders is crucial to ensure a comprehensive and inclusive sustainability agenda for SEDANIA. We continuously seek feedback from our stakeholders to understand their evolving expectations, incorporating their insights into our materiality assessment conducted in FPE 2024. This input guides our Board and Management in making informed decisions regarding our business and sustainability strategies.

In FPE 2024, our stakeholder engagement efforts continue to be supported by a variety of communication channels, including meetings, media publications, events, reports, and digital platforms. Our corporate website is regularly updated with timely information, ensuring stakeholders have access to the latest developments, including news, financial results, and governance updates.

STAKEHOLDERS	ENGAGEMENT METHO FREQUENCY	DS &	KEY CONCERNS / FOCUS AREAS	MATERIAL MATTERS	
Shareholders & Investors	AGM / EGM	Annually	 Company performance Profitability and growth Strategy and future 	 Company performance Profitability and growth Strategy and future orientation Corporate governance Sustainability Dividend Anti-corruption 	
	Quarterly & Annual Reports	Quarterly / Annually	 Orracegy and rulare orientation Corporate governance Sustainability 		
	Periodic announcements	Ad Hoc	DividendAnti-corruption		
	Investor briefing	Ad Hoc			
	Electronic communication / email	Ad Hoc			
Customers	Electronic communication	Throughout the year	 Service level agreement Product & service quality & innovations 	 Competitive Value Proposition Product/service quality Developing Local Businesses Financial and ESG Risk Management Climate Change 	
	Project Management	Throughout the year	 Anti-Corruption Socioeconomic compliance 		
	Advertisement and marketing promotions	Throughout the year	Legal / regulatory compliance		
	Corporate website/ Social Media	Throughout the year			
Suppliers /Vendors /Contractors	Order placement	Monthly	 Service level agreement Socioeconomic compliance 	 Fair and Competitive Local Procurement Developing Local Businesses Financial and ESG Ris Management 	
Contractors	Meetings	Ad Hoc / As needed	Legal /regulatory compliance Fair procurement		
	Supplier audit	Throughout the year	 Fail process Human/labour rights	 Product/service quality Anti-Corruption 	
	Project management	Ad Hoc / As needed			



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STAKEHOLDERS	ENGAGEMENT METHO	DS &	KEY CONCERNS / FOCUS AREAS	MATERIAL MATTERS	
Employees	Townhalls	Minimum 2-3 times a year	 Employee remuneration & benefits Career development 	 Talent Management Talent Satisfaction Diversity and Equal Opportunity Health and Safety 	
	Departmental meeting	Ongoing	 Training & education Corporate strategy Non-discrimination Working environment Job satisfaction Employee rights and 		
	Teambuilding events & festive celebrations	Ad Hoc			
	Performance review/ incentives e.g. ESOS	Yearly	welfareHealth and safety		
	Electronic communication / email	Throughout the year			
	Statutory contributions	Monthly			
Government / Regulatory Authorities	Income tax filing	Annually	 Anti-Corruption Socioeconomic compliance 	 Anti-Corruption Financial and ESG Risk Management Board Independence and Skills Fair and Competitive 	
	Annual return	Semi- Annually	 Economic performance Legal / regulatory compliance 		
	SST reporting	Bimonthly	Compliance	 Local Procurement Climate Change E-Waste 	
	Local authorities	Ad Hoc		Energy Consumption	
	Media events	Ad Hoc / As needed			
ledia	Press interviews / releases	Ad Hoc / As needed	Company performanceMarketing	 Financial and ESG Risk Management 	
	Community engagement	Ad Hoc			
ocal Communities	CSR Programmes: championing local causes and charities, staff volunteering, environmental initiatives to minimise local pollution	Ad Hoc	 Support in local projects around the Community Socioeconomic compliance Environmental and social impacts 	 Community Development Local Communities Climate Change Emissions Energy Consumption E-Waste 	

Certifications & Membership of Associations

SEDANIA actively participates in industry associations, trade events, and marketplace dialogues to promote sustainable practices and maintain a strong market presence across its operational sectors.

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Sustainability Report

MATERIAL MATTERS

Materiality assessments help guide the Group's sustainability approach and future outlook, identifying and prioritising material matters that are crucial for generating long-term value for our stakeholders.

Sustainability Report

Materiality Assessment Process

In FPE 2024, SEDANIA undertook a comprehensive materiality assessment to evaluate how the evolving business environment affects its operations and strategic direction. The last full-scale materiality assessment was conducted in FPE 2024.

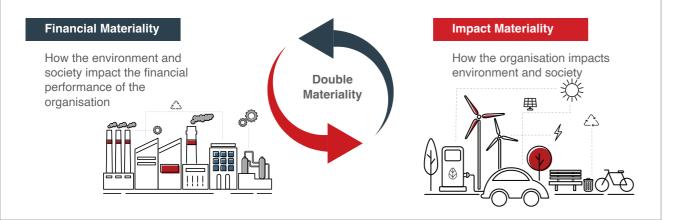
(0) **IDENTIFICATION OF MATERIAL MATTERS**

In response to changes in the operating landscape, including updated Bursa Malaysia Sustainability Reporting requirements and the establishment of the International Sustainability Standards Board ("ISSB"), SEDANIA has refined its list of material matters. This update reflects both these frameworks and feedback from stakeholder engagement.



(oz) **PRIORITISATION OF MATERIAL MATTERS**

The recent materiality assessment applied the principle of double materiality, evaluating both the financial implications for the company and the environmental and societal impacts.





(o3)

Senior Management

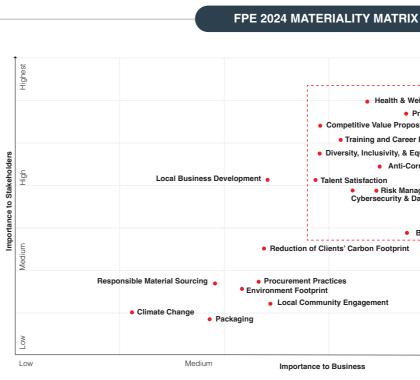
• Employees

- Customers Middle Management • Suppliers

By engaging a broad, cross-functional audience directly involved with or affected by our business, SEDANIA gained a more well-rounded understanding of the priorities for its material matters.

ANALYSIS AND CREATION (04 **OF MATERIALITY MATRIX**

Survey feedback was analysed using best practice statistical methods, incorporating weighted averages to account for variations in stakeholder group participation and their relative importance to SEDANIA. The material topics were then mapped onto a materiality matrix, assessing their priority based on SEDANIA's value creation potential and the extent of their environmental and social impacts.





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STAKEHOLDER ENGAGEMENT AND SURVEY

The materiality assessment was rolled out on a virtual survey platform that gathered insights from both internal

• Shareholders & Investors

- Community/ General Public
- Media
- NGO & Opinion Leaders

Bankers & Financial Institutions

(05)

VALIDATION AND ENDORSEMENT

The materiality matrix and survey findings, including the comparison of material matter prioritisation against industry peers, were presented to the Board Sustainability Committee ("BSC") for review and validation. The following matrix was approved and endorsed by the Board of Directors.

 Health & Wellbeing 	
Product / Service Qual	ity
Competitive Value Proposition	
 Training and Career Development 	
Diversity, Inclusivity, & Equal Opportunity	Innovation •
Anti-Corruption	
alent Satisfaction	
e Risk Management Cybersecurity & Data Privacy	Economic & Business Performance
Board Independence	
ients' Carbon Footprint	
ctices	
t	
unity Engagement	
o Business High	Highest

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GOVERNANCE EXCELLENCE

Strong corporate governance is fundamental in steering the organisation towards prioritising Environmental, Social, and Governance (E+ESG) considerations. By upholding robust governance practices, SEDANIA ensures integrity, accountability, and corporate responsibility are maintained throughout its operations.

Material Topics:	UNSDG Alignment:
Anti-Corruption Board Independence Risk Management	Goal 16: Peace, Justice and Strong Institutions Promote peaceful and inclusive societies for sustainable development, provide access to justice for all and build effective, accountable and inclusive institutions at all levels.
Procurement Practices Innovation Cybersecurity & Data Privacy	Goal 17: Partnerships for the Goals Strengthen the means of implementation and revitalise the global partnership for sustainable development.

Anti-Corruption

GRI 205, UNSDG 16, 17

PEACE JUS AND STROM INSTITUTION

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SEDANIA is committed to combating corruption, recognising its detrimental impact on sustainable development, societal wellbeing, and economic growth. The Group enforces a zero-tolerance policy on corruption and bribery through its Anti-Bribery and Corruption ("AB&C") Policy, introduced in FY2020. This policy ensures compliance with the Malaysian Anti-Corruption Commission ("MACC") Act 2009 and the MACC (Amendment) Act 2018, outlining procedures, monitoring systems, and reporting frameworks for SEDANIA and its third-party partners.

The Board has oversight on Anti-Corruption and the AB&C Policy, supported by key departments like Legal, Secretarial, Finance, HR, and the Audit and Risk Management Committee. New employees are briefed on anti-corruption and the AB&C Policy during induction, with periodic refreshers provided via email to existing staff, with regular anti-corruption training provided to employees, partners, and the Board.

Third-party partners and suppliers are informed of SEDANIA's zero-tolerance policy, with adherence clauses embedded in all commercial agreements. A copy of the AB&C Policy is distributed to all third parties and intermediaries, including suppliers, business partners, contractors, and agents. The Management Committee conducts corruption due diligence before entering into agreements with new partners. Comprehensive screening procedures are in place to assess potential direct or indirect conflicts of interest that could lead to corruption, ensuring this is addressed before any tender process or decision-making occurs.

The Board ensures the effectiveness of the AB&C Policy by adhering to the Guidelines on Adequate Procedures ("GAP") and the T.R.U.S.T principles, covering top-level commitment, risk assessment, control measures, systemic review, and training.

A summary of our Anti-Corruption Performance Data is provided below. The accuracy of the anti-corruption data disclosed in this report has been independently verified by Talent League Sdn. Bhd., a professional consulting firm.

Category	Description	FY2021	FY2022	FPE 20
	a) i) Total number of operations assessed for risks related to corruption	0	0	0
Operations assessed	ii) Percentage of operations assessed for risks related to types of corruption	0	0	0
for risks related to corruption	iii)Number of corruption risk assessments based on types of corruption, including bribery	0	0	0
	b) Significant risks related to corruption identified through the risk assessment	0	0	0
	a) i) Total number of governance bodies members that the organisation's anti-corruption policies and procedures have been communicated to	100%	100%	1009
	ii) Total number of directors	100%	100%	1009
	iii)Percentage of governance body members that the organisation's anti- corruption policies and procedures have been communicated to	100%	100%	1009
	 b) Percentage of employees that the organisation's anti-corruption policies and procedures have been communicated to by employee category: 	100%	100%	100
	Percentage of managerial staff	100%	100%	100
	Percentage of executive staff	100%	100%	100
	Percentage of operational staff	100%	100%	100
Communication and training about anti- corruption policies and	c) Percentage of business partners that the organisation's anti-corruption policies and procedures have been communicated to, broken up by type of business partner.	100%	100%	100
procedures	e) Percentage of governance body members that have received training on anti- corruption	100%	100%	100
	Total number of directors	6	6	7
	Number of directors who have received training on anti-corruption	6	6	7
	Percentage of directors who have received training on anti-corruption	100%	100%	100
	 f) Number and Percentage of employees that have received training on anti- corruption by employee category: 	0%	100%	57%
	Total number of employees	0	91	157
	Number of managerial staff	0	33	39
	Number of operational staff	0	15	33
	Number of executive staff	0	43	81
	Number of hours directors have received training on anti-corruption	2.5	0.5	0.5
Number of the later	Number of hours managerial staff have received training on anti-corruption	2.5	0.5	0.5
Number of training hours relating to anti-	Number of hours operational staff have received training on anti-corruption	2.5	0.5	0.5
corruption	Number of hours executive staff have received training on anti-corruption	2.5	0.5	0.5
	Total training hours	2.5	0.5	0.5
	a) Total number of confirmed incidents of corruption	0	0	0
	Nature of confirmed incidents of corruption	NA	NA	NA
	 b) Total number of confirmed incidents in which employees were dismissed or disciplined for corruption 	0	0	0
Confirmed incidents of corruption and actions taken	 c) Total number of confirmed incidents when contracts with suppliers & contractors were terminated or not renewed due to violations related to corruption 	0	0	0
	d) Public legal cases regarding corruption brought against the organisation or its employees during the reporting period and the outcomes of such cases.	0	0	0
	Cost of fines, penalties or settlements in relation to corruption	0	0	0
Political Donation	Total amount of political contribution (RM)	0	0	0



Sustainability Report

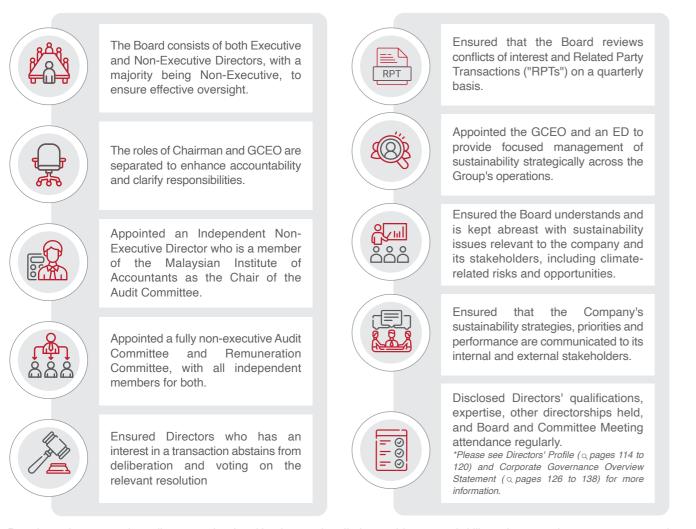


Board Independence

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GRI 2, 405, 406, UNSDG 16

SEDANIA upholds the independence of its Board through a range of policies and processes aimed at ensuring a balanced mix of skills and experience, in alignment with the Malaysian Code on Corporate Governance ("MCCG") 2021. Actions taken to ensure good governance and effective sustainability and climate-risk management at the highest ranks of the Group include:



Board members come from diverse professional backgrounds, offering a wide range of skills and perspectives to support sound decision-making. SEDANIA is committed to promoting diversity, ensuring fair consideration for all qualified individuals, irrespective of gender or ethnicity. The Board's current composition reflects this commitment, with a mix of genders and ethnicities.

In support of gender diversity, SEDANIA appointed a female Board member in 2016, ahead of regulatory requirements. Female representation now stands at 14.29%, with the Group working towards achieving 30% in line with the MCCG 2021 guidelines.

SEDANIA is dedicated to upholding the independence of its Board, following the guidelines set out in the Code of Conduct & Business Ethics to address conflicts of interest involving Directors. All Independent Non-Executive Directors are assessed annually according to the MCCG 2021 and have no conflicts that may compromise their objectivity. This ensures their ability to provide impartial judgment in decision-making processes.

To maintain Board effectiveness, the Nomination Committee conducts an annual evaluation of the Board's composition, skills, and performance. This review, which considers stakeholder feedback, may recommend adjustments to Board composition. Additionally, SEDANIA has established a transparent process for the appointment and removal of Directors at the Annual General Meeting ("AGM"), and for shareholder approval of Non-Executive Directors' remuneration.

The Remuneration Committee, composed entirely of Independent Non-Executive Directors, is responsible for reviewing and recommending remuneration policies for the Board. They also oversee the entitlements under share schemes, while the ESOS Committee manages employee share options. Though SEDANIA currently does not link Board or executive remuneration to ESG performance, the Group is committed to integrating long-term incentives and ESG-linked performance objectives in the future.

Board Composition Data	FY2021	FY2022	FPE 2024
Number of Board of Directors	6	6	7
Number of Independent Directors on the Board	4 (67%)	4 (67%)	5 (71%)
Number of women on the Board	1 (17%)	1 (17%)	1 (14%)
Number of Directors with Disability	0	0	0

Risk Management

At SEDANIA, the Board has implemented a comprehensive framework to manage financial and E+ESG risks, ensuring effective oversight through the Audit and Risk Management Committee and the Statement on Risk Management and Internal Controls.

This framework allows SEDANIA to actively identify, monitor, and address key risks that may impact its ability to create value, including emerging climate change and E+ESG-related risks. The Group maintains an updated risk register to promptly manage identified risks, and more details on these risks and mitigation measures can be found in the "Anticipated or Known Risks" section of the Management Discussion and Analysis.

SEDANIA utilises a risk management approach informed by best practices, ensuring the Board has oversight of risk-related matters, with the Audit and Risk Management Committee responsible for reviewing the Group's risk management framework. This structure enables SEDANIA to respond proactively to both financial and non-financial risks, such as ESG-related risks, through a strong governance process.

	Risk and Compliance Data				
	Regulatory Compliance	Has the company and / or subsic censured for any environmental non-			
		Has the company and / or subsic censured for any socioeconomic non			
		Incidents of non-compliance with reg fine or penalty;			
	Incidents of non-compliance with reg warning				
		Total monetary value of significant fin			

Risk and Complia	ance Data	FY2021	FY2022	FPE 2024
	Has the company and / or subsidiaries been fined or censured for any environmental non-compliance?	NA	No	No
	Has the company and / or subsidiaries been fined or censured for any socioeconomic non-compliance?	NA	No	No
Regulatory Compliance	Incidents of non-compliance with regulations resulting in a fine or penalty;	1	2	9
	Incidents of non-compliance with regulations resulting in a warning	0	0	0
	Total monetary value of significant fines	RM5,000/-	RM38,337/-	RM25,615/-
	Total number of non-monetary sanctions	0	0	0
Anti- Competitive Behaviour	Number of legal actions pending or completed during the reporting period regarding anti-competitive behaviour and violations of anti-trust and monopoly legislation in which the organisation has been identified as a participant	0	0	0
	No of cases brought through dispute resolution mechanisms	0	0	0
Whistleblowing	No. of cases of misconduct reported through the Whistleblowing channel	0	0	0
	AGM Notice Filing Date	24-05-2021	29-04-2022	23-10-2024
AGM Notice	AGM Date	24-06-2021	30-05-2022	22-11-2024
	Number of days between the date of notice and date of meeting	31	31	31

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GRI 2, UNSDG 16, 17

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Code of Conduct and Business Ethics

SEDANIA has implemented a formal Code of Conduct and Business Ethics ("Code") for all employees and directors, promoting ethical and professional behaviour throughout the Group. The Code outlines clear expectations, providing guidance on key areas such as SEDANIA's values, duties of good faith, workplace culture, and disciplinary measures.

Employees are required to acknowledge and comply with the Code, with the Human Resources Department overseeing adherence and addressing non-compliance through disciplinary action. The Code is available on SEDANIA's website at: www.sedaniainnovator.com/corporate-governance

Whistleblowing Mechanism

SEDANIA's Whistleblowing Policy encourages employees and stakeholders to report any suspected misconduct, including fraud, abuse of power, violations of laws, bribery, or endangerment to health and safety. Reports can be made confidentially through designated channels such as email at: whistleblowing@sedaniainnovator.com, and all reports made in good faith are thoroughly investigated without fear of retaliation. SEDANIA is committed to ensuring the confidentiality of whistleblowers and foster a safe and transparent reporting environment that supports ethical business conduct.

Procurement Practices

GRI 204. UNSDG 8. 9. 12

SEDANIA's procurement practices are governed by strong ethical standards, as outlined in the Group's Code of Conduct. All employees and third parties, including clients, vendors, suppliers, and public officials, are expected to adhere to this code. Vendors and suppliers must accept the Code to participate in the tender process, promoting fair and competitive bidding.

The Group emphasises local procurement whenever feasible, adhering to the "local-where-we-operate" principle. This approach enhances supply chain control and supports local community development. Notably, the Tanamera Group sources over 90% of its raw materials locally, ensuring product authenticity and bolstering local industries.

Procurement is managed by the Warehouse and Finance Departments at Offspring, while Business Unit Heads oversee other subsidiaries. Procurement procedures implemented at SEDANIA include:

- Requiring a minimum of three guotations to ensure competitive pricing.
- Maintaining an Approved Supplier List to streamline vendor selection.
- Adhering to established procurement approval limits to ensure financial prudence.

We also work to ensure that Offspring products, manufactured abroad, meet high standards with certifications like FSC and PETA Cruelty-Free, ensuring safety and sustainability.

All suppliers are expected to comply with ESG standards, including ILO guidelines and local laws on anti-bribery and environmental protection. Regular audits, due diligence, and voluntary self-assessments ensure supplier compliance and quality. Ad hoc physical audits are conducted as needed, with supplier performance, quality, and pricing are reviewed regularly.

These procurement practices ensure SEDANIA maintains integrity, sustainability, and transparency throughout its supply chain, fostering ethical business relationships aligned with the Group's broader sustainability objectives.

Innovation

At SEDANIA, innovation is a cornerstone of the Group's long-term strategy and value creation, driving not only business growth but also its sustainability objectives. The Group recognises that continuously pursuing new strategies, technologies, and business practices is essential for staying competitive in a rapidly evolving market. By fostering a culture of innovation, SEDANIA remains agile, seizing opportunities to enhance operational efficiency, improve customer experiences, and deliver sustainable solutions across its business segments.

Innovation at SEDANIA is not limited to product development; it extends to how the Group approaches its business practices, ensuring that all areas of the organisation, from technology adoption to supply chain management, are continuously evolving. The Board, along with the Key Management team, plays an active role in overseeing the innovation agenda. This includes ensuring that investments in research and development, as well as talent development, are aligned with the Group's strategic objectives.

Among the key innovations that we had achieved during the financial period:



Launch of Offspring FeatherAIR Diaper to cater for sensitive baby skin.

- o This innovative diaper, the culmination of Offspring's extensive R&D, is only 1.5mm thick.
- the diaper guarantees 6x dryness with triple leakguard protection and enhanced breathability.
- night wear

Impact:

- have sensitive skin.
- absorbed and penetrate deep into the skin layers.
- If the skin barrier is weakened, the skin can become easily irritated due to lower immunity.
- The new enhanced product ensures safety and peace of mind for parents.

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Sustainability Report

GRI 2. UNSDG 9. 12. 13

o With superior absorbency rate featuring 11x urine absorption with 10-layer SapGuard core technology and 2xSap, o This makes the Offspring FeatherAIR Diaper, which comes in both pants and tape type, suitable for both day and

o FeatherAIR is also hypoallergenic, chemical and chlorine-free, approved by paediatricians and dermatologists.

• FeatherAIR Diaper serves a vast untapped sensitive baby skin market. It is estimated that one in three babies

• A baby's skin is fragile and approximately 30% thinner than adults, making it easier for substances to be

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(02) SUSTAINABLE CONSUMER TECHNOLOGY

JOMHIBAH

JOMHIBAH, Malaysia's first fully digitalised platform for Islamic inheritance management, offering an integrated, digital-first solution for Hibah financing and essential information on Hibah.

- o JOMHIBAH enables individuals to strategically plan their inheritance, especially for properties, by seamlessly integrating Hibah into their existing legacy planning.
- o The online platform offers a streamlined end-to-end onboarding process, ensuring an easy and hassle-free experience through its digital Hibah Akad feature.
- o Moves away from the conventional requirement of signing physical documents in the presence of witnesses.
- o This simplified process is designed to help families safeguard the future and well-being of their loved ones across generations.

Impact:

- JOMHIBAH serves as a valuable complement to other Islamic inheritance tools, such as wasiat (bequests) and faraid (succession), it offers a holistic and flexible solution for legacy asset distribution, addressing the diverse needs of modern families.
- Hibah's broad applicability makes it an effective solution in mitigating the pressing concern of the estimated RM 70 billion in frozen Islamic assets in Malaysia as of 2020 often a result of prolonged family disputes, extended legal processes, and high associated costs.



SUSTAINABLE ENERGY

Intelligent Energy Management System (iEMS) enables comprehensive real-time energy monitoring and management resulting in optimised utility savings and a more energy-efficient future.

- One-view dashboard monitoring system that allows detailed visibility on energy consumption and source of energy.
- Supports optimisation of energy consumption and tariff analysis resulting in long-term utility savings.
- With expertise in auditing and procurement, we are able to help clients reduce costs, navigate regulations, and integrate sustainable practices for a resilient energy future.

Impact:

- iEMS further amplifies our ability to help reduce the carbon footprint through smart consumption resulting in long-term savings.
- Reduce energy wastage.
- Promotes responsible energy usage by preventing theft and tariff misuse.

ЮЗ

A valuable tool for asset managers in conducting energy audit.



Cybersecurity & Data Privacy

As a digital-centric company, SEDANIA handles substantial volumes of sensitive customer data. Safeguarding this information is a top priority, and the Group fully complies with the Personal Data Protection Act 2010 ("PDPA"). To ensure data privacy across our value chain, all suppliers and business partners with access to this information are required to sign Non-Disclosure Agreements ("NDA"s).

SEDANIA also aligns its data privacy standards with those of its banking partners and undergoes annual audits to maintain compliance.

Data Privacy

Substantiated complaints concerning breaches of customer of customer data

Total number of identified leaks, thefts, or losses of customer



Sustainability Report

GRI 418, UNSDG 9

	FY2021	FY2022	FPE 2024
privacy and losses	0	0	0
r data	0	0	0

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ECONOMIC EXCELLENCE

SEDANIA's dedication to economic sustainability is a fundamental component of its broader sustainability strategy. Beyond the Group's fiduciary responsibility to generate profits and maximise shareholder returns, creating sustainable financial value is essential to driving its clean energy, sustainable healthcare, and social impact initiatives.

This commitment to sustainable economic value is reflected in the Board's oversight of key areas such as Economic and Business Performance, Product and Service Quality, and Competitive Value Proposition. The Board, supported by the Group CEO and Senior Management, ensures the effective development and execution of strategies that create shared economic value for all stakeholders.

Material Topics:	UNSDG Alignment:
Economic & Business Performance Product/Service Quality Competitive Value Proposition	Goal 8: Decent Work and Economic Growth Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all.
	Goal 9: Industry, Innovation and Infrastructure Build resilient infrastructure, promote inclusive and sustainable industrialisation and foster innovation.
	Goal 12: Responsible Consumption and Production 12 EXEMPTION Ensure sustainable consumption and production patterns. 000
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Economic & Business Performance

GRI 201, UNSDG 8, 9, 12

SEDANIA's financial performance is integral to its ability to meet its fiduciary responsibility to shareholders while supporting the Group's sustainability initiatives across environmental, social, and governance (E+ESG) pillars. By generating strong revenues, earnings, and economic value, SEDANIA is well-positioned to invest in its core business areas and expand its sustainability initiatives, benefiting both stakeholders and the communities in which we operate.

A summary of our most recent direct contributions is listed below:

Economic Value Distributed (RM)	FY2021	FY2022	FY2024 (Annualised)	FPE 2024 (18-month)
Procurement Spending	19,721,835.00	23,537,129.74	26,070,578.62	39,105,867.93
Employee salary and benefit payout	6,689,870.00	7,870,334.46	12,025,825.33	18,038,738.00
Taxes paid to government	1,450,834.00	1,842,082.72	1,854,241.33	2,781,362.00
Repayments to financiers	1,688,795.00	741,521.98	3,851,630.00	5,777,445.00
Community investments	22,098.00	57,300.00	57,995.65	86,993.47
Total:	29,573,432.00	34,048,368.90	43,860,270.93	65,790,406.40

The year-on-year increase in procurement costs is primarily driven by the overall growth in the Group's business and higher revenue, particularly within the Sustainable FMCG segment. As this segment expanded, there was a corresponding increase in the demand for goods and services, resulting in higher procurement expenses.

The rise in staff costs is attributed to both higher staff compensation and benefits, as well as an increase in headcount to support the Group's business growth. Meanwhile, the higher taxes paid in FPE 2024 are a direct result of the Group's increased economic activities and higher net income.

As the business has grown, so too has our tax obligation, reflecting our increased profitability and contribution to the national economy.

The increase in repayments to financiers year-on-year is primarily due to the Group's strategic decision to reduce debt levels. As our cash flow improved, we accelerated debt repayments to strengthen our financial position, reduce interest expenses, and enhance overall financial stability.

As we look to the future, our plans focus on strategic market expansion, product innovation, and digital transformation to drive further growth. We remain committed to sustainability through enhanced sourcing practices, carbon footprint reduction, and social impact initiatives aligned with the UN SDGs. Talent development, including upskilling and fostering an inclusive culture, also remains a priority.

Additionally, we aim to maintain financial stability through prudent debt management and consistent shareholder returns. On the service side, we will strengthen customer relationships with enhanced experiences and loyalty programmes, while driving innovation through strategic partnerships and research and development investments to ensure continued value creation for our stakeholders.

Product & Service Quality

At SEDANIA, we understand the importance of ensuring the consistent quality of our products and services for long-term brand value and success. Therefore, one of our key priority areas is earning our customers' trust and confidence in our products and services.

To improve product and service quality, the Group implements quality assurance processes across its various subsidiaries. At Offspring, product and service quality involves managing sourcing, ingredients, packaging, delivery, and omnichannel sales touchpoints. We also work closely with our contract manufacturers to resolve potential issues at the start of the manufacturing process and perform inspections on finished products to guarantee strict control. At SASC, we ensure the quality of the trading platform's origination, trading process, and ecosystem for our banking sector clients is seamless and hassle-free.

The Group's Quality Control department, along with SEDANIA's Head of Ops and Head of Technology, is responsible for ensuring the quality of our products and services, as well as customer satisfaction. We regularly engage with customers to understand their evolving wants and needs, and tailor our product and service solutions accordingly. A key engagement channel in monitoring customer satisfaction is providing customers with a customer survey at least once a year. We have also put in place an Information Security Management System to protect the confidentiality, integrity, and availability of our assets.

Our customer complaint resolution and product responsibility performance for the past three years is disclosed in the following table:

Customer Satisfaction & Product Responsibility	FY2021	FY2022	FPE 2024
Customer Complaints Received (Product Complaints)	38	116	32
Customer Complaints Resolved (Product Complaints)	38	116	32
Rate of Customer Complaints Solved (%)	100%	100%	100%
Number of incidents of non-compliance concerning the health and safety impacts of products and services	NA	0	0
Number of incidents of non-compliance with regulations or voluntary codes concerning information and labelling of products and services	0	0	0

We are working to enhance our customer satisfaction efforts by implementing a customer complaint resolution system tailored to each business segment's unique characteristics.



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GRI 416, 417, UNSDG 9, 12

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Competitive Value Proposition

GRI201, 203, UNSDG 7, 8, 9, 12

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As a solutions provider, employer, consumer of local products and services, and taxpayer, SEDANIA's economic value creation spans various layers. We have contributed to the national agenda by raising living standards, creating job opportunities, investing in local communities, and supporting the nation's transition to net-zero carbon emissions by 2050. Our collaboration with customers also helps us develop efficient operations that improve their overall experience.

A discussion on SEDANIA's new and existing partnerships for the respective businesses can be referred to the Management Discussion & Analysis, Business Review section (Q pages 44 to 53).

Protecting our intellectual capital is critical to maintaining brand integrity and our continued value creation ability. SEDANIA has registered and obtained a number of patents in recent years, including:

Patent	Applicant	Date Of Filing	Application Number	Place Of Application
Telecommunication Airtime Transfer and Request System and Method	IDOTTV	05.11.2008	PI 20084418	Malaysia
A Telecommunication Airtime Trading System	SASC	28.01.2010	PI 2010000455	Malaysia
A System and Methods Used for Electronic Billing	IDOTTV	30.03.2011	PI 2011001419	Malaysia
A System for Allowing Interaction for a Mobile Device Program, a Server Program and a Bridging Program and a Method for Generating the Programs.	IDOTTV	22.03.2011	PI 2011001287 (product patent)	Malaysia
A System for Allowing Interaction for a Mobile Device Program, a Server Program and a Bridging Program and a Method for Generating the Programs.	IDOTTV	22.03.2011	PI 2011001643 (divided out of PI 2011001287) (process patent)	Malaysia
Airtime Share	IDOTTV	18.04.2016	PI 2016701419	Malaysia
Telecommunication Balance Request and Transfer Method	IDOTTV	18.07.2017	UI 2017702640	Malaysia

ENVIRONMENTAL STEWARDSHIP

Environmental stewardship is a core philosophy that guides SEDANIA's business operations. The Group is committed to minimising environmental impacts by adopting eco-friendly practices, optimising resource use, and responsibly managing energy consumption and waste.

SEDANIA remains fully compliant with all relevant environmental regulations, ensuring that its practices meet legal standards and support the Group's wider environmental goals.

As a Green Technology service provider, SEDANIA also plays a key role in helping its customers reduce their carbon footprint, extending the Group's climate change efforts beyond its own operations for a broader and more lasting impact.

Material Topics:		UNSDG Alignm	ent:	
Climate Change Reduction of Clien Footprint	ts' Carbon		ble and Clean Energy to affordable, reliable, sustainable and modern	7 AFFORMATE AND CLEANEDERDY
Environmental Foo Packaging			nsible Consumption and Production ble consumption and production patterns.	12 RESPONSELE CONSUMPTION ACTION
Responsible Mater	rial Sourcing	Goal 13: Climat Take urgent action	e Action on to combat climate change and its impacts.	13 CLIMATE
Climate Change	GRI 201, 302, 30	05, UNSDG 7, 12, 13	Additionally, SEDANIA has also aligned with the on Climate-Related Financial Disclosures	

SEDANIA recognises climate change as a critical environmental challenge, posing significant risks not only to the environment but also to the communities and markets we serve. As a sustainable Energy Service Company ("ESCO") and provider of Sustainable FMCG products, SEDANIA understands the importance of addressing both the physical and transitional risks associated with climate change, which could impact our operations and future economic returns.

The Group is committed to reducing greenhouse gas ("GHG") emissions across its business operations and those of its clients. SEDANIA actively monitors how our activities can directly or indirectly contribute to climate change, ensuring that we are continuously mitigating these impacts through targeted interventions.

While climate change presents undeniable risks, SEDANIA also views it as an opportunity for our business to enable our clients to make their businesses more sustainable. Our Sustainable Energy segment helps clients reduce their energy consumption and carbon emissions through energy efficiency ("EE") and renewable energy ("RE") solutions. To support the Group's climate adaptation and mitigation efforts, SEDANIA has allocated capital expenditure ("CAPEX") for investments in energy-efficient equipment and systems. Operating expenses ("OPEX") are also expected to rise with the increased demand for sustainable materials, products, and services, as well as the expansion of our team to support the growing Sustainable FMCG division.



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underscoring our commitment to addressing climate-related risks and opportunities. Through these efforts, SEDANIA continues to integrate climate change management into its broader sustainability strategy, ensuring that both our business and that of our clients contribute to mitigating the impacts of climate change.

Reduction of Clients'	GRI 302, 30	
Carbon Footprint	UNSDG 7, 9, 12, 13, 17	

SEDANIA is committed to promoting energy efficiency and the transition from fossil fuels to renewable energy across its client base to combat climate change. As a provider of sustainable energy solutions, the Group empowers its clients to adopt more environmentally responsible practices by offering tailored Energy Efficient ("EE") and Renewable Energy ("RE") solutions.

Through SEDANIA's Sustainable Energy portfolio, the Group's clients - particularly those in energy-intensive industries like telecommunications – are equipped to significantly reduce their energy consumption and carbon emissions. One of SEDANIA's notable achievements is the reduction of energy usage at 13 Malaysian data centres by 25%.

SEDANIA's innovative zero-CAPEX approach, implemented through the Energy Performance Contract ("EPC"), allows clients to access cutting-edge energy-saving technologies without upfront costs. Energy savings are achieved through reductions in monthly electricity bills, which are shared between SEDANIA and its clients over several years.

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This approach has enabled SEDANIA to deploy energy-saving solutions at scale, leading to substantial reductions in both energy consumption and carbon dioxide ("CO2") emissions.

The Group continuously refines its offerings, enhancing both its EE and RE services to drive further emission reductions and improve energy efficiency by leveraging the Group's partnerships with established energy service companies and its dedicated team of internal and external specialists.

The Group's strategic goal is to achieve 15 million kWh in energy savings through its EE services while generating over 1 million kWh in renewable energy through solar PV installations for businesses. These efforts help SEDANIA contribute to climate change mitigation while fostering a more sustainable business environment for its clients.



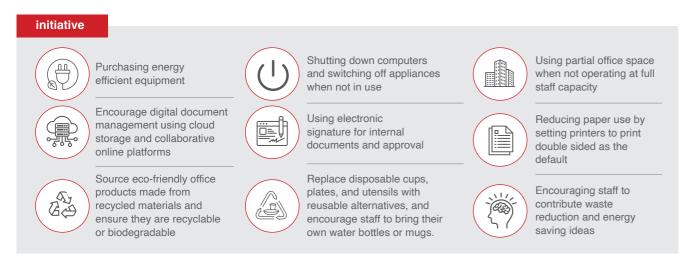
Source: US Environmental Protection Agency "Greenhouse Gas Equivalencies Calculator"

Environmental Footprint

GRI 301, 302, 303, 305, 306, 308, UNSDG 6, 7, 9, 12, 13, 15

SEDANIA's primary environmental impacts stem from energy consumption and the associated greenhouse gas ("GHG") emissions generated by its operations. In addition to direct energy use, the Group acknowledges its responsibility to address indirect environmental impacts, including those arising from procurement practices, material consumption, waste management, and water usage.

To mitigate these impacts, SEDANIA has introduced a range of eco-friendly initiatives within the workplace. These initiatives are communicated to employees through inductions and regular meetings, ensuring that environmental consciousness is embedded in the Group's operations and culture. Examples of these initiatives include:



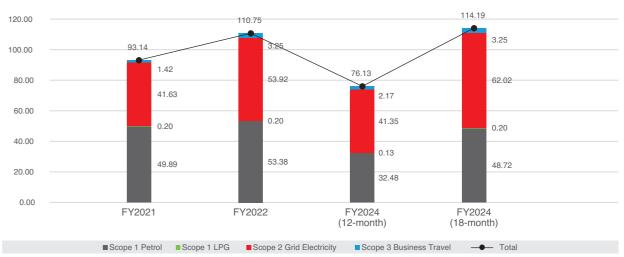
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SEDANIA's commitment to reducing its carbon footprint is closely tied to the Group's energy management efforts. By leveraging the updated Energy Management Policy, SEDANIA actively monitors its energy consumption and aligns it with the Group's emission reduction targets. According to the MGTC Carbon Calculator, each kWh of electricity consumed results in approximately 0.7 kg of CO2 emissions. This serves as the baseline for the Group's reduction goals.

SEDANIA aims to reduce its total Scope 1 and Scope 2 CO2 emissions per RM million in revenue by at least 5% annually. This target will be achieved through the efficient use of electricity (Scope 2 emissions) and fuel for the Group's vehicle fleet (Scope 1 emissions).

To further support these goals, SEDANIA has begun migrating its in-house server applications to cloud-based or externally hosted environments, improving energy efficiency. Additionally, energy-saving measures such as reducing unnecessary use of electrical equipment and transitioning from desktops to more energy-efficient laptops have been implemented across the office.





Note:

- Emission factors and Global Warming Potential (GWP) values for Scope 1 fuel data are retrieved from the Intergovernmental Panel on Climate Change (IPCC) database.
- Harmonised Grid Factors 2021.
- for SASB and STSC.

Emissions Intensity	FY2021	FY2022	FY2024 (12-month)	FPE 2024 (18-month)
Total Scope 1 & 2 Emissions (tCO2e)	91.72	107.50	73.96	110.94
Revenue (RM'mil)	49.1	38.3	52.1	78.1
Emissions Intensity Over Revenue (tCO2e/RM'mil)	1.87	2.81	1.42	1.42

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EMISSIONS FOOTPRINT

The emission factor used for grid electricity is based on the United Nations Framework Convention on Climate Change (UNFCCC)

Scope 1 coverage includes data from SIB, SASC and OFFS. Scope 2 coverage includes SEDANIA HQ (11th Floor), STSB & SASC (10th floor), Offspring HQ, and Offspring Warehouses 6, 6B and 7. Scope 3 coverage consists of employee mileage claimed

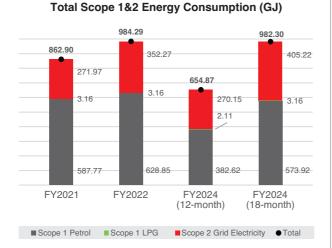
Sustainability Report

ENERGY MANAGEMENT

SEDANIA's primary energy consumption arises from electricity used in operational activities and fuel for company vehicles. Electricity is sourced solely from the national grid, supplied by Tenaga Nasional Berhad ("TNB"), while company vehicles operate on petrol. Additionally, our rented reach trucks at the warehouse are battery-powered, reducing emissions and enhancing energy efficiency.

(oz)

In January 2022, SEDANIA introduced a Group-wide Energy Management Policy aimed at improving energy efficiency. As part of this initiative, an Energy Monitoring System ("EMS") was installed and further upgraded in February 2022. The EMS enables the Group to track daily energy consumption, categorising the data by type, area, and time. This allows for a more refined and strategic approach to energy management, helping to minimise unnecessary energy use.



Note: The conversion factor used to convert fuel and electricity consumption from litres and kWh to energy value is based on Malaysia Energy Statistic Handbook 2020.

Water Management

Given that water is used minimally in the Group's office kitchenettes and restrooms, water consumption is not considered a significant material issue for SEDANIA. Additionally, none of SEDANIA's operational sites per the List of Properties in AR2024 are located in water-stressed environments according to the World Resource Institute's Aqueduct Water Risk Atlas Tool.

Nevertheless, the Group remains committed to optimising its water use, recognising the importance of conserving this life-giving resource. To ensure efficient water management, the Group tracks its total water consumption levels, as illustrated in the table below.

Water Performance Data (Litres)	FY2021	FY2022	FY2024 (12-month)	FPE 2024 (18-month)
Water Withdrawal by Source:				
Surface Water Withdrawal (lakes, rivers, natural ponds)	0	0	0	0
Groundwater Withdrawal (wells, boreholes)	0	0	0	0
Used Quarry Water Withdrawal	0	0	0	0
Municipal Potable Water Withdrawal	1,402,000	2,997,000	2,546,000	3,819,000
External Wastewater Withdrawal	0	0	0	0
Harvested Rainwater Withdrawal	0	0	0	0
Ocean / Sea Water Withdrawal	0	0	0	0
Total Water Withdrawal	1,402,000.00	2,997,000.00	2,546,000	3,819,000
Water Withdrawal from Water-Stressed Region	0	0	0	0
Total Water Consumption	1,402,000.00	2,997,000.00	2,546,000	3,819,000
Water intensity (Litres per sqf)	38.85	83.05	70.55	105.82
Water Efficiency (Litres per revenue RM)	0.03	0.08	0.05	0.05
Total Water / Effluents Discharged	1,402,000.00	2,997,000.00	2,546,000	3,819,000

Note: Water intensity calculated based on 36,088 sqft and the following revenue: FY2021: RM51.4 mil; FY2022: RM38.3 mil; FPE 2024: 78.1 mil.



Responsible Material Sourcing

GRI 204, 308, 414, UNSDG 12, 16, 17

SEDANIA's primarily office-based operations is not deemed to be of high-biodiversity impact, as verified by the Integrated Biodiversity Assessment Tool based on our office location. Nevertheless, the Group is committed to reduce or avoid negative impacts on biodiversity that may arise from our operations through responsible sourcing of raw materials for the Offspring and Tanamera brands, including packaging materials

For example, Offspring products' packaging is designed to reduce waste, leveraging biodegradable and recyclable materials where feasible. Its diapers and wipes incorporate FSC-certified paper and plant-based plastics, ensuring that the materials used are aligned with environmental standards that reduce carbon emissions during production. Similarly, Tanamera's packaging of natural remedies emphasises the use of eco-friendly materials, aligning with the company's commitment to sustainability and minimising its environmental footprint.

These efforts align with global standards for responsible material sourcing and production, helping to reduce the impact of the Group's product range on the environment. SEDANIA aims to improve the transparency and traceability of its packaging materials. The Group is in the process of quantifying the total amount of packaging materials used across our Offspring and Tanamera product range.

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Packaging

GRI 301, 306, UNSDG 9, 12, 13, 14, 17

SEDANIA is committed to responsible packaging management, particularly in our Sustainable FMCG segment under the Offspring and Tanamera brand, focusing on efficient material use, packaging design and material selection, and managing the disposal of packaging materials and other waste generated by the Group's operations.

The Group takes strategic steps to minimise reliance on unsustainable packaging materials such as single-use plastics and aims to adopt eco-friendly alternatives wherever possible. Additionally, the Group continually seeks to minimise packaging waste by adopting best practices that include reducing material use without compromising product quality or safety.

SEDANIA has also implemented robust waste management strategies within its operations. While the Group generates minimal waste through its primarily office-based activities, the Minimum Waste and 3R (Reduce, Reuse, Recycle) policy extends to its packaging operations. Recyclable packaging waste is reused or sent to recycling facilities where possible, minimising the environmental impact of waste generated from product distribution.

Additionally, Offspring's product packaging is thoughtfully designed with end-of-life disposal in mind, prioritising materials that are biodegradable or recyclable, thereby reducing the amount of waste sent to landfills. Similarly, Tanamera's eco-friendly packaging for its natural remedies reinforces the Group's dedication to sustainability, ensuring the use of environmentally responsible materials throughout its product lines.

We are committed to improve our waste efficiency to reduce its impact on the environment.

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SOCIAL RESPONSIBILITY

SEDANIA recognises the vital role its workforce plays in the organisation's success. We are committed to fostering a diverse and inclusive workplace that promotes equal opportunity for all employees. Our talent management efforts focus on competitive remuneration, training, career development, and ensuring that all employees work in a safe environment and have access to the resources they need to thrive professionally and personally.

Beyond our workforce, SEDANIA is deeply committed to supporting local businesses and promoting economic development within the communities where we operate. SEDANIA actively engages with the communities it serves through various social initiatives, volunteering programmes, and sponsorship of community events, creating meaningful social value and promoting a positive impact on society.

Material Topics:	UNSDG Alignment:	
Diversity, Inclusivity & Equal Opportunity	Goal 3: Good Health and Well-being Ensure healthy lives and promote well-being for all at all ages.	
Talent Satisfaction	Goal 4: Quality Education	4 QUALEY EDUCATION
Training & Career Development	Ensure inclusive and equitable quality education and promote	
Health & Well-being	lifelong learning opportunities for all.	
Local Business Development	Goal 5: Gender Equality	5 EENER
Local Communities Engagement	Achieve gender equality and empower all women and girls.	₽
	Goal 8: Decent Work and Economic Growth Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all.	8 DEERTIWORA ECONOME GROW

Diversity, Inclusivity & Equal Opportunity

GRI 405, 406, UNSDG 5, 8, 10, 16

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At SEDANIA, our workforce is our most valuable asset, playing a key role in ensuring the smooth day-to-day operations of the organisation. The Human Resources (HR) department manages SEDANIA's diversity and inclusivity practices, with oversight provided by the Executive Director (ED) and Group Managing Director (Group MD). The Group's efforts align with the Malaysian Employment Act 1955 and the Children and Young Persons (Employment) Act 1966, as well as international standards such as the International Bill of Human Rights, the International Labour Organisation (ILO) conventions, and the Universal Declaration of Human Rights.

The Group ensures compliance with the local laws in upholding the following labour rights:



We believe that embracing diversity and fostering an inclusive environment are critical to driving innovation and creating a culture of collaboration and growth. To this end, SEDANIA is committed to providing equal opportunities in employment, promotion, training, and remuneration, ensuring that all decisions are based solely on the individual's competence, skills, capabilities, and experience.

SEDANIA does not tolerate any form of discrimination, whether based on age, gender, race, religion, sexual orientation, social class, disability, or nationality. This commitment extends to all levels of employment within the Group, promoting a fair and respectful work environment where every employee is valued and supported.

Below is a breakdown of SEDANIA's diverse workforce:

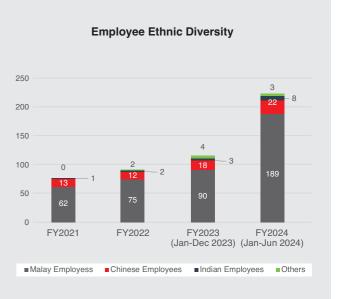
Workforce Breakdown	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Permanent Staff	93.42%	92.31%	82.05%	90.09%
Temporary/Contract Staff	6.58%	7.69%	17.95%	9.91%
Malaysian Employees	98.68%	96.70%	96.52%	98.20%
Foreign Employees	1.32%	2.20%	5.8%	1.80%
Percentage of Women in Global Workforce	42.11%	46.15%	40.87%	53.15%
Percentage of Global Staff with a disability	0%	0%	0%	0%
Total New Hires	34	43	49	50
Total Turnover	19	29	48	43
Full-Time Staff Voluntary Turnover Rate*	25.00%	31.87%	40.74%	19.37%
Total Workforce	75	91	115	222

Total Workforce Data



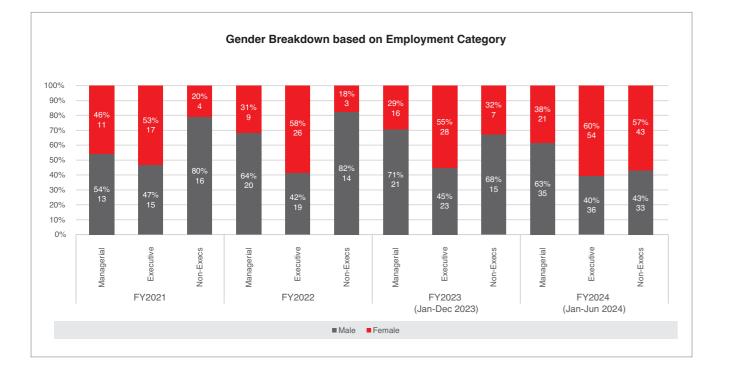








Sustainability Report



Employee Age Breakdown by Employment Category	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Managerial Staff Aged 30 and below	0	0	5	5
Managerial Staff Aged 31-50	18	27	27	36
Managerial Staff Aged 51-65	6	2	10	15
Managerial Staff Aged 65 Years and Above	0	0	0	0
Executive Employees Aged 30 and below	15	25	30	52
Executive Employees Aged 31-50	18	20	21	35
Executive Employees Aged 51-65	0	0	0	3
Executive Employees Aged 65 Years and Above	0	0	0	0
Non-Executives Aged 30 and below	14	9	12	34
Non-Executives Aged 31-50	5	8	9	35
Non-Executives Aged 51-65	0	0	1	7
Non-Executives Aged 65 Years and Above	0	0	0	0

Talent Satisfaction

At SEDANIA, employee satisfaction is key to maintaining a motivated and engaged workforce. To promote work-life balance and foster a sense of camaraderie, the Group regularly organises non-work-related activities such as social gatherings, festive celebrations, motivational talks, and other team-building events. These initiatives help create a positive and supportive work environment where employees feel valued.

Employee Engagement	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total spend (RM) on Employee Engagement activities	58,054	148,875	142,391.67	99,174.02
No. of Employee Engagement activities	34	20	121	201

In addition to employee engagement activities, SEDANIA offers a competitive mix of remuneration, benefits, rewards, and training opportunities as part of our talent attraction and retention strategy. These offerings include, but are not limited to:

Types of Leaves:	
Annual Leave	Exam Leave
Medical Leave	Rest in Lieu
Compassionate Leave	Prolonged Illness Leave
Hospitalisation Leave	Marriage Leave
Maternity Leave	Matrimonial Leave
Paternity Leave	(Permanent Employee)

Reward Systems:

Long Service (6 years of service)

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GRI 401, UNSDG 3, 8

Benefits:

Medical and Hospital Coverage

Mobile Phone Allowance

Travelling Allowance (Permanent Employee)

Staff Activities:

Farewell Luncheon

Staff Gathering

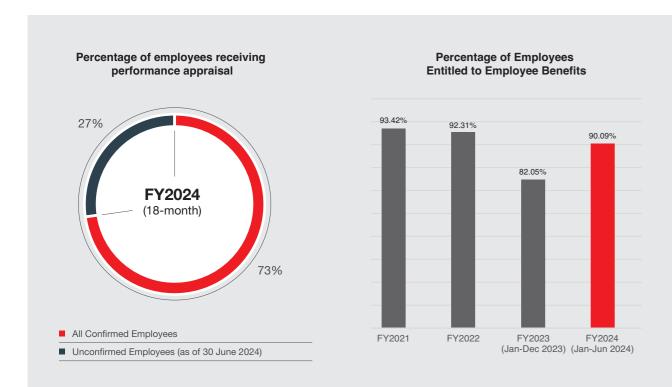
Annual Dinner

Ramadhan Break Fast Dinner

Hari Raya Open House



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SEDANIA supports employees in balancing work and family responsibilities through its comprehensive parental leave policy. Female employees are entitled to 98 consecutive days of paid maternity leave, while male employees are granted seven (7) days of paternity leave, in line with the updated Employment Act 2023. This extension reflects SEDANIA's ongoing commitment to fostering a diverse and inclusive workplace, promoting a healthy work-life balance.

Parental Leave	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Employees Entitled for Maternity and Paternity Leave	129	91	156	209
Employees Who Took Paternity Leave	0	1	2	3
Employees Who Took Maternity Leave	3	4	3	2

Return to Work Post Parental Leave	FY2021		FY2022		FY2023 (Jan-Dec 2023)		FY2024 (Jan-Jun 2024)	
	Male	Female	Male	Female	Male	Female	Male	Female
Return to Work Rates (return to work after parental leave period)	0%	100%	100%	100%	100%	100%	100%	100%
Retention Rates (remain with the organisation for 12 months or more post parental leave)	0%	100%	0%	75%	0%	75%	100%	100%

SEDANIA remains committed to maintaining its competitive position as an employer by offering wages that exceed the minimum legal requirements. Employee compensation is determined based on industry benchmarks, as well as individual qualifications, experience, and performance. This ensures that all employees are fairly rewarded for their contributions while maintaining internal equity and competitiveness within the industry.

Employee Benefits (RM)	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total payments made to employees in terms of salaries, bonuses and benefits	6,227,710	8,417,632	9,795,493.60	8,037,028.59
Total statutory payments made for employees' retirement benefits (EPF)	1,160,346	874,932	992,285.00	872,208.00
Total payments in medical insurance (SOCSO) for employees	11,403	93,290	30,463.35	21,525.75
Payments made for life insurance, including death and disability	249,398	201,573	223,559	406,769.80
Payments for medical / healthcare benefits	N/A	- Outpatient / Hos	pitalisation / GHS /	OP
ESOS (share options)	67,053	65,358	0	0

Training & Career Development

At SEDANIA, we recognise the importance of continuous learning and development in enhancing our employees' skills across technical, organisational, and communication areas. To ensure that training is aligned with both individual and business needs, our Human Resources (HR) department collaborates with department heads to identify key areas for improvement and design targeted training programmes accordingly.

We are committed to providing employees with relevant opportunities for professional growth, enabling them to participate in programmes that not only benefit their individual career development but also contribute to the overall success of the organisation. These programmes are regularly reviewed and updated to meet the evolving needs of our workforce and business.

In response to changing workplace dynamics, SEDANIA has expanded its training offerings to include online programmes, improving accessibility and allowing more employees to benefit from a wider range of development opportunities. We continuously evaluate the effectiveness of our training initiatives and make necessary adjustments to ensure they remain impactful and aligned with the Group's goals.

Below is a summary of our training performance data for the past three years:

Staff Training	Unit	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total training spend as a company	RM	NA	20,597.00	45,837.00	25,706.50
Average training spend per employee	RM	NA	1,665.00	790.29	1,713.77
Total training hours as a company	No. of Hrs	226	299	511	147
- ST	No. of Hrs	0	33	35	28
- SIB	No. of Hrs	NA	NA	140	35
- SASC	No. of Hrs	NA	91	77	77
- OFS	No. of Hrs	NA	175	259	7
Total training hours for Senior Management Staff	No. of Hrs	NA	2	56	120

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GRI 404, UNSDG 4, 8, 9



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Staff Training	Unit	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total training hours for Management Staff	No. of Hrs	NA	8	182	49
Total training hours for Executive Staff	No. of Hrs	NA	19	287	49
Total training hours for Non-Executive Staff	No. of Hrs	NA	2	14	0
Average Training Hours Per Employee	No. of Hrs	16	27.7	25	10
- Per Senior Management Staff	No. of Hrs	0	14.0	11	11
- Per Management Staff	No. of Hrs	0	16.3	11	10.5
- Per Executive Employee	No. of Hrs	0	19.4	32	8
- Per Non-Executive Employee	No. of Hrs	0	7.0	14	0
Average Training Days Per Employee	No. of Days	2.0	3.62	2	1
Total no. of employees attended training	Number	0	31	117	15
Total male employees attended training	Number	0	13	38	8
Total female employees attended training	Number	NA0	18	79	7
Average Training Hours Per Male Employee	No. of Hrs	NA	27.6	24	9.25
Average Training Hours Per Female Employee	No. of Hrs	NA	21.6	24	9.5

TYPES OF TRAINING CONDUCTED IN FPE 2024:

Sustainability & Compliance

- Certified Sustainability (ESG) Practitioner Program
- GRI Certified Sustainability Professional
- Energy Efficiency Convention 2023
- Sustainability Reporting Workshop

Technical & Operational Skills

- Microsoft Excel Intermediate
- Budget 2024 highlights, e-invoice, and transfer pricing
- Fast Closing: Improving Processes, Technology, and Management
- Mastering Inventory Auditing: Safeguarding Assets and Ensuring Accountability
- International Shipping, HS Code & Incoterms
- Digital Marketing Training Course
- One Day Mastering Sales Excellence (CRM)
- CANVA Essentials Unleashing Your Design Potential

Communication, Presentation and Personal Development Skills

- Effective Business English Writing Skills & Communication
- How to Handle Journalists and Tough Media Questions: Overcoming Media Crises
- Corporate Comms Connect
- Impactful Presentation Using Microsoft
 PowerPoint

HR & Employee Management

- Handling Misconduct Relating to Absenteeism
 (Online)
- Termination of Employment in Malaysia
- Total Compensation Management
- The Employment Act, 1955
- Handling Poor Performance Employees: Strategies to Prevent Costly Consequences
- MEF Workshop on Practical Guidelines for Managing Workplace Misconducts and Domestic Inquiry Procedures
- Hajah and Darurah

Health & Wellbeing

At SEDANIA, the health and wellbeing of our employees are central to our commitment to fostering a safe and supportive work environment. While the nature of our business activities presents lower occupational health risks compared to other industries, we remain focused on addressing potential physical and mental health challenges. These include ergonomic injuries from prolonged computer use, eye strain, musculoskeletal disorders, and the risk of exposure to communicable diseases. Employees working in warehousing facilities are also provided with necessary measures to mitigate risks related to machinery operation and equipment maintenance.

SEDANIA is committed to promoting a healthy workplace by ensuring compliance with all applicable health and safety regulations. Our Health and Safety Procedures outline guidelines on first aid response, accident reporting, emergency evacuation, and other safety-related matters. These procedures are regularly updated and made accessible to all employees via the company intranet.

To support employee wellbeing, SEDANIA offers a range of initiatives aimed at enhancing work-life balance. These include fatigue management procedures, flexible working hours, and work-from-home options. Furthermore, recognising the importance of mental health, we provide in-house counselling services with a licensed counsellor, ensuring that employees have access to support when needed.

SEDANIA also emphasises emergency preparedness by conducting regular training sessions such as CPR and fire evacuation drills. These training programmes equip employees with the necessary skills to handle emergency situations and ensure their safety in the workplace.

3-Year On-site OSH Data	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total manhours worked	NA	3,120*	968	1,064
Employee Fatalities	0	0	0	0
Contractor Fatalities	0	0	0	0
Number of recordable work-related injuries	0	0	0	0
Total number of lost days / LTIs	0	0	0	0
LTI Rate	0	0	0	0
Lost-time injuries per million hours worked	0	0	0	0
Unsafe Act Unsafe Condition ("UAUC")	0	0	0	0
Rate of high-consequence work-related injuries	0	0	0	0
Injury Rate (including fatalities)	0	0	0	0
Lost Day Rate	0	0	0	0
Fatality Rate	0	0	0	0
No. of Staff trained on health and safety	NA	51	121	133

*Note: Estimated based on 13 on-site SEDANIA Technology staff x 5 days x 4 weeks x 12 months **Note: Estimated based on 17 on-site SEDANIA Technology staff x 5 days x 4 weeks x 12 months

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GRI 403, UNSDG 3, 8

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Local Business Development

GRI 201, 203, 204, 413, UNSDG 8, 9, 17

Sustainability Report

SEDANIA places importance on supporting the development of local businesses through job creation, investing in local businesses through our procurement practices, and promoting responsible taxation practices that help boost the nation's growth.

Our approach is strategically focused on contributing to local economic development through our roles as an employer, a consumer of local products and services, and a payer of taxes and fees. This approach has proven effective in the financial period, as evidenced by the increase in economic value generated and distributed across our operations.

By prioritising local procurement, we have supported local businesses and stimulated economic activity within the local communities. Our employment practices, including competitive wages and benefits, have directly raised the living standards of our employees, while our broader community engagement initiatives have provided indirect benefits to the local population.

The effectiveness of our approach is reflected in the tangible outcomes of our achievements, such as growth in local supplier partnerships, increased job creation, and enhanced community well-being. These achievements are underpinned by our commitment to creating and distributing added value, which continues to have a positive impact on both our organisation and the communities we serve.

Procurement Data	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total Procurement Budget (RM)	19,721,835	23,546,793	26,943,963	12,161,905
Total Local Procurement Budget (RM)	3,384,534	4,917,819	7,477,431	5,922,853
Total Foreign Procurement Budget (RM)	16,337,301	18,628,974	19,466,532	6,239,052
Percentage of Local Procurement Budget	17%	21%	28%	49%
Total Number of Suppliers	42	59	192	222
Total Number of Local Suppliers	31	46	170	203
Total Number of Foreign Suppliers	11	13	22	19
Percentage of Local Suppliers	74%	78 %	89%	91%

Community Development

GRI 413, UNSDG 1, 4, 11, 17

At SEDANIA, we are deeply committed to giving back to the communities where we operate. We view corporate social responsibility (CSR) not only as a legal obligation but as a moral imperative to help create stronger, more resilient, and sustainable communities. Through our CSR efforts, we encourage employees to actively participate in social outreach initiatives and volunteer activities, recognising and commending their involvement both within the Group and in external charitable efforts.

SEDANIA's community development initiatives are grounded in our commitment to sustainable development. By working closely with local stakeholders, we strive to identify areas where we can make a meaningful impact. Our efforts include providing disaster relief, supporting local community initiatives, investing in education and training programmes, and contributing resources and infrastructure to drive economic growth and social development.

A core component of our community engagement is our support for Yayasan Rosni Noor, a non-profit charity organisation dedicated to providing financial assistance and development support to those most in need. Through this foundation, SEDANIA focuses on uplifting three key groups:





By investing in these communities, we aim to foster knowledge, sustainability, and kindness, ensuring long-term positive impacts on society and empowering future generations to contribute to the betterment of their communities. Our continued support for Yayasan Rosni Noor reflects SEDANIA's dedication to building a more inclusive and sustainable society, ensuring that those most vulnerable receive the help they need to thrive.

Community Development Performance Data	Unit	FY2021	FY2022	FY2023 (Jan-Dec 2023)	FY2024 (Jan-Jun 2024)
Total amount invested where the target beneficiaries are external to SEDANIA	RM	22,098	57,300	50,398	36,596
Total number of beneficiaries of the investment in communities	No.	2	3	5	5
Number of employee volunteering hours	Hours	12	20	115	100
Number of employees who volunteered	No.	4	15	15	20
Percentage of employees who volunteered	%	5.26%	16.48%	9.80%	13.07%





Sustainability Report

ESG PERFORMANCE DATA TABLE

Legend: -- No Data N/A Not Applicable * Restated

Sustainability Report

Indicators	Unit	FY2021	FY2022	FPE 2024	Targets, if any
ANTI-CORRUPTION	Cinc		112022	11 2 2024	raigets, ir any
Bursa C1(a):					
Percentage of employees who have received training on					
anti-corruption by employee category	%	0	100	57	
- Managerial staff	Number	0	33	39	
- Executive staff	Number	0	15	33	
- Operational staff	Number	0	43	81	
Bursa C1(b):					
Percentage of operations assessed for corruption-related risks	%	0	0	0	
Bursa C1(c):					
Confirmed incidents of corruption	Number	0	0	0	
COMMUNITY/ SOCIETY	Number	0	0	U	
Bursa C2(a):					
Total amount invested in the community where the target					
beneficiaries are external to the listed issuer	RM	22,098	57,300	86,994	
Bursa C2(b):					
Total number of beneficiaries of the investment in communities	Number	2	3	10	
DIVERSITY					
Bursa C3(a):					
Percentage of employees by gender and age group, for each employee category:					
Managerial Staff					
- Male	%	54	69	63	
- Female	%	46	31	38	
- Aged <30	%	0	0	9	
- Aged 31-50	%	75	93	64	
- Aged 51-65	%	25	7	27	
- Aged >66	%	0	0	0	
Executive Staff					
- Male	%	47	42	40	
- Female	%	53	58	60	
- Aged <30	%	45	56	58	
- Aged 31-50	%	55	44	39	
- Aged 51-65	%	0	0	3	
- Aged >66	%	0	0	0	
Operational Staff					
- Male	%	80	82	43	
- Female	%	20	18	57	
- Aged <30	%	74	53	45	
- Aged 31-50	%	26	47	46	
- Aged 51-65	%	0	0	9	
- Aged >66	%	0	0	0	
Bursa C3(b):					
Percentage of directors by gender and age group:					
- Male	%	83	83	88	
- Female	%	17	17	13	
- Aged <30	%	0	0	0	
- Aged 31-50	%	17	17	13	
- Aged 51-65	%	67	67	63	
- Aged >66	%	17	17	25	

		Legend:	No Data	N/A Not Applicable	e * Restated
Indicators	Unit	FY2021	FY2022	FPE 2024	Targets, if any
ENERGY MANAGEMENT		<u> </u>			
Bursa C4(a):					
Total energy consumption	GJ	862.90	984.29	982.30	
HEALTH AND SAFETY					
Bursa C5(a):					
Number of work-related fatalities	Number	0	0	0	
Bursa C5(b):					
Lost time incident rate	Rate	0	0	0	
Bursa C5(c):					
Number of employees trained on health and safety standards	Number	-	51	254	
LABOUR PRACTICES AND STANDARDS					
Bursa C6(a):					
Total hours of training by employee category:	Hour				
- Senior Management	Hour	-	2	176	
- Management	Hour	-	8	231	
- Executive	Hour	-	19	336	
- Non-Executive	Hour	-	2	14	
Bursa C6(b):					
Percentage of employees that are contractors or temporary staff	%	6.58	7.69	9.91	
Bursa C6(c):					
Total number of employee turnover by employee category	Number	19	29	91	
- Senior Management	Number	2	1	6	
- Management	Number	5	6	18	
- Executive	Number	9	19	55	
- Non-Executive	Number	3	3	12	
Bursa C6(d):					
Number of substantiated complaints concerning human rights violations	Number	0	0	0	
SUPPLY CHAIN MANAGEMENT					
Bursa C7(a):					
Proportion of spending on local suppliers	%	17	21	49	
DATA PRIVACY AND SECURITY					
Bursa C8(a):					
Number of substantiated complaints concerning breaches of customer privacy and losses of customer data	Number	0	0	0	
WATER					
Bursa C9(a):					
Total volume of water used	Litre	1,402,000.00	2,997,000.00	3,819,000.00	
WASTE MANAGEMENT					
Bursa C10(a):					
Total waste generated, and a breakdown of the following:	Tonnes	-	-	-	
(i) total waste diverted from disposal	%	-	-	-	
(ii) total waste directed to disposal	%	-	-	-	
EMISSIONS MANAGEMENT					
Bursa C11(a):					
Scope 1 emissions	tCO2e	50.09cc	53.58	48.92	
Bursa C11(b):					
Scope 2 emissions	tCO2e	41.63	53.92	62.02	
Bursa C11(c):					
Scope 3 emissions:	tCO2e	1.42	3.25	3.25	
- Employee Commuting	tCO2e	-	-	-	
- Business Travel	tCO2e	1.42	3.25	3.25	



SEDANIA INNOVATOR BHD 102

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GRI Content Index

SEDANIA Innovator Berhad has reported the information cited in this GRI Content Index for the period 1 January 2023 to 30 June 2024 with reference to the GRI Standards. STATEMENT OF USE: GRI 1 USED: GRI 1: Foundation 2021

	Ghi TOSED. Chi 1. i oundation 2021						
GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
	2-1	Organisational details	-	-	-	-	Back Cover, page 252
	2-2	Entities included in the organisation's sustainability reporting Reporting period, frequency and	- Scope and Basis of				About This Report, Reporting Scope and Period, page 64-65
	2-3	contact point	Scope				No restatement of
	2-4	Restatements of information					information
	2-5	External assurance	Assurance				About This Report, Data Integrity, page 65
	2-6	Activities, value chain and other business relationships	-				About This Report, Reporting Scope and Period, page 64-65
	2-7	Employees	Labour Practices & Standards C6(b)	Labour Standards	SDG5, 8	Principle 6	Social Responsibility, Diversity, Inclusivity & Equal Opportunity, page 90-92
	2-8	Workers who are not employees					Oustain a bill's At
	2-9	Governance structure and composition		Corporate Governance	SDG16, 17	Principle 10	Sustainability At SEDANIA, Sustainability Governance, page 68
		Nomination and selection of the highest governance body					Corporate Governance Overview Statement, Board Committee, page 132-133
	2-11	Chair of the highest governance body					Corporate Governance
GRI 2: General	2-12	Role of the highest governance body in overseeing the management of impacts	_				Overview Statement, Board Committee, page 132-133 Sustainability At SEDANIA,
Disclosures 2021	2-13	Delegation of responsibility for managing impacts	_				Sustainability Governance, page 68 Governance
	2-14	Role of the highest governance body in sustainability reporting	_				Excellence, Board Independence, page 76
	2-15	Conflicts of interest	Sustainability Governance				Directors' Profile, page 114-120 Audit and Risk Management Committee Report, Composition, page 139, 141
	2-16	Communication of critical concerns	-				Governance Excellence, Risk Management, page 78
	2-17	Collective knowledge of the highest governance body	-				Corporate Governance Overview Statement,
	2-18	Evaluation of the performance of the highest governance body					Board Committee, page 132-133
	2-19	Remuneration policies	-				Governance Excellence, Board Independence, page 77 Corporate Governance Overview Statement,
	2-20	Process to determine remuneration					Board Committee, page 132-133
	2-21	Annual total compensation ratio	-				Not disclosed
	2-22	Statement on sustainable development strategy	-	Risk Management; Human Rights & Community		Principle 1, 2, 3, 7, 10	Chairman's Sustainability Message, page 66

GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
	2-23	Policy commitments					Sustainability at
	2-24	Embedding policy commitments	-				- Sedania, Governance Policies, Page 68
	2-25	Processes to remediate negative impacts					Governance Excellence, Risk
	2-26	Mechanisms for seeking advice and raising concerns	-				Management, page
GRI 2: General	2-27	Compliance with laws and regulations	Sustainability Governance				Sustainability at Sedania, Sustainabil Governance, page 6 Governance Excellence, Risk Management, page 7
Disclosures 2021	2-28	Membership associations					Stakeholder Engagement, Certifications & Membership of Associations, page 7
	2-29	Approach to stakeholder engagement	-				Stakeholder Engagement, page 6 70
	2-30	Collective bargaining agreements		Labour Standards			Social Responsibility Diversity, Inclusivity Equal Opportunity, page 90
GRI 3:	3-1	Process to determine material topics	Materiality Assessment	-	-	-	
Material Topics 2021	3-2	List of material topics					Material Matters, pag 72-73
	3-3	Management of material topics	Management Approach				
	201-1	Direct economic value generated and distributed	-	-	SDG1, 8, 10, 13	-	Economic Excellence Economic & Busines Performance, page 8
GRI 201: Economic Performance	201-2	Financial implications and other risks and opportunities due to climate change	TCFD Aligned Disclosure				Environmental Stewardship, Climate Change, page 85
2016	201-3	Defined benefit plan obligations and other retirement plans	-				Social Responsibility Talent Satisfaction, page 95
	201-4	Financial assistance received from government	-				Not applicable
GRI 202: Market	202-1	Ratios of standard entry level wage by gender compared to local minimum wage	-	Human Rights & Community	SDG5, 8, 10	Principle 6	Not applicable
Market Presence 2016	202-2	Proportion of senior management hired from the local community					Social Responsibility Diversity, Inclusivity Equal Opportunity, page 90-92
GRI 203: Indirect	203-1	Infrastructure investments and services supported	-	Human Rights & Community	SDG7, 8, 9, 13	-	Social Responsibility Community Development, Page 98-99 Economic Excellenc Competitive Value Proposition, page 84
Economic Impacts 2016	203-2	Significant indirect economic impacts					Economic Excellence Economic & Busines Performance, page 82-83 Competitive Value Proposition, page 84





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GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
GRI 204: Procurement Practices 2016	204-1	Proportion of spending on local suppliers	Supply Chain Management C7(a)	Human Rights & Community	SDG8 SDG17	-	Social Responsibility, Local Business Development, page 98
GRI 205:	205-1	Operations assessed for risks related to corruption	Anti- Corruption C1(a) C1(b) C1(c)	Anti- Corruption	SDG4 SDG16	Principle 10	Governance Excellence, Anti- Corruption, page 75
Anti- corruption 2016	205-2	Communication and training about anti-corruption policies and procedures					Governance Excellence, Anti- Corruption, page 75
	205-3	Confirmed incidents of corruption and actions taken					Governance Excellence, Anti- Corruption, page 75
GRI 206: Anti- competitive Behavior 2016	206-1	Legal actions for anti-competitive behavior, anti-trust, and monopoly practices	-	-	SDG8, 10, 16	Principle 10	Governance Excellence, Risk Management, page 77
	207-1	Approach to tax	-	Tax Transparency	SDG10, 16, 17	-	Social Responsibility, Local Business Development, page 98 Statements of Financial Position, page 162
GRI 207: Tax 2019	207-2	Tax governance, control, and risk management					Not disclosed
	207-3	Stakeholder engagement and management of concerns related to tax					Not disclosed
	207-4	Country-by-country reporting					Not disclosed
GRI 301:	301-1	Materials used by weight or volume	Materials S5(a)	Pollution & Resources	SDG12	Principle 7, 8, 9	Not disclosed
Materials	301-2	Recycled input materials used					Not disclosed
2016	301-3	Reclaimed products and their packaging materials					Not disclosed
	302-1	Energy consumption within the organisation	Energy Management C4(a)	Climate Change	SDG7, 12, 13	Principle 7, 8, 9	Our Approach to Value Creation, Page 32 Reduction of Client's Carbon Footprint, Page 86 Energy Management, Page 88
	302-2	Energy consumption outside of the organisation					Not disclosed
GRI 302: Energy 2016	302-3	Energy intensity					Environmental Footprint, Emission Footprint, page 87
	302-4	Reduction of energy consumption					Energy Management, Page 88
	302-5	Reductions in energy requirements of products and services					Value Created for SEDANIA and Our Stakeholders, Page 33 Reduction of Clients' Carbon Footprint, Page 86
GRI 303: Water and Effluents	303-1	Interactions with water as a shared resource	Water C9(a) Effluents S8(a)	Water Use Pollution & Resources	SDG6, 12	Principle 7, 8, 9	Water Management, Page 88
2018	303-2	Management of water discharge- related impacts					Not disclosed

GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
GRI 303: Water and Effluents 2018	303-3	Water withdrawal					Water Management,
	303-4	Water discharge					Page 88
	303-5	Water consumption					Our Approach to Valu Creation, Page 32 Chairman's Sustainability Messag Page 67 Water Management, Page 88
	304-1	Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	Biodiversity S1(a) S1(b) S1(c)	Biodiversity	SDG14, 15	Principle 7, 8, 9	Responsible Material Sourcing, Page 89
GRI 304: Biodiversity 2016	304-2	Significant impacts of activities, products and services on biodiversity					Not disclosed
	304-3	Habitats protected or restored					Not disclosed
	304-4	IUCN Red List species and national conservation list species with habitats in areas affected by operations					Not disclosed
	305-1	Direct (Scope 1) GHG emissions	Emissions Management C11(a) C11(b) C11(c)	Climate Change	SDG7, 12, 13	Principle 7, 8, 9	Emissions Footprint, Page 87
	305-2	Energy indirect (Scope 2) GHG emissions					
	305-3	Other indirect (Scope 3) GHG emissions					Not disclosed
GRI 305: Emissions 2016	305-4	GHG emissions intensity					Our Approach to Value Creation, Page 32 Emissions Footprint, Page 87
	305-5	Reduction of GHG emissions					Our Approach to Valu Creation, Page 32 Reduction of Clients' Carbon Footprint, Pag 86
							Emissions Footprint, Page 87
	305-6	Emissions of ozone-depleting substances (ODS)	Emissions - Air Quality/ Pollution S4(a)	Pollution & Resources			Not disclosed
	305-7	Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions					Not disclosed
GRI 306: Waste 2020	306-1	Waste generation and significant waste-related impacts	Waste Management C10(a) C10(a)(i) C10(a)(ii)	Pollution & Resources	SDG6, 12	Principle 7, 8, 9	Packaging, Page 89
	306-2	Management of significant waste- related impacts					Chairman's Sustainability Messag Page 66 Packaging, Page 89
	306-3	Waste generated					Not disclosed
	306-4	Waste diverted from disposal					Not disclosed
	306-5	Waste directed to disposal					Not disclosed



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GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
GRI 308: Supplier Environmental	308-1	New suppliers that were screened using environmental criteria	Supply Chain (Env) S6(a) S6(b)	Supply Chain (Environment)	SDG8, 11, 12, 16	Principle 7, 8	Procurement Practices, Page 78
Assessment 2016	308-2	Negative environmental impacts in the supply chain and actions taken					Not disclosed
GRI 401:	401-1	New employee hires and employee turnover	Labour Practices and Standards C6(c)	Labour Standards	SDG5, 8	Principle 6	Diversity, Inclusivity & Equal Opportunity, page 90-91
Employment 2016	401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees					Talent Satisfaction, page 93-95
	401-3	Parental leave					Talent Satisfaction, page 94
GRI 402: Labor/ Management Relations 2016	402-1	Minimum notice periods regarding operational changes	-	-	SDG8	-	Not disclosed
	403-1	Occupational health and safety management system	Health and Safety C5(a) C5(b) C5(c)	Health & Safety	SDG3, 4, 8	-	Health & Wellbeing, page 97
	403-2	Hazard identification, risk assessment, and incident investigation					
	403-3	Occupational health services					
GRI 403:	403-4	Worker participation, consultation, and communication on occupational health and safety					
Occupational Health and Safety 2018	403-5	Worker training on occupational health and safety					
	403-6	Promotion of worker health					
	403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships					
	403-8	Workers covered by an occupational health and safety management system					
	403-9	Work-related injuries					
	403-10	Work-related ill health					Not disclosed
GRI 404: Training and Education 2016	404-1	Average hours of training per year per employee	Labour Practices and Standards C6(a)	Labour Standards	SDG4, 5, 8	-	Training & Career Development, page 96
	404-2	Programs for upgrading employee skills and transition assistance programs					Training & Career Development, page 96
	404-3	Percentage of employees receiving regular performance and career development reviews					Talent Satisfaction, page 94
GRI 405: Diversity and Equal Opportunity 2016	405-1	Diversity of governance bodies and employees	Diversity C3(a) C3(b)	Labour Standards	SDG5, 8, 10	Principle 6	Board Independence, page 77; Diversity, Inclusivity & Equal Opportunity, page 90- 92
	405-2	Ratio of basic salary and remuneration of women to men					Not disclosed

GRI Standard	GRI Code	GRI Disclosure	Bursa SRG3 Alignment	F4GBM Alignment	UNSDG Alignment	UNGC Alignment	Page Reference And Reasons For Omissions, If Applicable
GRI 406: Non- discrimination 2016	406-1	Incidents of discrimination and corrective actions taken	-	Labour Standards	SDG5, 8, 10, 16	Principle 6	Diversity, Inclusivity & Equal Opportunity, page 90-92
GRI 407: Freedom of Association and Collective Bargaining 2016	407-1	Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	-	Labour Standards	SDG8, 10, 16	Principle 1, 2, 3	Diversity, Inclusivity & Equal Opportunity, page 90
GRI 408: Child Labor 2016	408-1	Operations and suppliers at significant risk for incidents of child labor	-	Labour Standards	SDG8, 10, 16	Principle 1, 2, 5	Diversity, Inclusivity & Equal Opportunity, page 90
GRI 409: Forced or Compulsory Labor 2016	409-1	Operations and suppliers at significant risk for incidents of forced or compulsory labor	-	Labour Standards	SDG8, 10, 16	Principle 1, 2, 4	Diversity, Inclusivity & Equal Opportunity, page 90
GRI 410: Security Practices 2016	410-1	Security personnel trained in human rights policies or procedures	-	-	SDG4, 16	Principle 1, 2	Not disclosed
GRI 411: Rights of Indigenous Peoples 2016	411-1	Incidents of violations involving rights of indigenous peoples	-	Human Rights & Community	SDG10, 16	Principle 1, 2	Not disclosed
GRI 413: Local Communities 2016	413-1	Operations with local community engagement, impact assessments, and development programs	Community/ Society C2(a) C2(b)	Human Rights & Community	SDG11, 16, 17	-	Local Business Development, page 98 Community Development, page 98
	413-2	Operations with significant actual and potential negative impacts on local communities					
GRI 414: Supplier Social Assessment	414-1	New suppliers that were screened using social criteria	Supply Chain (Social) S7(a) S7(b)	Supply Chain (Social)	SDG8, 10, 11, 16	Principle 1, 2	Responsible Material Sourcing, page 89
2016	414-2	Negative social impacts in the supply chain and actions taken					
GRI 415: Public Policy 2016	415-1	Political contributions	-	Anti- Corruption	SDG16	Principle 10	Anti-corruption, page 75
GRI 416: Customer Health and Safety 2016	416-1	Assessment of the health and safety impacts of product and service categories	Customer Health & Safety/ Product Responsibility S3(a) S3(b) S3(b) S3(c)	Customer Responsibility	SDG3, 16	-	Product Service & Quality, page 83
	416-2	Incidents of non-compliance concerning the health and safety impacts of products and services					
GRI 417: Marketing and Labeling 2016	417-1	Requirements for product and service information and labeling	-	Customer Responsibility	SDG16	-	
	417-2	Incidents of non-compliance concerning product and service information and labeling					Product Service & Quality, page 83
	417-3	Incidents of non-compliance concerning marketing communications					
GRI 418: Customer Privacy 2016	418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	Data Privacy and Security C8(a)	Human Rights & Community	SDG16	-	Cybersecurity & Data Privacy, page 81





Sustainability Report

TCFD INDEX

TCFD Recommendations	Recommended Disclosures	Location / Explanation	TCFD Recommendations	Recommended Disclosures	Location / Explanation
Governance Disclose the organisation's governance around climate- related risks and opportunities	a) Board Oversight	The Board holds direct oversight over all ESG matters, including climate-related initiatives. The Executive Director ("ED") and Group Chief Executive Officer ("GCEO") are responsible for ensuring the effective implementation of ESG strategies across all divisions of SEDANIA.	Risk Management Disclose how the organisation identifies, assesses, and manages climate-related	a) Risk ID and Assessment Processes	SEDANIA maintains a comprehensive risk managem framework that enables the Group to swiftly iden monitor, and address significant ESG risks, includ climate-related risks, that could impact its operations. This process is further strengthened by SEDAN
		To further embed ESG considerations within SEDANIA's operations, the Board established the Sustainability Committee ("BSC") in FY2022. The BSC's primary role is to guide the Group's response to material ESG issues while driving the continuous integration of sustainability into the organisation's strategic framework.		b) Risk Management Processes	Stakeholder Engagement and Materiality Assessm as outlined on Q page 69-73 of this report. The ins gathered from these assessments are presented to Board Sustainability Committee ("BSC") for fu evaluation and integration into the Group's broader management strategy.
	b) Management's Role	The Management team supports the Board by overseeing the implementation of ESG initiatives across the organisation. They ensure that Board directives are effectively applied within the relevant business units and divisions. In addition, the Management team monitors the performance of these initiatives by measuring their		c) Integration into Overall Risk Management	For a more detailed overview of SEDANIA's management approach, refer to the Manager Discussion & Analysis and the Statement on Management and Internal Control section of the An Report 2024 on Q pages 36-61 and 142-147.
		outcomes against established indicators. The results are then reported back to the Board for further review and deliberation. More information can be found in the Sustainability Governance Structure section on Q page 68.	Metrics and Targets Disclose the metrics and targets used to assess and manage relevant climate- related risks and opportunities where such	a) Climate-Related Metrics	SEDANIA tracks climate change and emissions dat monitoring the CO2 emissions generated from Scop and Scope 2 energy consumption. This data is compared against the Group's revenue in RM Millio determine its energy efficiency and intensity.
Disclose the actual and potential impacts of climate- related risks and opportunities on the organisation's businesses, strategy, and financial planning where such information is material	 a) Risks and Opportunities b) Impact on Organisation 	Given SEDANIA's evolving focus on the Sustainable FMCG sector, alongside its commitment to providing Sustainable Energy solutions, climate change and the growing awareness of climate-related risks offer significant opportunities for business growth. The Group continues to	information is material		Scope 1 energy consumption, which includes fuel usage (such as petrol and liquefied petroleum gas), is measured in litres, while Scope 2 energy consumption from the national grid is measured in kilowatt-hours (kWh). The tot energy consumption from both Scope 1 and Scope 2 combined and reported in gigajoules (GJ), whi
		invest in expanding its Sustainable Energy offerings, while simultaneously leveraging its Sustainable FMCG segment to promote eco-friendly products that align with consumer demand for environmentally responsible alternatives.		b) Scope 1, 2, 3 GHG Emissions	SEDANIA's total GHG emissions have been recorde Scope 1 (Petrol and LPG) and Scope 2 (Grid Electr across FY2021, FY2022, and FPE 2024 (12-month 18-month periods) as tonnes of carbon dioxide equiva (tCO2e).
		To ensure growth in the face of rising climate awareness, SEDANIA has made substantial investments in both capital expenditure ("CAPEX") and operating expenses ("OPEX") to expand and upgrade its Sustainable Energy and Sustainable FMCG business segments.			In FPE 2024, SEDANIA's total energy consump recorded a decrease from the 984.29GJ in FY2022 654.87GJ for the annualised period of FPE 2024, due notable reduction in grid electricity use, while Total G emissions for the FPE 2024 18-month period tota
	c) Resilience of Strategy	physical and transitional climate risks and opportunities to further enhance its sustainability strategy. These efforts position the Group to capitalise on growth opportunities in		c) Climate-Related Targets	114.19tCO2e. SEDANIA is dedicated to lowering its CO2 emissions RM million in revenue by at least 5% annually in the s
		both the Sustainable FMCG and Sustainable Energy sectors while ensuring long-term business resilience. Please refer to Q pages 85-87 of the Climate Change , Reduction of Clients' Carbon Footprint and Environmental Footprint section for more information.			to medium term. Additionally, as the Group broader service offerings, further emissions reductions anticipated, with the target of achieving energy savin 15 million kWh through energy efficiency (EE) solutions generating over 1 million kWh via renewable energy (
		Environmental Footprint section for more information.			Please refer to Environmental Footprint section Q page 87 for more information on SEDANIA's Scope and 3 breakdown data.



06 Our Leadership

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SEDANIA Team-Building 2024: Uniting for Success

Almost 200 SEDANIANs came together at Grand Lexis Port Dickson for our team-building event, 'Igniting Spirit, Strategy, Strength, Speed, Stamina-and Style!' Strengthening the bonds of our united family.

Corporate Information

BOARD OF DIRECTORS

- Tan Sri Abdul Halim Bin Ali Ð Senior Independent Non-Executive Chairman
- Ð Datuk Noor Azrin Bin Mohd Noor Managing Director
- Ð Datuk Noor Syafiroz Bin Mohd Noor **Executive Director**
- Ð YAA Tun Md Raus Bin Sharif Independent Non-Executive Director (Appointed on 2 August 2024)

- Dato' Nasri Bin Nasrun Independent Non-Executive Director (Appointed on 1 December 2023)
- Norliza Binti Kamaruddin Independent Non-Executive Director
- Ð Yoong Weng Hong Peter Andrew Independent Non-Executive Director

AUDIT AND RISK MANAGEMENT COMMITTEE

Chairman Dato' Nasri Bin Nasrun

Member Tan Sri Abdul Halim Bin Ali Norliza Binti Kamaruddin

NOMINATION AND **REMUNERATION COMMITTEE**

Chairman Yoong Weng Hong Peter Andrew

Member Tan Sri Abdul Halim Bin Ali Dato' Nasri Bin Nasrun Norliza Binti Kamaruddin

COMPANY SECRETARIES

Tan Tong Lang (SSM PC NO. 202208000250 & MAICSA 7045482)

Ang Wee Min (SSM PC NO. 202208000334 & MAICSA 7076022)

AUDITORS

Baker Tilly Monteiro Heng PLT (AF0117 & LLP0019411-LCA)

Baker Tilly Tower Level 10, Tower 1, Avenue 5 Bangsar South City 59200 Kuala Lumpur W.P. Kuala Lumpur : +603 2297 1000 Tel : +603 2282 9980 Fax

REGISTERED OFFICE

B-21-1, Level 21, Tower B Northpoint Mid Valley City No. 1 Medan Syed Putra Utara 59200 Kuala Lumpur W.P. Kuala Lumpur Tel : +603 9770 2200 Fax : +603 2201 7774 Email: boardroom@boardroom.com.my

CORPORATE OFFICE

Level 10, Kelana Parkview Tower Jalan SS6/2, 47301 Petaling Java Selangor Darul Ehsan Tel : +603 7880 2001 : +603 7880 6001 Fax Website: www.sedaniainnovator.com : info@sedaniainnovator.com Fmail

SHARE REGISTRAR

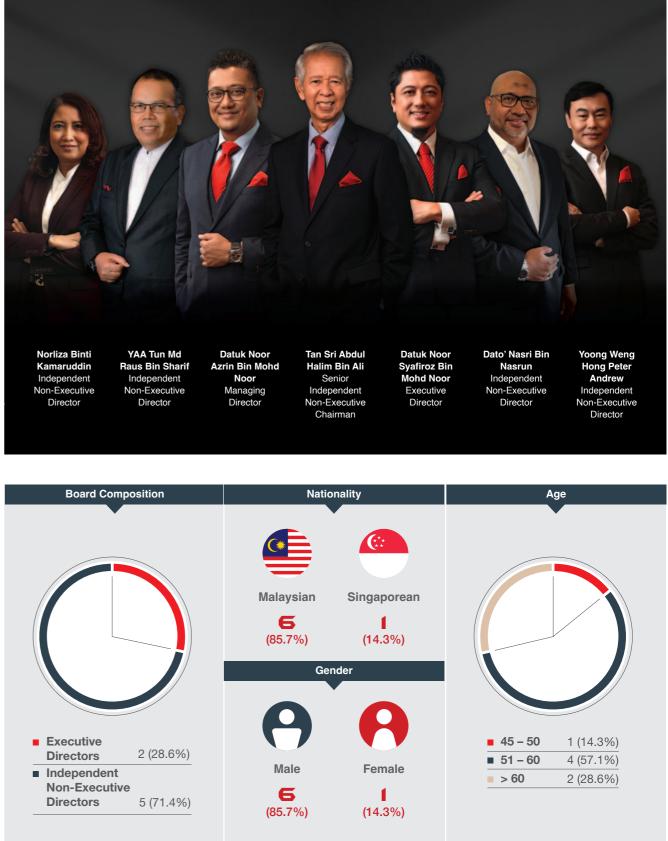
Tricor Investor & Issuing House Services Sdn Bhd Unit 32-01, Level 32, Tower A Vertical Business Suite Avenue 3 Bangsar South, No. 8 Jalan Kerinchi 59200 Kuala Lumpur W.P. Kuala Lumpur Tel : +603 2783 9299 Fax : +603 2783 9222 Email: is.enquiry@my.tricorglobal.com

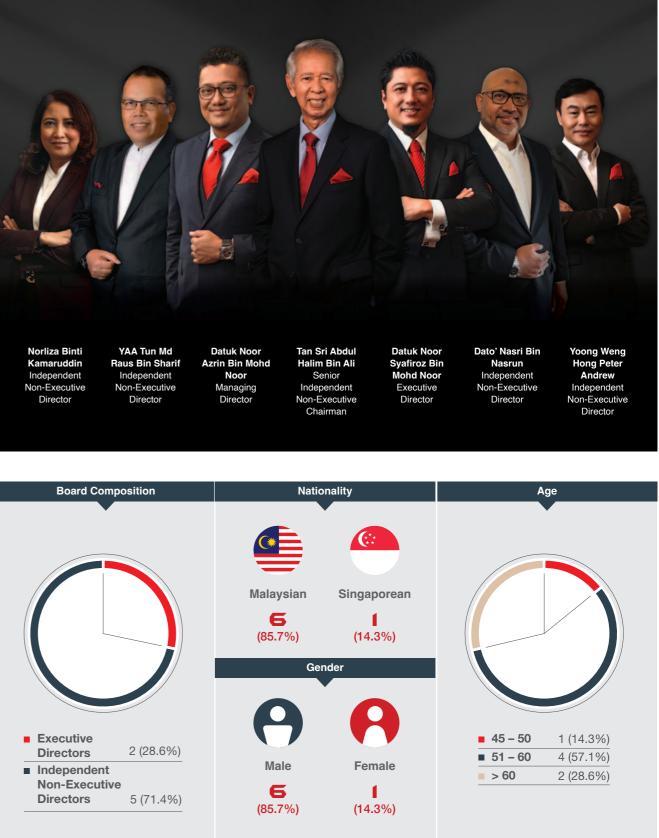
PRINCIPAL BANKERS

RHB Islamic Bank Berhad

STOCK EXCHANGE LISTING

ACE Market of Bursa Malaysia Securities Berhad Listing Date : 29 June 2015 Stock Name : SEDANIA Stock Code : 0178 : Consumer Products & Sector Services







Our Board at A Glance



Directors' Profile



Date of Appointment 25 July 2014

Board Meetings Attended: 9/9

Board Committee Memberships:

- ESOS Committee (Chairman).
- Nomination and Remuneration Committee (Member)
- Sustainability Committee (Member)
- Audit & Risk Management Committee (Member)

Directorship in Other Public Listed Companies:

Tan Sri Abdul Halim Bin Ali was appointed to the Board as the Senior Independent Non-Executive Chairman on 25 July 2014. He is also the chairman of the ESOS Committee, and a member of the Nomination and Remuneration Committee. Sustainability Committee and the Audit & Risk Management Committee.

In 1966, he graduated from University of Malaya, with a Bachelor of Arts (Honours) in History, and to-date, has almost fifty-five (57) years of working experience.

Upon graduation, he joined the Ministry of Foreign Affairs in 1966, where he held several appointments at home as well as at Malaysian Diplomatic Missions overseas.

From 1982 to 1985, he was the Malaysian Ambassador to Vietnam followed by his appointment as Deputy Secretary General III (Administration) of the Ministry of Foreign Affairs from 1985 to 1988. He then served as the Malaysian Ambassador to Austria from 1988 to 1991 and as Deputy Secretary General I (Political Affairs) from 1991 until his promotion in 1996 to Secretary General of the Ministry.

In September 1996, he was appointed as the Chief Secretary to the Government of Malaysia until his retirement in 2001. After his retirement, he was appointed as the Chairman of the Employees Provident Fund until January 2007.

He was the former Chairman of the Malaysia Building Society Berhad, MBSB Bank Berhad and Universiti Teknologi Malaysia.

Tan Sri Abdul Halim does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial vear

Date of Appointment 25 July 2014

Board Meetings Attended: 8/9

Board Committee Memberships:

Directorship in Other Public Listed Companies:

Datuk Noor Azrin Bin Mohd Noor was appointed to the Board as the Managing Director on 25 July 2014. He is a UK law graduate and the founder of the Group, with more than thirty (30) years' experience in various industries including media. telecommunication, legal, banking, technology, energy, eSports and healthcare.

Datuk Azrin began his career upon obtaining his law degree as a legal executive, following which he joined D&C Bank as Corporate Banking Officer in 1993. In 1995, he joined MEASAT, which was on the cusp of creating a historic moment with the eventual launch of Malaysia's first satellite in 1996. At MEASAT (now known as Astro), Datuk Azrin pioneered acclaimed shows namely "Roda Impian", MTV Music Television Lip Service, "Who Wants to be a Millionaire". as well as, illustrious sports entertainment, the English Premier League. Italian Serie A, FIFA World Cup and the UEFA Champions League among others, earning him the nickname "Father of Football".

In 2004, armed with the experiences gained in intellectual property and media where he is an undisputed expert, Datuk Azrin established IDOTTV Sdn. Bhd. (which is currently known

as SEDANIA Technologies Sdn. Bhd.), a wholly owned subsidiary of SEDANIA Innovator Berhad, through which he spearheaded the development and implementation of nextgeneration products and services.

In 2015, Datuk Azrin was appointed as an Advisor Commissioner of the Malavsian Communications and Multimedia Council (MCMC), where he played a key role in forming national policies to champion the interests of mobile users, and actively engaged with telecommunications players to push the telecommunications sector forward.

Datuk Azrin's outstanding achievements earned him numerous accolades from notable industry captains. His accomplishments have been recognised through the bestowment of various awards, including Top Nominee in the Master Category by Ernst & Young Entrepreneur of the Year 2011, Winner of the Technology Sector by Global Leadership Awards 2012, Winner of the Best Brands in ICT-Content & Media by The BrandLaureate SME Best Brands Awards 2012, Winner of the Outstanding Entrepreneur Category by Asia Pacific Entrepreneurship Awards (AREA) 2014, Masterclass Excellence Award for Bumiputera Entrepreneur of the Year by Utusan Business Awards 2015, and Most Promising Entrepreneur of the Year by Global Leadership Awards 2016

Datuk Azrin's success in leading SEDANIA towards becoming a rapidly expanding homegrown technological company was also recognised nationally, as he was appointed as a council member to represent the private sector in the National Digital Economy and 4IR council. Formed by the Government in 2020 to oversee the development of the digital economy in Malaysia, the council also acts as the highest administrative body in setting up comprehensive and effective policies as well as monitoring the nation's strategies and initiatives for the digital economy and 4IR. As one of the elected council members. Datuk Azrin contributes in terms of ideas and



Directors' Profile

Datuk Noor Azrin Bin Mohd Noor

Managing Director

nationalitv Malavsian

> age 55 years

> > gender Male

knowledge sharing to help accelerate and transform the digital economy landscape in Malavsia.

In the same year, Datuk Azrin was appointed as one of the council members of Majlis Kemakmuran Bumiputera ("MKB"), which was set up to steer and speed-up the economic empowerment of the Bumiputras. As one of the leading figures in the Bumpitura community behind Malaysia's growing economy, Datuk Azrin's contribution is seen as vital in helping the Government to improve the socioeconomic development of the Bumiputras in the country.

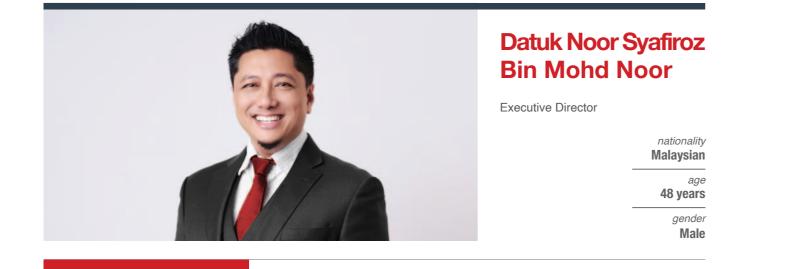
His vast experience, coupled with his desire to inspire and shape the mindsets of the current and next generations led to the publication of five (5) books, the first of which was MPH's number 1 bestseller, "Non-Conforming". "Unplugged, The second book #WillYouStillBeAMalaysianIn10Years?" was co-authored and published in 2015 with his father, Yg. Arif Dato' Mohd Noor. Subsequently, he published his third book "Stories For Our Children", his fourth "Stories of Trials, Tribulations and Hope", and his fifth "Stories of Life: It All Starts With The Heart"

Datuk Azrin also believes in giving back to the community and enhancing the wellbeing of the needy. To this end, he established Yayasan Rosni Noor in 2013 a charitable foundation that undertakes various initiatives aimed at alleviating the challenges and enhancing the wellbeing of the underprivileged.

Datuk Azrin does not hold any directorship in any other public corporation. Datuk Azrin is the brother of Datuk Firoz, the Executive Director of the Group. Save as disclosed herein, he does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial year.

Directors' Profile





Date of Appointment 25 July 2014

Board Meetings Attended: 8/9

Board Committee Memberships: Sustainability Committee

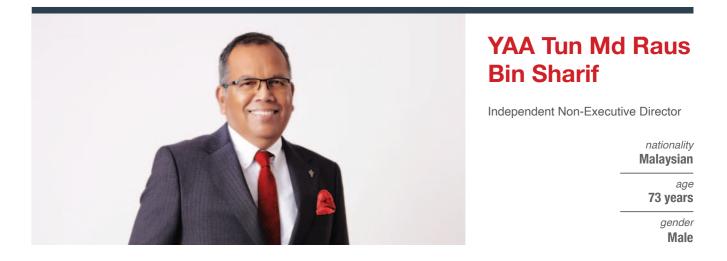
Directorship in Other Public Listed Companies:

Datuk Noor Syafiroz Bin Mohd Noor was appointed to the Board as the Executive Director on 25 July 2014. He is also a member of the Sustainability Committee.

In 1998, he graduated from La Trobe University, Australia with a Bachelor of Commerce. He has over five (5) years of audit and over twenty-one (21) years in business and business management experience.

He started his career with Messrs. Ernst and Young in 1998 as an auditor. Subsequently in 2002, he left and joined Silacom Sdn. Bhd. as General Manager. In 2005, he joined SEDANIA Corporation Sdn. Bhd. ("SCSB") as the General Manager for the business management group, where he was involved in acquiring content rights for Internet Protocol television platforms. He was subsequently promoted to Director of Operations in 2006. He has held various positions within the SCSB group serving as Executive Director of IDOTTV from 2004 onwards and CEO of IDOTTV from 2008 to 2010. Between 2011 and 2012, he was also appointed as the CEO of SEDANIA As Salam Capital Sdn. Bhd.

Datuk Firoz does not hold any directorship in any other public corporation. Datuk Firoz is the brother of Datuk Azrin, the Managing Director of the Group. Save as disclosed herein, he does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial year.



Date of Appointment 2 August 2024

Board Meetings Attended: N/A

Board Committee Memberships:

Directorship in Other Public Listed Companies: Poh Huat Resources Holdings Berhad (Non-**Executive Chairman**)

2024.

YAA Tun Md Raus began his legal career in 1976 as an officer in the Judicial and Legal Service. He held various posts, including Magistrate President of the Sessions Court, Deputy Public Prosecutor, and Legal Advisor to the Ministry of International Trade, the Ministry of Defence, and the Ministry of Home Affairs

He had also served as the State Legal Advisor for Malacca and Kelantan. His last posting with the Judicial and Legal Service was as the Treasury Solicitor with the Ministry of Finance.

On 1 November 1994, YAA Tun Md Raus was appointed as a Judicial Commissioner and elevated as a High Court Judge on 12 January 1996. During his tenure as a High Court Judge, he served in Shah Alam, Muar and Penang, as well as in Kuala Lumpur Criminal Division, Civil Division (Family Court). Commercial Division and the Appellate and Special Powers Division.

YAA Tun Md Raus was elevated to the Court of Appeal on 28 July 2006. After that, on 14 October 2009, to the Federal Court. On 12 September 2011, he was appointed President of the Court of Appeal. YAA Tun Md Raus reached the pinnacle of his judicial career when he assumed office as the 14th Chief Justice on 1 April 2017 until 31 July 2018.



Directors' Profile

YAA Tun Md Raus Bin Sharif was appointed to the Board as Independent Non-Executive Director on 2 August On 17 January 2024, YAA Tun Md Raus continued his position in the legal fraternity with his acceptance as advocate and solicitor of the High Court of Malaya. YAA Tun Md Raus was appointed by the Yang di-Pertuan Agong Al-Sultan Abdullah Ri'ayatuddin Al-Mustafa Billah Shah on 20 January 2022 as the Chairman of the Royal Commission of Inquiry (RCI) to investigate Lembaga Tabung Haji's management and operational issues from 2014 to 2020. YAA Tun Md Raus was also recently appointed as the Chairman of the RCI to investigate matters related to the Case of Sovereignty over Batu Puteh, Batuan Tengah and Tubir Selatan.

In the realm of education, YAA Tun Md Raus was appointed as the First Chancellor of City University Malaysia and was conferred the Honorary Doctor of Law by Multimedia University in 2023.

Currently YAA Tun Md Raus also assumes a position as a Chairman (Non-Executive Director) of Poh Huat Resources Holdings Berhad since 2020.

YAA Tun Md Raus does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) vears (other than traffic offences, if any). nor any public sanction or penalty imposed by regulatory bodies during the financial year.

Directors' Profile





Date of Appointment 1 December 2023

Board Meetings Attended: 4/4

Board Committee Memberships:

- Audit and Risk Management Committee (Chairman)
- Member of Nomination and Remuneration Committee (Member)
- ESOS Committee (Member)
- Sustainability Committee (Member)

Directorship in Other Public Listed Companies:

 Uzma Berhad (Non-Independent and Non-Executive Director)

Dato' Nasri Bin Nasrun

Independent Non-Executive Director

nationality Malavsian age 54 years gender Male

to the Board as Independent Non-Executive Director on 1 December 2023. He is also the Chairman of the Audit and Risk Management Committee, and a member of the Nomination and Remuneration Committee, ESOS Committee, and Sustainability Committee.

Dato' Nasri Bin Nasrun was appointed

Dato' Nasri is an accomplished accountant with a passion for technology and innovations and has more than 30 years of experience in finance, accounting and entrepreneurship. He started as an Audit Assistant at KPMG Desa Megat & Co. Kuala Lumpur in 1992. He then joined Schlumberger Technical Services Inc, Dubai, United Arab Emirates in 1996 as its Tax Consultant, where he was then responsible for its financial accounting and regional consolidation.

Dato' Nasri is an entrepreneur with a focus on the commercialisation of technology innovations. Upon his return to Malaysia, Dato' Nasri ventured into several businesses, amongst which, in Information Technology. In 2000, with several local talents whom he had identified, Dato' Nasri co-founded Secure Computing & Networking Associates Sdn. Bhd. (later, SCAN Associates Berhad, specialising in IT securities). Dato' Nasri then ventured into construction and the oil and gas industry under a group of companies he

had set up, namely, Setegap Ventures Group of Companies. Under one of its subsidiaries, Dato' Nasri was entrusted by the Malaysian government to pioneer and undertake the BLMT/PFI Concession for Student Accommodation for one of Malaysia's public universities.

SCAN Group and Setegap Ventures Group of companies thrived under Dato' Nasri's leadership, with notable achievements during the tenure included successful listings on the Kuala Lumpur Stock Exchange (KLSE) and commendable recognition under PETRONAS' Vendor Development Program (VDP). Dato Nasri's passion for technology and innovation continues to grow, such being evident in his current ventures and participation in Biopolymer and Green Technology, New Space Industry and Green Energy Generation. Dato' Nasri's commitment to bridging finance and technology underscores his remarkable career journey as a true technopreneur.

Dato' Nasri does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial year.

Date of Appointment 16 May 2019

Board Meetings Attended: 8/9

Board Committee Memberships:

- Sustainability Committee (Chairman)
- Audit & Risk Management Committee (Member)
- Nomination &
- Remuneration Committee (Member) ESOS Committee
- (Member)

Directorship in Other Public Listed Companies:

- Kumpulan Perangsang Selangor Berhad (Independent Non-Executive Director) British American Tobacco
- Berhad (Independent Non-Executive Director)

Puan Norliza Binti Kamaruddin was appointed to the Board as an Independent Non-Executive Director on 16 May 2019. Norliza is the Chairperson of the Sustainability Committee, a member of the Audit and Risk Management Committee, Nomination and Remuneration Committee, and ESOS Committee.

Norliza graduated from University Teknologi MARA with a Bachelor of Arts and Design and continued to obtain her Professional Certificate in Corporate Public Affairs ("CPA") from The Center of Corporate Public Affairs, Melbourne Business School, Australia.

Norliza is the only Malaysian to be recognised in the world's three most prestigious PR and marketing awards. She has been recognised as one of Malaysia's leading communication strategists with a deep understanding of the geopolitical landscape and a track record in developing sophisticated reputation campaigns for major organisations. Norliza is known as a 'turnaround' communications expert, constructing 'out-of-the box' solutions and achieving effective strategies/action plans that proactively address business and communications challenges.



Directors' Profile

Norliza Binti Kamaruddin

Independent Non-Executive Director

nationality Malaysian

> age 60 years

> > gender **Female**

She is currently the Managing Director in the Strategic Communications practice of FTI Consulting Inc., a global business consultancy firm listed on the NYSE. She was formerly the Global Head of Strategic Communications for Berhad Nasional Petroliam ("PETRONAS") of which she was responsible for the company's overall communications strategy, corporate branding and reputation management in more than 30 countries. Prior to that, she was also the Country Head of Corporate Affairs at Standard Chartered Bank Malaysia.

Norliza received the honour of being the first Adjunct Professor for the Faculty of Applied Communications, Multimedia University ("MMU"). She has been MMU's Industry Adviser since 2016. She has also sat on the Board of Trustee for the Standard Chartered Foundation since 2010.

Norliza does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. She has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial vear.

Directors' Profile



Yoong Weng Hong Peter Andrew Independent Non-Executive Director nationality Singaporean age 57 years gender Male

Date of Appointment 13 December 2021

Board Meetings Attended: 9/9

Board Committee Memberships:

 Nomination & Remuneration Committee (Chairman)

Directorship in Other Public Listed Companies: Peter was appointed to the Board as an Independent Non-Executive Director on 13 December 2021.

He is an entrepreneur with over twentytwo (22) years of experience in the digital start up scene. He started his digital entrepreneurship journey in 1996 in Australia with World Trade Online. He co-founded his first company in Australia when he was twenty (28) years old, and he has since founded and invested in a number of technology startups across Asia. Among the startups he co-founded are Better, CtrlShift and Pulsifi.

Peter has also been a tech investor. He

is very involved in the digital industry

with vast experience in building

successful ventures and exclusive

partnerships with the largest internet

companies in the world that include

Yahoo, MSN, Facebook, LinkedIn,

Spotify, Turner, Disney, Fox and BBC

Online. He is also a member of YPO,

EO and H2 as well as a mentor with

Techstars Global, 500 Startups (Silicon Valley) and Founder's Institute.

Peter does not hold any directorship in any other public corporation. Peter does not have any family relationship with any director and/or major shareholder of the Company, nor any conflict of interest with the Company. He has no conviction of any offences within the past five (5) years (other than traffic offences, if any), nor any public sanction or penalty imposed by regulatory bodies during the financial vear.

Ng Hock Guan

Group Chief Executive Officer



Date Of Appointment: 1 April 2024

Years Of Experience: 29 Years

Field: Construction & Building Materials, Chemicals, FMCG, Pharmaceuticals, Skincare & Personal Care

Academic / Professional Qualification(s):

- South Australia Matriculation, Cabra Dominican College (1990)
- B.Sc Mathematical Science, University of Adelaide, Australia (1993)
- B.A Marketing, University of Hertfordshire, United Kingdom (1996)
- Certificate of Economy, University of Heriot-Watt, United Kinadom (1998)
- Certificate of Digital Marketing, Columbia Business School, United States (2018)
- Certificate High Performance Leadership, IMD Business School, Switzerland (2019)
- Circus Street eCommerce Training (2021)

Career:

- Marketing Executive, Guan Soon Heng Malaysia (1995)
- Brand Executive, SOCMA (1998)
- Assistant Manager, Department Manager, DKSH (2000)
- Business Unit Director, Sanofi (2011)
- Managing Director and Head of Innovation, Beiersdorf China (2020)
- Country Manager MYSG + ASEAN Lead in eCommerce & Digital, Beiersdorf Malaysia (2023)

Key Achievements / Awards:

Ng's leadership at Beiersdorf led the brand(s) to bag numerous accolades and acknowledgment from industry experts namely: Putra Brand Awards, Youtube Awards, Brand Laureate Awards, Marketing Excellence Awards, Dragon of Asia Awards, Reader Digest Awards, Malaysia Best Employer Brands Award, and the Best of the Best Country Performance.



Key Management's Profile

Rizalzin Hashim Bin Mohammed

Group Chief Financial Officer



Date Of Appointment: 1 January 2007

Years Of Experience: 24 Years

Field: Hospitality & Services, Plantation & Manufacturing, Media, Engineering & Telecommunications Services

Academic / Professional Qualification(s):

- Bachelor of Business, majoring in Accounting from • University of Technology Sydney, Australia (1998)
- Chartered Accountant, Malaysian Institute of Accountants • Fellow Member of Certified Practising Accountant,
- Australia (CPA Australia)

Career:

- Accounts Executive, Perhentian Island Resort, Terengganu (1998)
- Assistant Manager of Finance and Administration, Inch Kenneth Kajang Rubber PLC (2000)
- Group Accountant, SEDANIA Corporation Sdn. Bhd. (2005)

Key Achievements / Awards:

- Awarded Best CFO for Investor Relations in a Micro-Cap Company by the Malaysian Investor Relations Association in 2017.
- Advanced to the honour of Fellow of CPA Australia (FCPA) in 2020



Key Management's Profile

Khairul Nisa Binti Ismail

Chief Executive Officer SEDANIA As Salam Capital Sdn. Bhd.



Date Of Appointment: Years Of Experience: 16 April 2019 26 Years

Field: Integrated Brand & Digital Marketing in IT, Telco, Banking and Market Research, Aviation/Airlines Experience in Loyalty & Customer Engagement, Ancillary Business Development & Marketing, Executive Leadership Role in FinTech Industry

Academic / Professional Qualification(s):

• Bachelor of Law (LLB), Oxford Brookes University, UK (1997)

Career:

- Associate, Lester Technology Group (1997)
- Regional Marketing Executive, South Asia, DataOne Asia (M) Sdn. Bhd. (2000)
- Regional Manager, Asia Pacific, Kantar Malaysia Sdn. Bhd. (Part of Kantar TNS Global) (2003)
- Senior Manager, Retail Development, Commercial, DiGi Telecommunications Sdn. Bhd. (2008)
- Senior Manager, Branch Remodelling & Transformation, Hong Leong Bank Berhad (2009)
- Head of Communications, Head of Marketing, Ancillary Products, AirAsia Group Berhad (2010)
- Head of Loyalty & Enrich, Malaysia Airlines (2013)
- Project Head Aireward Loyalty Program, Air Arabia PJSC, Dubai (2017)
- Marketing Head (Malaysia) & Regional Partnerships, BankBazaar Malaysia (2018)

Key Achievements / Awards:

- Bronze Medal for Best Regional Partnership Program for Asia Pacific Loyalty and Engagement (2015)
- Runner Up for the Loyalty Campaign of the Year in World Airline Loyalty Conference, San Diego (2015)
- Silver Medal for Excellence in Loyalty Marketing with Tourism Australia for Malaysia Marketing Effectiveness Awards (2016)
- Gold for Regional Partnership Program (Co-Brand Card) for Asia Pacific Loyalty and Engagement (2017/2018)
- Launched GoHalal Financing Program that enables micro financing services in Shariah way
- Partnered with leading tech partners to complement the Islamic Digital Banking ecosystem
- Distinguished Entrepreneur Lifetime Achievement Award - World Digital Economy & Technology Summit (2022)
- Best Islamic Fintech Solutions Provider in Malaysia for World Business Outlook (2023)
- Best Islamic Fintech Malaysia for Global Financial Market Review (2023)
- Most Innovative Shariah Compliant Digital Commodity Trading Platform for The Global Economics (2023)
- Best Islamic Technology Provider, The Global Economics 2023 - IFN Service Providers Poll (2023)
- Asia Pacific Technology and Innovation Icon Award 6th Asia Economic & Entrepreneurship Summit (2023)
- CEO Woman Entrepreneur of the Year, Asia Corporate Excellence and Sustainability (ACES) Awards (2023)
- Best Technology Platform in Islamic Banking & Finance 2024 (As Sidq Tawarruq), Global Islamic Finance Awards (GIFA) (2024)
- World Outstanding Women CEO Leadership Excellence Award, 3rd World Women Economic & Business Summit (2024)

Razam Bin Mohd Rashid

Chief Executive Officer SEDANIA Technologies Sdn. Bhd.



Date Of Appointment: Years Of Experience: 17 August 2017 30 Years

Field: Technology, especially Mobile Solutions & Valueadded Services

Business Ventures:

• Iridea (M) Sdn. Bhd. (1999)

Academic / Professional Qualification(s):

 Bachelor of Science in Engineering from the University of Evansville, Indiana, USA (1992)

Save as disclosed, none of the Key Management have:

- any directorship in public companies and listed issuers;
- any family relationship with any Directors and/or major shareholders of the Company;
- any conflict of interest with the Company;
- any conviction for offences within the past five (5) years other than traffic offences, if any; and
- any public sanction or penalty imposed by the relevant regulatory bodies during the financial year.



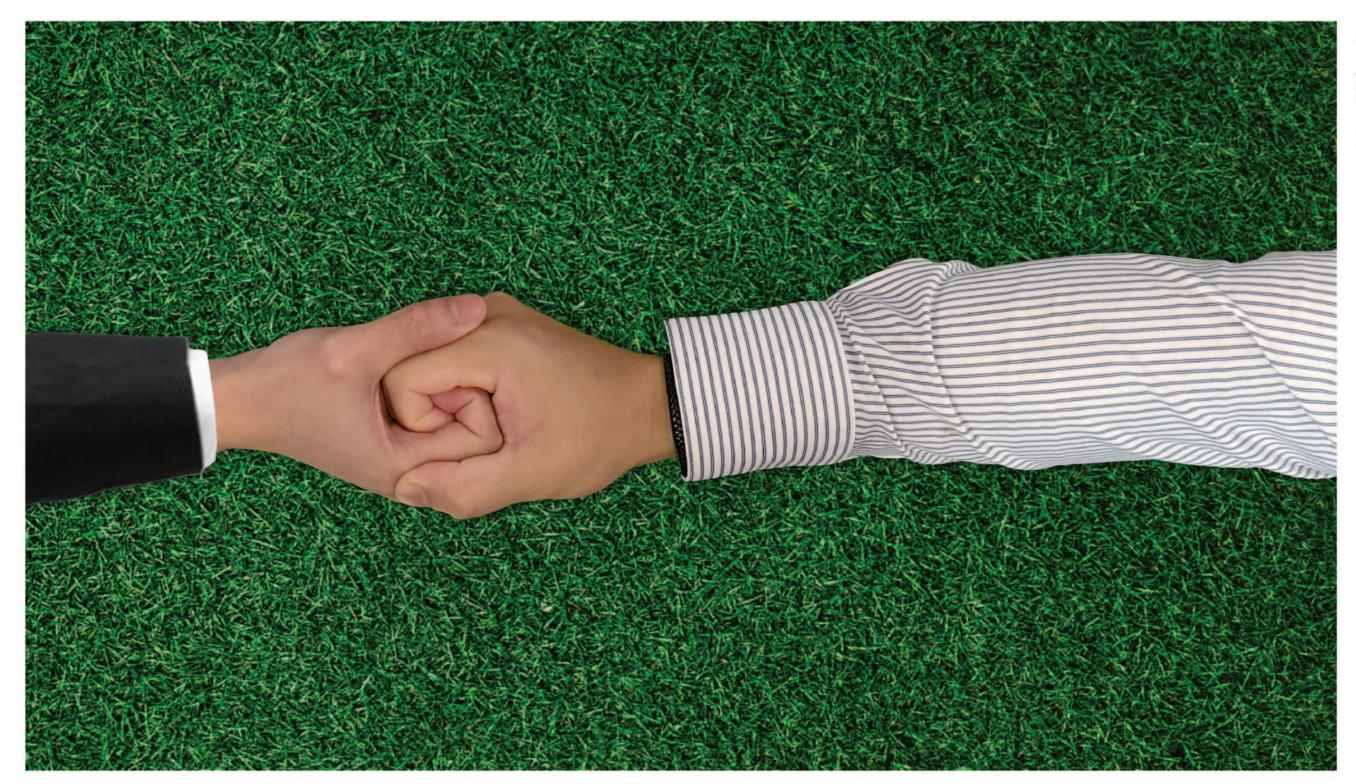
Key Management's Profile

Career:

- Robotics Engineer, Motorola USA (1992)
- · Head of Operations ISP and Value Added Services, Celcom (2000)
- Vice President, Technology / CTO of AtlasONE Malaysia Sdn. Bhd. (2001)
- Chief Executive Officer, Iridea Sdn. Bhd. (2004)
- Member of the Board of Directors / Investor / Asia Pacific Business Development Director, PRYTE Oy

Key Achievements / Awards:

- Bullseye Award, Motorola (1992)
- Bronze Medal, National Productivity Centre, Malaysia (1992)
- Developer Challenge Winner, Celcom (2008)
- Winner of Creative VAS Solution, Indosat (2010)
- Successful exit from PRYTE Oy (acquired by Facebook in 2014)
- Winner at The League of Extraordinary Developer's Challenge and
- Best Social Network Services, Celcom (2015)



Our Commitment to Good Corporate Governance

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The Signature SEDANIA 'S' Handshake

A symbol of respect, integrity, growth, and friendship-the SEDANIA 'S' handshake represents the values we hold in high regard.

Our Commitment to Good **Corporate Governance**



INTRODUCTION

Corporate governance is ... holding the balance between economic and social goals and between individual and communal goals. The governance framework is there to encourage the efficient use of resources and equally to require accountability for the stewardship of those resources.

(Sir Adrian Cadbury, 20 September 1999)

The Board's Commitment

Echoing Sir Cadbury's elaboration on corporate governance ("CG"), the Board of Directors ("Board") of SEDANIA Innovator Berhad ("SEDANIA" or the "Company") and its subsidiaries ("the Group" or "SEDANIA Group") are committed towards ensuring that good CG is observed throughout the Group. Upholding integrity and professionalism in its management of the affairs of the Group, the Board aims to enhance business prosperity and corporate accountability with the ultimate objective of realising long-term shareholders' value and safeguarding interests of other stakeholders.

As part of this commitment, the Board is pleased to set out below the manner in which the Group has applied the three main principles in the Malaysian Code on Corporate Governance 2021 ("MCCG") during the financial period ended 30 June 2024 ("FPE 2024" or "Financial Period"), which are as follows:-



This statement is prepared in compliance with ACE Market Listing Requirements ("AMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities") and it is to be read together with the Corporate Governance Report 2024 of the Company ("CG Report") which is available on the Company's website at: www.sedaniainnovator.com.

PRINCIPLE A

BOARD LEADERSHIP AND **EFFECTIVENESS**

BOARD RESPONSIBILITIES

The Board holds the responsibility for ensuring that the Group and its businesses adhere to regulatory requirements and uphold high standards of corporate governance, all in the pursuit of safeguarding and enhancing shareholders' value. In the best interests of the Group, the Board actively engages in key responsibilities, encompassing the review of the Group's strategic plans and internal controls, sustainable business practices, risk management, and succession planning.

With a composition of Directors from varied backgrounds, diverse skillsets and expertise, the Board is well-equipped to effectively fulfil its duties. The roles and responsibilities of the Board in discharging its fiduciary and leadership functions have been formalised in the Board Charter of the Company.

For the Financial Period, the Board undertake the following:

- (a) together with the senior management, promoted good corporate governance culture within the Group which reinforces ethical, prudent and professional behaviour;
- (b) reviewing and adopting a strategic business plan for the Company, including its goals and ensuring that the strategic business plan of the Company supports longterm value creation and includes strategies on economic, environmental and social considerations underpinning sustainability;
- (c) overseeing the conduct of the Group's business to evaluate whether the businesses are being properly managed;
- (d) understanding principal risks, setting the risk appetite within which the Board expects the Management to operate and ensuring the implementation of appropriate systems to manage the significant financial and nonfinancial risks and ensuring there is a sound framework for internal controls and risk management;

PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

- (e) ensuring that all candidates appointed to senior management positions are of sufficient calibre, including having in place a process to provide for the orderly succession of senior management personnel and members of the Board;
- (f) overseeing the development and implementation of a shareholder communications policy;
- (g) reviewing the adequacy and integrity of the Group's internal control and management information systems; and
- (h) ensuring that the Company adheres to high standards of ethics and corporate behaviour.

For the Board to discharge their functions and responsibilities orderly and effectively, the Board has delegated specific powers and responsibilities to various Board Committees namely Audit and Risk Management Committee ("AMRC"), Nomination and Remuneration Committee ("NRC"), Employees' Share Option Scheme ("ESOS") Committee and Sustainability Committee ("SusComm") to examine the specific issues within their respective terms of reference ("TOR") as approved by the Board and thereafter report to the Board with their recommendations. The ultimate responsibility for decision making, however, lies with the Board.

SEPARATION OF THE POSITION OF CHAIRMAN AND MANAGING DIRECTOR

In compliance with Practice 1.3 of MCCG 2021, the roles of the Chairman and Managing Director are separately held by different individuals and each of the roles has a clear division and responsibilities to ensure the balance of control, power and authority.

The Chairman of the Board, Tan Sri Abdul Halim Bin Ali, who is a Senior Independent Non-Executive Chairman, leads the Board with a keen focus on governance and compliance. His key responsibilities as the Chairman of the Board, including but not limited to the following:-

- (a) Building a high-performance Board by leading the evaluation of the Board's performance and ensuring that succession planning is considered on an ongoing basis;
- (b) Setting the Board agenda and ensuring that Board members receive complete and accurate information in a timely manner;
- (c) Leading Board meetings to ensure robust decisionmaking;



Corporate Governance Overview Statement

- (d) Encouraging active participation and allowing dissenting views to be freely expressed by Board members to tap the wisdom of all the Board members and to promote consensus building as much as possible;
- (e) Facilitating the Board and Management interface by acting as the conduit between the two parties;
- (f) Leading the Board in the adoption and implementation of good corporate governance practices in the Company;
- (g) Ensuring effective communication with stakeholders;
- (h) Facilitating the selection and appointment of a successor to the Managing Director; and
- Acting as a spokesperson for the Board and the (i) Company.

Datuk Noor Azrin Bin Mohd Noor, the Managing Director of the Company, plays a pivotal role in the daily operations and management of the Group. He actively contributes strategies and insights that drive the Group towards achieving its goals and objectives efficiently. Leading the management team, he ensures that the Group's businesses consistently deliver value to shareholders. Additionally, as a Board member, he serves as a crucial link between the Board and Management, facilitating effective communication and collaboration.

COMPANY SECRETARIES

The Board is supported by two (2) gualified and competent Company Secretaries. The Company Secretaries are the member of the Malaysian Institute of Chartered Secretaries and Administrators ("MAICSA") and are gualified to act as Company Secretary pursuant to Section 235(2) of the Companies Act 2016 (the "Act"). Further, both have also obtained their practicing certificates from the Companies Commission of Malaysia ("CCM") pursuant to Section 241(1) of the Act.

The Company Secretaries are responsible to provide support and guidance in advising the Board on all secretarial matters of the Company, in particular the compliance of the Bursa Malavsia's AMLR as well as to inform and keep the Board updated on the latest enhancements in corporate governance, changes in the legal regulatory framework, new statutory requirements and best practices.

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PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

TIMELY CIRCULATION OF MEETING MATERIALS

Annual calendar of Board Meetings, Board Committees Meetings and the Annual General Meeting is circulated in advance of the new financial year to facilitate the Directors in planning their meeting schedule for the year. Special Meetings of the Board and Board Committees are convened between the scheduled meetings to consider urgent matters that require expeditious decision or deliberation by the Board and Board Committees.

Procedures have been established for timely dissemination of Board and Board Committee papers to all Directors and Board Committees in advance of the scheduled meetings. The meeting materials of each Board meeting were given to all Board and Board Committee via email at least seven (7) days in advance prior to the respective meeting unless there is an exceptional case. Reasonable time were given to Directors to review the Board papers so that matters arising could be properly deliberated at the Board meetings and appropriate decisions could be made by the Board.

For FPE 2024, technology is effectively used in the meetings of Board and Board Committees and in communication with the Board, where the Directors may receive agenda and meeting materials online and participate in meetings via audio or video conferencing.

The Board have full access to the advice and services of the Company Secretaries and may request information and documents relating to the Company from the Company Secretaries in order to facilitate their duties as a Director. The Board may also seek for independent professional advice at the Company's expense to enable them to discharge their duties with adequate knowledge on the matters being deliberated. In addition, all Directors have full and unrestricted access to all information pertaining to the Group's businesses and affairs in a timely manner to enable them to discharge their duties effectively.

Senior Management may be invited to join the meetings to brief the Board and Board Committees on the requisite information, provide additional insights and explanations on matters being discussed, where necessary.

COMPANY'S POLICIES

The Board encourages all employees across the Group to adhere and to maintain the highest standard of ethical behaviour, hence the Group has adopted the following policies as a mechanism to minimise any risks that may occur.

1. Board Charter

The Board has a Board Charter which clearly outlines the respective roles and responsibilities of the Board, Board Committees, individual directors and Management, as well as issues and decisions reserved for the Board, membership, and operation of the Board, adopting principles of good CG and practice, in accordance with applicable laws in Malaysia.

The Board Charter is applicable to all Directors of the Company and, amongst other things, provides that all Directors must avoid conflicts of interest between their private financial activities and their part in the conduct of company business.

The Board Charter shall be reviewed periodically and may be amended by the Board from time to time to ensure that the practices of the Board are consistent with the prevailing code of corporate governance, laws and/or regulations and reflects the Board's commitment to best practice in corporate governance.

The Board Charter is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

2. Code of Conduct and Business Ethics

The Board has formalised a Code of Conduct and Business Ethics ("the Code") for its Director and employee to promote an ethical framework, policies and conduct throughout the Group. The Code serves as guidance on the standard of behaviour expected of all employees in the discharge of their duties and/or dealings with the Company to maintain high standards of business ethics and integrity. The guiding principles of the Code are as follows: -

- . Core values and culture:
- Duties of good faith, fidelity, diligence and integrity;
- Workplace culture and environment; and
- Discipline, disciplinary process and sanctions.

All employees have been provided with the Code. As part of the enforcement process, all employees are required to declare that they will adhere to the provisions of the Code.

The Code is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

3. Whistleblowing Policy

The Group has in place a whistleblowing policy ("Policy") which provide an avenue for all employees of the Group and members of the public to report genuine concerns or issues including but not limited to, reporting of fraudulent financial information, actual or suspected fraud, misappropriation of monies, misrepresentation, concealment of facts or information with the intention to mislead, violation of laws and regulations, endangerment of employees or public health and safety, violation of Company policies, taking or giving kickbacks, bribes, favours, privileges, criminal offences, blackmailing, among others.

Any employee who has reasonable belief that there is serious malpractice relating to the matter disclosed, may direct such complaint and report through the formal reporting channels set out in the Policy. The Management will ensure that any employee of the Group who raises a genuine complaint in good faith shall not be penalised for such disclosure and the identity of such complainant shall be kept confidential.

The Policy is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

For the Financial Period, there was no reported whistleblowing matter.

4. Anti-Bribery & Corruption Policy

The Board had established and adopted the Anti-Bribery and Corruption Policy ("AB & C Policy") in which the Group is committed to conducting the business ethically. as well as complying with all applicable laws, which include compliance with the Malaysian Anti-Corruption Commission Act 2009 ("MACC 2009") and the Malaysian Anti-Corruption Commission (Amendment) Act 2018 and any of its amendments or re-enactments that may be made by the relevant authority from time to time.

The AB & C Policy provides principles, guidelines and requirements on how to deal with bribery and corrupt practices that may arise in the course of daily business and operation activities within the Group.

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This AB & C Policy applies to all individuals working for the Group and all companies within the Group at all levels and grades, the Board and any third party associated with the Group.

The AB & C Policy is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

Sustainability Risks and Opportunities 5.

In line with strengthening sustainability and providing more comprehensive and strategic oversight of the Group's economic, environmental, social and governance ("E+ESG") matters, the Group had established a SusComm effective from February 2022 which shall be responsible for developing an Effective response towards material E+ESG matters to sustain and improve financial values created for stakeholder.

The TOR of the SusComm is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

The details of the Group's material sustainability matters and the relevant responses are set out in the Sustainability Statement in this Annual Report.

6. Directors' Fit and Proper Policy

The Board adopted a Directors' Fit and Proper Policy to serve as a guide to the NRC and the Board in their review and assessment of candidates for proposed new appointment and re-election of the retiring Directors of the Company. This policy also served as a guide to ensure that Directors possess the character, integrity. relevant range of skills, knowledge, experience, competence and time commitment to carry out their roles and responsibilities effectively in the best interest of the Company and its stakeholders.

The Directors' Fit and Proper Policy is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

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PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

SIZE AND COMPOSITION OF THE BOARD

The Board recognises the benefits of having a diverse Board to ensure that the mix and profiles of the Board members in terms of age, ethnicity and gender to provide the necessary range of perspectives, experience and expertise required to achieve effective stewardship and management.

The Executive Directors ("EDs") are generally responsible for making and implementing operational decisions whilst the Independent Non-Executive Directors ("INEDs") support the skills and experience of the EDs, contributing to the formulation of policy and decision-making with their knowledge and experience in other business sectors to ensure that proper check and balances are in place in Board decisions and implementation of policies.

The current Board consists of seven (7) members, comprising of one (1) Senior Independent Non-Executive Chairman, one (1) Managing Director, one (1) Executive Director and four (4) Independent Non-Executive Directors.

The Company has complied with the Rules 15.02 of the AMLR of Bursa Securities of having at least two (2) or one third (1/3) of the Board are independent directors and one (1) of the director is a woman. The Company also in line with Practice 5.2 of the MCCG where at least half of the Board are Independent Directors. In the event of any vacancy of the Board resulting in non-compliance with Rules 15.02 of the AMLR, the Company will fill the vacancy within three (3) months.

The Board is of the view that the current composition is appropriate given the nature of business and scale of operations of the Group. The current Board structure also ensures that no individual or group of individuals dominates the Board's decision making.

The profiles of the members of the Board are provided in this Annual Report.

BOARDROOM DIVERSITY

The Board does not have specific policy on gender, ethnicity and age group for candidates to be appointed to the Board policy on setting target for female candidates in the workplace. The Board is of the view that all candidates shall be given fair and equal treatment.

The Board currently has one (1) woman Director, equivalent to 14% women representation on the Board. The female Director provides the Board with gender diversity that serves to bring value to the Board discussions from different perspectives and approaches as well as different leadership styles.

The Board acknowledges the importance of boardroom diversity and views that while promoting boardroom diversity is essential, the normal selection criteria based on competencies, skills, criteria set out in the Directors' Fit and Proper Policy, extensive experience and knowledge to strengthen the Board should remain a priority.

The Board recognises the benefits of gender diversity and affirmed that gender diversity will be one of the criteria to be considered by the NRC during their evaluation process on potential candidate(s) for Board memberships.

INDEPENDENCE OF NON-EXECUTIVE DIRECTORS

The Non-Executive Directors play an instrumental role in the establishment of a solid foundation for good corporate governance. All of the Non-Executive Directors are considered by the Board to be independent of Management and free from any relationships that could interfere with the exercise of their independent judgement. The Non-Executive Directors have a diverse range of business, financial and management skills and experiences which contribute significantly to the Group's corporate strategy.

The NRC assesses the independence of the Independent Non-Executive Directors ("INEDs") annually and is satisfied with the level of independence demonstrated by all the independent directors and their ability to act in the best interest of the Company.

TENURE OF INDEPENDENT DIRECTORS

PRINCIPLE A

In accordance with the Board Charter, the tenure of the INED should not exceed a cumulative term of nine (9) years. Should the Board intend to retain the INED as independent director after serving beyond nine (9) years, then the Board shall undertake a rigorous review to determine whether the "independence" of the Director had been impaired. The findings from the review shall be disclosed to shareholders for them to make an informed decision, which is decided by way of a two-tier voting process in seeking annual shareholders' approval to retain such an independent director beyond nine (9) years.

None of the INEDs has exceeded the tenure of a cumulative term of nine (9) years in the Company as at the Financial Period.

PROCEDURES FOR APPOINTMENT OF DIRECTORS AND SENIOR MANAGEMENT

The Board has entrusted the NRC with the duty to review candidates for the Board and key senior management positions taking into consideration the candidates' skills, knowledge, expertise and experience, time commitment, character, competence, professionalism, integrity and with due regards to gender diversity as well. The NRC is also responsible to determine the appropriate remuneration packages for these appointments.

In the event that a candidate is required for the appointment of Director, the NRC would use a variety of approaches and sources to ensure that it identifies the most suitable candidates and will not limit themselves by solely relying on the recommendations from existing Board members. management or major shareholders.

During the Financial Period, Dato' Nasri Bin Nasrun has been appointed as the INED of the Company on 1 December 2023 and Mr Ng Hock Guan has been appointed as Group Chief Executive Officer on 1 April 2024.

Corporate Governance Overview Statement

BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

RE-ELECTION OF DIRECTORS

In accordance with the Company's Constitution and in compliance with the AMLR of Bursa Securities, a Directors shall retire from office at least once in every three (3) years but shall be eligible for re-election.

Pursuant to Clause 21.6 of the Company's Constitution, an election of Directors shall take place each year at the AGM of the Company, where one-third (1/3) of the Directors for the time being, or, if their number is not three (3) or a multiple of three (3), then the number nearest to one-third shall retire from office once at least in each three (3) years and shall be eligible for re-election. The Directors to retire in every year shall be the Directors who have been longest in office since their last election.

Pursuant to Clause 21.10 of the Company's Constitution, any Director so appointed either to fill a casual vacancy or as an addition to the existing Directors shall hold office only until the next following AGM of the Company and shall then be eligible for re-election but shall not be taken into account in determining the Directors who are to retire by rotation at that meeting.

Upon the recommendation of the NRC and the Board, the Directors who are standing for re-election at the forthcoming AGM of the Company are:-

- 1. Yoong Weng Hong Peter Andrew (Clause 21.6);
- 2. Dato' Nasri Bin Nasrun (Clause 21.10); and
- 3. YAA Tun Md Raus Bin Sharif (Clause 21.10).

Tan Sri Abdul Halim Bin Ali will retain office until the conclusion of the 10th AGM of the Company and will retire in accordance with Clause 21.6 of the Company's Constitution.



PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

BOARD COMMITTEE

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(a) Nomination and Remuneration Committee

On 8 December 2023, the Company has merged its Nominating Committee and Remuneration Committee into a new single committee, known as Nomination and Remuneration Committee. This merger is to enhance the efficiency and effectiveness of the Board Committees in discharging their duties and responsibilities. Currently, the NRC comprised four (4) Independent Non-Executive Directors as follows:

Chairman

Yoong Weng Hong Peter Andrew Independent Non-Executive Director



Tan Sri Abdul Halim Bin Ali. Senior Independent Non-Executive Chairman

Puan Norliza Binti Kamaruddin, Independent Non-Executive Director

Dato' Nasri Bin Nasrun, Independent Non-Executive Director

The NRC is governed by its TOR which outlines its remit, duties and responsibilities and the same is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

Prior to the merging of the Nominating Committee ("NC") and Remuneration Committee ("RC"), the RC was to assist the Board in reviewing and recommending the proposed remuneration packages of Directors and senior management of the Company while the NC assist in supporting and advise the Board in fulfilling their responsibilities to ensure the Board comprises of the right group of people, with an appropriate mix of skills, knowledge, experience and independent elements that align and fit the Company's objectives and strategic goals.

During the FPE 2024, both the NC and RC had undertaken the following activities in discharging its duties:-

- Reviewed and recommended the appointment of (i) Group Chief Executive Officer ("Group CEO") and the remuneration package.
- (ii) Reviewed the payment of Directors' fees payable to the Directors of the Company and its subsidiaries for the FYE 2023 and recommended the same to the Board for consideration.
- (iii) Reviewed the payment of benefits payable to the Non-Executive Chairman and Directors of the Company and recommended the same to the Board for consideration.
- (iv) Reviewed the proposed revision to the remuneration packages of the Chief Executive Officer of its subsidiary.
- (v) Reviewed the revised TOR of the NC.
- (vi) Reviewed and assessed the profile of candidates for appointment as Independent Non-Executive Director of the Company and the remuneration package.
- (vii) Reviewed and assessed the performance of the former Group CEO.
- (viii) Reviewed and assessed the profile of candidates for appointment as CEO of its subsidiary and the remuneration package.
- (ix) Reviewed and assessed the proposed remuneration and allowance of the Independent Non-Executive Directors of the Company.

(b) Sustainability Committee

The composition of the SusComm is as follows:

Chairperson

Puan Norliza Binti Kamaruddin Independent Non-Executive Director (Re-designated on 8 December 2023)

Members

Tan Sri Abdul Halim Bin Ali Senior Independent Non-Executive Chairman

Dato' Nasri Bin Nasrun Independent Non-Executive Director (Appointed on 8 December 2023)

Datuk Noor Syafiroz Bin Mohd Noor **Executive Director**

PRINCIPLE A

The SusComm is governed by its TOR which outlines its remit, duties and responsibilities and the same is available for viewing under the "Governance - Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

During the FPE 2024, the SusComm held two (2) meetings to deliberate on matters including the following:-

- (i) Noted the identification by the former Group CEO as the "Sustainability Lead" for the composition, scope of work and reporting structure of its Sustainability Team Member.
- (ii) Reviewed the key performance indicators (KPIs) for the Company and its subsidiaries.
- (iii) Reviewed the results of the Materiality Assessment Exercise for the financial period ended 30 June 2024

(b) Employees' Share Option Scheme Committee

The ESOS Committee is formed to administer the ESOS established by the Company with effect from 5 November 2015. The composition of the ESOS Committee is as follows:

Chairman

Tan Sri Abdul Halim Bin Ali Senior Independent Non-Executive Chairman

Members

Puan Norliza Binti Kamaruddin Independent Non-Executive Director

Dato' Nasri Bin Nasrun Independent Non-Executive Director

Encik Rizalzin Hashim Bin Mohammed Chief Financial Officer



Corporate Governance Overview Statement

BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

The ESOS Committee is governed by its TOR which outlines its remit, duties and responsibilities and the same is available for viewing under the "Investors -Corporate Governance" section of the Company's website at www.sedaniainnovator.com.

No ESOS Committee meeting has been held during the Financial Period.

BOARD ASSESSMENT

In compliance with Practice 6.1 of the MCCG, the NRC is responsible in evaluating performance and effectiveness of the entire Board, the Board Committees and individual Director on a yearly basis. The evaluation process is led by the NRC Chairman and supported by the Company Secretaries via questionnaires.

The effectiveness of the Board is assessed in the areas of the Board's roles and responsibilities, Board composition, meeting attendance record, the intensity of participation at meetings, quality of interventions and special contributions. Besides, the effectiveness of the Board Committees is assessed in terms of structure and processes, accountability and responsibility as well as the effectiveness of the Chairman of the respective Board Committees.

Based on the annual assessment conducted during the financial period, the NRC was satisfied with the existing Board composition and concluded that each Directors has the requisite competence to serve on the Board and has sufficiently demonstrated their commitment to the Company in terms of time and participation during the financial period under review and recommended to the Board the re-election of retiring Directors at the Company's forthcoming AGM. All assessments and evaluations carried out by the NRC in discharge of its functions were properly documented.

BOARD AND BOARD COMMITTEE MEETINGS

During the FPE 2024, the Board held nine (9) meetings to review the Group's operations, strategy and business plans, review and approve the guarterly financial results and annual financial statements and other matters requiring the Board's approval.



PRINCIPLE A BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

All Directors have complied with the minimum 50% attendance requirement in respect of Board meetings. The Board is satisfied with the level of time commitment given by the Directors towards fulfilling their roles and responsibilities in FPE 2024 which is evidenced by the satisfactory attendance record of the Directors at each Board meeting, details as follows: -

(a) Board meetings

Directors	Attendance for FPE 2024
Tan Sri Abdul Halim Bin Ali	9/9
Datuk Noor Azrin Bin Mohd Noor	8/9
Datuk Noor Syafiroz Bin Mohd Noor	8/9
Norliza Binti Kamaruddin	8/9
Yoong Weng Hong Peter Andrew	9/9
Dato' Nasri Bin Nasrun (Appointed on 1 December 2023)	4/4
YAA Tun Md Raus Bin Sharif (Appointed on 2 August 2024)	N/A
Datuk Syed Izuan Bin Syed Kamarulbah (Resigned on 3 November 2023)	nrin 4/4

(b) NC meetings (before merging as NRC)

Committees	Attendance for FPE 2024
Tan Sri Abdul Halim Bin Ali	2/2
Datuk Syed Izuan Bin Syed Kamarulba (Resigned on 3 November 2023)	ahrin 1/1
Norliza Binti Kamaruddin	2/2

(c) RC meetings (before merging as NRC)

Committees	Attendance for FPE 2024
Tan Sri Abdul Halim Bin Ali	3/3
Datuk Syed Izuan Bin Syed Kamarulb (Resigned on 3 November 2023)	ahrin 2/2
Norliza Binti Kamaruddin	2/3

(d) SuSComm meetings

Committees	Attendance for FPE 2024
Norliza Binti Kamaruddin	1/2
Tan Sri Abdul Halim Bin Ali	2/2
Dato' Nasri Bin Nasrun (Appointed on 1 December 2023)	1/1
Datuk Noor Syafiroz Bin Mohd Noor	2/2
Datuk Syed Izuan Bin Syed Kamarulba (Resigned on 3 November 2023)	hrin 1/1
Daniel Bernd Ruppert (Resigned on 31 January 2024)	2/2

The attendance of the ARMC Meetings held during the FPE 2024 is stated in the ARMC Report included in this Annual Report.

Prior to accepting new directorships, the Director will notify the Chairman and inform him of the expected time commitment for the new appointment accordingly. The Directors are also required to submit a timely update on their other relevant directorship and shareholdings to the Company Secretaries, who will update the Board. Such information is used to monitor the number of directorships held by the Directors and to notify the CCM accordingly, if so required.

None of the Directors of the Company held more than five (5) directorships in public corporate listed on Bursa Securities.

BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D) **PRINCIPLE A**

CONTINUING PROFESSIONAL DEVELOPMENT

The Board acknowledges the importance of continuous education and training programmes for the effective discharge of its responsibilities. This ensures awareness of the changes to regulatory requirements and their potential impact on the Group.

During the financial period, all Directors had attended various training programmes, conferences and workshops, which they have individually or collectively considered as relevant and useful in as Directors. The list of trainings/ conferences/seminars and/or workshops attended by each of the Directors are as listed below: -

Name of Directors	List of T
Datuk Noor Azrin Bin Mohd Noor	 The Faith Confere SME Corps: Prog Effective Communi NIMP 2030 : Cura Tengku Datuk Ser Capital Markets &
Datuk Noor Syafiroz Bin Mohd Noor	Management of C
Yoong Weng Hong Peter Andrew	A Day of Disruption
Dato' Nasri Bin Nasrun (Appointed on 1 December 2023)	Mandatory Accred
Norliza Kamaruddin	 SSM National (Resilience, by Co KLIP 2024 Effective Community Building Sustaination Greenhushing

YAA Tun Md Raus Bin Sharif was appointed to the Board on 2 August 2024. Hence, the training attended by him before his appointment was not included.

Tan Sri Abdul Halim Bin Ali did not attend any structures training programmes during the Financial Period under review. However, he has continuously kept himself abreast of the relevant changes and developments in the regulatory requirements, laws and accounting standards through the updates from the Company Secretaries as well as briefings by the External Auditors respectively.

During the Financial Period, the Company Secretaries and External Auditors update the Board on a regular basis the respective changes and amendments to the regulatory requirements and laws and accounting standards to help Directors keep abreast of such developments.

DIRECTORS' REMUNERATION

The details of the Directors' remuneration for the FPE 2024, including the breakdown of each individual Directors' remuneration such as fees, salaries and other Emoluments & benefit-in-kind are disclosed under Practise 8.1 in the Company's CG Report for the FPE 2024.

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Trainings/ Seminars/Conferences/Workshops/ **Programmes Attended**

rence

gram Rintis Pemangkin PMKS SCORE 5 Bintang unication, by Norliza Kamaruddin ating Malaysia's Sustainability Investment & Growth with Senator eri Utama Zafrul Tengku Abdul Aziz

& M&A Forum 2024 - Malaysia Edition

Cyber Risk by Ernst & Young

on by David Roberts

ditation Programme (MAP) by Bursa Malaysia

Conference, Enhancing Corporate Transparency, Building ompanies Commission Malaysia

inication, by Norliza Kamaruddin ability Creditability Assurance - Greenwashing and the Rise of

Our Commitment to Good Corporate Governance



PRINCIPLE B EFFECTIVE AUDIT AND RISK MANAGEMENT

REMUNERATION OF SENIOR MANAGEMENT

The Company recognises the need for corporate transparency in the remuneration of its senior management executives. However, the aggregate remuneration of the Senior Management members is not disclosed as the Board feels that it is inappropriate to disclose them and has opted not to do so in view of the competitive nature of the human resource market and to support the Company's efforts in attracting and retaining executive talent.

AUDIT AND RISK MANAGEMENT COMMITTEE

The Board is assisted by the ARMC which comprises solely of three (3) Independent Non-Executive Directors, to oversee the Group's financial reporting process. The Chairman of the ARMC is not the Chairman of the Board, ensuring that the impairment of objectivity on the Board's review of the ARMC's findings and recommendation remains intact. The ARMC members possess a wide range of skills, and they are financially literate and able to understand matters within the purview of the ARMC including the financial reporting and performance of the Group.

The Board had acknowledged Practice 9.2 of the MCCG which recommends that the ARMC to have a policy that requires a former partner of the external audit firm of the listed company to observe a cooling-off period of at least three (3) years before being appointed as a member of the ARMC and such practice has been incorporated in the TOR of the ARMC. None of the members of the Board or Board Committees were former key audit partners, and notwithstanding the above provision and in order to uphold the utmost independence, the Board and Board Committees have no intention to appoint any former key audit partner as a member of the Board and Board Committees.

In compliance with Practice 9.3 of the MCCG, the ARMC has policies and procedures to assess the suitability, objectivity and independence of external auditors taking into account relevant professional and regulatory requirements and the relationship with the auditors as a whole, including the provision of any non-audit services. The outcome of the assessment would form a basis of the ARMC in making recommendation to the Board on the reappointment of the external auditors for the ensuing year at the AGM.

The ARMC meets the External Auditors regularly to discuss their audit plan, audit findings and the Company's financial statements. Additionally, the ARMC held meetings with the External Auditors without the participation of the Group's Management team. This practice encourages independence and fosters open dialogue between both parties.

Details of the activities carried out by the ARMC for the FPE 2024 are set out in the ARMC Report of this Annual Report.

RISK MANAGEMENT AND INTERNAL CONTROL FRAMEWORK

The Board believes that effective oversight review of risk management and internal control are vital for the Group to achieve its corporate goals and objectives, strike a balance to safeguard the interest of its stakeholders and protects the Group's assets and investments.

In compliance with Practice 10.1 of the MCCG, the Board has established a framework for risk management and internal control. Set out in the this Annual Report, the Board's Statement on Risk Management and Internal Control ("SORMIC") for the FPE 2024, outlines the nature and scope of risk management and internal control of the Group and covers all the Group's operations.

The ARMC assists the Board in overseeing the Risk Management Framework and reviewing the adequacy and operating effectiveness of risk management system and internal control in the Group. The ARMC also responsible to assess proper processes exist for determining, monitoring and reviewing. The risk profile of the Group and the effective communication to the relevant business units.

As an effort to enhance the system of internal control, the Board together with the assistance of external professional Internal Audit firm adopted on-going monitoring and reviewed to the existing risk management process in place within the various business operations, with the aim of formalising the risk management function across the Group.

Further details of the IA Function have been disclosed under the ARMC Report of this Annual Report.

PRINCIPLE C INTEGRITY IN CORPORATE REPORT

COMMUNICATION WITH STAKEHOLDERS

(a) Corporate disclosures/ Investor relations

The Board recognises the importance of being transparent and accountable to its shareholders and has used various channels of communication to enable the Board and Management to continuously communicate, disclose and disseminate comprehensive and timely information to investors, shareholders, financial community and the public.

It is the Group's practice that any material information for public announcement, including annual, quarterly financial statements, press releases, and presentation to investors, analyst and media are factual and reviewed internally before issuance to ensure accuracy and is expressed in a clear and objective manner. The EDs are authorised and responsible for approving the release of all major communications to the regulators, shareholders and stakeholders.

(b) Corporate website

To further enhance communication with investors and shareholders, the Company has an "Company – Contact" section on the Company's website at www.sedaniainnovator.com which provides a platform for the shareholders and potential investors to direct their enquiries on the Company.

(c) Annual General Meeting/General Meeting

Another key avenue of communication with its stakeholders is the general meeting of the Company, which provides a useful forum for shareholders to engage directly with the Company's Directors. During the general meeting, shareholders or proxies appointed by the shareholders are at liberty to raise questions or seek clarification on the agenda items of the general meeting from the Company's Directors.

The Chairman and/or any Directors will avail themselves to provide responses to any questions raised by shareholders at the general meetings.

Corporate Governance Overview Statement

INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH

CONDUCT OF GENERAL MEETINGS

General meetings serve as an invaluable platform for shareholders to engage with the Board and Senior Management in productive dialogue and provide constructive feedback that contributes to the overall betterment of the Group.

(a) Notice of General Meeting

As recommended by the MCCG, the notice of AGM will be despatched to shareholders at least twenty-eight (28) days before the AGM, to allow shareholders to have ample time to peruse the Annual Report and make the necessary attendance and voting arrangements. The notice of AGM, which sets out the businesses to be transacted at the AGM, are also published in a major local newspaper. The Board endeavours that each item of special businesses included in the notice of an AGM or Extraordinary General Meeting is accompanied by a full explanation of the effects of any proposed resolution.

(b) Voting Format

In line with Rule 8.31A of the AMLR of Bursa Securities, all resolutions set out in the notice of general meeting will be put to vote by poll. The Company will also appoint an independent scrutineer to validate the vote cast in the general meeting. The outcome of the general meeting will then be announced to Bursa Securities on the same day while the minutes of the general meeting will be posted on the Company's website no later than thirty (30) business days after the general meeting.

The Board will consider and explore the suitability and feasibility of adopting electronic voting to facilitate greater shareholders participation at general meetings and to ensure accurate and efficient outcomes of the poll voting process.

Subject to budget constraints, the Board will also explore the use of technology to allow voting in absentia or remote shareholders' participation. The Board will assess the necessity and viability for such facility taking into consideration the number of shareholders, the reliability of the technology and cost-benefits to the Company.

Our Commitment to Good Corporate Governance

Corporate Governance Overview Statement

(c) Directors' Commitment

At the AGM, the Board encourages shareholders' participation by providing opportunities for shareholders to raise questions on the business activities of the Group, agenda of the meetings and its proposed resolutions.

During the AGM, the Directors are available to provide response to questions raised by the shareholders. The External Auditors are also present to provide their professional and independent clarification on issues of concern raised by the shareholders, if any.

KEY CG FUTURE PRIORITIES FOR FINANCIAL YEAR ENDING 30 JUNE 2025

- Ensuring the integrity of the Group's financial accounting and reporting process be maintained.
- Continuously monitoring on strategic management of material sustainability matters undertaken by Management.
- Ensuring the internal and external audit process as well as risk management oversight by the Board be duly maintained.

COMPLIANCE STATEMENT

Saved as disclosed above, the Board is of the view that the Group has complied with and shall remain committed to attaining the highest possible standards through the continuous adoption of the principles and best practices set out in MCCG and all other applicable laws, where applicable and appropriate.

This Corporate Governance Overview Statement was approved by the Board on 14 October 2024.

The Board of Directors ("the Board") of SEDANIA Innovator Berhad ("SIB" or "the Company") is pleased to present the Audit and Risk Management Committee Report which provides insights into the manner in which the ARMC discharged its functions for the Group in respect of the financial period ended 30 June 2024 ("FPE 2024").

AUTHORITY

Pursuant to Clause 17.1(a) of the Board Charter, the Board has established an Audit and Risk Management Committee ("ARMC") to assist the Board in discharging its statutory duties and responsibilities relating to accounting and reporting practices of the Company and its subsidiaries ("the Group"). In addition, the ARMC also assisted in fulfilling the Board's stewardship accountability to its shareholders and financial stakeholders. The ARMC is committed to ensure the integrity of the Group's financial reporting process and monitoring the management of risk and system of internal controls, external and internal audit processes, and other matters that may be specifically delegated to the ARMC by the Board.

COMPOSITION

Presently, the ARMC comprises three (3) members, all of whom are Independent Non-Executive Directors. The members of ARMC are as follows: -

Chairman

Dato' Nasri Bin Nasrun Independent Non-Executive Director (Appointed on 1 December 2023)

Members

Tan Sri Abdul Halim Bin Ali Senior Independent Non-Executive Director

Norliza Binti Kamaruddin Independent Non-Executive Director

The ARMC Chairman, Dato' Nasri Bin Nasrun is the member of the Malaysian Institute of Accountants and thereby the ARMC fulfilled the requirements of Rules 15.09 and Rules 15.10 of the ACE Market Listing Requirements ("AMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities") as well as Practice 8.4 of the Malaysian Code on Corporate Governance 2021 ("MCCG"). No alternate director is appointed as ARMC member. All members of the ARMC are financially literate and are able to analyse and interpret financial statements to effectively discharge their duties, roles and responsibilities for the Company.

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Audit and Risk Management Committee Report

The Company also recognised the need to uphold independence of its External Auditors and that no possible conflict of interest or whatsoever should arise. None of the members of the ARMC are former audit partners of the External Auditors appointed by the Group. The Company will observe a cooling-off period of at least three (3) years in the event that any potential candidate to be appointed as a member of the ARMC was an audit partner of the External Auditors of the Group.

MEETINGS

The ARMC conducted eleven (11) meetings during the FPE 2024 and the attendance of the ARMC members are set out as below: -

ARMC	Attendance
Dato' Nasri Bin Nasrun (Appointed on 1 December 2023)	5/5
Tan Sri Abdul Halim Bin Ali	11/11
Norliza Binti Kamaruddin	10/11
Datuk Syed Izuan Bin Syed Kamarulbahrin (Cessation of office on 3 November 2023)	5/5

The ARMC meetings were structured through the use of agendas which were distributed to the ARMC with sufficient notification. The ARMC members are provided with notices and agenda about seven (7) days before the meeting. The meetings were allocated with adequate time to allow the ARMC to address its agenda comprehensively and to discuss emerging issues. The minutes of each ARMC meeting were recorded and tabled for confirmation at the next ARMC meeting.

In addition, the Group Executive Director, Group Chief Executive Officer, Group Chief Financial Officer, key management, External Auditors and outsourced Internal Auditors were invited by the ARMC to attend the ARMC meetings on an as-needed basis to provide and present reports or information during the deliberation of matters pertaining to their respective areas.

The ARMC also had private discussion sessions with the External Auditors without the presence of Management where they were given the opportunity to raise any concern or professional opinion and thus, to be able to exert their functions independently.

Audit and Risk Management Committee Report



TERMS OF REFERENCE

A copy of the updated TOR of the ARMC is available for reference under the "Governance – Corporate Governance" section of the Company's website at (), *www.sedaniainnovator.com*.

SUMMARY OF ACTIVITIES OF THE ARMC

The activities undertaken by the ARMC in the discharge of its functions and duties for the FPE 2024 are summarised as follows: -

(a) Financial reporting

- Reviewed the unaudited quarterly financial results with Management to ensure that they are in compliance with the Malaysian Financial Reporting Standards and AMLR before recommendation to the Board for approval.
- Reviewed the audited financial statement for the financial year ended 31 December 2022 ("FYE 2022") before making recommendation to the Board for approval.
- Reviewed the business plan and annual budget of the Group for the FYE 31 December 2024 and FYE 30 June 2025 and recommended the same to the Board for approval and adoption.
- Reviewed the financial performance and financial highlights of the Group on a quarterly basis.

(b) Matters relating to External Audit

- Reviewed the Audit Completion Report for the FYE 2022 prepared by the former External Auditors of the Company.
- Evaluated and assessed the performance and effectiveness of the former External Auditors and made recommendations to the Board on the reappointment and remuneration of the External Auditors.
- Met with the former External Auditors without the presence of the Executive Directors and Management to discuss any issues that may have arisen from the external audit and obtain feedback from the former External Auditors.
- Reviewed the ARMC Report and Statement on Risk Management and Internal Control to ensure adherence to legal and regulatory reporting requirements before recommending to the Board for approval and inclusion in the Company's Annual Report.

- Reviewed on the proposed change of Auditors and change of financial year of the Company.
- Received assurance of independence from the engagement partner and his engagement team.
- Reviewed and approved the new External Auditors' Audit Planning Memorandum for the FPE 2024 outlining the engagement and reporting responsibilities, audit approach, materiality and performance materiality, areas of significant auditor attention, engagement team as well as reporting timetable, deliverables and audit fees.
- Reviewed and approved the External Auditors' scope of the statutory audit of the Company and the Group's financial statements for the FPE 2024.
- Reviewed the draft audit report and annual audited financial statements of the Company and issues arising from the financial statements, together with the External Auditors' management letter and management's responses.
- Updated by the External Auditors on changes to relevant accounting standards, regulatory and statutory requirements.
- Reported to the Board on its activities, any significant issues and results.

(c) Matters relating to Internal Audit

- Reviewed and approved the Internal Audit Plan for the FYE 2023 outlining the Internal Auditors' scope of work, annual audit plan and budget for the year to ensure the adequacy of resources, competencies and the scope of coverage.
- Received assurance of independence from the engagement partner and his engagement team.
- Reviewed the status report and recommendations for corrective action plans submitted by Internal Auditors on their risk-based internal audit assignments (where appropriate, the ARMC instructed management to rectify and improve the systems of internal controls based on the Internal Auditors' recommendations and suggestions to ensure control lapses are addressed).
- Reviewed the progress updates on the follow-up, review of the previous Internal Audit Reports.
- Reviewed and assessed the objectivity, performance and independence of the outsourced Internal Auditors.

(d) Risk Management and Sustainability Oversight

- Examined the risk element of the various proposed investments and/or joint ventures to be undertaken by the Management and sought clarification and assurance from the Management on risk mitigation measures to the identified risks.
- Exercised greater vigilance and sought assurance from Management on measures to anticipate and address material Environmental, Social and Governance risks and opportunities.
- Ensure sustainability is given due consideration in respect of the corporate strategies proposed by Management.
- (e) Matters relating to related party transaction/ conflict of interest
 - Reviewed and monitor the quarterly and annual financial statements on the disclosures relating to related party transactions that arose within the Group, if any.
 - Reviewed and monitor the disclosures relating to conflict of interest or potential conflict of interest situation that may arose within the Group, if any on a quarterly basis.

(f) Other Matters

- Reviewed and confirmed the minutes of ARMC meetings.
- Reviewed the revised Terms of Reference of the ARMC.
- Noted on the status of utilisation proceeds from private placement undertook by the Company.

INTERNAL AUDIT FUNCTION

(a) Internal Auditors

The Group has outsourced its internal audit function to a professional firm, Talent League Sdn Bhd, the ("Internal Auditors"). A team of three (3) people completes the Internal Audit structure helmed by Mr. Hong Cheong Liang, CA(M), CPA(AUS), CMIIA. The Internal Auditors were engaged to conduct regular reviews and appraisals of the effectiveness of the internal control system, governance and risk management within the Company and the Group in accordance with a structured and recognised framework. The Internal Auditors are independent of activities related to business operations and they perform their

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Audit and Risk Management Committee Report

duties in accordance with standards set by relevant professional bodies. The appointment and resignation of the Internal Auditors as well as the proposed internal audit fees are subject to review by the ARMC and for its reporting to the Board for the ultimate approval.

The Internal Auditors report directly to the ARMC and are provided full access to all the documents relating to the Company and the Group's Governance, Financial and Operational aspect divisions.

(b) Summary of Works of the Internal Audit Function for the FPE 2024

A summary of the work of the internal audit function ("IA Function") for the FPE 2024 is as follows:-

- Formulated the internal audit plan and presented the plan to the ARMC for review and approval.
- Performed internal audit work in the following areas in accordance with the approved risk-based internal audit plan:-
 - Q1 2023 Financial Reporting and Credit Risk Management;
 - Q2 2023 Human Resource Management and Management Information System;
 - Q3 2023 Purchasing and Ordering;
 - Q4 2023 Credit Risk Management;
 - Q1 2024 Inventory Control and Valuation; and
 - Q2 2024 Product Price Establishment.
- Based on the audit reviews carried out, the Internal Auditors reported the results of the audit reviews to the ARMC. The reports highlighted internal control weaknesses or deficiencies identified and corresponding recommendations for improvements.
- Followed up on the status of the implementation of Management action plans carried out and reported the same to the ARMC.

(c) Total costs incurred for the FPE 2024

The total cost incurred for the internal audit function of the Group for the FPE 2024 was RM78,000/- (FYE 2022: RM52,000/-).

The ARMC and the Board are satisfied with the performance of the outsourced Internal Auditors and have in the interest of greater independence and continuity in the internal audit function, taken the decision to continue with the outsourcing of the internal audit function.

The ARMC Report was presented and approved at the meeting of the Board of Directors held on 14 October 2024.

Our Commitment to Good Corporate Governance

Statement on Risk Management & Internal Control

1. INTRODUCTION

The Board of Directors ("Board") of SEDANIA Innovator Berhad ("Company") and its subsidiaries ("Group") is pleased to present the Statement on Risk Management and Internal Control ("Statement") which outlines the nature and scope of risk management and internal control system of SEDANIA Innovator Berhad and its subsidiaries ("the Group") for the financial period 30 June 2024 pursuant to Rule 15.26(b) of Bursa Malaysia Securities Berhad ACE Market Listing Requirements, Malaysian Code on Corporate Governance ("MCCG") and as guided by the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers ("Guidelines") issued on 31 December 2012.

2. RESPONSIBILITY FOR RISK MANAGEMENT AND INTERNAL CONTROLS

The Board affirms it is committed to establishing and maintaining a sound, effective and efficient system of risk management and internal controls system, and periodically reviewing the adequacy and integrity of those processes. The risk management and internal controls system provides risk oversight, sets the tone at the top, develops risk culture and reviews the business objectives to be in line with Group's risk profile.

The Board recognises that due to inherent limitations, the Group's system of internal control is designed to manage the Group's risks within an acceptable risk profile, rather than eliminate the risk of failure to achieve corporate objectives. Accordingly, the Board is also of the view that the Group's system of internal control can only provide reasonable but not absolute assurance against material misstatement of management and financial information and records or against financial losses or fraud.

The Board believes that the review of the adequacy and effectiveness of the system of internal control and risk management is a concerted and continuous process. Such reviews are conducted through the various committees established by the Board and Management. The Board has, through the Audit and Risk Management Committee, carried out the process of identifying, evaluating, monitoring, and managing the key operational and financial risks affecting the achievement of its corporate objectives throughout the period.

The Board is of the view that the system of internal controls in place for the year under review is sound and adequate after taking into consideration of the costs and benefits to safeguard the Group's assets and protect the stakeholders' interests in ensuring the achievement of the business objectives and enhancing shareholder value.

3. RISK MANAGEMENT

The Board acknowledges that effective risk management is an essential and indispensable part of corporate management. The Group strives to manage risk effectively with a view to protecting assets and stakeholders, ensuring the achievement of the business objectives, and enhancing shareholder value.

The Board further acknowledges that risk management is an ongoing process and that business risks are embedded and form an important part of the internal control system of the Group. As such, continuous efforts are made to improve the policies, processes, people and structures within the Group.

The Board, assisted by the Audit and Risk Management Committee ("ARMC"), approves the overall risk management framework, reviews and approves the Group's risk profiles against the agreed risk appetite. Responsibility for risk management resides at all levels within the organisation from the executive to the operational level at all business units and business support functions.

Weekly management meetings attended by Executive Directors, Chief Executive Officers, Heads of Department and key management team are held to discuss key operational issues, business performance matters, new business ventures and appropriate mitigating risk response strategies and controls.

The above risk management framework facilitates and enhances the ability of the Board and Management to manage risks within defined risk parameters and risk standards at the acceptable tolerance level.

4. INTERNAL AUDIT FUNCTIONS AND EFFECTIVENESS OF INTERNAL CONTROL

The Group's internal audit function is outsourced to an independent professional consulting firm, Talent League Sdn. Bhd. The duty of the internal audit is to examine and evaluate major processes of operations of the Group while providing control assurance services to the Board in order to assist Board members in the effective discharge of the Board's responsibilities.

The Internal Audit ("IA") Consultant aims to advise management on areas for improvement, highlight significant findings in respect of any non-compliance and subsequently perform follow-up reviews to determine the extent to which the recommendations have been implemented.

IA Consultant reports independently to the ARMC. In the course of performing its duties, IA Consultant has unrestricted access to all functions, records, documents, personnel, or any other resources or information, at all levels throughout the Group. Being an independent third party, the IA Consultant is able to perform the internal audit function with impartiality, proficiency and due professional care.

The IA Consultant adopts a risk-based approach and prepares its audit strategy and plan based on the risk profiles of the Group. The performance of the internal audit function is carried out as per the annual audit plan approved by the Audit and Risk Management Committee.

During the financial period under review, six cycles of risk-based internal audit assignments were carried out for the Group and the Company as follows:

Q1 2023 : Financial Reporting and Credit Risk Management
Q2 2023 : Human Resource Management and Management Information System
Q3 2023 : Purchasing and Ordering
Q4 2023 : Credit Risk Management
Q1 2024 : Inventory Control and Valuation
Q2 2024 : Product Price Establishment

The audit reports are presented and tabled at the quarterly ARMC meetings to preserve its independence and integrity. The internal control findings, weaknesses and recommendations as well as the management responses and action plan were deliberated during the quarterly ARMC meetings. The key management team is responsible to address and resolve areas with control weaknesses within the required time frame, and that the control procedures are in place and being followed.

5. OTHER KEY INTERNAL CONTROLS

The Board is committed to maintaining a strong control structure and environment to facilitate the proper conduct of the Group's businesses and operations. The key processes that have been established in reviewing the adequacy and integrity of the system of internal controls are as stated below:

Organisational Structure

The Group has in place an organisational structure that is aligned to business efficacy and operational requirements, with clearly defined lines of accountability, responsibility and delegated authority. The Board is the pinnacle of the corporate governance structure of the Group. The Board is assisted not only by the key management team, but also by the delegation of authority to the independent board committees such as the Audit and Risk Management, Nominating, Remuneration and Employee Share Option Scheme Committees in specific areas for enhanced internal control and corporate governance. These Board Committees are governed by clearly defined terms of reference.



Statement on Risk Management & Internal Control

Executive Review and Management Meetings

There has been active participation by the Executive Directors in the day-to-day running of business operations, and regular dialogue with senior management of the respective business units.

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Management Meetings, attended by the Executive Directors, Group Chief Executive Officer and respective Head of Department are held on a weekly basis to identify, discuss and report on operational performance, business strategy, financial and key management issues for effective monitoring and facilitating informed management decision making. In addition to the regular meetings, other ad hoc meetings are convened as and when necessary to stay on the course of achieving the Group's goals and objectives.

Policies, Procedures and Financial Authority Limits

The Group has in place documented policies and procedures to govern the financial and operational functions and internal control system of the Group. The objectives of the policies and procedures are to ensure ethics, compliance with applicable laws and regulations, internal control principles and mechanisms are embedded in operations and that there is a clear line of responsibility and accountability among the business units of the Group. Some of the key policies and procedures implemented within the Group are:

a) Group's Authority Manual

The Group's Authority Manual assigns authority to the Board and to the appropriate level of Management staff to exercise control of the Group's commitment to both capital and operational expenditures. It provides limits to enable decisions to be taken timely and at the same time provides check and balance on the amounts and types of commitments that Management can undertake on behalf of the Group. The Authority Manual is approved by the Board and is regularly updated as and when is necessary in line with the changes in the organisation.

b) Operational Manuals

Operational manuals for business units are available within the Group and set out policies and procedures for day-to-day operations and act as guidance to employees on the necessary steps to be taken in a given set of circumstances. The manuals enable tasks to be carried out with minimal supervision.

c) IT Policies and Procedures

The IT Security Policy incorporates the Corporate Policy on among others, the usage of personal computer software, E-mail and internet; management of IT assets, security implementation for the antivirus level protection and hardware systems support procedures. It is established to achieve and maintain confidentiality, integrity, availability, authenticity and reliability of information and data processing.

d) Whistle-blowing Policy

The Group's whistle-blowing policy guides employees of the Group in communicating and reporting instances of illegal or immoral conduct to the appropriate parties within the Group and at the same time protecting these employees against victimisation, discrimination, or being disadvantaged in any way arising from such communications. Arrangements are in place for the proportionate and independent investigations of all allegations or reports from within or outside the Group with appropriate follow-up actions. The policy builds into the Group's culture, abhorrence for fraud, and that any conduct of this nature will not be tolerated. It also promotes a transparent and open environment for fraud reporting within the Group.

e) Group Communication Policy

The Board has also adopted a Communication Policy to ensure that all decisions made are communicated promptly to all staff at all levels within the Group and to enable the Group to communicate effectively with its shareholders, major investors, other stakeholders, and the public generally with the intention of giving them a clear picture of the Group's performance and operations.

f) Human Resource Policy

The Group has implemented a Human Resource Policy and Code of Conduct that sets out general employment terms and conditions and sets the tone for control consciousness and employee conduct. It is designed to provide guidelines to employees with the objective of ensuring issues and matters during the tenure of their employment are properly understood by all employees. It is a written guideline that clearly defines the organisation's DNAs, values, policies, the company's expectations of employees, and employees' expectations toward the Company.

The Group has also incorporated Talent and Succession Management policies and procedures within the Human Resource Policy. This is part of the Group's organisational development initiative to ensure leadership and talent continuity for all key positions and to enhance the Group's capability to systematically identify, evaluate, develop, deploy, and retain those who are qualified, eligible and suitable to be potential successors for Senior Level Mission Critical Positions.

Anti-Bribery and Corruption Policy g)

As part of the Group's compliance with Section 17A of the Malaysian Anti-Corruption Commission ("MACC") Act 2009, the MACC (Amendment) Act 2018 and any amendments or re-enactments that may be made by the relevant authority from time to time, the Group has put in place an Anti-Bribery and Corruption Policy ("AB & C Policy") comprising policies and procedures, and a compliance, monitoring and reporting framework for the Group.

This policy aims to ensure that all employees and associated persons of the Group are aware of their obligation to disclose any corruption, bribery, conflict of interest, or similar unethical acts that they may have, and to comply with the Policy to follow the highest standards of ethical conduct of business.

In addition, internal control procedures have been set out in a series of other standard operating practice manuals and business process manuals to serve as guidance for proper measures to be undertaken and are subject to regular review, enhancement and improvement to ensure that they stay relevant and to align with the best practices.

Strategic Business Planning, Budgeting and Reporting

A Group strategic business planning process is in place where the financial planning is correlated to the Group's strategic business plans. The Group performs an annual budgeting and forecasting exercise including the development of business strategies and the establishment of key performance indicators against which units within the Group can be evaluated. The Group's strategic direction is also reviewed annually in light of the prevailing market conditions and significant market risks.

Financial performance and Monthly Management Accounts which serve as a monitoring tools are circulated to key management staff and regularly compared against budget, with detailed explanations provided for material variances, reviews of internal and external factors contributing to performance, and management actions taken to improve the results. Variances against budget are analysed and reported internally on a monthly basis in Management meetings.

Performance Reporting and Monitoring

On a guarterly and annual basis, the financial performance and progress of key projects are reported, and reviewed by the Board to enable them to gauge the Group's achievement of its annual targets and review any key financial and operational issues.

The ARMC reviews the guarterly financial statements with the Chief Financial Officer and Group Chief Executive Officer before it recommends to the Board for approval to release the financial results to Bursa Malaysia. The audited accounts are reviewed with the external auditors before recommending them to the Board for tabling them to the shareholders at the annual general meeting.

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Investment Appraisal

Major investment proposals on mergers and acquisitions as well as long-term business investments are thoroughly reviewed and appraised by the ARMC, before recommending to the Board.

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Insurance and Physical Safeguards

Adequate insurance provision and security measures on major assets of the Group are provided to ensure that it sufficiently safeguards against any mishap that will result in material losses to the Group.

Human Resource Management System

A structured Performance Management System has been developed as a means to instil a performance culture within the Group and to align operations with corporate objectives as well as employees' interests with the shareholders.

To assess and reward staff, the Group carries out formal appraisals on an annual basis to maintain high competency and capability levels.

In addition, compensation is a critical area of human resource management and one that can greatly affect employee behaviour. As such, the Company has established a grading and compensation structure comparable to the market as part of the commitment to attract and retain good talents in the Group.

Manpower planning, selection, recruitment and promotion guidelines are established and carried out to ensure that key positions within the Group are filled by staff with the appropriate calibre and the relevant competencies to support the achievement of the Group's objectives and to effectively manage the risks to ensure achievement of these objectives. A computerised Human Resource Management System provides a comprehensive employee database and an efficient support system for managing human resource functions. In addition, all new hires are required to attend a New Hire Orientation / Induction program when they join the Group.

6. WEAKNESS IN INTERNAL CONTROLS THAT RESULT IN MATERIAL LOSSES

The Management identified minor internal control weaknesses during the period, all of which are being addressed. No major internal control weaknesses were identified nor did any of the reported weaknesses result in material losses or contingencies requiring disclosure in the Group Annual Report. Management continues to take measures to strengthen the control environment.

7. ASSURANCE STATEMENT BY KEY MANAGEMENT TEAM

The Executive Directors, Group Chief Executive Officer and Chief Financial Officer ("Key Management Team") have provided assurance to the Board, to their best knowledge and belief, that the Group's risk management and internal control system was operating adequately and effectively in all material aspects, and there were no material losses incurred as a result of any weaknesses in internal controls that would require disclosure in this Annual Report.

This statement does not include the state of internal control in associated companies, which have not been dealt with as part of the Group.

8. REVIEW OF THE STATEMENT BY EXTERNAL AUDITORS

As required by paragraph 15.23 of the Listing Requirements, the external auditors have reviewed this Statement on Risk Management and Internal Control. As set out in their terms of engagement, the said review procedures were performed in accordance with the Audit and Assurance Practise Guide 3: Guidance for Auditors On Engagements To Report On The Statement On Risk Management and Internal Control Included in the Annual Report ("AAPG 3") issued by the Malaysian Institute of Accountants.

AAPG 3 does not require the external auditors to consider whether this Statement covers all risks and controls or to form an opinion on the adequacy and effectiveness of the Group's risk management and internal control system. AAPG 3 also does not require the external auditors to consider whether the processes described to deal with material internal control aspects of any significant problems disclosed in this Annual Report will, in fact, remedy the problems.

Based on their procedures performed, the external auditors have reported to the Board that nothing has come to the attention that causes them to believe that this Statement is not prepared in all material aspects, in accordance with the disclosures required by paragraphs 41 and 42 of the Statement in Risk Management and Internal Control: Guidelines for Directors of Listed Issuer, nor is factually inaccurate.

9. CONCLUSION

The Board has reviewed the adequacy and effectiveness of the Group's risk management processes and system of internal control for FPE 2024 and up to the date of this Statement and is of the view that the risk management processes and system of internal control are in place for the period covered by this Statement for identifying, evaluating and managing significant risks faced or potentially to be encountered by the Group.

The Board will continue to monitor all major risks affecting the Group and take necessary measures to mitigate them and continue to enhance the adequacy and effectiveness of the risk management and internal control systems of the Group.

This Statement was approved by the Board of Directors on 14 October 2024.

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Additional **Compliance Information**

AUDIT FEES AND NON-AUDIT FEES PAID TO EXTERNAL AUDITORS

For the Financial Period Ended 30 June 2024, the amount of audit and non-audit fees paid or payable to the Company's External Auditors by the Group and Company respectively are as follows:

Type of fees	Group (RM)	Company (RM)
Audit fees Non-audit fees	247,000 8,000	80,000 8,000
Total	255,000	88,000

MATERIAL CONTRACTS

There were no material contracts entered into by the Company and/or its subsidiaries involving Directors' and/or major shareholders' interests during the financial period.

MATERIAL CONTRACTS RELATING TO LOANS

There were no material contracts relating to loans entered into by the Company and its subsidiaries involving Directors', chief executive's and/or major shareholders' interests during the financial period.

UTILISATION OF PROCEEDS

The Company had on 20 July 2023 proposed to undertake a private placement of up to 10% of the total number of issued shares of the Company based on a shareholders' mandate which was approved by its shareholders at the Company's Ninth Annual General Meeting held on 24 May 2023 ("Private Placement").

On 6 November 2023, approximately 49.29% of the proposed private placement was completed via the issuance of 18,000,000 new ordinary shares at an issue price of RM0.1545 per share which raised a gross proceeds of RM2.781 million. Subsequently, there was no new issuance until the completion of the private placement on 2 August 2024. The details of the proceeds raised from the private placement were utilised as follows: -

Purpose	Proposed utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation	Deviation RM'000	%	Explanations (if the deviation is 5% or more)
General working capital	2,531	2,669	Within 24 months from completion	(138)	-4.96	(a)
Private Placement expenses	250	112	Upon completion	138	4.96	(b)
Total gross proceeds	2,781	2,781		-	-	

(a) The general working capital allocated from the Private Placement has been fully utilised.

(b) The actual expenses incurred for the Private Placement were lower than the estimated expense. Hence the balance of unutilised Private Placement proceeds of RM0.14 million has been re-allocated to the working capital of the Group.

EMPLOYEES' SHARE OPTION SCHEME ("ESOS")

The Employees' Share Option Scheme ("ESOS" or "Scheme") of the Company was implemented on 16 November 2015 and shall be in force for ten (10) years.

The total number of options granted, exercised, and outstanding under the ESOS during the financial period ended 30 June 2024 ("FPE 2024") are set out in the table below: -

Description

At the beginning of financial period

- (a) Total number of options granted
- (b) Total number of options exercised
- (c) Total number of options expired/lapsed
- (d) Total options outstanding

Percentage of options applicable to Directors and Senior Management under the ESOS:-

Directors and Senior Management

(a) Aggregate maximum allocation

(b) Actual granted

During FPE 2024, none of the ESOS Options was offered to the Non-Executive Directors.

RECURRENT RELATED PARTY TRANSACTIONS ("RRPT")

There was no RRPT of a revenue or trading nature entered by the Company which requires shareholders' mandate during the financial period.



Additional Compliance Information

All Eligible Employees	Executive Directors
17,837,000	500,000
-	-
-	-
(17,837,000)	(500,000)
	-

During the FPE 2024	Since commencement up to FPE 2024
50.00%	50.00% 36.98%



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Pivoting to Our Consumer-Driven **Business Model**

Committed to excellence across all business segments, SEDANIA is focused on becoming a top-rated brand, delivering sustainable value for our stakeholders.

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Directors' Responsibilities Statement in Relation to the **Financial Statements**

In preparing the annual financial statements of the Group and of the Company, the Directors are collectively responsible to ensure that these financial statements have been prepared to give a true and fair view of the state of affairs of the Group and the Company at the end of the financial period and the results and cash flows of the Group and the Company in accordance with applicable approved accounting standards in Malaysia, the provisions of the Companies Act 2016 and the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

In preparing the financial statements for the financial period ended 30 June 2024, the Directors have applied appropriate accounting policies consistently and made judgments and estimates that are reasonable and prudent.

The Directors have the responsibility for ensuring that proper accounting records are kept which disclose with reasonable accuracy the financial position of the Group and the Company and which enable them to ensure that the financial statements comply with the Companies Act 2016.

The Directors have overall responsibility for taking such steps as is reasonably open to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

This statement was presented and approved at the meeting of the Board of Directors on 14 October 2024.

the financial period ended 30 June 2024.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding. The principal activities of its subsidiaries include provision of energy efficiency solutions, renewable energy solutions, develop and operate digital solutions, procure and supply hardware and services pertaining to or connected with telecommunication and information technology, engaged in the business of Shariahcompliant platform for personal Islamic banking, financial technology consultation, solution and platforms, general advertising agents, trading of telecommunication products, trading of natural and organic products connected with offspring, family and households, manufacturing and trading of herbs based products and distributing skin care and health care products.

There have been no significant changes in the nature of these activities during the financial period.

CHANGE OF FINANCIAL YEAR END

During the financial period, the Group and the Company changed their financial year end from 31 December to 30 June and made up their financial statements for the 18 months period to 30 June 2024. Accordingly, comparative figures for the statements of comprehensive income, statements of changes in equity, statements of cash flows and the related notes are not entirely comparable with those for the current financial period.

RESULTS

(Loss)/Profit for the financial period, net of tax

Attributable to: Owners of the Company Non-controlling interests

DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year.

The directors do not recommend the payment of any dividends in respect of the financial period ended 30 June 2024.

RESERVES OR PROVISIONS

There were no material transfers to or from reserves or provisions during the financial period other than those disclosed in the financial statements.



Directors' Report

The directors hereby submit their report together with the audited financial statements of the Group and of the Company for

Group RM	Company RM
(2,801,454)	2,031,755
(2,402,639)	2,031,755
(398,815) (2,801,454)	2,031,755

Directors' Report

(Cont'd)

BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Company were prepared, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and had satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts.

At the date of this report, the directors are not aware of any circumstances which would render the amount written off as bad debts or the amount of allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent.

CURRENT ASSETS

Before the financial statements of the Group and of the Company were prepared, the directors took reasonable steps to ensure that any current assets which were unlikely to be realised in the ordinary course of business including their values as shown in the accounting records of the Group and of the Company had been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements of the Group and of the Company misleading.

VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

CONTINGENT AND OTHER LIABILITIES

At the date of this report, there does not exist:

- (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial period which secures the liabilities of any other person: and
- (ii) any contingent liabilities in respect of the Group or of the Company which has arisen since the end of the financial period.

In the opinion of the directors, no contingent or other liability of the Group or of the Company has become enforceable, or is likely to become enforceable, within the period of twelve months after the end of the financial period which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

ITEMS OF MATERIAL AND UNUSUAL NATURE

In the opinion of the directors,

Our Financials

- any item, transaction or event of a material and unusual nature; and
- Company for the financial period in which this report is made.

AUDITORS' REMUNERATION AND INDEMNITY

The auditors' remuneration of the Group and the Company during the financial period were RM333,275 and RM80,000 respectively.

The Company has agreed to indemnify the auditors of the Company as permitted under Section 289 of the Companies Act 2016 in Malavsia.

ISSUE OF SHARES AND DEBENTURES

During the financial period, the Company issued 18,000,000 new ordinary shares at a price of RM0.1545 per ordinary share for a total cash consideration of RM2,781,000 via private placement.

The new ordinary shares issued during the financial period rank pari passu in all respect with the existing ordinary shares of the Company.

During the financial period, no new issue of debentures was made by the Company.

OPTIONS GRANTED OVER UNISSUED SHARES

No options were granted to any person to take up the unissued shares of the Company during the financial period other than the issue of options pursuant to the Employees' Share Option Scheme ("ESOS").

At an Extraordinary General Meeting held on 5 November 2015, the Company's shareholders approved the establishment of an ESOS for employees and full-time Executive Directors who are confirmed employees of the Company and its subsidiaries as defined in the Companies Act 2016 in Malaysia, as amended from time to time, and any re-enactment thereof.

The share options granted are vesting immediately and settlement is by issuance of fully paid ordinary shares. The exercise price in each grant is set 10% below the weighted average of the market prices of the Company's ordinary shares in the last five trading days before the grant date. Option may be exercised any time from the date of vesting to the date of expiry.



Directors' Report (Cont'd)

(i) the results of the operations of the Group and of the Company for the financial period were not substantially affected by

(ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial period and the date of this report which is likely to affect substantially the results of the operations of the Group and of the

Directors' Report

(Cont'd)

OPTIONS GRANTED OVER UNISSUED SHARES (continued)

The options offered for the subscription of unissued ordinary shares and the respective exercise process are as follows:

			Number of	option over ord	inary shares	
Grant date	Expiry date	Exercise price	At 1.1.2023	Granted	Expired	At 30.6.2024
2 June 2022	1 June 2024	RM0.38	17,837,000	-	(17,837,000)	-

DIRECTORS

The directors in office during the financial period and during the period from the end of the financial period to the date of this report are:

Tan Sri Abdul Halim Bin Ali Datuk Noor Azrin Bin Mohd Noor* Datuk Noor Syafiroz Bin Mohd Noor* Norliza Binti Kamaruddin Yoong Weng Hong Peter Andrew Dato' Nasri Bin Nasrun YAA Tun Md Raus Bin Sharif Datuk Syed Izuan Bin Syed Kamarulbahrin

(Appointed on 1 December 2023) (Appointed on 2 August 2024) (Resigned on 3 November 2023)

* Directors of the Company and certain subsidiaries

Other than as stated above, the names of the directors of the subsidiaries of the Company in office during the financial period and during the period from the end of the financial period to the date of this report are:

Dato' Wan Mohd Fadzmi Bin Che Wan Othman Fadzilah Choy Khin Ming Faridah Binti Ahmad Fadzil Fauziah Binti Ahmad Fadzil Izharul Effendy Bin Ramli Mohamad Faisal Bin Ahmad Fadzil Mohamad Rozaimy Bin Abd Rahman Rizalzin Hashim Bin Mohammed Sri Suwarni Noorisa Suraya Binti Jamal

(Appointed on 18 December 2023)

DIRECTORS' INTERESTS

According to the Register of Directors' shareholdings required to be kept by the Company under Section 59 of the Companies Act 2016 in Malaysia, the interests of directors in office at the end of the financial period in shares and share option granted under ESOS in the Company and its related corporations during the financial period were as follows:

	At Number of ordinary shares			
	1.1.2023	Bought	Sold	At 30.6.2024
Interests in the Company				
Direct interests:				
Tan Sri Abdul Halim Bin Ali	1,100,000	-	-	1,100,000
Datuk Noor Azrin Bin Mohd Noor	10,043,226	-	-	10,043,226
Datuk Noor Syafiroz Bin Mohd Noor	5,600,000	-	-	5,600,000
Indirect interest:				
Datuk Noor Azrin Bin Mohd Noor*	114,182,892	857,300	-	115,040,192
Interest in the holding company - SEDANIA Corporation Sdn. Bhd. Direct interest:				
Datuk Noor Azrin Bin Mohd Noor	999,999	-	-	999,999
	4	 Number of sha 	are options _	>
	At			At
	1.1.2023	Granted	Expired	30.6.2024

Share options in the Company Direct interest: Datuk Noor Azrin Bin Mohd Noor

* Deemed interested by virtue of the interest in the shares of the holding company and sibling.

By virtue of his interests in the ordinary shares of the Company and pursuant to Section 8 of the Companies Act 2016 in Malaysia, Datuk Noor Azrin Bin Mohd Noor is deemed to have an interest in the ordinary shares of the subsidiaries to the extent that the Company has an interest.

Other than as stated above, none of the other directors in office at the end of the financial year had any interest in ordinary shares or debentures of the Company and its related corporations during the financial period.



Directors' Report (Cont'd)

500,000 - (500,000)

Directors' Report

(Cont'd)

Since the end of the previous financial year, no director of the Company has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable, by the directors as shown below) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

The directors' benefits of the Group and of the Company were as follows:

	Group RM	Company RM
Directors of the Company		
Executive directors		
- Fees	406,445	-
- Other emoluments	2,918,043	2,567,742
	3,324,488	2,567,742
Non-executive directors		
- Fees	294,500	222,500
	3,618,988	2,790,242

Neither during, nor at the end of the financial period, was the Company a party to any arrangements where the object is to enable the directors to acquire benefits by means of the acquisition of shares in, or debentures of the Company or any other body corporate, other than those arising from the share options granted under the ESOS.

INDEMNITY TO DIRECTORS AND OFFICERS

During the financial period, the total amount of indemnity insurance coverage and insurance premium paid for the directors and officers of the Company were RM15,000,000 and RM69,300 respectively.

SUBSIDIARIES

The details of the Company's subsidiaries are as follows:

SEDANIA Malaysia 100% Technologies Sdn. Bhd. 100% SEDANIA As Malaysia 100% SEDANIA As Malaysia 100% Salam Capital Sdn. Bhd. 100% Offspring Inc Malaysia 51% Sdn. Bhd. Malaysia 51% Tanamera Malaysia 51% Group Sdn. Bhd. 51% Subsidiary of Offspring Inc Sdn. Bhd. 90% PT Alami Indonesia 90% Natura Abadi Malaysia 100% Subsidiary of Tanamera Group Sdn. Bhd. FA Herbs Malaysia FA Herbs Malaysia 100% Sdn. Bhd. Malaysia 100%	Name of	Principal place of business/ Country of incorporation	Ownershi 30.6.2024
Salam Capital Sdn. Bhd. Offspring Inc Malaysia 51% Sdn. Bhd. Malaysia 51% Tanamera Malaysia 51% Group Sdn. Bhd. 51% Subsidiary of Offspring Inc Sdn. Bhd. 90% PT Alami Indonesia 90% Natura Abadi Malaysia 100% Subsidiary of Tanamera Group Sdn. Bhd. 100% FA Herbs Malaysia 100% Sdn. Bhd. Malaysia 100%	SEDANIA Technologies		
Sdn. Bhd.TanameraMalaysia51%GroupSdn. Bhd.Subsidiary of Offspring Inc Sdn. Bhd.PT AlamiIndonesia90%Natura AbadiSubsidiary of Tanamera Group Sdn. Bhd.FA HerbsMalaysia100%Sdn. Bhd.Sdn. Bhd.100%TanameraMalaysia100%Tropical SpaSan Spa100%	Salam Capital	Malaysia	100%
Group Sdn. Bhd. Subsidiary of Offspring Inc Sdn. Bhd. PT Alami Indonesia 90% Natura Abadi Subsidiary of Tanamera Group Sdn. Bhd. FA Herbs Malaysia 100% Sdn. Bhd. Tanamera Malaysia 100% Tropical Spa		Malaysia	51%
PT Alami Indonesia 90% Natura Abadi Subsidiary of Tanamera Group Sdn. Bhd. 90% FA Herbs Malaysia 100% Sdn. Bhd. Sdn. Bhd. 100% Tanamera Malaysia 100% Tropical Spa State	Group	Malaysia	51%
Natura AbadiNatura AbadiSubsidiary of Tanamera Group Sdn. Bhd.FA HerbsMalaysiaSdn. Bhd.TanameraMalaysiaTropical Spa	Subsidiary of Offs	oring Inc Sdn. Bhd.	
FA Herbs Malaysia 100% Sdn. Bhd. Tanamera Malaysia 100% Tropical Spa		Indonesia	90%
FA Herbs Malaysia 100% Sdn. Bhd. Tanamera Malaysia 100% Tropical Spa	Subsidiary of Tana	mera Group Sdn. Bhd.	
Tropical Spa	FA Herbs	•	
oun. bhu.		Malaysia	100%

INTERESTS IN HOLDING COMPANY AND OTHER RELATED CORPORATIONS

Other than as disclosed elsewhere in this report, the Company does not have any interest in shares in the holding company and its other related corporations during the financial period.



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Directors' Report (Cont'd)

ip interest

31.12.2022 Principal activities

- 100% Provision of energy efficiency solutions, renewable energy solutions, develop and operate digital solutions, procure and supply hardware and services pertaining to or connected with telecommunication and information technology
- 100% Engaged in the business of Shariah-compliant platform for personal Islamic banking, financial technology consultation, solution and platforms, general advertising agents, trading of telecommunication products
- 51% Engaged in trading of natural and organic products connected with offspring, family and household
 - Investment holding
 - Engaged in trading of natural and organic products connected with offspring, family and household
- Manufacturing and trading of herb based products
- Distributing skin care and health care products

Directors' Report

(Cont'd)

SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD

(a) On 28 December 2022, the Company announced that it had entered into a Share Sale Agreement ("SSA") with Encik Ariffin Bin Sabirin for the acquisition of 34,000 ordinary shares ("Sale Shares") in Wasiyyah Shoppe Berhad ("WSB"), a company incorporated in Malaysia, representing a 20% equity interest in WSB, for a purchase consideration of RM3,000,000 to be fully satisfied by cash.

The proposed acquisition is to enable the Group to expand its presence in the growing Islamic financial technology business.

On 1 March 2023, the Group completed its acquisition of WSB.

- (b) The Company announced that it had received a letter dated 21 September 2023 from the solicitors acting for Karine Low and Tan Kien Yeow, accompanied by a Court Order dated 30 August 2023 by the Kuala Lumpur High Court of Malaya. On 17 November 2020, the Company received a letter of demand from two individuals who claimed to have 49% equity interest in the issued and paid-up share capital of Offspring Inc Sdn. Bhd. ("OFFSPRING") via a Shareholder Agreement entered into between the Plaintiffs and SEDANIA Corporation Sdn. Bhd. ("SCSB") dated 8 October 2018. As of today, the Company holds 51% equity interest whilst SCSB holds 49% equity interest in OFFSPRING. The Plaintiffs obtained a Court Order to recognise and enforce an arbitration award that granted certain reliefs, namely:
 - (i) SCSB and OFFSPRING are jointly and severally to pay for the damages in the amount of RM14,523,599.99 or any part thereof remaining unpaid, at the rate of 5% per annum from 22 December 2020 until the date of the Court Order:
 - (ii) SCSB and OFFSPRING are jointly and severally to bear the entire costs of the arbitration in the sum of RM416,358.02 as determined by the Director of the Asian International Arbitration Centre;
 - (iii) SCSB and OFFSPRING are jointly and severally to pay legal and other costs (inclusive of disbursements, expenses and tax) in the sum of RM365,937.40; and
 - (iv) SCSB and OFFSPRING are jointly and severally to pay simple interest on sums awarded above or any part thereof remaining unpaid, at the rate of 5% per annum from the date of Court Order until final payment.
- (c) On 3 November 2023, the Company announced that it had entered into a conditional shares sale agreement ("SSA") with Mohamad Faisal Bin Ahmad Fadzil, Fauziah Binti Ahmad Fadzil and Faridah Binti Ahmad Fadzil for the acquisition of 4.354,203 shares in Tanamera Group Sdn Bhd ("TGSB"), representing 36.90% equity interest in TGSB, for a purchase consideration of RM4,500,000 to be fully satisfied by cash.

Simultaneous to the entering of the SSA, the Company announced that it had entered into a conditional subscription agreement ("SA") with TGSB for the subscription of additional 3,397,030 shares in TGSB's enlarged share capital of 15,197,039 shares to be issued by TGSB to the Purchaser ("Subscription Shares"), for the subscription amount of RM3,680,000 to be fully satisfied by cash.

On 30 November 2023, the Group completed its acquisition of TGSB. TGSB become a 51%-owned subsidiary of the Company.

ULTIMATE HOLDING COMPANY

The directors regard SEDANIA Corporation Sdn. Bhd., a company incorporated in Malaysia, as the ultimate holding company of the Company.

AUDITORS

Our Financials

The auditors, Messrs Baker Tilly Monteiro Heng PLT, have expressed their willingness to continue in office.

This report was approved and signed on behalf of the Board of Directors in accordance with a resolution of the directors:

DATUK NOOR AZRIN BIN MOHD NOOR Director

DATUK NOOR SYAFIROZ BIN MOHD NOOR Director

Date: 22 October 2024



Statements of Financial Position

As At 30 June 2024

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		Gro			ipany
	Note	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
ASSETS					
Non-current assets					
Property, plant and equipment	5	19,266,097	3,307,087	277,722	
Right-of-use assets	6	1,773,703	1,473,132		
Intangible assets	7	2,961,510	98,196	-	
Investment in subsidiaries	8	_,	-	50,149,680	41,969,680
Investment in associates	9	3,795,445	-	3,000,000	,,,
Deferred tax assets	10	1,341,280	762,129	-	
Trade and other receivables	11	-	-	6,286,467	4,037,574
Contract assets	12	11,785,760	13,045,318	-	,,-
Total non-current assets		40,923,795	18,685,862	59,713,869	46,007,254
Current assets					
Inventories	13	5,753,770	9,376,564	-	
Current tax assets		1,303,665	670,209	-	
Trade and other receivables	11	15,873,509	11,155,179	6,039,408	13,196,159
Contract assets	12	2,047,245	3,380,683	-	
Short-term funds	14	39,321	3,013,219	27,296	25,948
Deposit, cash and bank balances	15	7,752,637	11,476,999	87,491	173,798
Total current assets		32,770,147	39,072,853	6,154,195	13,395,905
TOTAL ASSETS		73,693,942	57,758,715	65,868,064	59,403,159
EQUITY AND LIABILITIES	mpany				
Equity attributable to owners of the Co Share capital	16	68,493,271 (24,445,349)	65,712,271	68,493,271	
Equity attributable to owners of the Co Share capital Other reserves		(24,445,349)	(24,325,659)	-	114,02
Equity attributable to owners of the Co	16			68,493,271 - (4,537,929)	114,02
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses	16	(24,445,349) (6,391,951) 37,655,971	(24,325,659) (4,187,092) 37,199,520	-	114,02 (6,727,27
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses	16	(24,445,349) (6,391,951)	(24,325,659) (4,187,092)	(4,537,929)	114,02 (6,727,27
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests	16	(24,445,349) (6,391,951) 37,655,971	(24,325,659) (4,187,092) 37,199,520	(4,537,929)	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities	16 17	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789	(4,537,929) 63,955,342 - 63,955,342	114,02 (6,727,27 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings	16 17 18	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676	(4,537,929) 63,955,342	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities	16 17 18 19	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523	(4,537,929) 63,955,342 - 63,955,342	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities	16 17 18	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676	(4,537,929) 63,955,342 - 63,955,342	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves	16 17 18 19	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523	(4,537,929) 63,955,342 - 63,955,342	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities	16 17 18 19	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312	(4,537,929) 63,955,342 63,955,342 173,569 -	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities Current liabilities	16 17 18 19	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312	(4,537,929) 63,955,342 63,955,342 173,569 -	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities Current liabilities Loans and borrowings	16 17 18 19 10	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402 11,832,747	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312 8,333,511	(4,537,929) 63,955,342 63,955,342 173,569 - 173,569	114,02 (6,727,277 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities Current liabilities Loans and borrowings Lease liabilities	16 17 18 19 10 18	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402 11,832,747 2,341,730	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312 8,333,511 4,455,695	(4,537,929) 63,955,342 63,955,342 173,569 - 173,569	114,02 (6,727,27 59,099,01
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities Loans and borrowings Lease liabilities Current liabilities Current liabilities Current liabilities Current tax liabilities	16 17 18 19 10 18	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402 11,832,747 2,341,730 1,203,208	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312 8,333,511 4,455,695 537,665	(4,537,929) 63,955,342 63,955,342 173,569 - 173,569 39,924 -	114,02 (6,727,277 59,099,015 59,099,015
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities Current liabilities Loans and borrowings Lease liabilities Current liabilities Current tax liabilities Trade and other payables	16 17 18 19 10 10	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402 11,832,747 2,341,730 1,203,208 113,521	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312 8,333,511 4,455,695 537,665 6,337	(4,537,929) 63,955,342 63,955,342 173,569 - 173,569 39,924 34,249	114,02 (6,727,277 59,099,015 59,099,015 304,144
Equity attributable to owners of the Co Share capital Other reserves Accumulated losses Non-controlling interests TOTAL EQUITY Non-current liabilities Loans and borrowings Lease liabilities Deferred tax liabilities Total non-current liabilities	16 17 18 19 10 10	(24,445,349) (6,391,951) 37,655,971 14,235,009 51,890,980 9,306,873 654,472 1,871,402 11,832,747 2,341,730 1,203,208 113,521 6,311,756	(24,325,659) (4,187,092) 37,199,520 4,230,269 41,429,789 7,267,676 1,057,523 8,312 8,333,511 4,455,695 537,665 6,337 2,995,718	(4,537,929) 63,955,342 63,955,342 173,569 - 173,569 39,924 34,249 1,664,980	65,712,271 114,021 (6,727,277 59,099,015 59,099,015 59,099,015 304,144 304,144 304,144

		Group		Con	npany
	Note	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Revenue Cost of sales	21	78,074,351 (39,476,531)	38,352,573 (20,293,898)	-	-
Gross profit Other income	22	38,597,820 3,069,869	18,058,675 461,413	- 10,465,155	- 2,844,862
Administrative and distribution expenses Net (impairment losses)/ reversal of impairment losses on financial assets		(40,337,878)	(19,588,027)	(8,259,300)	(3,205,396)
and contract assets Other operating expenses	23	(4,231,649) (344,445)	1,903,765 (2,023)	(319,632)	1,406,922 (70,800)
		(44,913,972)	(17,686,285)	(8,578,932)	(1,869,274)
Operating (loss)/profit Finance income Finance costs Share of results of associates, net of tax	24 25	(3,246,283) 2,453,548 (1,518,061) 819,076	833,803 1,845,191 (554,030) -	1,886,223 194,669 (1,769)	975,588 247,768 (100,014) -
(Loss)/Profit before tax Income tax expense	26 28	(1,491,720) (1,309,734)	2,124,964 (773,650)	2,079,123 (47,368)	1,123,342 (1,578)
(Loss)/Profit for the financial period/year		(2,801,454)	1,351,314	2,031,755	1,121,764
Other comprehensive income, net of tax Items that may be reclassified subsequently to profit or loss Exchange differences on translation of foreign operation Share of other comprehensive income of an associate		(12,350) 40,187	-	-	-
Total comprehensive (loss)/income for the financial period/year		(2,773,617)	1,351,314	2,031,755	1,121,764
(Loss)/Profit attributable to: Owners of the Company Non-controling interests		(2,402,639) (398,815)	768,601 582,713	2,031,755	1,121,764 -
		(2,801,454)	1,351,314	2,031,755	1,121,764
Total comprehensive (loss)/income attributable to: Owners of the Company		(2,368,121)	768,601	2,031,755	1,121,764
Non-controling interests		(405,496) (2,773,617)	582,713 1,351,314	- 2,031,755	- 1,121,764
(Loss)/Earnings per share attributable to ordinary shareholders of the Company (see	en)				

л**у (sen)** 29 orair - Basic - Diluted 29

The accompanying notes form an integral part of these financial statements.



Statements of **Comprehensive Income**

For the Financial Period Ended 30 June 2024

(0.68)	0.22
(0.68)	0.22

Statements of Changes in Equity

For the Financial Period Ended 30 June 2024

		V	Attribut	Attributable to owners of the Company	's of the Com	pany			
	Note	Share capital RM	Reorganisation debit RM	Share option reserve RM	Foreign exchange reserve RM	Accumulated losses RM	Sub-total RM	Non- controlling interests RM	Total equity RM
Group At 1 January 2023		65,712,271	(24,439,680)	114,021		(4,187,092)	37,199,520	4,230,269	41,429,789
Total comprehensive loss									
Loss for the financial period Uses for the financial period Other comprehensive		I	I	·		(2,402,639)	(2,402,639)	(398,815)	(2,801,454)
(loss)/income for the financial period		I			(5,669)	40,187	34,518	(6,681)	27,837
Total comprehensive loss		I		I	(5,669)	(2,362,452)	(2,368,121)	(405,496)	(2,773,617)
Transactions with owners Issuance of ordinary shares									
pursuant to private placement Share options issued	16 17	2,781,000	1 1	- 43,572			2,781,000 43,572		2,781,000 43,572
employee share options Non-controlling interests	17		ı	(157,593)	I	157,593		ı	ı
arising from investment in subsidiaries			I		ı	ı		10,410,236	10,410,236
iotal transactions with owners		2,781,000		(114,021)	1	157,593	2,824,572	10,410,236	13,234,808
At 30 June 2024		68,493,271	(24,439,680)		(5,669)	(6,391,951)	37,655,971	14,235,009	51,890,980
At 1 January 2022		Q	65,649,141	(24,439,680)	49,854	(4,955,693)	36,303,622	4,627,556	40,931,178
Total comprehensive income for the financial year Profit for the financial year, representing total comprehensive income	me hensive					768,601	768,601	582,713	1,351,314
Transactions with owners Issuance of ordinary shares pursuant to ESOS Share options issued Dividends paid on shares	(5)	9, <u>7,</u> 8	63,130 -		(1,190) 65,357 -		61,940 65,357 -	- - (980,000)	61,940 65,357 (980,000)
Total transactions with owners	ers		63,130	I	64,167	I	127,297	(980,000)	(852,703)
At 31 December 2022		9	65,712,271	(24,439,680)	114,021	(4,187,092)	37,199,520	4,230,269	41,429,789

	Note	Att Share capital RM	tributable to own Share option reserve RM	ers of the Company Accumulated Iosses RM	Total equity RM
Company At 1 January 2023		65,712,271	114,021	(6,727,277)	59,099,015
Total comprehensive income for the financial period Profit for the financial period, representing total comprehensive income		-	-	2,031,755	2,031,755
Transactions with owners Issuance of ordinary shares pursuant to private placement Share options issued	16 17	2,781,000	- 43,572	-	2,781,000 43,572
ESOS - expiry of vested employee share options	17	-	(157,593)	157,593	-
Total transactions with owners		2,781,000	(114,021)	157,593	2,824,572
At 30 June 2024		68,493,271	-	(4,537,929)	63,955,342
At 1 January 2022		65,649,141	49,854	(7,849,041)	57,849,954
Total comprehensive income for the financial year Profit for the financial year, representing total comprehensive income		-	-	1,121,764	1,121,764
Transactions with owners Issuance of ordinary shares pursuant to ESOS Share options issued	16 17	63,130	(1,190) 65,357	-	61,940 65,357
Total transactions with owners		63,130	64,167	-	127,297
At 31 December 2022		65,712,271	114,021	(6,727,277)	59,099,015



Statements of Changes in Equity For the Financial Period Ended 30 June 2024 (Cont'd)

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For the Financial Period Ended 30 June 2024

	Group	Company			
	Note	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Cash flows from operating activities					
(Loss)/Profit before tax		(1,491,720)	2,124,964	2,079,123	1,123,342
Adjustments for:					
Amortisation of intangible asset Bad debts written off Depreciation of:		113,534 18,362	12,315	-	-
- property, plant and equipment		966,920	394,508	12,248	-
- right-of-use assets		1,769,807	609,424	-	-
Dividend income		-	-	(5,063,818)	(1,020,000)
Fair value adjustment on receivables					
measured at amortised cost		-	-	319,548	70,800
Fair value gain on short-term funds		(31,623)	(87,362)	(1,337)	(24,862)
Gain on bargain purchase		(2,509,229)	-	-	-
Gain on disposal of property, plant and					
equipment		(252,497)	(497)	-	-
Impairment losses on:					
 investment in an associate 		-	435,900	-	435,900
- contract assets		92,186	-	-	-
 trade receivables 		4,825,512	705,598	-	-
Interest expense		1,518,061	554,030	1,769	100,014
Interest income		(2,453,548)	(1,845,191)	(194,669)	(247,768)
Inventories written down		12,107	13,607	-	-
Property, plant and equipment written off		78	-	-	-
Reversal of impairment losses on:					(
 amount owing by a subsidiary 		-	-	-	(1,842,822)
- contract assets		(679,624)	(848,828)	-	-
- trade receivables		(6,425)	(2,196,435)	-	-
Share of results from an associate		(819,076)	-	-	-
Share options granted under ESOS		43,572	65,357	16,267	20,333
Unrealised loss/(gain) on foreign exchange		53,169	(10,353)	-	-
		2,661,286	(2,197,927)	(4,909,992)	(2,508,405)
Operating profit/(loss) before changes in					
working capital		1,169,566	(72,963)	(2,830,869)	(1,385,063)
Changes in working capital:					
Contract assets		5,566,692	2,849,996	-	-
Inventories		8,249,892	(2,296,417)	-	-
Trade and other receivables		(6,448,520)	258,872	(180,671)	(13,317)
Trade and other payables		(2,739,762)	592,175	160,087	(51,971)
		4,628,302	1,404,626	(20,584)	(65,288)
Cash generated from/(used in) operations		5,797,868	1,331,663	(2,851,453)	(1,450,351)
Interest paid		(311,737)	(117,932)	-	-
Income tax paid		(2,571,081)	(2,130,940)	(13,119)	(1,578)
Net cash from/(used in) operating activities		2,915,050	(917,209)	(2,864,572)	(1,451,929)

		Gr	oup	Con	npany
	Note	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Cash flows from investing activities		(5.0.40.000)		(0, (00, 000)	
Acquisition of subsidiaries	8	(5,248,906)	-	(8,180,000)	
Advances to a subsidiary		-	-	-	(3,431,427
Advances to ultimate holding company		(200)	-	-	
Change in pledged deposit		(50,000)	-	-	
Dividend received		-	-	5,063,818	1,020,000
Interest received		67,290	33,270	194,657	247,768
Investment in an associate		(3,000,000)	(435,900)	(3,000,000)	(435,900
Proceeds from disposal of property, plant		212 500	500		
and equipment Purchase of intangible assets		312,500	(16,700)	-	-
Purchase of property, plant and equipment	(a)	(840,118)	(89,178)	(69,970)	
Repayments from subsidiaries	(a)	(040,110)	(09,170)	4,796,287	-
Repayments to ultimate holding company			-	4,790,207	(1,938,000
Withdrawal of short-term funds		3,005,521	3,873,457		5,970,954
		3,003,321	5,075,457		5,870,854
Net cash (used in)/from investing activities		(5,753,913)	3,365,449	(1,195,208)	1,433,395
Cash flows from financing activities	(b)				
Advances from directors	()	191,239	-	-	
Advances from subsidiaries		-	-	1,200,749	
Dividend paid		-	(980,000)	-	
Drawdown of term loans		2,815,048	6,461,834	-	
Drawdown of trade facilities		1,040,000	8,496,000	-	
Interest paid		(1,206,324)	(436,098)	(1,769)	
Payment of lease liabilities		(1,467,447)	(556,913)	-	
Proceeds from issuance of ordinary shares		2,781,000	61,940	2,781,000	61,940
Repayment of hire purchase obligations		(285,017)	(111,362)	(6,507)	
Repayment of term loans		(1,428,633)	(2,095,198)	-	
Repayment of trade facilities		(3,368,109)	(6,381,284)	-	
Repayment to ultimate holding company		-	(1,938,000)	-	-
Net cash (used in)/from financing activities		(928,243)	2,520,919	3,973,473	61,940
Net (decrease)/increase in cash and					
cash equivalents		(3,767,106)	4,969,159	(86,307)	43,406
Cash and cash equivalents at the beginning	q		,,	· · · · · · /	_ ,
of the financial period/year	-	11,476,999	6,507,840	173,798	130,392
Effects of exchange rate changes on cash					
and cash equivalents		(7,256)	-	-	-
Cash and cash equivalents at the end of th	е				
financial period/year	15	7,702,637	11,476,999	87,491	173,798



Statements of Cash Flows For the Financial Period Ended 30 June 2024 (Cont'd)

Statements of Cash Flows

For the Financial Period Ended 30 June 2024 (Cont'd)

(a) During the financial period, the Group and the Company acquired property, plant and equipment which are satisfied by the following:

		Gro	up	Com	pany
	Note	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Purchase of property, plant and equipment	5	1,796,118	89,178	289,970	-
Financed by way of hire purchase arrangements		(956,000)	-	(220,000)	-
Cash payments on purchase of property, plant and equipment		840,118	89,178	69,970	-

(b) Reconciliation of changes in liabilities arising from financing activities are as follows:

		•	←───	Non-cash ——		
	At 1.1.2023 RM	Cash flows RM	Acquisition of a subsidiary RM	Acquisition RM	Other RM	At 30.6.2024 RM
Group						
Amounts owing						
to directors	-	191,239	-	-	-	191,239
Hire purchase						
payables	139,417	(285,017)	10,950	956,000	-	821,350
Lease liabilities	1,595,188	(1,467,447)	543,378	1,230,332	(43,771)	1,857,680
Term loans	8,215,845	1,386,415	184,993	-	-	9,787,253
Trade facilities	3,368,109	(2,328,109)	-	-	-	1,040,000
	13,318,559	(2,502,919)	739,321	2,186,332	(43,771)	13,697,522
Company						
Amounts owing						
to subsidiaries	2,500	1,200,749	-	-	-	1,203,249
Hire purchase		()				
payables	-	(6,507)	-	220,000	-	213,493
	2,500	1,194,242	-	220,000	-	1,416,742

(b) Reconciliation of changes in liabilities arising from financing activities are as follows: (continued)

	At 1.1.2022 RM	Cash flows RM	Non-cash Acquisition RM	At 31.12.2022 RM
Group				
Amount owing to ultimate holding company	1,938,000	(1,938,000)	-	-
Hire purchase payables	250,779	(111,362)	-	139,417
Lease liabilities	830,553	(556,913)	1,321,548	1,595,188
Term loans	3,849,209	4,366,636	-	8,215,845
Trade facilities	1,253,393	2,114,716	-	3,368,109
	8,121,934	3,875,077	1,321,548	13,318,559
Company Amounts owing to subsidiaries	2,500	-	-	2,500

(c) Total cash outflows for leases as a lessee:

Included in net cash from/(used in) operating activities Payments related to leases of low value assets Payments related to short-term leases Interest paid in relation to lease liabilities

Included in net cash from/(used in) financing activities Payments of lease liabilities

Our Financials



Statements of Cash Flows For the Financial Period Ended 30 June 2024 (Cont'd)

	Note	Gr 1.1.2023 to 30.6.2024 (18 months) RM	roup 1.1.2022 to 31.12.2022 (12 months) RM
es:			
	26	166,770	112,186
	26	276,008	130,249
	25	311,737	117,932
es:		1,467,447	556,913
		2,221,962	917,280

Notes to the Financial Statements

Our Financials

1. CORPORATE INFORMATION

SEDANIA Innovator Berhad (the "Company") is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the ACE Market of Bursa Malaysia Securities Berhad. The registered office of the Company is located at B-21-1, Level 21, Tower B, Northpoint Mid Valley City, No.1, Medan Syed Putra Utara, 59200 Kuala Lumpur. The principal place of business of the Company is located at 10th Floor, Kelana Parkview Tower, Jalan SS6/2, 47301 Petaling Java. Selangor Darul Ehsan.

The ultimate holding company of the Company is SEDANIA Corporation Sdn. Bhd., a company incorporated and domiciled in Malaysia.

The principal activity of the Company is investment holding. The principal activities of its subsidiaries are disclosed in Note 8. There have been no significant changes in the nature of these activities during the financial period.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 22 October 2024.

BASIS OF PREPARATION 2.

2.1 Statement of compliance

The financial statements of the Group and of the Company has been prepared in accordance with Malavsian Financial Reporting Standards ("MFRSs"), the International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

2.2 Adoption of new MFRS and amendments to MFRSs

The Group and the Company have adopted the following applicable new MFRS and amendments to MFRSs for the current financial period:

New MFRS

MFRS 17 Insurance Contracts

Amendments to MFRSs

MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 112	Income Taxes

The adoption of the above new MFRS and amendments to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group's and the Company's existing accounting policies, except as discussed below:

Amendments to MFRS 101 Presentation of Financial Statements

The amendments require an entity to disclose its material accounting policy information rather than significant accounting policies. The amendments, amongst others, also include examples of circumstances in which an entity is likely to consider an accounting policy information to be material to its financial statements.

Accordingly, the Group and the Company disclosed their material accounting policy information in these financial statements. However, the amendments did not result in changes to the accounting policies of the Group and of the Company.

2. BASIS OF PREPARATION (continued)

2.3 New MFRSs and amendments to MFRSs that have been issued, but yet to be effective

The Group and the Company have not adopted the following new MFRSs and amendments to MFRSs that have been issued, but yet to be effective:

		Effective for financial periods beginning on or after
New MFRS		
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to	MFRSs	
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2026
MFRS 7	Financial Instruments: Disclosures	1 January 2024/
		1 January 2026
MFRS 9	Financial Instruments	1 January 2026
MFRS 10	Consolidated Financial Statements	1 January 2026/
		Deferred
MFRS 16	Leases	1 January 2024
MFRS 101	Presentation of Financial Statements	1 January 2024
MFRS 107	Statement of Cash Flows	1 January 2024/
		1 January 2026
MFRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2025
MFRS 128	Investments in Associates and Joint Ventures	Deferred

2.3.1 The Group and the Company plan to adopt the above applicable new MFRS and amendments to MFRSs when they become effective. The initial application of the applicable new MFRS and amendments to MFRSs is not expected to have material impact to the current and prior periods financial statements.

2.4 Functional and presentation currency

The financial statements of each entity in the Group are measured using the currency of the primary economic environment in which they operate (the "functional currency"). The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company's functional currency.

2.5 Basis of measurement

The financial statements of the Group and of the Company have been prepared on the historical cost basis, except as otherwise disclosed.



Annual Report 2024

Notes to the Financial Statements

(Cont'd)

MATERIAL ACCOUNTING POLICY INFORMATION 3.

Unless otherwise stated, the following material accounting policy information have been applied consistently to all the financial period presented in the financial statements of the Group and of the Company.

3.1 Basis of consolidation

(a) Subsidiaries and business combination

The Group applies the acquisition method to account for business combinations from the acquisition date when the acquired set of activities meets the definition of a business and control is transferred to the Group.

Acquisition of entities under a reorganisation scheme does not result in any change in economic substance. Accordingly, the consolidated financial statements of the Company are a continuation of the acquired entity and is accounted for as follows:

- the assets and liabilities of the acquired entity are recognised and measured in the consolidated financial statements at the pre-combination carrying amounts, without restatement to fair value;
- the retained earnings and other equity balances of acquired entity immediately before the business combination are those of the Group; and
- the equity structure, however, reflects the equity structure of the Company and the differences arising from the change in equity structure of the Group will be accounted for in other reserves.

(b) Non-controlling interests

At the acquisition date, components of non-controlling interests of the Group are measured at the non-controlling interest's proportionate share of the acquiree's identifiable net assets.

(c) Associates

Investment in associates is accounted for in the consolidated financial statements of the Group using the equity method

3.2 Separate financial statements

In the Company's statement of financial position, investment in subsidiaries and associates are measured at cost less any accumulated impairment losses.

Contributions to subsidiaries are amounts for which the settlement is neither planned nor likely to occur in the foreseeable future is, in substance, considered as part of the Company's investment in the subsidiaries.

3.3 Financial instruments

Financial assets - subsequent measurements and gains and loss

Financial assets at fair value through profit or loss

The Group and the Company subsequently measure these assets at fair value. Net gains and losses, including any interest and dividend income, are recognised in profit or loss.

Debt instrument at amortised cost

The Group and the Company subsequently measure these assets at amortised cost under the effective interest method. The gross carrying amount is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Financial liabilities - subsequent measurements and gains and loss

The Group and the Company classify the financial liabilities at amortised cost.

The Group and the Company subsequently measure other financial liabilities at amortised cost under the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

3.4 Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land has an unlimited useful life and therefore is not depreciated.

over their remaining useful lives.

Office building Office equipment Furniture and fittings Motor vehicles Renovation Plant and machinery Signboard

3.5 Leases

(a) Lessee accounting

The Group presents right-of-use assets and lease liabilities as separate lines in the statements of financial position.

Short-term leases and leases of low value assets

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. Accordingly, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

Right-of-use assets

The right-of-use assets are measured at cost less accumulated depreciation and any accumulated impairment losses, and adjust for any remeasurement of the lease liabilities. The right-of-use assets are depreciated using the straight-line method from the commencement date to the end of the lease term.



Notes to the Financial Statements (Cont'd)

All other property, plant and equipment are depreciated on straight-line basis by allocating their depreciable amounts

Useful lives (years)
50
3 - 5
5 - 10
5
5 - 10
7
5

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Notes to the Financial Statements

(Cont'd)

3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

3.5 Leases (continued)

(a) Lessee accounting (continued)

Lease liabilities

The lease liabilities are initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the incremental borrowing rate.

3.6 Intangible assets

Intangible assets, other than goodwill and brand, that are acquired by the Group, which have finite useful lives, are measured at cost less any accumulated amortisation and any accumulated impairment losses.

The amortisation methods used and the estimated useful lives are as follows:

	Method	Useful lives (years)
Other intangible assets	Straight-line	10

3.7 Inventories

Inventories are measured at the lower of cost and net realisable value. Costs incurred in bringing the inventories to their present location and condition are accounted for as follows:

- Airtime reloads: purchase costs on a weighted average cost basis.
- Finished goods: purchase costs on a first-in first-out basis.

3.8 Revenue and other income

Financing components

The Group has applied the practical expedient for not to adjust the promised amount of consideration for the effects of a significant financing components as the Group expects that the period between the transfer of the promised goods or services to the customer and payment by the customer will be one year or less.

(a) Sales of goods and services rendered

Revenue from sale of goods and services rendered are recognised at a point in time when the goods have been transferred or the services have been rendered to the customer and coincide with the delivery of products and services and acceptance by customers.

There is no right of return provided to the customer on the sale of product and services rendered.

Some contracts include warranties that require the Group to either replace or mend a defective product during the warranty period. The Group is of the view that such warranties are negligible based on historical trends and expertise in the relevant business segment.

Some contracts for the sale of goods resulted in a time difference between receiving consideration and transferring control of goods to the customer is more than one year. Significant financing component for contracts with duration above one year have been accounted for based on prevailing market interest rates.

Sales are made with a credit term ranging from 30 to 60 days, which is consistent with market practice, therefore, no element of financing is deemed present.

3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

3.8 Revenue and other income (continued)

(b) Maintenance revenue

Revenue is recognised over time as and when the customer simultaneously receives and consumes the benefits provided by this service and it is probable that the Group would collect the consideration to which it will be entitled in exchange for the service that would be performed to the customer.

no element of financing is deemed present.

(c) Interest income

Interest income is recognised using the effective interest method

(d) Dividend income

Dividend income is recognised when the right to receive payment is established.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS. ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with MFRSs requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenue and expenses during the reporting period. It also requires directors to exercise their judgement in the process of applying the Group's and the Company's accounting policies. Although these estimates and judgement are based on the directors' best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity that have the most significant effect on the Group's and the Company's financial statements, or areas where assumptions and estimates that have a significant risk of resulting in a material adjustment to the Group's and the Company's financial statements within the next financial year are disclosed as follows:

(a) Impairment of trade receivables and contract assets

The impairment provisions for trade receivables and contract assets are based on assumptions about risk of default and expected loss rate. The Group uses judgement in making these assumptions and selecting inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The assessment of the correlation between historical observed default rates, forward-looking estimates and expected credit losses is a significant estimate. The amount of expected credit losses is sensitive to changes in circumstances and of forecast economic conditions over the expected lives of the trade receivables and contract assets. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

The information about the impairment losses on the Group's trade receivables and contract assets are disclosed in Note 30(b)(i).





Notes to the Financial Statements (Cont'd)

Sales are made with a credit term ranging from 30 to 60 days, which is consistent with market practice, therefore,

Notes to the Financial Statements

(Cont'd)

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (continued)

(b) Business combination

When the Group purchased Tanamera Group Sdn. Bhd. through a transaction with another corporate entity, a judgement was made as to whether the transaction should be accounted for as a business combination or as a separate purchase of assets. In making this judgement, the Group assessed the assets, liabilities, operations and processes that were the subject of the transaction against the definition of a business in MFRS 3. The Group assessed that the acquisition of Tanamera Group Sdn. Bhd. gualifies as a business combination by applying the definition in MFRS 3.

In accounting for the Tanamera Sdn. Bhd. under MFRS 3, the fair values of the identifiable assets and liabilities acquired, including intangible assets, are recognised. The determination of the fair values of acquired assets and liabilities assumed is based on valuations by an independent professional valuer. Any changes in these assumptions will have an impact on the carrying amounts of the acquired assets and liabilities assumed.

The fair values of the acquired assets and liabilities assumed are disclosed in Note 8(a).

(c) Write-down of obsolete or slow moving inventories

The Group write down their obsolete or slow moving inventories based on the assessment of their estimated net selling price. Inventories are written down when events or changes in circumstances indicate that the carrying amounts may not be recoverable. The management specifically analyses sales trend and current economic trends when making a judgement to evaluate the adequacy of the write-down of obsolete or slow moving inventories. Where expectations differ from the original estimates, the differences will impact the carrying amount of inventories.

The carrying amounts of the Group's inventories are disclosed in Note 13.

(d) Impairment of investment in subsidiaries

The Company assesses impairment of investment in subsidiaries whenever the events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Recoverable amount is measured at the higher of the fair value less cost of disposal and its value-in-use. The valuein-use is the net present value of the projected future cash flows derived from that asset discounted at an appropriate discount rate. Projected future cash flows are based on the Company's estimates, taking into consideration factors such as historical trends and other available information. Cash flows that are projected based on those inputs or assumptions and the discount rate applied in the measurement of value-in-use may have a significant effect on the Company's financial position and results if the actual cash flows are less than the expected.

The carrying amount of the Company's investment in subsidiaries are disclosed in Note 8.

Group	Freehold land and building RM	Office building RM	Office equipment RM	Furniture and fittings RM	Motor vehicles RM	Renovation RM	Plant and machinery RM	Signboard RM	Total RM
30.6.2024 Cost At 1 January 2023	·	3,000,000	4,223,667	1,395,764	740,732	1,011,872			10,372,035
Additions Disposal			132,166 -	288,318 -	1,328,288 (600,003)	45,446 -		1,900	1,796,118 (600,003)
Written off		·	(87,720)	(205,128)	` I	·	I	ı	(292,848)
subsidiary (Note 8)	13,200,000	104,387	75,152	77,736	5,854	876,918	849,839	7	15,189,893
At 30 June 2024	13,200,000	3,104,387	4,343,265	1,556,690	1,474,871	1,934,236	849,839	1,907	26,465,195
Accumulated									
At 1 January 2023		333,333	4,179,148	1,111,786	650,028	790,653	·	·	7,064,948
for the financial period	1	94,142	56,430	215,901	261,879	213,246	125,322		966,920
Written off			- (87,716)	- (205,054)	(340,000) -				(292,770)
At 30 June 2024	·	427,475	4,147,862	1,122,633	371,907	1,003,899	125,322	·	7,199,098
Carrying amount		0 676 010	105 103	797 DE7		200 000	704 617	1 007	10 266 007

EQUIPMENT

AND



Notes to the Financial Statements

(Cont'd)

5. PROPERTY, PLANT AND EQUIPMENT (continued)

Group	Office building RM	Office equipment RM	Furniture and fittings RM	Motor vehicles RM	Renovation RM	Total RM
31.12.2022						
Cost At 1 January 2022 Additions Disposals	3,000,000 - -	4,203,219 20,451 -	1,340,326 67,235 (11,800)	740,732	1,010,380 1,492 -	10,294,657 89,178 (11,800)
Reclassification	-	(3)	3	-	-	-
At 31 December 2022	3,000,000	4,223,667	1,395,764	740,732	1,011,872	10,372,035
Accumulated depreciation						
At 1 January 2022 Depreciation charge	273,333	4,094,099	1,026,023	529,089	759,693	6,682,237
for the financial year Disposals	60,000 -	85,049	97,560 (11,797)	120,939 -	30,960 -	394,508 (11,797)
At 31 December 2022	333,333	4,179,148	1,111,786	650,028	790,653	7,064,948
Carrying amount At 31 December 2022	2,666,667	44,519	283,978	90,704	221,219	3,307,087
Company			Office equipment RM	Furniture and fittings RM	Motor vehicles RM	Total RM
30.6.2024 Cost						
At 1 January 2023 Additions			- 14,995	- 14,493	- 260,482	- 289,970
At 30 June 2024			14,995	14,493	260,482	289,970
Accumulated deprecia	ation					
At 1 January 2023 Depreciation charge for	the financial pe	eriod	2,469	- 1,096	- 8,683	- 12,248
At 30 June 2024			2,469	1,096	8,683	12,248
Carrying amount						
At 30 June 2024			12,526	13,397	251,799	277,722

(a) Assets pledged as security

The office building of the Group with carrying amount of RM2,576,667 (31.12.2022: RM2,666,667) has been pledged as security to secure term loans of the Group as disclosed in Note 18(a).

Motor vehicles of the Group and the Company with carrying amount of RM1,102,964 (31.12.2022: RM90,001) and RM251,799 (31.12.2022: RM Nil) respectively have been pledged as security for hire purchase arrangement as disclosed in Note 18(b).

6. RIGHT-OF-USE ASSETS

						Grou	•
					3	0.6.2024 RM	31.12.2022 RN
Cost							
At beginning of the fir	nancial period	l/year			2	,990,839	1,669,29
Additions						,230,332	740,66
Derecognition						(961,230)	
Reassessments and i						(41,067)	580,88
Acquisition of a subsid	diary (Note 8)				883,817	
At end of the financial	l period/year				4	,102,691	2,990,839
Accumulated depred							
At beginning of the fir						,517,707	908,28
Depreciation charge f	or the financi	ial period/yea	r			,769,807	609,424
Derecognition						(958,526)	
At end of the financial	l period/year				2	,328,988	1,517,707
Carrying amount At end of the financial	l period/year				1	,773,703	1,473,132
At end of the financial	ses for which easehold land	Office building	Warehouses/ Retail stores	Motor vehicles	Plant and machinery	Equipment	Tota
At end of the financial Information about leas	ses for which	Office	Warehouses/	Motor	Plant and		1,473,132 Tota RM
At end of the financial Information about leas L Group Carrying amount	ses for which easehold land	Office building RM	Warehouses/ Retail stores RM	Motor vehicles	Plant and machinery	Equipment	Tota RM
At end of the financial Information about leas Group Carrying amount At 1 January 2022	ses for which easehold land	Office building RM 214,857	Warehouses/ Retail stores RM 546,151	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,000
At end of the financial Information about leas L Group Carrying amount At 1 January 2022 Additions	ses for which easehold land	Office building RM 214,857 39,070	Warehouses/ Retail stores RM 546,151 701,595	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,000 740,665
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation	ses for which easehold land	Office building RM 214,857	Warehouses/ Retail stores RM 546,151	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,000 740,665
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation	ses for which easehold land	Office building RM 214,857 39,070	Warehouses/ Retail stores RM 546,151 701,595	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,000 740,665 (609,42-
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications	ses for which easehold land	Office building RM 214,857 39,070	Warehouses/ Retail stores RM 546,151 701,595 (457,157)	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,00 740,66 (609,42
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December	ses for which easehold land	Office building RM 214,857 39,070 (152,267)	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883	Motor vehicles	Plant and machinery	Equipment	Tota RM 761,000 740,665 (609,42- 580,885
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022	ses for which easehold land	Office building RM 214,857 39,070 (152,267) - 101,660	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472	Motor vehicles RM - - - -	Plant and machinery	Equipment	Tota RM 761,000 740,669 (609,424 580,888 1,473,132
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions	ses for which Leasehold Iand RM - - - - -	Office building RM 214,857 39,070 (152,267) - - 101,660 308,003	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472 769,555	Motor vehicles RM - - - - - - - - - - - - -	Plant and machinery RM - - - -	Equipment RM - - - -	Tota RM 761,000 740,663 (609,424 580,883 1,473,133 1,230,333
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions Depreciation	ses for which easehold land	Office building RM 214,857 39,070 (152,267) - 101,660	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472	Motor vehicles RM - - - -	Plant and machinery	Equipment RM - - - - - - (23,510)	Tota RM 761,000 740,663 (609,424 580,883 1,473,133 1,230,333 (1,769,80
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions Depreciation Depreciation Depreciation	ses for which Leasehold Iand RM - - - - -	Office building RM 214,857 39,070 (152,267) - - 101,660 308,003	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472 769,555	Motor vehicles RM - - - - - - - - - - - - -	Plant and machinery RM - - - -	Equipment RM - - - -	Tota RM 761,000 740,663 (609,424 580,883 1,473,133 1,230,333 (1,769,80
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions Depreciation Depreciation Depreciation Reassessments	ses for which Leasehold Iand RM - - - - -	Office building RM 214,857 39,070 (152,267) - - 101,660 308,003	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472 769,555 (1,107,196)	Motor vehicles RM - - - - - - - - - - - - -	Plant and machinery RM - - - -	Equipment RM - - - - - - (23,510)	Tota RM 761,000 740,663 (609,424 580,883 1,473,133 1,230,333 (1,769,80) (2,704
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions Depreciation Derecognition Reassessments and modifications	ses for which Leasehold Iand RM - - - - -	Office building RM 214,857 39,070 (152,267) - - 101,660 308,003	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472 769,555	Motor vehicles RM - - - - - - - - - - - - -	Plant and machinery RM - - - -	Equipment RM - - - - - - (23,510)	Tota RM 761,000 740,663 (609,424 580,883 1,473,133 1,230,333 (1,769,80) (2,704
At end of the financial Information about leas Group Carrying amount At 1 January 2022 Additions Depreciation Reassessments and modifications At 31 December 2022 Additions Depreciation Depreciation Depreciation Reassessments	ses for which Leasehold Iand RM - - - - -	Office building RM 214,857 39,070 (152,267) - - 101,660 308,003	Warehouses/ Retail stores RM 546,151 701,595 (457,157) 580,883 1,371,472 769,555 (1,107,196)	Motor vehicles RM - - - - - - - - - - - - -	Plant and machinery RM - - - -	Equipment RM - - - - - - (23,510)	Tota

The Group leases land, office building, warehouses/retail stores and motor vehicles for its office space and operation sites. The leases for office space and operation sites generally have lease term between of 2 to 50 years.

Our Financials



Notes to the Financial Statements

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7. INTANGIBLE ASSETS

		Other intangible	
Goodwill RM	Brand RM	assets RM	Total RM
-	-	102,440 16,700	102,440 16,700
-	-	119,140	119,140
738,275	1,726,122	513,063	2,977,460
-	-	(763)	(763)
738,275	1,726,122	631,440	3,095,837
-	-	8,629	8,629
-	-	12,315	12,315
-	-	20,944	20,944
-	-	113,534	113,534
-	-	(151)	(151)
-	-	134,327	134,327
-	-	98,196	98,196
738 075	1 726 122	407 112	2,961,510
	RM - - 738,275 - 738,275 - - - - - - - - - - - - - - - - - - -	RM RM - - - - 738,275 1,726,122 - - 738,275 1,726,122 - - <t< td=""><td>Goodwill RM Brand RM intangible assets RM - 102,440 - 102,440 - 16,700 - - 102,440 16,700 - - -<</td></t<>	Goodwill RM Brand RM intangible assets RM - 102,440 - 102,440 - 16,700 - - 102,440 16,700 - - -<

Goodwill

Management reviews the business performance based on the type of products and services of the strategic business units which represent its reportable operating segments. For the purpose of impairment testing, goodwill acquired through business combinations is allocated to the following Group's cash generating units ("CGUs") which are also reportable operating segments, which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes. The carrying amounts of goodwill allocated to the CGUs are as follows:

	Gr	oup
	30.6.2024 RM	31.12.2022 RM
Sustainable fast-moving consumer goods ("FMCG")	738,275	-

7. INTANGIBLE ASSETS (continued)

Goodwill (continued)

Based on the sensitivity analysis performed, management believes that there is no reasonably possible change in key assumptions that would cause the carrying values of the CGU to exceed its recoverable amounts. The estimated recoverable amount of the CGU significantly exceeds the carrying amount of the CGU. As a result of the analysis, management did not identify an impairment for this CGU.

Key assumptions used in value-in-use calculations

Goodwill is tested for impairment on an annual basis by comparing the carrying amount with the recoverable amount of the CGU based on its value-in-use. Value-in-use is determined by discounting the future cash flows based on financial budgets approved by the directors covering a 5 years period. The key assumptions used for value-in-use calculations of this CGU are:

Average gross profit margin	
Average revenue growth rate	
Pre-tax discount rate	

The calculations of value-in-use for the CGU are most sensitive to the following assumptions:

(a) Average gross profit margin

Average gross profit margin is the forecasted margin as a percentage of revenue over the projection period.

(b) Average revenue growth rate

Average revenue growth rate is based on assessment of the impact of aggressive marketing and sales activities to be carried out as well as the historical growth rate for each CGU.

(c) Pre-tax discount rate

Discount rate is based on the estimated industry weighted average cost of capital that reflects the industry assessment of the risks.

8. INVESTMENT IN SUBSIDIARIES

Unquoted shares, at cost	
At beginning of the financial period/year	
Additions	

At end of the financial period/year



30.6.2024
47%
23%
16%

Company			
30.6.2024 RM	31.12.2022 RM		
41,969,680 8,180,000	41,969,680 -		
50,149,680	41,969,680		

Notes to the Financial Statements

(Cont'd)

8. INVESTMENT IN SUBSIDIARIES (continued)

Details of the subsidiaries are as follows:

	Principal place of business/	Ownord	nip interest		
Name of	Country of	30.6.2024	31.12.2022		
company	incorporation	%	%	Principal activities	
SEDANIA Technologies Sdn. Bhd.	Malaysia	100%	100%	Provision of energy efficiency solutions, renewable energy solutions, develop and operate digital solutions, procure and supply hardware and services pertaining to or connected with telecommunication and information technology	
SEDANIA As Salam					
Capital Sdn. Bhd.	Malaysia	100%	100%	Engaged in the business of Shariah- compliant platform for personal Islamic banking, financial technology consultation, solution and platforms, general advertising agents, trading of telecommunication products	
Offspring Inc Sdn. Bhd.	Malaysia	51%	51%	Engaged in trading of natural and organic products connected with offspring, family and household	
Tanamera Group Sdn. Bhd.*	Malaysia	51%	-	Investment holding	
Subsidiary of Offspring	Inc Sdn. Bhd.				
PT Alami Natura Abadi*	Indonesia	90%	-	Engaged in trading of natural and organic products connected with offspring, family and household	
Subsidiaries of Taname	ra Group Sdn. Bhd.				
FA Herbs Sdn. Bhd.*	Malaysia	100%	-	Manufacturing and trading of herb based products	
Tanamera Tropical Spa Sdn. Bhd.*	Malaysia	100%	-	Distributing skin care and health care products	

Audited by auditors other than Baker Tilly Monteiro Heng PLT. *

8. INVESTMENT IN SUBSIDIARIES (continued)

(a) Acquisition of Tanamera Group Sdn. Bhd.

On 3 November 2023, the Company had acquired 4,354,203 shares in Tanamera Group Sdn. Bhd., representing 36.90% of the issued and paid up capital of Tanamera Group Sdn. Bhd. for a total cash consideration of RM4,500,000. Simultaneous to the entering of the shares sale agreement, the Company subscribed for additional 3,397,030 shares of Tanamra Group Sdn. Bhd. for a total consideration of RM3,680,000. The Company's effective ownership in Tanamera Group Sdn. Bhd. increased from 36.90% to 51% as a result of the additional shares subscribed. The principal activity of the subsidiary is investment holding.

(i) Fair value of the identifiable assets acquired and liabilities recognised:

Assets Property, plant and equipment (Note 5) Rights-of-use assets (Note 6) Intangible assets (Note 7) Inventories Trade and other receivables Cash and cash equivalents

Total assets

Liabilities Loan and borrowings Lease liabilities Deferred tax liabilities (Note 10) Trade and other payables Provision for taxation

Total liabilities

Total identifiable net assets acquired Gain on bargain purchase Non-controlling interest at fair value

Fair value of consideration transferred



Notes to the Financial Statements (Cont'd)

RM
15,189,893
883,817
2,148,378
3,816,613
2,696,053
3,907,826
28,642,580
(195,943)
(543,378)
(1,860,262)
(4,924,972)
(158,752)
(7,683,307)
20,959,273
(2,509,229)
(10,270,044)
8,180,000

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8. INVESTMENT IN SUBSIDIARIES (continued)

(a) Acquisition of Tanamera Group Sdn. Bhd. (continued)

(ii) Effects of acquisition on cash flows:

	RM
Fair value of consideration transferred	8,180,000
Less: Cash and cash equivalents of the subsidiary acquired	(3,907,826)
Net cash outflows on acquisition	4,272,174

(iii) Effects of acquisition in statements of comprehensive income:

From the date of acquisition, the subsidiary's contributed revenue and loss net of tax were as follows:

	RM
Revenue	6,618,913
Loss for the financial period	(871,080)

If the acquisition had occurred on 1 January 2023, the consolidated results for the financial period ended 30 June 2024 would have been as follows:

	RM
Revenue	89,562,047
Loss for the financial period	(1,990,552)

(b) Acquisition of PT Alami Natura Abadi ("PT ANA")

On 31 May 2023, Offspring Inc Sdn. Bhd., a direct subsidiary of the Company had acquired 900,000 shares in PT ANA, representing 90% of the issued and paid up capital of PT ANA for a total cash consideration of RM2,000,000. The principal activity of the subsidiary is engaged in trading of natural and organic products.

The initial accounting for business combination of PT ANA in the consolidated financial statements of the Company involves identifying and determining the fair values to be assigned to PT ANA's identified assets, liabilities and contingent liabilities and the cost of the combination. As at the date of the financial statements are authorised for issue, the fair value of PT ANA's identified assets, liabilities and contingent liabilities can only be determined provisionally pending the completion of purchase price allocation ("PPA") on PT ANA's identified assets, liabilities and contingent liabilities. The business combination of PT ANA has been accounted for using provisional value. The Group shall recognise any adjustment to the provisional value upon completion of the PPA exercise within 12 months from the acquisition date.

8. INVESTMENT IN SUBSIDIARIES (continued)

(b) Acquisition of PT Alami Natura Abadi ("PT ANA") (continued)

(i) Fair value of the identifiable assets acquired and liabilities recognised:

• •
Assets
Intangible assets (Note 7)
Inventories
Trade and other receivables
Cash and cash equivalents

Total assets

Liabilities

Trade and other payables

Total identifiable net assets acquired Goodwill arising from acquisition (Note 7) Non-controlling interest at fair value

Fair value of consideration transferred

(ii) Effects of acquisition in statements of comprehe

Fair value of consideration transferred Less: Cash and cash equivalents of a subsidiar

Net cash outflows on acquisition

(iii) Effects of acquisition in statements of comprehensive income:

From the date of acquisition, the subsidiary's contributed revenue and loss net of tax were as follows:

Revenue Loss for the financial period

June 2024 would have been as follows:

Revenue Loss for the financial period

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Notes to the Financial Statements (Cont'd)

	RM
	90,807
	828,087
	352,347
	1,023,268
	2,294,509
	(892,592)
	1,401,917
	738,275
	(140,192)
	2,000,000
ensive income:	

	RM
ry acquired	2,000,000 (1,023,268)
	976,732

	RM
7 (5	7,537 7,271)

If the acquisition had occurred on 1 January 2023, the consolidated results for the financial period ended 30

RM

78,229,242
(3,639,737)

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Notes to the Financial Statements

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8. INVESTMENT IN SUBSIDIARIES (continued)

(c) Non-controlling interests in subsidiaries

The financial information of the Group's and the Company's subsidiaries that have material non-controlling interests are as follows:

Equity interest held by non-controlling interests:

	Principal place of	Ownership interest	
	business/Country	30.6.2024	31.12.2022
Name of company	of incorporation	%	%
Offspring Inc Sdn. Bhd.	Malaysia	49	49
Tanamera Group Sdn. Bhd.	Malaysia	49	-

Carrying amount of material non-controlling interests:

Name of company	30.6.2024 RM	31.12.2022 RM
Offspring Inc Sdn. Bhd. Tanamera Group Sdn. Bhd.	4,391,794 9,843,215	4,230,269

Profit or loss allocated to material non-controlling interests:

Name of company	30.6.2024 RM	31.12.2022 RM
Offspring Inc Sdn. Bhd. Tanamera Group Sdn. Bhd.	28,014 (426,829)	582,713

Total comprehensive income allocated to material non-controlling interests:

Name of company	30.6.2024 RM	31.12.2022 RM
Offspring Inc Sdn. Bhd.	21,333	582,713
Tanamera Group Sdn. Bhd.	(426,829)	-

8. INVESTMENT IN SUBSIDIARIES (continued)

(d) Summarised financial information of material non-controlling interests

The summarised financial information (before intra-group elimination) of the Group's and the Company's subsidiaries that have material non-controlling interests are as follows:

Summarised statements of financial position As at 30 June 2024 Current assets Non-current assets Current liabilities Non-current liabilities

Net assets

Summarised statements of comprehensive incom Financial period ended 30 June 2024 Revenue Loss for the financial period Total comprehensive loss

Summarised cash flow information Financial period ended 30 June 2024 Cash flows from operating activities Cash flows (used in)/from investing activities Cash flows used in financing activities

Net increase in cash and cash equivalents

Dividends paid to non-controlling interests

186



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	Offspring Inc Sdn. Bhd. RM	Tanamera Group Sdn. Bhd. RM
	13,842,459 5,175,054 (7,673,018) (1,258,592)	13,500,768 25,108,893 (8,972,941) (1,925,297)
	10,085,903	27,711,423
ne		
	53,896,451 (775,150) (787,500)	20,270,489 (132,848) (132,848)
	6,298,130 (2,439,235) (3,170,693)	2,231 1,860,806 (540,789)
	688,202	1,322,248
	-	-

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Notes to the Financial Statements

(Cont'd)

8. INVESTMENT IN SUBSIDIARIES (continued)

(d) Summarised financial information of material non-controlling interests (continued)

The summarised financial information (before intra-group elimination) of the Group's and the Company's subsidiaries that have material non-controlling interests are as follows: (continued)

	Offspring Inc Sdn. Bhd. RM
Summarised statement of financial position As at 31 December 2022	
Current assets	14,135,770
Non-current assets	3,843,362
Current liabilities	(7,043,381)
Non-current liabilities	(2,302,548)
Net assets	8,633,203
Summarised statement of comprehensive income Financial year ended 31 December 2022 Revenue	30.030.464
Financial year ended 31 December 2022	30,030,464 1,189,210
Financial year ended 31 December 2022 Revenue	1,189,210 554,073 166,922
Financial year ended 31 December 2022 Revenue Profit for the financial year, representing total comprehensive income Summarised cash flow information Financial period ended 31 December 2022 Cash flows from operating activities Cash flows from investing activities	1,189,210

9. INVESTMENT IN ASSOCIATES

	Group		Company	
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Unquoted shares, at cost	[
At beginning of the financial period/year	803,683	803,683	803,683	803,683
Addition	3,000,000	-	3,000,000	-
At end of the financial period/year	3,803,683	803,683	3,803,683	803,683
Less: Impairment losses	-	-	(803,683)	(803,683)
	3,803,683	803,683	3,000,000	-
Unquoted preference shares, at cost				
At beginning of the financial period/year	632,730	632,730	632,730	632,730
Less: Impairment losses	(632,730)	(632,730)	(632,730)	(632,730)
	-	-	-	-
Advances to an associate	578,977	143,077	578,977	143,077
Less: Impairment losses	(578,977)	(143,077)	(578,977)	(143,077)
	-	-	-	-
Share of post-acquisition reserves				
At beginning of the financial period/year	(803,683)	(803,683)	-	-
Share of results	859,263	-	-	-
Dividend received from an associate	(63,818)	-	-	-
At end of the financial period/year	(8,238)	(803,683)	-	-
	3,795,445	-	3,000,000	-

Details of the associates are as follows:

	Principal place of business/	Ownersh	ip interest	
Name of company	Country of incorporation	30.6.2024 %	31.12.2022 %	Nature of relationship
Vast Meridian Sdn. Bhd.*^	Malaysia	44.29	44.29	Engaged in business of providing telecommunication infrastructure solution, equipment and services. The activities enhance the Group's operations.
Esports Pte. Ltd.*^	Singapore	36.21	36.21	Engaged in business related to eSports, eSports gaming, development of global eSports tournament and media network, acquisition of eSports company in the region and to conduct all other directly or indirectly connected ancillary business. The activities enhance the Group's operations.

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9. INVESTMENT IN ASSOCIATES (continued)

	Principal place of business/	Ownersh	ip interest	
Name of company	Country of incorporation	30.6.2024 %	31.12.2022 %	Nature of relationship
Wasiyyah Shoppe Berhad.*	Malaysia	20	-	Engaged in business of Shariah- compliant property planning. The activities enhance the Group's operations.

* Audited by auditors other than Baker Tilly Monteiro Heng PLT.

Consolidated using unaudited management financial statements, auditors' report is not available.

(a) Acquisition of Wasiyyah Shoppe Berhad

On 1 March 2023, the Company had acquired 340,000 ordinary shares in Wasiyyah Shoppe Berhad, representing 20% of the issued and paid up capital of Wasiyyah Shoppe Berhad for a total cash consideration of RM3,000,000. The principal activity of the associate is engaged in business of Shariah-compliant property planning.

(b) Summarised financial information of material associates

The following table illustrates the summarised financial information of the Group's material associates, adjusted for any differences made by the Group when using equity method including fair value adjustments and differences in accounting policies and reconciles the information to the carrying amount of the Group's interest in the associates:

	Vast Meridian Sdn. Bhd. RM	Wasiyyah Shoppe Bhd. RM
Group		
30.6.2024		
Assets and liabilities:		
Current assets	2,547	15,707,950
Non-current assets	497	13,264,257
Current liabilities	(480,094)	(19,442,322)
Non-current liabilities	(300,000)	(357,634)
Net (liabilities)/assets	(777,050)	9,172,251
Reconciliation of net assets to carrying amount: Group's share in %	44.29	20.00
Group's share of net assets	(344,121)	1,834,450
Goodwill	214,188	
Unrecognised share of loss	=== 0.10	1,960,995
	573,010	1,960,995
	573,010 (443,077)	1,960,995 - -
Carrying amount		1,960,995 - - 3,795,445
Less: Impairment loss Carrying amount		-
Less: Impairment loss Carrying amount Results:	(443,077)	3,795,445
Less: Impairment loss Carrying amount		-

9. INVESTMENT IN ASSOCIATES (continued)

(b) Summarised financial information of material associates (continued)

The following table illustrates the summarised financial information of the Group's material associates, adjusted for any differences made by the Group when using equity method including fair value adjustments and differences in accounting policies and reconciles the information to the carrying amount of the Group's interest in the associates: (continued)

Group (continued) 30.6.2024 (continued) Group's share of results

Group's share of profit, representing Group's share of

Included in total comprehensive income of the as Revenue

Dividend received from the associate during the finan

Group 31.12.2022
Assets and liabilities:
Current assets
Non-current assets
Current liabilities
Non-current liabilities

Net liabilities

Reconciliation of net assets to carrying amount: Group's share in %

Group's share of net liabilities Goodwill Unrecognised share of loss Less: Impairment loss

Carrying amount

Results:

Loss for the financial year Total comprehensive loss

Group's share of results

Group's share of profit, representing Group's share of

Included in total comprehensive income of the associates is: Revenue

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	Vast Meridian Sdn. Bhd. RM	Wasiyyah Shoppe Bhd. RM
of total comprehensive income	-	859,263
ssociates is:	-	38,033,554
ancial period	-	63,818
		Vast Meridian Sdn. Bhd. RM
		3,520 1,379 (474,271) (300,000)
		(769,372)
		44.29
		(340,721) 214,188 569,610 (443,077)
		-
		(5,118) (5,118)
of total comprehensive income		-
ssociates is:		

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Notes to the Financial Statements

(Cont'd)

9. INVESTMENT IN ASSOCIATES (continued)

(c) Aggregate information of associates that are individually immaterial

The Group has not recognised its share of losses of Esport Pte. Ltd. amounting to RM Nil (31.12.2022: RM489,177) because the Group's cumulative share of losses has exceeded its interest in that associate and the Group has no obligation in respect of these losses. The Group's cumulative accumulated losses not recognised were RM1,492,677 (31.12.2022: RM1,492,677).

Our Financials

10. DEFERRED TAX ASSETS/(LIABILITIES)

	Group	
	30.6.2024 RM	31.12.2022 RM
At beginning of the financial period/year	753,817	405,183
Recognised in profit or loss (Note 28)	576,323	348,634
Acquisition of subsidiaries (Note 8)	(1,860,262)	-
At end of the financial period/year	(530,122)	753,817

(a) Presented after appropriate offsetting as follows:

	Group	
	30.6.2024 RM	31.12.2022 RM
Deferred tax assets	1,341,280	762,129
Deferred tax liabilities	(1,871,402)	(8,312)
	(530,122)	753,817

(b) The components of deferred tax assets/(liabilities) prior to offsetting are as follows:

	Group	
	30.6.2024 RM	31.12.2022 RM
Deferred tax assets		
Unabsorbed capital allowance	101,097	49,493
Unutilised tax losses	1,228,060	-
Others	17,118	1,501,092
	1,346,275	1,550,585
Deferred tax liabilities		
Differences between the carrying amount of property, plant and equipment		
and its tax bases	(102,589)	(36,862)
Fair value adjustment of brand	(414,269)	-
Revaluation surplus arising from revaluation of property, plant and equipment	(1,359,539)	-
Others	-	(759,906)
	(1,876,397)	(796,768)
	(530,122)	753,817

10. DEFERRED TAX ASSETS/(LIABILITIES) (continued)

(c) The estimated amounts of temporary differences for which no deferred tax assets are recognised in the financial statements are as follows:

30.

Unabsorbed capital allowance

Potential deferred tax assets not recognised at 24% (31.12.2022: 24%)"

11. TRADE AND OTHER RECEIVABLES

		Gro	up	Company	
	Note	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Non-current: Non-trade					
Amount owing by a subsidiary	(a)	_	_	6,286,467	4,037,574
	(a)	_	_	0,200,407	4,007,074
Current:					
Trade					
Third parties	(b)	12,249,465	8,941,302	-	-
Less: Impairment losses for trade					
receivables	(b)	(7,083,331)	(2,264,244)	-	-
		5,166,134	6,677,058	-	-
Non-trade					
Other receivables		1,200,482	914,634	28,002	5,147
Amount owing by ultimate holding		1,200,402	314,004	20,002	5,147
company	(c)	200	-	-	-
Amounts owing by subsidiaries	(c)	-	-	5,807,510	13,144,932
Amounts owing by related parties	(c)	5,632	-	-	-
Deposits		854,854	1,826,919	100,879	11,383
Prepayments		8,646,207	2,360,357	103,017	34,697
Less: Impairment losses for other					
receivables	(d)	-	(623,789)	-	-
		10,707,375	4,478,121	6,039,408	13,196,159
Total trade and other receivables (cur	rent)	15,873,509	11,155,179	6,039,408	13,196,159
Total trade and other receivables (non-current and current)		15,873,509	11,155,179	12,325,875	17,233,733



Gro	oup	Com	pany
0.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
4,625	-	4,625	-
1,110	-	1,110	-

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Notes to the Financial Statements

(Cont'd)

11. TRADE AND OTHER RECEIVABLES (continued)

- (a) Amount owing by a subsidiary represent advances to subsidiary which is non-trade in nature, unsecured, not expected to be settled within the next 12 months and measured at amortised cost at imputed interest rate at 7% (31.12.2022: 12%) per annum.
- (b) Trade receivables

Trade receivables are non-interest bearing and normal credit terms offered by the Group ranging from the 30 to 60 days (31.12.2022: 30 to 60 days) from the date of invoices. Other credit terms are assessed and approved on a case by case basis.

Receivables that are impaired

The Group's trade receivables that are impaired at the reporting date and the reconciliation of movement in the impairment of trade receivables are as follows:

	Group	
	30.6.2024 RM	31.12.2022 RM
At beginning of the financial period/year	2,264,244	3,755,081
Charge for the financial period/year	4,825,512	705,598
Reversal of impairment losses	(6,425)	(2,196,435)
At end of the financial period/year	7,083,331	2,264,244

The information about the credit exposures are disclosed in Note 30 (b)(i).

Amounts owing by ultimate holding company, subsidiaries and related parties are non-trade in nature, unsecured, (c) interest-free and is expected to be settled in cash within the 12 months after the reporting date, except for an interest bearing amount owing by a subsidiary of RM3,200,000 in the prior financial year which bore interest at a rate of 7% per annum.

(d) Other receivables

The Group's and the Company's other receivables that are impaired at the reporting date and the reconciliation of movement in the impairment of other receivables are as follows:

	Group		Company	
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
At beginning of the financial period/year	623,789	623,789	-	1,842,222
Reversal of impairment losses	-	-	-	(1,842,222)
Written off	(623,789)	-	-	-
At end of the financial period/year	-	623,789	-	-

12. CONTRACT ASSETS

Non-current: Contract assets relating to supply contract

Current:

Contract assets relating to supply contract Less: Impairment losses on contract assets

Total contract assets (non-current and current)

(a) Contract assets

The contract assets represent the Group's rights to consideration for the goods transferred but yet to be billed. Contract assets are transferred to receivables when the Group issues progress billings to the customers. Typically, the amount will be billed within 10 years and payments is expected within 30 days from the date of invoices.

(b) Significant changes in contract balances

Increase due to revenue recognised for unbilled good

Transfers from contract assets recognised at the beg receivables

Reversal of impairment losses of contract assets

(c) Impairment

The movement in the impairment of contract assets is as follows:

At beginning of the financial period/year Charge for the financial period/year Reversal of impairment losses

At end of the financial period/year

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Group			
30.6.2024 RM	31.12.2022 RM		
11,785,760	13,045,318		
2,139,431	4,060,307		
(92,186)	(679,624)		
2,047,245	3,380,683		
13,833,005	16,426,001		

	Gro 30.6.2024 Contract assets increase/ (decrease) RM	oup 31.12.2022 Contract assets increase/ (decrease) RM
ods transferred to customers	2,238,262	966,897
ginning of the period to	(5,418,696)	(2,004,972)
	587,438	848,828

Group			
30.6.2024	31.12.2022		
RM	RM		
679,624	1,528,452		
92,186	-		
(679,624)	(848,828)		
92,186	679,624		

Notes to the Financial Statements

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13. INVENTORIES

	Gr	oup
	30.6.2024 RM	31.12.2022 RM
At lower of cost and NRV:		
Airtime reloads	11,878	18,331
Raw materials	1,172,272	-
Work-in-progress	549,186	-
Finished goods	3,398,228	9,358,233
Packing materials	622,206	-
	5,753,770	9,376,564

(a) The cost of inventories of the Group recognised as an expense in cost of sales during the financial period was RM39,476,531 (31.12.2022: RM20,293,898).

(b) The cost of inventories of the Group recognised as an expense in cost of sales during the financial period in respect of written off of inventories was RM12,107 (31.12.2022: RM13,607).

14. SHORT-TERM FUNDS

	Group		Company	
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Current: Financial assets at fair value through profit or loss				
Short-term funds	39,321	3,013,219	27,296	25,948

15. DEPOSIT, CASH AND BANK BALANCES

	Group		Company	
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Cash and bank balances	7,702,637	11,476,999	87,491	173,798
Deposit placed with a licensed bank	50,000	-	-	-
Deposit, cash and bank balances as reported in				
the statements of financial position	7,752,637	11,476,999	87,491	173,798
Less: Time deposit	(50,000)	-	-	-
Cash and cash equivalents as reported in the				
statements of cash flows	7,702,637	11,476,999	87,491	173,798

Time deposit is deposit placed with a licensed bank for periods of more than 3 months and bear interest at rate of 2.6% per annum and mature within one year.



16. SHARE CAPITAL

	Group and Company			
	Number of o	rdinary shares	Amounts —	
	30.6.2024	31.12.2022	30.6.2024	31.12.2022
	Unit	Unit	RM	RM
Issued and fully paid up (no par value):				
At beginning of the financial period/year	347,352,052	347,189,052	65,712,271	65,649,141
Issuance of shares pursuant to:				
- ESOS	-	163,000	-	63,130
- private placement	18,000,000	-	2,781,000	-
At end of the financial period/year	365,352,052	347,352,052	68,493,271	65,712,271

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regards to the Company's residual assets.

During the financial period, the Company issued 18,000,000 new ordinary shares at a price of RM0.1545 per ordinary share for a total cash consideration of RM2,781,000 via private placement.

In the previous financial year, the Company issued 163,000 new ordinary shares pursuant to the exercise of the Company's Employee Share Option Scheme ("ESOS") as disclosed in Note 17(b) to the financial statements which amounted to RM63,130.

The new ordinary shares issued during the financial period rank pari passu in all respects with the existing ordinary shares of the Company.

17. OTHER RESERVES

		Gro	oup	Com	npany
		30.6.2024	31.12.2022	30.6.2024	31.12.2022
	Note	RM	RM	RM	RM
Reorganisation debit	(a)	(24,439,680)	(24,439,680)	-	-
Share option reserve	(b)	-	114,021	-	114,021
Foreign exchange reserve	(c)	(5,669)	-	-	-
		(24,445,349)	(24,325,659)	-	114,021

(a) Reorganisation debit

The reorganisation debit arose from the acquisition of subsidiaries based on the difference between the amount recorded as cost of merger and the nominal value of subsidiaries' share capital acquired under the pooling of interest method of accounting as follows:

	SEDANIA Technologies Sdn. Bhd. RM	SEDANIA As Salam Capital Sdn. Bhd. RM	Offspring Inc Sdn. Bhd. RM	Total RM
Cost of merger	14,853,280	12,000,000	15,116,400	41,969,680
Less: share capital	(14,000,000)	(2,000,000)	(1,530,000)	(17,530,000)
	853,280	10,000,000	13,586,400	24,439,680

Notes to the Financial Statements

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17. OTHER RESERVES (continued)

(b) Share option reserve

The share option reserve comprises the cumulative value of employee services received for the issue of share options. The reserve is recorded over the vesting period commencing from the grant date and is reduced by the expiry or exercise of the share options. When the option is exercised, the amount from the share option reserve is transferred to share capital. When the share options expire, the amount from the share option reserve is transferred to retained earnings.

Share options are granted to eligible directors and employees. The options granted are vesting immediately and settlement is by issuance of fully paid ordinary shares. The exercise price in each grant is set 10% below the weighted average of the market prices of the Company's ordinary shares in the last five trading days before the grant date. The contractual term of each option granted is two years. There are no cash settlement alternatives. The options carry neither rights to dividends nor voting rights. Options may be exercised any time from the date of vesting to the date of expiry.

Movement of share options during the financial period/year

The following table illustrates the number and weighted average exercise prices ("WAEP") of, and movement in, share options:

	Group and Company			
	Number 30.6.2024 Unit	WAEP 30.6.2024	Number 31.12.2022 Unit	WAEP 31.12.2022
At the beginning of the financial period/year	17,837,000	RM0.38	500,000	RM0.09
Granted on 2 June 2022	-	-	18,200,000	RM0.38
Exercised during the financial period/year	-	-	(163,000)	RM0.38
Forfeited during the financial period/year	-	-	(700,000)	RM0.17
Expired during the period/year	(17,837,000)	RM0.38	-	-
At the end of the financial period/year	-		17,837,000	RM0.38
Exercisable at the end of the financial period/	'year -	-	8,837,000	RM0.38

The options outstanding at 31 December 2022 have exercise price of RM0.38 and the weighted average remaining contractual life for the share options outstanding as at 31 December 2022 was 1 year.

The fair values of the share options granted were determined using the Black-Scholes option pricing model, and the inputs were:

	31.12.2022
Fair value of share options and assumptions Weighted average fair value of share option at grant date (RM)	0.01
Weighted average share price (RM)	0.43
Option life (years)	2
Risk-free rate (%)	3.88
Expected volatility (%)	4.71

The expected volatility reflected the assumption that the historical volatility was an indicative of future trends, which may also not necessarily be the actual outcome.

17. OTHER RESERVES (continued)

(c) Foreign exchange reserve

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency as well as the foreign currency differences arising from monetary items which form part of the Group's net investment in foreign operations, where the monetary item is denominated in either the functional currency of the reporting entity or the foreign operation or another currency.

18. LOANS AND BORROWINGS

		Group		oup	Com	npany
		30.6.2024	31.12.2022	30.6.2024	31.12.2022	
	Note	RM	RM	RM	RM	
Non-current:						
Term loans	(a)	8,656,420	7,245,172	-	-	
Hire purchase payables	(b)	650,453	22,504	173,569	-	
		9,306,873	7,267,676	173,569	-	
Current:						
Term loans	(a)	1,130,833	970,673	-	-	
Hire purchase payables	(b)	170,897	116,913	39,924	-	
Revolving credit	(c)	500,000	500,000	-	-	
Bankers' acceptance	(d)	540,000	274,000	-	-	
Clean import financing	(e)	-	2,594,109	-	-	
		2,341,730	4,455,695	39,924	-	
		11,648,603	11,723,371	213,493	-	
Total loans and borrowings:						
Term loans	(a)	9,787,253	8,215,845	-	-	
Hire purchase payables	(b)	821,350	139,417	213,493	-	
Revolving credit	(C)	500,000	500,000		-	
Bankers' acceptance	(d)	540,000	274,000	-	-	
Clean import financing	(e)	-	2,594,109	-	-	
		11,648,603	11,723,371	213,493	-	



Notes to the Financial Statements

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18. LOANS AND BORROWINGS (continued)

(a) Term loans

Term loan 1 of a subsidiary of RM207,114 (31.12.2022: RM346,650) bears interest at 4.50% (31.12.2022: 4.25%) and is repayable by equal monthly instalments over ten years commencing from the day of first drawdown and is secured and supported as follows:

- (i) Legal charge over office building as disclosed in Note 5; and
- (ii) Corporate guarantee by the Company.

Term loan 2 of a subsidiary of RM62,187 (31.12.2022: RM232,243) bears interest at 6.00% (31.12.2022: 6.00%) above the bank base financing rate per annum and is repayable by equal monthly instalments over five years commencing from the day of first drawdown and is secured by jointly and severally guaranteed by the Company's directors.

Term loan 3 of a subsidiary of RM1,053,894 (31.12.2022: RM1,241,913) bears interest at 3.93% (31.12.2022: 3.93%) above the bank base financing rate per annum and is repayable by equal monthly instalments of RM14,225 over ten years commencing from the day of first drawdown and is secured and supported as follows:

- (i) Legal charge over office building as disclosed in Note 5;
- (ii) Corporate guarantee of the Company;
- (iii) Guarantee executed by Syarikat Jaminan Pembiayaan Perniagaan Berhad; and
- (iv) Joint and several guarantees by the Company's directors.

Term loan 4 of a subsidiary of RM5,481,247 (31.12.2022: RM6,395,039) bears interest at 7.75% (31.12.2022: 7.50%) and is repayable by equal monthly instalments over seven years and two months from the day of first drawdown and is secured and supported as follows:

- (i) Letter of Undertaking from the subsidiary to ensure and guarantee that all Project Revenue from the Contract to be financed by the Bank are channelled into the Revenue Collection Account;
- (ii) Corporate guarantee by the Company; and
- (iii) Irrevocable Letter of Undertaking from the Company to cover any shortfall of the monthly payment to the Bank and any shortfall of the capital expenditure on the projects undertaken by the subsidiary.

Term loan 5 of a subsidiary of RM2,833,900 (31.12.2022: Nil) bears interest at 8.17% (31.12.2022: Nil) and is repayable by equal monthly instalments over fifteen years from the day of first drawdown and is secured and supported as follows:

- (i) First ranking legal assignment over all rights, titles and benefits under the Power Purchase Agreement entered into between the subsidiary and PERKESO, in relation to the PRPTAR Solar Project;
- (ii) First ranking legal assignment and charge over the Designated Accounts and the credit balances therein; and
- (iii) Corporate guarantee by the Company.

Term loan 6 of a subsidiary of RM148,911 (31.12.2022: Nil) bears interest at 3.50% (31.12.2022: Nil) and is repayable by equal monthly instalments over five years from the day of first drawdown and is secured and supported by the joint and several guarantees by the subsidiary's directors.

18. LOANS AND BORROWINGS (continued)

(b) Hire purchase payables

	Group		Com	pany
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Minimum lease payments:				
Not later than 1 year	214,213	120,236	49,656	-
Later than 1 year and not later than 5 years	678,606	22,749	190,338	
Later than 5 years	38,102	-	-	-
	930,921	142,985	239,994	-
Less: Future finance charges	(109,571)	(3,568)	(26,501)	-
Present value of minimum lease payments	821,350	139,417	213,493	-
Present value of minimum lease payments:				
Not later than 1 year	170,897	116,913	39,924	-
Later than 1 year and not later than 5 years	614,847	22,504	173,569	-
Later than 5 years	35,606	-	-	-
	821,350	139,417	213,493	-
Less: Amount due within 12 months	(170,897)	(116,913)	(39,924)	-
Amount due after 12 months	650,453	22,504	173,569	-

(c) Revolving credit

The revolving credit of the Group bears interest at 2.50% (31.12.2022: 2.50%) above the bank base rate per annum and is secured by way of :

- (i) Legal charge over office building as disclosed in Note 5;
- (ii) Corporate guarantee of the Company;
- (iii) Guarantee executed by Syarikat Jaminan Pembiayaan Perniagaan Berhad; and
- (iv) Joint and several guarantees by the Company's directors.

(d) Bankers' acceptance

The bankers' acceptance of the Group bears interest at 1.50% (31.12.2022: 1.50%) above the bank base rate per annum and is secured by way of :

- (i) Legal charge over office building as disclosed in Note 5;
- Corporate guarantee of the Company; (ii)
- Guarantee executed by Syarikat Jaminan Pembiayaan Perniagaan Berhad; and (iii)
- (iv) Joint and several guarantees by the Company's directors.





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18. LOANS AND BORROWINGS (continued)

(e) Clean import financing

In the previous financial year, the clean import financing of the Group was secured by way of :

- (i) Joint and several guarantees by Company's directors;
- (ii) Letter of Undertaking from the subsidiary to channel all local and overseas sales proceeds to the Bank; and

Our Financials

(iii) Facility Agreement to be entered between the subsidiary and the Bank.

19. LEASE LIABILITIES

	Gr	oup
	30.6.2024 RM	31.12.2022 RM
Non-current: Lease liabilities	654,472	1,057,523
Current: Lease liabilities	1,203,208	537,665
Total lease liabilities	1,857,680	1,595,188

Future minimum lease payments together with the present value of net minimum lease payments are as follows:

	Gr	oup
	30.6.2024	31.12.2022
	RM	RM
Minimum lease payments:		
Not later than 1 year	1,278,029	623,490
Later than 1 year and not later than 5 years	670,237	1,130,593
	1,948,266	1,754,083
Less: Future finance charges	(90,586)	(158,895)
Present value of minimum lease payments	1,857,680	1,595,188
Present value of minimum lease payments:		
Not later than 1 year	1,203,208	537,665
Later than 1 year and not later than 5 years	654,472	1,057,523
	1,857,680	1,595,188
Less: Amount due within 12 months	(1,203,208)	(537,665)
Amount due after 12 months	654,472	1,057,523

20. TRADE AND OTHER PAYABLES

		Gro	oup	Com	npany
	Note	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Current: Trade					
Third parties	(a)	2,554,090	633,451	-	-
Related parties	(a)	9,800	-	-	-
		2,563,890	633,451	-	-
Non-trade					
Amounts owing to subsidiaries	(b)	-	-	1,203,249	2,500
Amounts owing to directors	(b)	191,239	-	-	-
Other payables		1,347,860	919,779	62,141	66,826
Accruals		2,134,769	798,088	399,590	234,818
Deposits		73,998	644,400	-	-
		3,747,866	2,362,267	1,664,980	304,144
Total trade and other payables		6,311,756	2,995,718	1,664,980	304,144

(31.12.2022: 30 days). upon demand in cash.

(a) Trade payables are non-interest bearing and the normal trade credit terms granted to the Group are 30 days (b) The amounts owing to subsidiaries and directors are non-trade in nature, unsecured, interest-free and repayable For explanation on the Group's liquidity risk management processes, refer to Note 30(b)(ii).

21. REVENUE

Revenue from contracts with customers: At a point in time:
Sale of goods
Services rendered

Over time: Maintenance revenue

(a) Disaggregation of revenue

The Group reports the following major segments: sustainable FMCG, sustainable energy, sustainable consumer technology and investment holding in accordance with MFRS 8 Operating Segments. For the purpose of disclosure for disaggregation of revenue, it disaggregates revenue into primary geographical markets, major goods or services, timing of revenue recognition (i.e. goods transferred at a point in time or maintenance transferred over time).



G 1.1.2023 to 30.6.2024 (18 months) RM	roup 1.1.2022 to 31.12.2022 (12 months) RM
60,955,533 16,657,400	30,566,936 7,505,394
461,418	280,243
78,074,351	38,352,573

Notes to the Financial Statements

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21. REVENUE (continued)

(a) Disaggregation of revenue (continued)

	Sustainable FMCG RM	Sustainable energy RM	Sustainable consumer technology RM	Total RM
Group 1.1.2023 to 30.6.2024 (18 months)				
Primary geographical markets Malaysia Asian countries Europe Others	47,234,812 5,121,538 7,684,979 319,144	3,589,549 - - -	14,124,329 - - -	64,948,690 5,121,538 7,684,979 319,144
	60,360,473	3,589,549	14,124,329	78,074,351
Major goods or services Sales of goods Services rendered Maintenance revenue	60,360,473 - -	595,060 2,533,071 461,418	- 14,124,329 -	60,955,533 16,657,400 461,418
	60,360,473	3,589,549	14,124,329	78,074,351
<i>Timing of revenue recognition:</i> At a point in time Over time	60,360,473 - 60,360,473	3,128,131 461,418 3,589,549	14,124,329	77,612,933 461,418 78,074,351
Group 1.1.2022 to 31.12.2022 (12 months) Primary geographical markets Malaysia Asian countries Europe Others	23,116,714 2,118,383 4,257,680 537,687	2,813,011 - - -	5,509,098 - - -	31,438,823 2,118,383 4,257,680 537,687
	30,030,464	2,813,011	5,509,098	38,352,573
Major goods or services Sales of goods Services rendered Maintenance revenue	30,030,464 - -	536,472 1,996,296 280,243	- 5,509,098 -	30,566,936 7,505,394 280,243
	30,030,464	2,813,011	5,509,098	38,352,573
<i>Timing of revenue recognition:</i> At a point in time Over time	30,030,464	2,532,768 280,243	5,509,098	38,072,330 280,243
	30,030,464	2,813,011	5,509,098	38,352,573

The Group applies the practical expedient in paragraph 121(a) of MFRS 15 and do not disclose information about remaining performance obligations that have original expected durations of one year or less.

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22. OTHER INCOME

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Dividend income	-	-	5,063,818	1,020,000
Gain on bargain purchase	2,509,229	-	-	-
Gain on disposal of property, plant and equipment	252,497	497	-	-
Management fees	-	-	5,400,000	1,800,000
Net realised gain on foreign exchange	35,566	7,483	-	-
Net unrealised gain on foreign exchange	-	10,353	-	-
Fair value gain on short-term funds	31,623	87,362	1,337	24,862
Others	240,954	355,718	-	-
	3,069,869	461,413	10,465,155	2,844,862
OTHER EXPENSES	.,,		-, -, -,	, , , , , , , , , , , , , , , , , , , ,
OTHER EXPENSES				npany
OTHER EXPENSES		oup 1.1.2022 to 31.12.2022 (12 months) RM		npany 1.1.2022 to 31.12.2022 (12 months)
OTHER EXPENSES	Gr 1.1.2023 to 30.6.2024 (18 months)	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months)	
Bad debts written off Fair value adjustment on receivables measured	Gr 1.1.2023 to 30.6.2024 (18 months) RM	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months) RM	npany 1.1.2022 to 31.12.2022 (12 months) RM
Bad debts written off Fair value adjustment on receivables measured at amortised cost	Gr 1.1.2023 to 30.6.2024 (18 months) RM 18,362	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months)	npany 1.1.2022 to 31.12.2022 (12 months)
Bad debts written off Fair value adjustment on receivables measured at amortised cost Property, plant and equipment written off	Gr 1.1.2023 to 30.6.2024 (18 months) RM 18,362 - 78	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months) RM - 319,548 -	npany 1.1.2022 to 31.12.2022 (12 months) RM
Bad debts written off Fair value adjustment on receivables measured at amortised cost Property, plant and equipment written off Net realised loss on foreign exchange	Gr 1.1.2023 to 30.6.2024 (18 months) RM 18,362 - - 78 272,827	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months) RM	npany 1.1.2022 to 31.12.2022 (12 months) RM
Bad debts written off Fair value adjustment on receivables measured at amortised cost Property, plant and equipment written off	Gr 1.1.2023 to 30.6.2024 (18 months) RM 18,362 - 78	oup 1.1.2022 to 31.12.2022 (12 months)	Cor 1.1.2023 to 30.6.2024 (18 months) RM - 319,548 -	npany 1.1.2022 to 31.12.2022 (12 months) RM

24. FINANCE INCOME

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Interest income	67,290	33,270	194,669	247,768
Unwinding interest on contract assets	2,386,258	1,811,921	-	-
	2,453,548	1,845,191	194,669	247,768



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25. FINANCE COSTS

	Group		Con	npany
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12months) RM
Interest expense on:				
 Hire purchase payables 	977	7,449	1,769	-
 Intercompany loan 	-	-	-	100,014
- Lease liabilities	311,737	117,932	-	-
- Term loans	1,022,903	308,709	-	-
- Trade facilities	182,444	119,940	-	-
	1,518,061	554,030	1,769	100,014

26. (LOSS)/PROFIT BEFORE TAX

Other than as disclosed elsewhere in the financial statements, the following items have been charged in arriving at (loss)/profit before tax

	Group		Company		
	Note	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Amortisation of intangible assets Auditors' remuneration - statutory audit - Baker Tilly Monteiro Heng PLT	7	113,534	12,315	-	-
- Current year - Other auditors		247,000	-	80,000	-
- Current year Other services:		86,275	213,000	-	61,000
- Baker Tilly Monteiro Heng PLT		8,000	-	8,000	-
- Other auditors Depreciation of:		-	8,000	-	8,000
- property, plant and equipment	5	966,920	394,508	12,248	-
- right-of-use assets	6	1,769,806	609,424	-	-
Employee benefits expense Expenses relating to lease of	27	24,643,672	10,686,501	7,078,486	2,795,098
low value assets		166,770	112,186	-	-
Expenses relating to short-term leases Impairment losses on:		276,008	130,249	-	-
 amount owing by an associate 		-	435,900	-	435,900
- contract assets		92,186	-	-	-
- trade receivables		4,825,512	705,598	-	-
Inventories written down		12,107	13,607	-	-
Reversal of impairment losses on:					
- amount owing by a subsidiary		-	-	-	(1,842,822)
- contract assets		(679,624)	(848,828)	-	-
- trade receivables		(6,425)	(2,196,435)	-	-

27. EMPLOYEE BENEFITS EXPENSE

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Fees	700,945	316,000	222,500	150,000
Other emoluments	23,942,727	10,370,501	6,855,986	2,645,098
	24,643,672	10,686,501	7,078,486	2,795,098

Included in employee benefits expense are:

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Directors of the Company				
Executive directors	406 445	100.000		
- Fees	406,445	132,000	-	-
- Other emoluments	2,918,043	1,883,799	2,567,742	1,531,740
	3,324,488	2,015,799	2,567,742	1,531,740
Non-executive directors				
- Fees	294,500	184,000	222,500	150,000
- Other emoluments	-	47,178	-	80,544
	294,500	231,178	222,500	230,544
	3,618,988	2,246,977	2,790,242	1,762,284





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28. INCOME TAX EXPENSE

The major components of income tax expense for the financial period/year ended 30 June 2024 and 31 December 2022 are as follows:

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	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Statements of comprehensive income Current income tax:				
Current income tax charge	1,861,937	1,069,781	34,249	-
Adjustment in repect of prior years	24,120	52,503	13,119	1,578
	1,886,057	1,122,284	47,368	1,578
Deferred tax: (Note 10)				
Reversal of temporary differences	(1,040,440)	(443,798)	-	-
Adjustment in respect of prior years	464,117	95,164	-	-
	(576,323)	(348,634)	-	-
Income tax expense	1,309,734	773,650	47,368	1,578

The reconciliations from the tax amount at the statutory income tax rate to the Group's tax expense are as follows:

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
(Loss)/Profit before tax	(1,491,720)	2,124,964	2,079,123	1,123,342
Tax at Malaysian statutory income tax				
rate of 24% (31.12.2022: 24%)	(358,013)	509,992	498,990	269,602
Effect of different tax rate in other country	17,911	-	-	-
Share of results of an associate	(196,578)	-	-	-
Income not subject to tax	(1,292,995)	-	(1,215,640)	(744,154)
Expenses not deductible for tax purposes	2,650,062	568,368	749,789	474,552
Deferred tax assets not recognised	1,110	-	1,110	-
Utilisation of previously unrecognised tax		(450.077)		
losses and capital allowances Adjustments in respect of prior years:	-	(452,377)	-	-
- current income tax	24,120	52,503	13,119	1,578
- deferred tax	464,117	95,164	15,119	1,576
	404,117	95,104	-	-
Income tax expense	1,309,734	773,650	47,368	1,578

29. EARNINGS/(LOSS) PER SHARE

(a) Basic earnings/(loss) per ordinary share

Basic earnings/(loss) per share are based on the profit/(loss) for the financial period attributable to ordinary equity holders of the Company and weighted average number of ordinary shares outstanding during the financial period, calculated as follows:

(Loss)/Profit attributable to ordinary shareholders of

Weighted average number of ordinary shares for ba

Basic (loss)/earnings per ordinary share (sen)

(b) Diluted earnings/(loss) per ordinary share

The diluted earnings/(loss) per share are based on the profit/(loss) for the financial period attributable to ordinary equity holders of the Company (after adjusting for interest on the convertible bonds) and the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares, calculated as follows:

(Loss)/Profit attributable to ordinary shareholders of

Weighted average number of ordinary shares for bas Effect of dilution from share options

Weighted average number of ordinary shares for dilu

Diluted (loss)/earnings per ordinary share (sen)

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	Group		
	30.6.2024 RM	31.12.2022 RM	
the Company (RM)	(2,402,639)	768,601	
sic (loss)/earnings per share	355,183,862	347,263,426	
	(0.68)	0.22	

	Group		
	30.6.2024 RM	31.12.2022 RM	
the Company (RM)	(2,402,639)	768,601	
sic earnings per share	355,183,862 -	347,263,426 762,540	
uted earnings per share	355,183,862	348,025,966	
	(0.68)	0.22	

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Notes to the Financial Statements

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30. FINANCIAL INSTRUMENTS

(a) Categories of financial instruments

The following table analyses the financial instruments in the statements of financial position by the classes of financial instruments to which they are assigned:

(i) Amortised cost

(ii) Fair value through profit or loss ("FVPL")

	Carrying amount RM	Amortised cost RM	FVPL RM
At 30 June 2024 Financial assets Group			
Trade and other receivables, net of prepayments	7,227,302	7,227,302	-
Deposit, cash and bank balances	7,752,637	7,752,637	-
Short term funds	39,321	-	39,321
	15,019,260	14,979,939	39,321
Company			
Trade and other receivables, net of prepayments	12,222,858	12,222,858	-
Cash and bank balances	87,491	87,491	-
Short term funds	27,296	-	27,296
	12,337,645	12,310,349	27,296
Financial liabilities			
Group Loans and borrowings	11 649 602	11,648,603	
Trade and other payables	11,648,603 6,311,756	6,311,756	-
	0,511,750	0,011,750	-
	17,960,359	17,960,359	-
Company			
Loans and borrowings	213,493	213,493	-
Trade and other payables	1,664,980	1,664,980	-
	1,878,473	1,878,473	-

30. FINANCIAL INSTRUMENTS (continued)

(a) Categories of financial instruments (continued))

The following table analyses the financial instruments in the statements of financial position by the classes of financial instruments to which they are assigned: (continued)

At 31 December 2022
Financial assets
Group
Trade and other receivables, net of prepayments
Short term funds
Cash and bank balances

Company

Trade and other receivables, net of prepayments Short term funds Cash and bank balances

Financial liabilities Group Loans and borrowings Trade and other payables

Company Trade and other payables



Carrying amount RM	Amortised cost RM	FVPL RM
8,794,822 3,013,219 11,476,999	8,794,822 - 11,476,999	- 3,013,219 -
23,285,040	20,271,821	3,013,219
17,199,036 25,948 173,798	17,199,036 - 173,798	- 25,948 -
17,398,782	17,372,834	25,948
11,723,371 2,995,718	11,723,371 2,995,718	-
14,719,089	14,719,089	-
304,144	304,144	

Notes to the Financial Statements

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30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management

The Group's and the Company's activities are exposed to a variety of financial risks arising from their operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk, foreign currency risk and interest rate risk. The Group's and the Company's overall financial risk management objective is to optimise value for their shareholders. The Group and the Company do not trade in financial instruments.

The Board of Directors reviews and agrees to policies and procedures for the management of these risks, which are executed by the Group's senior management. The audit committee provides independent oversight to the effectiveness of the risk management process.

(i) Credit risk

Credit risk is the risk of financial loss to the Group and the Company that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group and the Company are exposed to credit risk from its operating activities (primarily trade receivables) and from their investing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The Group and the Company have a credit policy in place and the exposure to credit risk is managed through the application of credit approvals, credit limits and monitoring procedures. Credit worthiness of a customer is assessed based on a set of evaluation criteria and individual credit limits are defined in accordance with this assessment.

The Group and the Company consider a financial asset to be in default when:

- the counterparty is unable to pay its credit obligations to the Group and the Company in full, without taking into account any credit enhancements held by the Group and the Company; or
- the contractual payment of the financial asset is more than 30 to 60 days past due unless the Group and the Company have reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

At the end of the reporting period, the Group and the Company assess whether financial assets carried at amortised cost are credit- impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Those events evidence that a financial asset is credit-impaired include observable data about the following events:

- significant financial difficulty of the counterparty; •
- a breach of contract, including a default event;
- a concession or restructuring of loans granted by the lender of the counterparty relating to the counterparty's financial difficulty; or
- it is probable that the counterparty will enter bankruptcy or other financial reorganisation.

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group and the Company determine that the debtor does not have assets or source of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's and the Company's procedure for recovery of amounts due.

30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables and contract assets

As at the end of the reporting period, the maximum exposure to credit risk arising from trade receivables and contract assets is represented by the carrying amounts in the statements of financial position.

The carrying amount of trade receivables and contract assets are not secured by any collateral or supported by any other credit enhancements. The Group has adopted a policy of dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The Group uses ageing analysis to monitor the credit quality of trade receivables. In managing credit risks of trade receivables, the Group also takes appropriate actions (including but not limited to legal actions) to recover long past due balances.

Credit risk concentration profile

The Group determines the credit risk concentration of its trade receivables and contract assets by industry sector profile on an ongoing basis. The credit risk concentration profile of the Group's trade receivables and contract assets at the reporting date are as follows:

At the end of the reporting period, approximately 15% (31,12,2022; 84%) of the Group's trade receivables was due from one (31.12.2022: one) major customer who was involved in the FMCG industry (31.12.2022: sustainable energy industry).

Trade receivables:

	30.6.2024		31.12.2022	
	RM	%	RM	%
Group				
Sustainable fast-moving consumer				
goods ("FMCG")	3,166,681	61%	690,379	10%
Sustainable consumer technology	990,625	19%	800,627	12%
Sustainable energy	1,008,828	20%	5,186,052	78%
	5,166,134	100%	6,677,058	100%
Contract assets				
	30.6.2024		31.12.2022	
	RM	%	RM	%
Group				
Gloup				

	30.6.2024		31.12.2022	
	RM	%	RM	%
Group				
Sustainable fast-moving consumer				
goods ("FMCG")	3,166,681	61%	690,379	10%
Sustainable consumer technology	990,625	19%	800,627	12%
Sustainable energy	1,008,828	20%	5,186,052	78%
	5,166,134	100%	6,677,058	100%
Contract assets				
	30.6.2024		31.12.2022	
	RM	%	RM	%
Group				
Sustainable energy	13,833,005	100%	16,426,001	100%



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30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables and contract assets (continued)

The Group applies the simplified approach to providing for expected credit losses ("ECL") prescribed by MFRS 9, which permits the use of the lifetime expected credit losses provision for all trade receivables and contract assets. To measure the expected credit losses, trade receivables have been grouped based on the days past due which were estimated to be immaterial to the Group. The Group also individually assessed ECL of individual customers based on indicators such as changes in financial capability of the receivables, payment trends of the receivable and default or significant delay in payments. The determination of ECL also incorporate economic conditions during the period of historical data, current conditions and forward-looking information on the economic conditions over the expected settlement period of the receivables. The Group believes that changes in economic conditions over these periods would not materially impact the impairment calculation of the receivables.

The information about the credit risk exposure on the Group's trade receivables and contract assets are as follows:

	Expected credit loss rate %	Gross carrying amount at default RM	Impairment Iosses RM
Group			
30.6.2024			
Contract assets	0%	13,833,005	-
Individually impaired		92,186	92,186
		13,925,191	92,186
Trade receivables			
Current	0%	2,933,025	11,462
1-30 days past due	0%	305,456	-
31-60 days past due	1%	339,711	4,543
61-90 days past due	0%	356,159	1,194
91-120 days past due	5%	627,447	33,217
>120 days past due	34%	604,336	208,462
		5,166,134	258,878
Individually impaired		7,083,331	6,824,453
		12,249,465	7,083,331
		26,174,656	7,175,517 1

30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

follows: (continued)

Group 31.12.2022 Contract assets Individually impaired

31.12.2022 Trade receivables

Current 1-30 days past due 31-60 days past due 61-90 days past due 91-120 days past due >120 days past due

Individually impaired

Other receivables and other financial assets

For other receivables and other financial assets (including short-term funds, deposit, cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties. At the reporting date, the Group's and the Company's maximum exposure to credit risk arising from other receivables and other financial assets is represented by the carrying amount of each class of financial assets recognised in the statements of financial position.

The Group and the Company consider the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Group and the Company compare the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information.

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The information about the credit risk exposure on the Group's trade receivables and contract assets are as

Expect credit lo ra		Gross carrying amount at default RM	Impairment Iosses RM
C)%	16,426,001 679,624	- 679,624
		17,105,625	679,624
)%)%)%)%)%	1,933,785 551,227 443,843 235,490 196,448 3,316,265	- 403 187 - 3,334
		6,677,058 2,264,244	3,924 2,260,320
		8,941,302	2,264,244
		26,046,927	2,943,868

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30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Other receivables and other financial assets (continued)

Macroeconomic information (such as market interest rates or growth rates) is incorporated as part of the internal rating model.

Regardless of the analysis above, a significant increase in credit risk is presumed if a debtor is more than 30 days past due in making a contractual payment.

Some intercompany loans between entities within the Group are repayable on demand. For loans that are repayable on demand, impairment losses are assessed based on the assumption that repayment of the loan is demanded at the reporting date. If the borrower does not have sufficient highly liquid resources when the loan is demanded, the Group and the Company will consider the expected manner of recovery and recovery period of the intercompany loan.

As at the end of the reporting date, the Group and the Company consider the other receivables and other financial assets as low credit risk and any loss allowance would be negligible.

Financial guarantee contracts

The Company is exposed to credit risk in relation to financial guarantees given to banks in respect of loans granted to certain subsidiaries. The Company monitors the results of the subsidiaries and their repayment on an on-going basis. The maximum exposure to credit risks amounts to RM9,576,155 (31.12.2022: RM7,983,602) representing the maximum amount the Company could pay if the guarantee is called on as disclosed in Note 30(b)(ii). As at the reporting date, there was no loss allowance for impairment as determined by the Company for the financial guarantee.

(ii) Liquidity risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations when they fall due. The Group's and the Company's exposure to liquidity risk arise primarily from mismatches of the maturities between financial assets and liabilities. The Group's and the Company's exposure to liquidity risk arise principally from trade and other payables, loans and borrowings.

The Group's and the Company's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by facilities. The Group and the Company maintain sufficient liquidity and available funds to meet daily cash needs, while maintaining controls and security over cash movements. The Group and the Company use a series of processes to obtain maximum benefits from its flow of funds, such that they are efficiently managed to maximise income from investment and minimise cost on borrowed funds. The Group's and the Company's treasury department also ensure that there are sufficient unutilised stand-by facilities, funding and liquid assets available to meet both short-term and long-term funding requirements.

30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(ii) Liquidity risk (continued)

Maturity analysis (continued)

The maturity analysis of the Group's and the Company's financial liabilities by their relevant maturity at the reporting date are based on contractual undiscounted repayment obligations are as follows: (continued)

		On demand	tractual undiscour Between	Between		
	Carrying	or within	one and five	More than		
	amount	one year	years	five years	Tota	
	RM	RM	RM	RM	RM	
Group						
At 30 June 2024 Financial liabilities:						
Trade and other						
payables	6,311,756	6,311,756	-	-	6,311,756	
Loans and borrowings	11,648,603	3,062,333	7,698,392	4,180,134	14,940,859	
Lease liabilities	1,857,680	1,278,029	670,237	-	1,948,266	
	19,818,039	10,652,118	8,368,629	4,180,134	23,200,881	
At 31 December 2022						
Financial liabilities:						
Trade and other						
payables	2,995,718	2,995,718	-	-	2,995,718	
Loans and borrowings	11,723,371	5,016,471	5,325,406	3,708,180	14,050,057	
Lease liabilities	1,595,188	623,490	1,130,593	-	1,754,083	
	16,314,277	8,635,679	6,455,999	3,708,180	18,799,858	
Company						
At 30 June 2024						
Financial liabilities:						
Other payables		1,664,980	1,664,980	-	1,664,980	
Loans and borrowings		213,493	49,656	190,338	239,994	
Financial guarantee cor	ntracts	-	9,576,155	-	9,576,155	
		1,878,473	11,290,791	190,338	11,481,129	
		1,010,110	11,200,701			
At 31 December 2022						
Financial liabilities:						
Other payables		304,144	304,144	-	304,144	
Financial guarantee cor	ntracts	-	7,983,602	-	7,983,602	
		304,144	8,287,746	_	8,287,746	



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30. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management (continued)

(iii) Foreign currency risk

Foreign currency risk is the risk of fluctuation in fair value or future cash flows of a financial instrument as a result of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when sales, purchases and borrowings that are denominated in a foreign currency) and the Group's net investments in foreign subsidiaries.

Management has set up a policy that requires all companies within the Group and the Company to manage their treasury activities and exposures. The Group's and the Company's policy is to hedge all material foreign currency exposures arising from its transactions and balances using derivative instruments that have maturity periods that match the corresponding maturity periods of the hedged items. In addition, the Group and the Company also take advantage of any natural effects of its foreign currencies revenues and expenses by maintaining current accounts in foreign currencies.

The Group's unhedged financial assets and liabilities of the Group that are not denominated in their functional currencies are as follows:

	USD RM	CNY RM	AUD RM	THB RM	Total RM
Functional currency of the Group 30.6.2024 Ringgit Malaysia	(222,758)	2,733,344	162,245	20,249	2,693,080
31.12.2022 Ringgit Malaysia	298,702	-	399,027	-	697,729

Sensitivity analysis for foreign currency risk

The Group's principal foreign currency exposure relates mainly to United States Dollar ("USD"), Chinese Yuan ("CNY"), Australian Dollar ("AUD") and Thai Baht ("THB").

The following table demonstrates the sensitivity to a reasonably possible change in the USD, CNY, AUD and THB, with all other variables held constant on the Group's total equity and profit for the financial period.

30. FINANCIAL INSTRUMENTS (continued)

- (b) Financial risk management (continued)
 - (iii) Foreign currency risk (continued)

Sensitivity analysis for foreign currency risk (continued)

	Change in rate %	Effect on profit for the financial year/period RM	Effect on equity RM
Group 30.6.2024			
- USD	+ 15%	(25,394)	(25,394)
	- 15%	25,394	25,394
- CNY	+ 15%	311,601	311,601
	- 15%	(311,601)	(311,601)
- AUD	+ 15%	18,496	18,496
	- 15%	(18,496)	(18,496)
- THB	+ 15%	2,308	2,308
	- 15%	(2,308)	(2,308)
31.12.2022 - USD	. 150/	24.052	24.052
- 000	+ 15% - 15%	34,052 (34,052)	34,052 (34,052)
- AUD	+ 15%	45,489	45,489
	- 15%	(45,489)	(45,489)

(iv) Interest rate risk

Interest rate risk is the risk of fluctuation in fair value or future cash flows of the Group's financial instruments as a result of changes in market interest rates. The Group's exposure to interest rate risk arises primarily from their long-term loans and borrowings with floating interest rates.

Sensitivity analysis for interest rate risk The following table demonstrates the sensitivity to a reasonably possible change in interest rates, with all other variables held constant on the Group's total equity and profit for the financial period.

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30. FINANCIAL INSTRUMENTS (continued)

- (b) Financial risk management (continued)
 - (iv) Interest rate risk (continued)

	Change in basis point	Effect on loss for the financial period/year RM	Effect on equity RM
Group:		(()
30.6.2024	+ 100	(82,287)	(82,287)
	- 100	82,287	82,287
31.12.2022	+ 100	(88,038)	(88,038)
	- 100	88,038	88,038

(c) Fair value measurement

The carrying amounts of cash and cash equivalents, short-term receivables and payables and short-term borrowings reasonably approximate to their fair values due to the relatively short-term nature of these financial instruments.

The Group and the Company recognise transfers between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfers. There have been no transfers between Level 1 and Level 2 during the financial period (31.12.2022: no transfer in either directions).

The following table provides the fair value measurement hierarchy of the Group's and the Company's financial instruments:

	Carrying amount <	Fair value of f	financial instrum —— Fair valu		at fair value
	Total RM	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
Group 30.6.2024 Financial liabilities	801.050			202.064	202.064
Hire purchase payable	821,350	-	-	808,064	808,064
31.12.2022 Financial liabilities Hire purchase payable	139,417	-	-	97,203	97,203
Company 30.6.2024 Financial liabilities Hire purchase payable	213,493	-	-	206,162	206,162

30. FINANCIAL INSTRUMENTS (continued)

(c) Fair value measurement (continued)

Level 3 fair value

Fair value of financial instruments not carried at fair value The fair value of liability component of hire purchases is calculated based on the present value of future principal and interest cash flows, discounted at the market interest rate of similar liabilities.

31. RELATED PARTIES

(a) Identity of related parties

Parties are considered to be related to the Group and the Company if the Group and the Company have the ability directly or indirectly, to control the party or exercise significant influence over the party in making financial and operational decisions, or vice versa, or where the Group and the Company and the party are subject to common control. Related parties may be individuals or other entities.

Related parties of the Group and the Company include:

- (i) Company's holding company;
- Subsidiaries; (ii)
- (iii) Associates;

(b) Significant related party transactions

Significant related party transactions other than disclosed elsewhere in the financial statements are as follows:

Transaction with subsidiaries are as follows:

- Dividend income
- Management fees
- Interest income
- Interest expense

Transaction with an associate is as follows: - Dividend income

Significant outstanding balances with related parties at the end of the reporting period are as disclosed in Notes 11 and 20.

The Company provides secured corporate guarantees to banks in respect of banking facilities granted to the subsidiaries as disclosed in Note 30(b)(i).

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(iv) Key management personnel of the Group and the Company comprise persons (including directors) having the authority and responsibility for planning, directing and controlling the activities directly or indirectly.

Con 1.1.2023 to 30.6.2024 (18 months) RM	npany 1.1.2022 to 31.12.2022 (12 months) RM
(5,000,000) (5,400,000) (194,657)	(1,020,000) (1,800,000) (237,818)
-	100,014
(63,818)	-

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31. RELATED PARTIES (continued)

(c) Compensation of key management personnel

	Group		Company	
	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM	1.1.2023 to 30.6.2024 (18 months) RM	1.1.2022 to 31.12.2022 (12 months) RM
Short-term employee benefits	3,281,139	1,320,288	1,258,900	-
Defined contribution plans	371,080	129,900	149,028	-
	3,652,219	1,450,188	1,407,928	-

Our Financials

32. SEGMENT INFORMATION

The Group prepared the following segment information in accordance with MFRS 8 Operating Segments based on the internal reports of the Group's strategic business units which are regularly reviewed by the directors for the purpose of making decisions about resources allocation and performance assessment.

The following summary describes the operations in each of the Group's reportable segments:

Segments

Sustainable fast-moving consumer goods ("FMCG")	Offering essential, eco-friendly products that focus on premium mother care, healthcare, personal care, household, and baby products, designed for health-conscious families.
Sustainable energy	Providing Intelligent Power Management Solutions, renewal energy, energy audits, and related energy optimisation solutions for businesses and large organisations.
Sustainable consumer technology	Providing innovative digital solutions for the banking and financial sector, along with patented airtime sharing technology for telecommunications providers.

Segment profit

Segment profit is used to measure performance as the Managing Director believes that such information is the most relevant in evaluating the results of certain segments relative to each other entities that operate within these industries. Performance is evaluated based on operating profit or loss which is measured differently from operating profit or loss in the consolidated financial statements.

Segment assets

The total segment asset is measured based on all assets (excluding investment in associates and joint ventures) of a segment, as included in the internal reports that are reviewed by the Managing Director.

Segment liabilities

Segment liabilities information is neither included in the internal management reports nor provided regularly to the Managing Director. Hence no disclosure is made on segment liabilities.

32. SEGMENT INFORMATION (continued)

_	Note	Sustainable FMCG RM	Sustainable energy RM	Sustainable consumer technology RM	Investment holding RM	Adjustments and eliminations RM	Total RM
1.1.2023 to 30.6.2024 (18 months)							
Revenue Revenue from external						<i></i>	
customers Inter-segmen	t	72,003,060	3,597,684	14,124,329	-	(11,650,722)	78,074,351
revenue	(a)	2,163,880	-	-	-	(2,163,880)	-
Total revenue		74,166,940	3,597,684	14,124,329	-	(13,814,602)	78,074,351
Results Segment							
profit/(loss) Finance		578,773	(8,183,176)	4,548,193	1,886,223	(2,076,296)	(3,246,283)
income		15,212	2,407,602	42,193	194,669	(206,128)	2,453,548
Finance costs Share of		(632,107)	(1,045,946)	(55,370)	(1,769)	217,131	(1,518,061)
results in associate		-	-	-	-	819,076	819,076
(Loss)/Profit before tax Income tax	(b)	(38,122)	(6,821,520)	4,535,016	2,079,123	(1,246,217)	(1,491,720)
expense		(869,876)	609,178	(1,233,425)	(47,368)	231,757	(1,309,734)
(Loss)/Profit for the financial							
period	(b)	(907,998)	(6,212,342)	3,301,591	2,031,755	(1,014,460)	(2,801,454)
Assets: Segment assets		57,627,174	23,996,845	5,686,094	65,868,064	(79,484,235)	73,693,942
Liabilities: Segment liabilities		19,829,848	20,333,447	1,835,179	1,912,722	(22,108,234)	21,802,962
			,,,,,,,,,.	.,,	·,-· - ,· -	(,	



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32. SEGMENT INFORMATION (continued)

1.1.2023 to 30.6.2024 (18 months) (continued) 306.2024 (18 months) (continued) Other information: - Amortisation of intangible assets 113,534 - - Bad debts writen off 18,362 - - - properly, plant and equipment 597,459 102,098 255,115 12,248 966,920 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Employee benefits - - 166,770 - 166,770 Expenses relating to lease of low - - 166,770 - - 166,770 Short-term funds - (30,286) - - - 276,008 Fair value gain on short-term funds - (30,286) - (1,337) - (2,509,229) Gain on bargain purchase (2,509,229) - - - 26,850 (252,497) Impairment losses on: - contract assets 92,186 - - 92,186 - - 92,186 - trade receivables 252,058 4,476,061 6,820 90,573 4,825,		Sustainable FMCG RM	Sustainable energy RM	Sustainable consumer technology RM	Investment holding RM	Adjustments and eliminations RM	Total RM
Amortisation of intangible assets 113,534 - - - 113,534 Bad debts written off - 18,362 - - 18,362 Depreciation of: - - 18,362 - - 18,362 - property, plant and equipment 597,459 102,098 255,115 12,248 - 966,920 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Expenses 10,789,897 2,667,517 4,107,772 7,078,486 - 24,643,672 Expenses relating to lease of low - - 166,770 - - 166,770 Expenses relating to short-term funds - (30,286) - (1,337) - (31,623) Gain on bargain purchase (2,509,229) - - - (2,509,229) Gain on disposal of property, plant and equipment (49,347) (230,000) - - 26,850 (252,497) Impairment losses on: - 92,186 - - 92,186 - - 92,186 -	30.6.2024 (18 months)						
Amortisation of intangible assets 113,534 - - - 113,534 Bad debts written off - 18,362 - - 18,362 Depreciation of: - - 18,362 - - 18,362 - property, plant and equipment 597,459 102,098 255,115 12,248 - 966,920 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Expenses 10,789,897 2,667,517 4,107,772 7,078,486 - 24,643,672 Expenses relating to lease of low - - 166,770 - - 166,770 Expenses relating to short-term funds - (30,286) - (1,337) - (31,623) Gain on bargain purchase (2,509,229) - - - (2,509,229) Gain on disposal of property, plant and equipment (49,347) (230,000) - - 26,850 (252,497) Impairment losses on: - 92,186 - - 92,186 - - 92,186 -	Other information:						
intangible assets 113,534 - - - 113,534 Bad debts written off - 18,362 - - 18,362 Depreciation of: - - 18,362 - - 18,362 - property, plant and - - 12,248 - 966,920 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Employee benefits - - 1,769,806 - - 24,643,672 Expenses relating to - - - 166,770 - - 166,770 Expenses relating to - - - - 276,008 - - - 276,008 Fair value gain on - - - - 276,008 - - 276,008 - Fair value gain on bargain - (30,286) - (1,337) - (31,623) Gain on disposal of - - 26,850 (252,497) - - 92,186 - - 92,186 -							
Bad debts written off - 18,362 - - - 18,362 Depreciation of: - - 18,362 - - - 18,362 - property, plant and - - 17,69,806 - - 1,769,806 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Employee benefits - - 1,769,806 - 24,643,672 Expenses relating to - - - 166,770 Expenses relating to - - - 166,770 Short-term leases 276,008 - - - 166,770 Short-term leases 276,008 - - - 276,008 Fair value gain on - - - 276,008 - - 276,008 Fair value gain on - - - 276,008 - - 276,008 Fair value gain on - - (30,286) - (1,337) - (2,509,29) Gain on bargain - <td></td> <td>113 534</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>113 534</td>		113 534	-	-	-	-	113 534
Depreciation of: - property, plant and equipment 597,459 102,098 255,115 12,248 - 966,920 - right-of-use assets 1,538,791 29,611 201,404 - - 1,769,806 Employee benefits - 24,643,672 - 24,643,672 Expenses relating to lease of low - - 166,770 value assets 149,310 17,460 - - 166,770 Expenses relating to short-term leases 276,008 - - 276,008 Fair value gain on short-term funds - (30,286) - (1,337) - (21,623) Gain on bargain purchase (2,509,229) - - - 26,850 (252,497) Impairment losses on: - contract assets - 92,186 - - 92,186 - trade receivables 252,058 4,476,061 6,820 90,573 4,825,512 Property, plant and equipment written off - - 78 - 78 Reversal of impairment losses on	0	-	18.362	-	-	-	
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Employee benefits expense 10,789,897 2,667,517 4,107,772 7,078,486 - 24,643,672 Expenses relating to lease of low value assets 149,310 17,460 - - 166,770 Expenses relating to short-term leases 276,008 - - - 276,008 Fair value gain on short-term funds - (30,286) - (1,337) - (31,623) Gain on bargain purchase (2,509,229) - - - 26,850 (250,929) Gain on bargain purchase (2,509,229) - - - 26,850 (252,497) Impairment losses on: - 92,186 - - 92,186 - - 92,186 - - 92,186 - 90,573 4,825,512 Property, plant and equipment written off - - 78 - 78 - 78 Reversal of impairment losses on: - - 78 - 78 - 78 - contract assets - - 78 - - 78 Reversal of					-	-	
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Fair value gain on short-term funds - (30,286) - (1,337) - (31,623) Gain on bargain purchase (2,509,229) - - - (2,509,229) Gain on disposal of property, plant and equipment (49,347) (230,000) - - 26,850 (252,497) Impairment losses on: - 92,186 - - 92,186 - 90,573 4,825,512 Property, plant and equipment written off - 78 - 78 78 Reversal of impairment losses on: - 78 - 78 78 - contract assets - 679,624) - - 78 - contract assets - (679,624) - - (679,624) - trade receivables (590) (2,501) (3,334) - (6,425) - trade receivables (590) (2,501) (3,334) - - (6,425)	Expenses relating to						
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impairment losses on: - (679,624) - - (679,624) - trade receivables (590) (2,501) (3,334) - - (6,425) Inventories written - - - (6,425) - - -		-	-	10	-	-	10
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Inventories written		(590)	,	(3.334)	-	-	,
		(550)	(2,001)	(0,00+)	-	-	(0,720)
	down	206,903	-	-	-	(194,796)	12,107

32.	SEGMENT	INFORMATION	(continued)
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	Note	Sustainable FMCG RM	Sustainable energy RM	Sustainable consumer technology RM	Investment holding RM	Adjustments and eliminations RM	Total RM
1.1.2022 to 31.12.2022 (12 months)							
Revenue Revenue from external customers	I	30,030,464	2,813,011	5,509,098	-	-	38,352,573
Results Segment profit/(loss)		2,250,343	(1,714,120)	2,114,014	975,588	(2,792,022)	833,803
Finance income Finance costs		10,185 (350,021)	1,817,710 (441,827)	107,360	247,768 (100,014)	(337,832) 337,832	1,845,191 (554,030)
Profit/(Loss) before tax Income tax	(b)	1,910,507	(338,237)	2,221,374	1,123,342	(2,792,022)	2,124,964
expense		(721,297)	525,357	(576,132)	(1,578)	-	(773,650)
Profit/(Loss) for the	(1)					(0, 700, 000)	
financial yea	r (b)	1,189,210	187,120	1,645,242	1,121,764	(2,792,022)	1,351,314
Assets: Segment assets		17,979,132	33,418,454	6,110,156	59,403,159	(59,152,186)	57,758,715
Liabilities: Segment liabilities		9,345,929	23,580,330	560,832	304,144	(17,462,309)	16,328,926

Our Financials -



Notes to the Financial Statements (Cont'd)

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Notes to the Financial Statements

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32. SEGMENT INFORMATION (continued)

	Sustainable FMCG RM	Sustainable energy RM	Sustainable consumer technology RM	Investment holding RM	Adjustments and eliminations RM	Total RM
1.1.2022 to 31.12.2022 (12 months) (continued)						
Other information:						
Amortisation of						
intangible assets Depreciation of: - property, plant and	12,315	-	-	-	-	12,315
equipment	200,682	180,579	13,247	-	-	394,508
- right-of-use assets	457,157	152,267	-	-	-	609,424
Employee benefits	,	,				
expense	3,944,402	2,425,196	1,521,805	2,795,098	-	10,686,501
Expenses relating to	-,,	_,,	.,,	_,,		,,
lease of low value						
assets	112,186	-	-	-	-	112,186
Expenses relating to						
short-term leases	130,249	-	-	-	-	130,249
Fair value gain on						
short-term funds	-	(62,500)	-	(24,862)	-	(87,362)
Gain on disposal of						
property, plant and						
equipment	-	(497)	-	-	-	(497)
Impairment losses on:						
- amount owing by				405 000		405 000
an associate	-	-	-	435,900	-	435,900
 trade receivables Reversal of 	-	705,189	409	-	-	705,598
impairment losses on	:					
- amount owing				(1 0 4 0 0 0 0)	1 040 000	
by a subsidiary - contract assets	-	- (848,828)	-	(1,842,822)	1,842,822	(848,828)
- trade receivables	- (2,117)	(848,828)	-	-	-	(040,020) (2,196,435)
Inventories written	(2,117)	(2,194,310)	-	-	-	(2,190,400)
down	13,607	-	-	-	-	13,607
	10,007		_	_	_	10,007

32. SEGMENT INFORMATION (continued)

- (a) Inter-segment revenue are eliminated on consolidation.
- (b) Inter-segment transactions are eliminated on consolidation.
- (c) Additions to non-current assets consist of:

	Intangible assets Property, plant and equipment Right-of-use assets
(d) Geographical information
	Revenue information based on the geographical location
	Malaysia Asian countries
	Europe Others
	The following is the analysis of non-current assets othe by the Group's geographical location:

Malaysia Indonesia

(e) Reconciliation of assets

Inter-segment assets

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Notes to the Financial Statements (Cont'd)

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30.6.2024 RM	31.12.2022 RM
- 1,796,118 1,230,332	16,700 89,178 740,665
3,026,450	846,543

tion of customers is as follows:

Rev	enue
30.6.2024 RM	31.12.2022 RM
64,948,690	31,438,823
5,121,538	2,118,383
7,684,979	4,257,680
319,144	537,687
78,074,351	38,352,573

er than financial instruments and deferred tax assets analysed

Non-curr	Non-current assets		
30.6.2024 RM	31.12.2022 RM		
39,496,005 86,510	17,923,733		
39,582,515	17,923,733		

.6.2024 RM	31.12.2022 RM
84,235)	(59,152,186)

Notes to the Financial Statements

(Cont'd)

33. SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD

(a) On 28 December 2022, the Company announced that it had entered into a Share Sale Agreement ("SSA") with Encik Ariffin Bin Sabirin for the acquisition of 34,000 ordinary shares ("Sale Shares") in Wasiyyah Shoppe Berhad ("WSB"), a company incorporated in Malaysia, representing a 20% equity interest in WSB, for a purchase consideration of RM3,000,000 to be fully satisfied by cash.

The proposed acquisition is to enable the Group to expand its presence in the growing Islamic financial technology business.

On 1 March 2023, the Group completed its acquisition of WSB.

- (b) The Company announced that it had received a letter dated 21 September 2023 from the solicitors acting for Karine Low and Tan Kien Yeow, accompanied by a Court Order dated 30 August 2023 by the Kuala Lumpur High Court of Malaya. On 17 November 2020, the Company received a letter of demand from two individuals who claimed to have 49% equity interest in the issued and paid-up share capital of Offspring Inc Sdn. Bhd. ("OFFSPRING") via a Shareholder Agreement entered into between the Plaintiffs and SEDANIA Corporation Sdn. Bhd. ("SCSB") dated 8 October 2018. As of today, the Company holds 51% equity interest whilst SCSB holds 49% equity interest in OFFSPRING. The Plaintiffs obtained a Court Order to recognise and enforce an arbitration award that granted certain reliefs, namely:
 - (i) SCSB and OFFSPRING are jointly and severally to pay for the damages in the amount of RM14,523,599.99 or any part thereof remaining unpaid, at the rate of 5% per annum from 22 December 2020 until the date of the Court Order:
 - (ii) SCSB and OFFSPRING are jointly and severally to bear the entire costs of the arbitration in the sum of RM416,358.02 as determined by the Director of the Asian International Arbitration Centre;
 - (iii) SCSB and OFFSPRING are jointly and severally to pay legal and other costs (inclusive of disbursements, expenses and tax) in the sum of RM365,937.40; and
 - (iv) SCSB and OFFSPRING are jointly and severally to pay simple interest on sums awarded above or any part thereof remaining unpaid, at the rate of 5% per annum from the date of Court Order until final payment.
- On 3 November 2023, the Company announced that it had entered into a conditional shares sale agreement ("SSA") (c) with Mohamad Faisal Bin Ahmad Fadzil, Fauziah Binti Ahmad Fadzil and Faridah Binti Ahmad Fadzil for the acquisition of 4,354,203 shares in Tanamera Group Sdn Bhd ("TGSB"), representing 36.90% equity interest in TGSB, for a purchase consideration of RM4,500,000 to be fully satisfied by cash. Simultaneous to the entering of the SSA, the Company announced that it had entered into a conditional subscription agreement ("SA") with TGSB for the subscription of additional 3,397,030 shares in TGSB's enlarged share capital of 15,197,039 shares to be issued by TGSB to the Purchaser ("Subscription Shares"), for the subscription amount of RM3,680,000 to be fully satisfied by cash. Upon the completion of the SSA and the SA on 30 November 2023, TGSB become a 51%-owned subsidiary of the Company.

34. CAPITAL MANAGEMENT

The primary objective of the Group's and the Company's capital management is to ensure that they maintain a strong credit rating and healthy capital ratio in order to support their business and maximise shareholder value. The Group and the Company manage their capital structure and make adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group and the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies and processes during the financial period under review.

The Group and the Company monitor capital using gearing ratio. The gearing ratio is calculated as total loans and borrowings divided by total equity. The gearing ratio at 31 March 2024 and 31 March 2023 is as follows:

	Gro	oup	Com	pany
	30.6.2024 RM	31.12.2022 RM	30.6.2024 RM	31.12.2022 RM
Trade and other payables	6,311,756	2,995,718	1,664,980	304,144
Loans and borrowings	11,648,603	11,723,371	-	, -
Lease liabilities	1,857,680	1,595,188	-	-
	19,818,039	16,314,277	1,664,980	304,144
Less:				
Cash and bank balances	(7,752,637)	(11,476,999)	(87,491)	(173,798)
Short term funds	(39,321)	(3,013,219)	(27,296)	(25,948)
Net debts	12,026,081	1,824,059	1,550,193	104,398
Total equity	51,890,980	41,429,789	63,955,342	59,099,015
Debt-to-equity ratio	23%	4%	2%	0%



Notes to the Financial Statements (Cont'd)

Notes to the Financial Statements

(Cont'd)

Our Financials



35. COMPARATIVE FIGURES

(a) Change of financial year end

During the financial period, the Group and the Company changed their financial year end from 31 December to 30 June and made up their financial statements for the 18 months period to 30 June 2024. Accordingly, comparative figures for the statements of comprehensive income, statements of changes in equity, statements of cash flows and the related notes are not entirely comparable with those for the current financial period.

(b) Reclassification

In the previous financial year, motor vehicles under hire purchase arrangement and the related hire purchase payables were classified in right-of-use assets and lease liabilities respectively.

During the financial period, the nature of the hire purchase arrangement was re-assessed, and the motor vehicles and related hire purchase payables were reclassified as property, plant and equipment and loans and borrowings respectively.

The comparative figures have been reclassified to conform with the current year presentation. The reclassifications have no effect on the profit/(loss) and earnings/(loss) per share of the Group and of the Company for the current and previous financial years.

	As previously classified RM	Reclassification RM	As reclassified RM
Group			
31.12.2022			
Statements of financial position (extract) Non-current assets			
Property, plant and equipment	3,217,086	90,001	3,307,087
Right-of-use assets	1,563,133	(90,001)	1,473,132
Non-current liabilities			
Loans and borrowings	7,245,172	22,504	7,267,676
Lease liabilities	1,080,027	(22,504)	1,057,523
Current liabilities			
Loans and borrowings	4,338,782	116,913	4,455,695
Lease liabilities	654,578	(116,913)	537,665

We, DATUK NOOR AZRIN BIN MOHD NOOR and DATUK NOOR SYAFIROZ BIN MOHD NOOR, being two of the directors of SEDANIA Innovator Berhad, do hereby state that in the opinion of the directors, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 June 2024 and of their financial performance and cash flows for the financial period from 1 January 2023 to 30 June 2024.

Signed on behalf of the board of directors in accordance with a resolution of the directors:

DATUK NOOR AZRIN BIN MOHD NOOR
Director

Kuala Lumpur

Date: 22 October 2024

I, RIZALZIN HASHIM BIN MOHAMMED, being the officer primarily responsible for the financial management of SEDANIA Innovator Berhad, do solemnly and sincerely declare that to the best of my knowledge and belief, the accompanying financial statements are correct, and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

RIZALZIN HASHIM BIN MOHAMMED MIA Membership No.: 38674

Subscribed and solemnly declared by the abovenamed at Kuala Lumpur in the Federal Territory on 22 October 2024.

Before me,

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DATUK NOOR SYAFIROZ BIN MOHD NOOR Director



(Pursuant to Section 251(1) of the Companies Act 2016)



Independent Auditors' Report

To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia)

Report on the Audit of the Financial Statements

Opinion

232

We have audited the financial statements of SEDANIA Innovator Berhad, which comprise the statements of financial position as at 30 June 2024 of the Group and of the Company, and the statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial period from 1 January 2023 to 30 June 2024, and notes to the financial statements, including material accounting policy information, as set out on pages 162 to 230

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 June 2024, and of their financial performance and their cash flows for the financial period from 1 January 2023 to 30 June 2024 in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Group and the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of financial statements of the Group and of the Company for the current financial period. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide separate opinion on these matters.

Key Audit Matters (continued)

Group

Trade receivables and contract assets (Notes 4(a), 11 and 12 to the financial statements)

The Group has significant trade receivables and contract assets as at 30 June 2024 which include certain amounts which are long outstanding.

We focused on this area because the Group's expected credit losses assessment requires the exercise of significant judgement to be made by the directors, especially in determining the risk of default and expected credit loss rate, which are based on the Group's past history, existing market conditions as well as forward looking estimates at the end of the reporting period. These judgements and assumptions are inherently uncertain.

Our response:

Our audit procedures included, among others:

- contract assets and expected credit losses calculation;
- of ageing reports prepared by the Group;
- obtaining confirmation of balances from selected receivables;
- directors' explanation on recoverability with significantly past due balances; and
- testing the mathematical computation of expected credit losses as at the end of the reporting period.

Business combination (Notes 4(b) and 8 to the financial statements)

During the financial period ended 30 June 2024, the Group made a significant acquisition of a company.

We focused on this area because it requires the exercise of significant judgement to be made by the directors to determine whether the transaction should be accounted for as a business combination or as the acquisition of an asset. In the accounting process, the directors are required to apply their judgement in the purchase price allocation, particularly concerning the valuation of the intangible assets and the remaining goodwill balance. The value of the intangible assets is required to be provisionally determined by the directors, while pending the finalisation of the valuation exercise.

Our response:

Our audit procedures included, among others:

- reading the sales and purchase agreements and discussing with the Group in relation to the accounting treatment on the acquisition;
- discussing with the Group on the identifiable assets acquired and the liabilities assumed at the acquisition date;
- and
- discussing with the Group on the appropriateness of the related disclosures.

Independent Auditors' Report To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia) (Cont'd)

understanding the design and implementation of controls associated with monitoring of outstanding receivables and

understanding the significant credit exposures which were significantly overdue or deemed to be in default through analysis

checking subsequent receipts, customer correspondence, and understanding level of activity with the customer and the

understanding the work performed by management's experts in respect of the valuation of tangible and intangible assets;

Independent Auditors' Report

To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia) (Cont'd)

Key Audit Matters (continued)

Group (continued)

Inventories (Notes 4(c) and 13 to the financial statements)

The Group has significant inventories as at 30 June 2024. The directors are required to perform an assessment to determine whether these inventories are stated at the lower of cost and net realisable value.

We focused on this this area because the review of saleability and valuation of these inventories at lower of cost and net realisable value by the directors are major source of estimation uncertainty.

Our response:

Our audit procedures included, among others:

- understanding the design and implementation of controls associated with monitoring and detection and write down/off of slow-moving inventories as at 30 June 2024;
- observing year end physical inventory count to observe physical existence and condition of the finished goods and understanding the design and implementation of controls during the count;
- checking subsequent sales and evaluating directors' assessment on estimated net realisable value on selected inventory items: and
- discussing with the Group whether the inventories have been written down to their net realisable value for inventory items with net realisable value lower than their cost, if any.

Company

Investment in subsidiaries (Notes 4(d) and 8 to the financial statements)

The Company has a significant balance of investment in subsidiaries. At the end of the financial period, the directors are required to determine if there is any indication of impairment in investment in subsidiaries. If such an indication of impairment exists, the directors are required to determine the recoverable amount of this investment.

We focused on this area because the Company's determination of the recoverable amount requires significant judgement to be made by the directors, especially in determining the assumptions to be applied in supporting the underlying cash flow projections in the recoverable amount calculation. These judgements and assumptions are inherently uncertain.

Our response:

Our audit procedures focused on evaluating the cash flows projections which included, among others:

- comparing the actual results with previous budget to understand the performance of the business;
- comparing the directors' key assumptions applied in the preparation of the cash flow projections to our assessments in relation to key assumptions to assess their reasonableness;
- testing the mathematical computation of the impairment assessment; and
- discussing sensitivity analysis performed by the Company in key assumptions and the impacts of these key assumptions and inputs that are expected to be most sensitive to the recoverable amount.

Information Other than the Financial Statements and Auditors' Report Thereon

The directors of the Company are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group and the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, misrepresentations, or the override of internal control.
- Company's internal control.



Independent Auditors' Report To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia) (Cont'd)

whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions,

obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the

Independent Auditors' Report

To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia) (Cont'd)

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also: (continued)

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit . evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, . including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within . the Group to express an opinion on the financial statement of the Group. We are responsible for the direction, supervision and performance of the group audit. We maintain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of financial statements of the Group and of the Company for the current financial period and are therefore the key audit matters. We describe these matters in our auditors' reports unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 8 to the financial statements.

Other Matters

- financial statements.
- for the contents of this report.

Baker Tilly Monteiro Heng PLT 201906000600 (LLP0019411-LCA) & AF 0117 Chartered Accountants

Kuala Lumpur

Date: 22 October 2024



Independent Auditors' Report To the Members of SEDANIA Innovator Berhad (Incorporated in Malaysia) (Cont'd)

1. The financial statements of the Group and of the Company for the financial year ended 31 December 2022 were audited by another firm of chartered accountants whose report dated 26 April 2023 expressed an unmodified opinion on those

2. This report is made solely to the members of the Group and of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person

> Kenny Yeoh Khi Khen No. 03229/09/2026 J **Chartered Accountant**

Daerah Kuala Selangor,

Negeri Selangor Darul

Ehsan

warehousing and

operational

purposes.

Additional Information

2,800,000 & Revalued

on

2023

6 September

(Buildings)

List of Properties

Location	Description / Existing Use	Built-Up Area (Sq ft)	Tenure	Approximate Age of Building (Years)	Net Book Value as at 30 June 2024 (RM)	Date of Acquisition
SEDANIA Technologies S	dn. Bhd					
Unit No. 10B, Level 10 Kelana Parkview Tower, Jalan SS 6/2 47301 Petaling Jaya, Selangor Darul Ehsan	A unit on the 10 th floor of a thirteen (13) storey office building as our head office and for our business operations		Freehold	25	730,000	23 May 2011
Offspring Inc Sdn. Bhd.						
Lot 1209A Level 11 Kelana Parkview Tower Jalan SS 6/2 47301 Petaling Jaya, Selangor Darul Ehsan	A unit on the 11th floor of a thirteen (13) storey office building as our head office and for our business operations		Freehold	25	1,846,667	20 August 2020
FA Herbs Sdn. Bhd.						
Geran Mukim 1093, Lot No. 571, Mukim Kuala Selangor, Bukit Kemuning,	Land, Factory and Office building for manufacturing,	254,275.86 (23,623 sq.m)	Freehold	30	10,400,000 (Land)	Acquired on 1 November 2023

Class of Shares : Ordinary Shares Voting Rights : One (1) vote per ordinary share **DISTRIBUTION OF SHAREHOLDINGS AS AT 30 SEPTEMBER 2024** (AS PER THE RECORD OF DEPOSITORS) shareho SIZE OF SHAREHOLDINGS LESS THAN 100 100 TO 1,000 1,001 TO 10,000 10,001 TO 100,000 100,001 TO LESS THAN 5% OF ISSUED SHARES 5% AND ABOVE OF ISSUED SHARES TOTAL

Total Number of Issued Shares : 365,352,052

DIRECTORS' SHAREHOLDINGS AS AT 30 SEPTEMBER 2024 (AS PER THE REGISTER OF DIRECTORS' SHAREHOLDINGS)

		Dir	ect	Indire	ect
No.	Names	No. of Shares	Percentage of shares held (%)	No. of Shares	Percentage of shares held (%)
1.	TAN SRI ABDUL HALIM BIN ALI	1,100,000	0.301	-	
2.	DATUK NOOR AZRIN BIN MOHD NOOR	10,043,226	2.749	115,040,192(a)	31.487
3.	DATUK NOOR SYAFIROZ BIN MOHD NOOR	5,600,000	1.533	-	
4.	NORLIZA BINTI KAMARUDDIN	-	-	-	
5.	YOONG WENG HONG PETER ANDREW	-	-	-	
6.	DATO' NASRI BIN NASRUN	-	-	-	
7.	YAA TUN MD RAUS BIN SHARIF	-	-	-	
(a)	Deemed interest by virtue of his interest in SEDANIA sibling, Datuk Noor Syafiroz Bin Mohd Noor's direct ir	1		on 8 of the Compan	ies Act 2016 and I

LIST OF SUBSTANTIAL SHAREHOLDERS AS AT 30 SEPTEMBER 2024 (AS PER THE REGISTER OF SUBSTANTIAL SHAREHOLDERS)

	Di	rect	Indire	ect
No. Names	No. of Shares	Percentage of shares held (%)	No. of Shares	Percentage of shares held (%)
 SEDANIA CORPORATION SDN BHD DATUK NOOR AZRIN BIN MOHD NOOR 	109,440,192 10,043,226	29.955 2.749	0 115,040,192(a)	0 31.487

(a) Deemed interest by virtue of his interest in SEDANIA Corporation Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016 and his sibling, Datuk Noor Syafiroz Bin Mohd Noor's direct interest in SEDANIA Innovator Berhad.



Analysis OF Shareholdings

As At 30 September 2024

No. of olders	Percentage of shareholders (%)	No. of shares	Percentage of shares held (%)
27 814 2,423 2,290 425 1	0.451 13.612 40.518 38.294 7.107 0.016	330 467,394 14,044,110 83,295,700 167,461,626 100,082,892	0.000 0.127 3.843 22.798 45.835 27.393
5,980	100.000	365,352,052	100.000

Analysis OF Shareholdings

As At 30 September 2024 (Cont'd)

LIST OF TOP 30 SHAREHOLDERS AS AT 30 SEPTEMBER 2024 (AS PER THE RECORD OF DEPOSITORS)

No	. Name of Shareholders	No. of Shares	Percentage of shares held (%)
1.	SEDANIA CORPORATION SDN BHD	100,082,892	27.393
2.	RHB NOMINEES (TEMPATAN) SDN BHD	14,400,000	3.941
	PLEDGED SECURITIES ACCOUNT FOR MOHAMMAD AZLAN BIN ALIAS		
З.	MAYBANK NOMINEES (TEMPATAN) SDN BHD	6,857,300	1.876
	PLEDGED SECURITIES ACCOUNT FOR SEDANIA CORPORATION SDN BHD		
4.	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD	6,500,000	1.779
	PLEDGED SECURITIES ACCOUNT FOR NOOR AZRIN BIN MOHD NOOR (7003861	·	
5.	PUBLIC NOMINEES (TEMPATAN) SDN BHD	3,308,700	0.905
0	PLEDGED SECURITIES ACCOUNT FOR LIM CHOON EEK (E-TAI/KKR)	0.000.000	0.075
6.	MAYBANK NOMINEES (TEMPATAN) SDN BHD	3,200,000	0.875
7	PLEDGED SECURITIES ACCOUNT FOR NOOR SYAFIROZ BIN MOHD NOOR MAYBANK NOMINEES (TEMPATAN) SDN BHD		
7.	PLEDGED SECURITIES ACCOUNT FOR NOOR AZRIN BIN MOHD NOOR	2,730,000	0.747
8	SEDANIA CORPORATION SDN BHD	2,730,000	0.747
	AHMAD ZAHARUL ANNUAR BIN ZAINAL ABIDIN	2,350,000	0.643
	MAYBANK NOMINEES (TEMPATAN) SDN BHD	2,070,000	0.566
	PLEDGED SECURITIES ACCOUNT FOR WONG WAH PENG	2,070,000	0.000
11.	AZMI BIN DAUD	1,900,000	0.520
12.	MAYBANK SECURITIES NOMINEES (TEMPATAN) SDN BHD	1,800,000	0.492
	PLEDGED SECURITIES ACCOUNT FOR NOOR SYAFIROZ BIN MOHD NOOR (STF)	
13.	KAMARUDIN BIN AMBOK	1,701,000	0.465
14.	MOHD SHAFEI BIN ABDULLAH	1,650,000	0.451
15.	LEE JUAT POH	1,443,600	0.395
	KONG JYH CHAU	1,378,000	0.377
17.	CARTABAN NOMINEES (ASING) SDN BHD	1,113,500	0.304
	EXEMPT AN FOR BARCLAYS CAPITAL SECURITIES LTD (SBL/PB)		
	ABDUL HALIM BIN ALI	1,100,000	0.301
		1,020,000	0.279
20.	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR MOHD NAZRUL IZAM BIN MANSOR	1,012,900	0.277
01	AZRUL HISHAM BIN ZAINAL ABIDIN	1,007,400	0.275
	AMSEC NOMINEES (TEMPATAN) SDN BHD	1,000,000	0.273
22.	AMBANK (M) BERHAD FOR CHAN WAI ONN (7648-1501)	1,000,000	0.275
23	KENANGA NOMINEES (TEMPATAN) SDN BHD	1,000,000	0.273
20.	EXEMPT AN FOR PHILLIP SECURITIES PTE LTD (CLIENT ACCOUNT)	1,000,000	0.270
24.	PUBLIC NOMINEES (TEMPATAN) SDN BHD	1,000,000	0.273
	PLEDGED SECURITIES ACCOUNT FOR YAP YIOW CHIN (E-KTU)	, ,	
25.	ZAINAL ABIDIN BIN AHMAD	1,000,000	0.273
26.	MAYBANK NOMINEES (TEMPATAN) SDN BHD	979,000	0.267
	PLEDGED SECURITIES ACCOUNT FOR LOW TIANG MONG		
27.	SYED HUSSIN BIN SHAIKH AL JUNID	900,000	0.246
28.	CITIGROUP NOMINEES (ASING) SDN BHD	865,000	0.236
	EXEMPT AN FOR OCBC SECURITIES PRIVATE LIMITED (CLIENT A/C-NR)		
	ONG SING LONG	860,000	0.235
30.	KENANGA NOMINEES (TEMPATAN) SDN BHD	850,000	0.232
	PLEDGED SECURITIES ACCOUNT FOR HAFIDAH BINTI PAWANCHIK		

Notice OF Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Tenth ("10th") Annual General Meeting of SEDANIA Innovator Berhad ("the Company") will be held at Ballroom V, Main Wing, Tropicana Golf & Country Resort, Jalan Kelab Tropicana, 47410 Petaling Jaya, Selangor Darul Ehsan on Friday, 22 November 2024 at 10.00 a.m. or at any adjournment thereof, to transact the following businesses:-

AS ORDINARY BUSINESS

- 1. To receive the Audited Financial Statements for the finan together with the Reports of the Directors and Auditors the
- 2. To re-elect Yoong Weng Hong Peter Andrew who is retire Company's Constitution and who being eligible, has offer
- 3. To re-elect the following Directors who are retiring pursuant Constitution and who being eligible, has offered themselve
 - (a) Dato' Nasri Bin Nasrun
 - (b) YAA Tun Md Raus Bin Sharif
- 4. To approve the payment of Directors' fees amounting to F Company and its subsidiaries for the financial period endi
- To approve the payment of benefits payable to the No Executive Directors of the Company for up to RM155,00 conclusion of the 11th AGM.
- 6. To re-appoint Messrs. Baker Tilly Monteiro Heng PLT as conclusion of the next AGM and to authorise the Directors

AS SPECIAL BUSINESS

To consider and if thought fit, to pass the following resolution:-

 Authority to allot and issue shares in general pursual Companies Act 2016 Ordinary Resolution 7

"THAT pursuant to Sections 75 and 76 of the Companies Act 2016 and subject to the approvals of the relevant governmental/ regulatory authorities, the Directors be and are hereby empowered to issue shares in the capital of the Company from time to time and upon such terms and conditions and for such purposes as the Directors, may in their absolute discretion deem fit, provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the total number of issued shares of the Company for the time being and that the Directors be and are hereby also empowered to obtain approval from the Bursa Malaysia Securities Berhad for the listing and quotation of the additional shares so issued and that such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company.

AND THAT in connection with the above, pursuant to Section 85(1) of the Companies Act 2016 read together with Clause 16.5 of the Company's Constitution, the shareholders of the Company by approving this resolution are deemed to have waived their pre-emptive rights over all new shares, options over or grants of new shares or any other convertible securities in the Company and/or any new shares to be issued pursuant to such options, grants or other convertible securities, such new shares when issued, to rank pari passu with the existing shares in the Company."



ancial period ended 30 June 2024	Please refer to
nereon.	Explanatory Note
ring pursuant to Clause 21.6 of the red himself for re-election.	Ordinary Resolution 1
nt to Clause 21.10 of the Company's ves for re-election:	Ordinary Resolution 2 Ordinary Resolution 3
RM918,600 to the Directors of the ding 30 June 2025.	Ordinary Resolution 4
on-Executive Chairman and Non- 00 from 1 January 2024 up to the	Ordinary Resolution 5
Auditors of the Company until the rs to fix their remuneration.	Ordinary Resolution 6
-	
ant to Sections 75 and 76 of the	Ordinary Resolution 7
nies Act 2016 and subject to the thorities, the Directors be and are ompany from time to time and upon he Directors, may in their absolute r of shares issued pursuant to this sued shares of the Company for the empowered to obtain approval from I quotation of the additional shares	



Notice OF Annual General Meeting

(Cont'd)

To transact any other business of which due notice shall have been given

BY ORDER OF THE BOARD

TAN TONG LANG (MAICSA 7045482 /SSM PC NO.: 202208000250) ANG WEE MIN (MAICSA 7076022 /SSM PC NO.: 202208000334) **Company Secretaries**

Kuala Lumpur Dated : 24 October 2024

Notes:-

- (a) For the purpose of determining a member who shall be entitled to attend this meeting, the Company will be requesting Bursa Malaysia Depository Sdn. Bhd. to issue a General Meeting Record of Depositors as at 14 November 2024. Only members whose names appear in the General Meeting Record of Depositors as at 14 November 2024 shall be entitled to attend, participate, speak and vote at the Meetina.
- (b) A member of the Company entitled to attend and vote at this meeting is entitled to appoint more than one (1) proxy to attend, participate, vote and speak in his/her stead at the same meeting. There shall be no restriction as to the gualification of the proxy. Where a member of the Company appoints two (2) proxies to attend and vote at the same meeting, such appointment shall be invalid unless he specifies the proportion of his shareholding to be represented by each proxy.
- (c) Where a member is an authorised nominee, it may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds to which shares in the Company standing to the credit of the said account.
- Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial (d) owners in one (1) securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
- (e) The instrument appointing a proxy shall be in writing under the hand of the appointor or his attorney duly authorised in writing or if such appointor is a corporation, under its common seal or under the hand of an officer or attorney duly authorised.

Appointment of Proxy(ies) (f)

The appointment of proxy(ies) may now be made vide a hard copy form or in electronic form: -

(i) Hard copy form

In the case of appointment made vide hard copy form, the instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or notarially certified copy of such power or authority, shall be deposited at the Share Registrar's Office at Tricor Investor & Issuing House Services Sdn. Bhd., Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan or alternatively, at Tricor Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof i.e. no later than Wednesday, 20 November 2024 at 10:00 a.m.

(ii) Electronic form

> In the case of appointment made in electronic form, the transmission/ lodgement of Proxy Form should be made no less than fortyeight (48) hours before the time appointed for holding the meeting or any adjournment thereof i.e. no later than Wednesday, 20 November 2024 at 10:00 a.m.:-

- A. Vide Facsimile (Fax Number: +603-2783 9222); or
- Vide Email (*is.enguiry@my.tricorglobal.com*); or B For option (A) and (B), the company may request any member to deposit original executed Proxy Form to the Company's Share Registrar before or on the day of meeting for verification purpose, otherwise the said Faxed/ Emailed Proxy Form shall not be treated as valid
- C. Vide Tricor Online System (TIIH Online)

A member may register as a user with TIIH Online, whereby the Proxy Form for the 10th AGM may be electronically lodged via TIIH Online (applicable for individual shareholder only). The website to access TIIH Online is: https://tiih.online.

(Kindly refer to Administrative Guide of 10th AGM – Electronic Submission of Proxy Form via TIIH Online).

Explanatory Notes:

Item 1 of the Agenda - Audited Financial Statements for the financial period ended 30 June 2024

This item of the Agenda is for discussion purposes only, as Section 340(1)(a) of the Companies Act 2016 does not require the shareholders to formally approve the Audited Financial Statements. Therefore, this item will not be put forward for voting.

Company's Constitution

Yoong Weng Hong Peter Andrew who is standing for re-election as the Director of the Company pursuant to the Clause 21.6 at the forthcoming 10th AGM and who is being eligible for re-election has offered himself for re-election in accordance with the Company's Constitution.

Meanwhile, Dato' Nasri Bin Nasrun and YAA Tun Md Raus Bin Sharif who are standing for re-election as the Directors of the Company pursuant to the Clause 21.10 at the forthcoming 10th AGM and who are being eligible for re-election have offered themselves for re-election in accordance with the Company's Constitution.

(all the retiring directors are collectively referred to as "the Retiring Directors")

The Board of Directors through the Nomination and Remuneration Committee has deliberated on the suitability of the Retiring Directors to be re-elected as Directors. Upon deliberation, the Board (except for the respective Director concerned) collectively agreed that the Retiring Directors meet the criteria of character, experience, integrity, competence and time commitment to effectively discharge their respective roles as Directors of the Company and recommended the Retiring Directors be re-elected as the Directors of the Company.

Retirement of Director

Tan Sri Abdul Halim Bin Ali who is retiring pursuant to Clause 21.6 of the Company's Constitution at the forthcoming 10th AGM of the Company, has expressed his intention not to seek for re-election at the forthcoming 10th AGM. Hence, he shall retire as the Director of the Company at the conclusion of the 10th AGM of the Company.

Ordinary Resolution 4 - Directors' fees payable for the financial year period ending 30 June 2025.

Section 230(1)(b) of the Act provides amongst others, that the fees of the directors, and any benefits payable to the directors of a listed company and its subsidiaries, shall be approved at a general meeting.

In view that the Company has changed its financial year from 31 December 2023 to 30 June 2024 on 19 January 2024, the proposed Resolution 4, if passed, will allow the payment of the Directors' fees of RM918,600 to the Directors of the Company and its subsidiaries for the financial period ending 30 June 2025.

The payment of Directors' fees to the Directors of the Company and its subsidiaries amounting to RM273,000 in arrears for the services rendered from 1 January 2024 to 30 June 2024. The amount previously approved by the shareholders at the 9th Annual General Meeting was calculated based on a 12-month period.

The payment of Directors' fees to the Directors of the Company and its subsidiaries amounting to RM645.000 for the financial year ending 30 June 2025 based on the following remuneration structure:-

Director's Fee (per director per month) Notice OF Annual General Meeting (Cont'd)

Ordinary Resolutions 1 to 3: Re-election of Directors who retire pursuant to Clause 21.6 and Clause 21.10 of the

Company		Subsid	diaries
Chairman	Member	Chairman	Member
RM8,800/-	RM4,000/-	RM3,000/-	RM2,500/-

Notice OF Annual General Meeting

(Cont'd)

Ordinary Resolution 5 – Benefits payable from 1 January 2024 up to the conclusion of 11th AGM ("Relevant Period")

The benefits payable comprises meeting allowances, insurance coverage and travel expenses payable to the Non-Executive Chairman and Non-Executive Directors of the Company.

In determining the estimated total amount of benefits payable for the Non-Executive Directors, various factors have been considered, including the number of scheduled meetings for the Boards, and Board Committees as well as the number of directors involved in these meetings. This also accounts for RM41,000 in arrears for services provided between 1 January 2024 and 30 June 2024. The amount previously approved by shareholders at the 9th Annual General Meeting was based on a 12-month period. The estimated benefit amount for the financial year ending 2025 is RM114,000. The total benefit payable from 1 January 2024 up to the next 11th AGM in 2025 is RM155,000.

In the event that the Directors' fees and benefits payable as proposed are insufficient due to enlarged Board size, approval will be sought at the next AGM for additional Directors' fees and benefits to meet the shortfall.

Ordinary Resolution 7 - Authority to allot and issue shares in general pursuant to Sections 75 and 76 of the Companies Act 2016

The proposed Ordinary Resolution 7 if passed, is a general mandate to empower the Directors to issue and allot shares up to an amount not exceeding 10% of the total number of issued shares of the Company for the time being for such purposes as the Directors consider would be in the best interest of the Company. This authority, unless revoked or varied by the Company at a general meeting, will expire at the next AGM.

The general mandate will provide flexibility to the Company for any possible fund-raising activities, including but not limited to further placing of shares, for the purpose of funding future investment project(s) workings capital and/or acquisitions at any time without convening a general meeting as it would be both costs and time consuming to organise a general meeting.

Pursuant to Section 85 of the Companies Act 2016 read together with Clause 16.5 of the Constitution of the Company, shareholders have pre-emptive rights to be offered any new shares in the Company which rank equally to the existing issued shares in the Company or other convertible securities.

Section 85(1) of the Companies Act 2016 provides as follows:

"85. Pre-emptive rights to new shares

Subject to the constitution, where a company issue shares which rank equally to existing shares as to voting or (1)distribution rights, those shares shall first be offered to the holders of existing shares in a manner which would, if the offer were accepted, maintain the relative voting and distribution rights of those shareholders."

Clause 16.5 of the Constitution of the Company provides as follows:

"Subject to any direction to the contrary that may be given by the Company in general meeting, all new shares or other convertible securities shall, before issue, be offered to such persons who as at the date of the offer, are entitled to receive notices from the Company of general meetings, in proportion, as nearly as circumstances admit, to the amount of the existing shares or securities to which they are entitled. The offer shall be made by notice specifying the number of shares or securities offered, and limiting a time within which the offer, if not accepted, shall be deemed to be declined, and, after the expiration of such time, or on the receipt of an intimation from the person to whom the offer is made that he declines to accept the shares or securities offered, the Directors may, subject to this Constitution, dispose of those shares or securities in such manner as they think most beneficial to the Company. The Directors may likewise so dispose of any new shares or securities which (by reason of the ratio which the new shares or securities bear to shares or securities held by persons entitled to an offer of new shares or securities), cannot, in the opinion of the Directors, be conveniently, offered under this Constitution."

The proposed Ordinary Resolution, if passed, will exclude your pre-emptive right to be offered new shares and/or convertible securities to be issued by the Company pursuant to the said Ordinary Resolution.

As at the date of this notice, the Company has issued 18,000,000 new ordinary shares at issue price of RM0.1545 per share by way of private placement pursuant to the General Mandate granted to the Directors at the 9th AGM held on 24 May 2023. The total proceeds of RM2.781 million was raised from the Private Placement and the details of utilization of proceeds as below:-

Purpose	Proposed utilisation	Actual Utilisation	Intended Timeframe for Utilisation RM'000	Deviation RM'000	%	Explanations (if the deviation is 5% or more) RM'000
General working capital	2,531	2,669	Within 24 months from completion	(138)	-4.96	(a)
Private Placement expenses	250	112	Upon completion	138	4.96	(b)
Total gross proceeds	2,781	2,781		-	-	

(a) The general working capital allocated from the Private Placement has been fully utilised.

STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING

Pursuant to Rule 8.29(2) of the ACE Market Listing Requirements of Bursa Securities: -

1. Details of individual who are standing for election as Directors (excluding Directors for re-election)

No individual is seeking election as a Director at the 10th AGM of the Company.

2. General mandate for issue of securities in accordance with Rule 6.04 of the Listing Requirements of Bursa Securities.

The details of the proposed authority for Directors of the Company to issue shares in the Company pursuant to Sections 75 and 76 of the Companies Act 2016 are set out under Explanatory Note.



Notice OF Annual General Meeting (Cont'd)

(b) The actual expenses incurred for the Private Placement were lower than the estimated expense. Hence the balance of unutilised Private Placement proceeds of RM0.14 million has been re-allocated to the working capital of the Group.

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Administrative Guide for the Tenth Annual General Meeting ("10th AGM")

Meeting	10th AGM of SEDANIA Innovator Berhad ("SEDANIA" or "the Company")
Date	Friday, 22 November 2024
Time	10:00 a.m.
Meeting Venue	Ballroom V, Main Wing, Tropicana Golf & Country Resort, Jalan Kelab Tropicana, 47410 Petalin
	Jaya, Selangor Darul Ehsan

(A) Pre-Registration for Attendees

In order to assist the Company in managing the turnout for the 10th AGM, members/ proxies/ corporate representatives who wish to attend the 10th AGM in person ARE REQUIRED TO PRE-REGISTER with the Company's Share Registrar, Tricor Investor & Issuing House Services Sdn. Bhd. ("Share Registrar", "Tricor", or "TIIH"), via the TIIH Online website at: https://tiih.online no later than Wednesday, 20 November 2024 at 10:00 a.m. Alternatively, you may also appoint the Chairman of the meeting as your proxy to attend and vote on your behalf at this 10th AGM.

(1) Who should Pre-Register for attendance?

Individual Members	 All Members who intend to attend the 10th AGM in person ARE REQUIRED TO PRE-REGISTER with Tricor via TIIH Online website (<i>https://tiih.online</i>) latest by Wednesday, 20 November 2024 at 10:00 a.m. Kindly refer to the pre-register procedures below. Members who are unable to attend the 10th AGM and yet wished to exercise their votes are encouraged to appoint the Chairman of the Meeting to vote on their behalf by indicating the voting instructions in the Proxy Form in accordance with the notes and instructions printed therein.
Appointed Proxies	• Individual member who has appointed a proxy to attend and vote at the 10 th AGM must request his/ her proxy(ies) to submit their pre-register at TIIH Online website at: <i>https://tiih.online</i> .
Corporate Members	 Corporate members who wish to appoint corporate representatives instead of a proxy to attend and vote at the 10th AGM, must deposit their original or duly certified certificate of appointment of corporate representative to Tricor not later than Wednesday, 20 November 2024 at 10:00 a.m. Attorneys appointed by power of attorney are required to deposit their power of attorney with Tricor not later than Wednesday, 20 November 2024 at 10:00 a.m. to attend and vote at the 10th AGM. If a corporate member (through its corporate representative(s) or appointed proxy(ies)) is unable to attend the 10th AGM, you may appoint the Chairman of the meeting as your proxy and indicate the voting instructions in the Proxy Form in accordance with the notes and instructions printed therein.
Attorneys/ Corporate Representatives	• A corporate member who has appointed an attorney/ corporate representative to attend and vote at the 10 th AGM must request the attorney/ corporate representative to submit their Pre-Register at TIIH Online website at: <i>https://tiih.online</i> .
Invitees	• Essential parties such as External Auditors; Sponsor; Relevant Management Personnel of SEDANIA and etc. who are required to attend the 10 th AGM are to submit their RSVP by email to: <i>info@sedaniainnovator.com</i> .

(2) Pre-Registration ("RSVP") Procedures

Members/ appointed proxies/ corporate representatives/ attorneys who wish to attend and vote at the 10th AGM are to follow the requirements and procedures as summarised below:

 Using your computer, active "e-Services" select "Constraints of the "e-Services" select "Constraints of the homepage Registration as a user in notified via e-mail. If you are already a user will receive an e-mail to a second se
 the "e-Services" select "C posted on the homepage Registration as a user notified via e-mail. If you are already a user
TIIH Online.
 Registration is open fr a.m. on Wednesday, 20 Login with your user "(REGISTRATION) SEE Read and agree to the T Insert the CDS account Submit to register your p System will send an e-n physically is received an After verification of your as at 14 November 2024 to approve or reject yo (Note: Please allow sufficien for the RPV.)

Do refer the Company's website at: and www.sedaniainnovator.com and Bursa Malaysia Securities Berhad's website at: www.bursamalaysia.com for the latest updates on the status of the 10th AGM from time to time.

(B) Appointment of Proxy(ies)

- proxy and indicate the voting instructions in the Proxy Form.
- form or in electronic form:-
 - (i) Hard copy form

In the case of appointment made via hard copy form, the instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or notarially certified copy of such power or authority, shall be deposited at the Share Registrar's Office at Tricor Investor & Issuing House Services Sdn. Bhd., Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan or alternatively, at Tricor Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof i.e. no later than Wednesday, 20 November 2024 at 10:00 a.m.



Administrative Guide for the Tenth Annual General Meeting ("10th AGM") (Cont'd)

> ccess the website at: https://tiih.online. Register as a user under 'Create Account by Individual Holder". Refer to the tutorial guide ge for assistance.

> will be approved within one(1) working day and you will be

er with TIIH Online, you are not required to register again. You notify you that the pre-register is available for registration at

from 10:00 a.m. on Thursday, 24 October 2024 up to 10:00 0 November 2024.

er ID and password and select the corporate event: DANIA 10[™] AGM".

Terms & Conditions and confirm the Declaration.

t number and indicate the number of shares.

physical attendance.

-mail to notify that your registration to attend the 10th AGM nd will be verified.

r registration against the General Meeting Record of Depositors 24, the system will send you an e-mail after 20 November 2024 our registration for attendance.

nt time for approval of new user of TIIH Online and registration

• If you are unable to attend the meeting on 22 November 2024, you may appoint the Chairman of the meeting as

• A member may obtain the proxy form for the 10th AGM from the Annual Report 2024 (hard copy or electronic copy) released to Bursa Malaysia Securities Berhad. The appointment of proxy(ies) may now be made via a hard copy

Administrative Guide For the Tenth Annual General Meeting ("10th AGM")

(Cont'd)

Electronic form (ii)

You may submit the Form of Proxy electronically via TIIH Online website at: https://tiih.online no later than Wednesday, 20 November 2024 at 10:00 a.m. Please do read and follow the procedures to submit Form of Proxy electronically below.

Additional Information

(C) Electronic Lodgement of Proxy Forms

The procedures to lodge your Proxy Form electronically via Tricor's TIIH Online website are summarised below:

Procedure	Action
i. Steps for Individ	ual Members
(a) Register as a User with TIIH Online	 Using your computer, please access the website at: <i>https://tiih.online</i>. Register as a user under the "e-Services". Select the "Sign Up" button and followed by "Create Account by individual Holder". Please do refer to the tutorial guide posted on the homepage for assistance. If you are already a user with TIIH Online, you are not required to register again.
(b) Proceed with submission of Proxy Form	 After the release of the Notice of Meeting by the Company, login with your user name (i.e email address) and password. Select the corporate event: "SEDANIA 10TH AGM – Submission of Proxy Form". Read and agree to the Terms & Conditions and confirm the Declaration. Insert your CDS account number and indicate the number of shares for your proxy(s) to vote on your behalf. Appoint your proxy(s) and insert the required details of your proxy(s) or appoint Chairmar as your proxy. Indicate your voting instructions – FOR or AGAINST, otherwise your proxy will decide your vote Review and confirm your proxy(s) appointment. Print Proxy Form for your record.
ii. Steps for Corpo	ration or Institutional Members
(c) Register as a User with TIIH Online website	 Access TIIH Online website at: <i>https://tiih.online.</i> Under e-Services, the authorised or nominated representative of the corporation or institutional member selects "Create Account by Representative of Corporate Holder" Complete the registration form and upload the required documents. Registration will be verified, and you will be notified by e-mail within one (1) to two (2) working days. Proceed to activate your account with the temporary password given in the e-mail and reset your own password.
	Note: The representative of a corporation or institutional member must register as a user in accordance with the above steps before he/she can subscribe to this corporate member electronic proxy submission. Please contact our Share Registrar if you need clarifications or the user registration.
(d) Proceed with submission of Proxy Form	 Login to TIIH Online website at: <i>https://tiih.online</i>. Select the corporate exercise name: "SEDANIA 10TH AGM – Submission of Proxy Form" Agree to the Terms & Conditions and Declaration. Proceed to download the file format for "Submission of Proxy Form" in accordance with the Guidance Note set therein. Prepare the file for the appointment of proxies by inserting the required data. Submit the proxy appointment file. Login to TIIH Online website, select corporate exercise name: "SEDANIA 10TH AGM - Submission of Proxy Form". Proceed to upload the duly completed proxy appointment file. Select "Submit" to complete your submission. Print the confirmation report of your submission for your record.

(D) Meeting Registration

- 47410 Petaling Jaya, Selangor Darul Ehsan
- (ii) Please present your original MyKad/passport to the registration staff for verification.
- registration table.
- (iv) You will be given a wristband for the purpose of voting at this 10th AGM.
- the wristband. There will be no replacement in the event you lose or misplace the wristband.
- one wristband to enter the meeting hall.
- person.
- (viii) Help Desk
 - (a) Please proceed to the Help Desk for any clarification or queries apart from registration details.
 - (b) The Help Desk will also handle revocation of proxy's appointment.
- (E) Refreshment

Limited packed food shall be provided to the attendees on a first-come-first-serve basis upon the completion of 10th AGM.

- (F) Door Gifts
 - Meeting Hall.
 - (ii) The Board would like to express its appreciation to the attendees for their understanding and co-operations.
- (G) Parking

Kindly note that parking is free for all attendees

- (H) Poll Voting
 - appointed to conduct the polling process and to verify the tabulated results of the poll, respectively.
 - session will commence as soon as the Chairman calls for the poll to be opened.
 - followed by the Chairman's declaration whether the resolutions are duly passed.



Administrative Guide for the Tenth Annual General Meeting ("10th AGM") (Cont'd)

(i) Registration will start at 9:00 a.m. in Ballroom V, Main Wing, Tropicana Golf & Country Resort, Jalan Kelab Tropicana,

(iii) Upon verification, you are required to write your name, mobile contact and sign the Attendance list placed on the

(v) You must wear the wristband throughout the 10th AGM as no person will be allowed to enter the meeting hall without

(vi) If you are attending the meeting as a member as well as a proxy, you will be registered once and will be given only

(vii) No person will be allowed to register on behalf of another person even with the original Mykad/passport of the other

(i) No door gifts shall be provided to the attendees as a measure to avoid large crowd congregation out of designated

(i) In accordance with Rule 8.31A of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad, the voting at the 10th AGM will be conducted by way of poll. Poll Administrator and Independent Scrutineers will be

(ii) During this 10th AGM, the Chairman will invite the Poll Administrator to brief on the Voting procedures. The voting

(iii) Upon completion of the voting session for the 10th AGM, the Scrutineers will verify and announce the poll results

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Additional Information

Administrative Guide for the Tenth Annual General Meeting ("10th AGM")

(Cont'd)

(I) No Recording or Photography of the Meeting Proceedings

Strictly NO unauthorised recording or photography of the proceedings of the 10th AGM is allowed.

(J) ANNUAL REPORT 2024

- (i) The Company's Annual Report 2024 is available at the Company's website at: au www.sedaniainnovator.com
- (ii) You may request for a printed copy of the Annual Report 2024 at: https://tiih.online by selecting "Request for Annual Report / Circular" under the "Investor Services". Nevertheless, we hope that you would consider the environment before you decide to request for the printed copy.

(K) Enquiry

If you have any enquiries on the above, please contact the following persons during office hours on Monday to Friday from 9:00 a.m. to 5:30 p.m. (except on public holiday):-

(1) Share Registrar/ Poll Administrator

Tricor Investor & Issuing House Services Sdn. Bhd. General Line : +603-2783 9299 Fax Number : +603-2783 9222 : is.enquiry@my.tricorglobal.com Email

Contact Persons : Mr. Jake Too : +603-2783 9285 : Mr. Aiman Nuri : +603-2783 9262

SEDANIA Innovator Berhad (2)

Mr. Dave Pang – Director of Corporate Communications Tel : +603-7880 2001 ext. 240 Email : dave.pang@sedaniainnovator.com

EDANIA

SEDANIA INNOVATOR BERHAD [Registration No. 201301044527 (1074350-A)]

I/We, NRIC/Passport no./Registration no. (full name in block)

of

being a *member/members of SEDANIA INNOVATOR BERHAD ("Company"), hereby appoint:-

Name of Proxy (Full Name)	NRIC No./Pass
Address:	·
Email Address	Contact Number
and/or	
Name of Proxy (Full Name)	NRIC No./Pass
Address:	
Email Address	Contact Number

or failing him/her, the CHAIRMAN OF THE MEETING as my/our proxy to vote for me/us on my/our behalf at the Tenth Annual General Meeting ("10th AGM" or "Meeting") of the Company will be held at Ballroom V, Main Wing, Tropicana Golf & Country Resort, Jalan Kelab Tropicana, 47410 Petaling Jaya, Selangor Darul Ehsan on Friday, 22 November 2024 at 10.00 a.m. or at any adjournment thereof in respect of my/our shareholding in the manner indicated below:

No.	Ordinary Resolution	For	Against
1.	To re-elect Yoong Weng Hong Peter Andrew who retires pursuant to Clause 21.6 of the Company's Constitution		
2.	To re-elect Dato' Nasri Bin Nasrun who retires pursuant to Clause 21.10 of the Company's Constitution		
3.	To re-elect YAA Tun Md Raus Bin Sharif who retires pursuant to Clause 21.10 of the Company's Constitution		
4.	To approve the payment of Directors' fees amounting to RM918,600 to the Directors of the Company and its subsidiaries for the financial period ending 30 June 2025.		
5.	To approve the payment of benefits payable to the Non-Executive Chairman and Non-Executive Directors of the Company for up to RM155,000 from 1 January 2024 up to the conclusion of the 11th AGM.		
6.	To re-appoint Messrs. Baker Tilly Monteiro Heng PLT as Auditors of the Company until the conclusion of the next AGM and to authorise the Directors to fix their remuneration.		
7.	Authority to allot and issue shares in general pursuant to Sections 75 and 76 of the Companies $\operatorname{Act}2016$		

Please indicate with an "x" in the spaces provided whether you wish your votes to be cast for or against the resolution. In the absence of specific instructions, your proxy will vote or abstain as he/she thinks fit.

Dated this _____ day of _____ 2024



PROXY FO	RI	M
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(Before completing this form please refer to the notes below)

CDS Account No. (For Nominees Account only)	
Total number. of shares held	

(address)

sport No.	Proportion of Shareholdings	
	No. of Shares	%
r		

sport No.	Proportion of Shareholdings	
	No. of Shares	%
r		

NOTES:

- (a) For the purpose of determining a member who shall be entitled to attend this meeting, the Company will be requesting Bursa Malaysia Depository Sdn. Bhd. to issue a General Meeting Record of Depositors as at 14 November 2024. Only members whose names appear in the General Meeting Record of Depositors as at 14 November 2024 shall be entitled to attend, participate, speak and vote at the Meeting.
- (b) A member of the Company entitled to attend and vote at this meeting is entitled to appoint more than one (1) proxy to attend, participate, vote and speak in his/her stead at the same meeting. There shall be no restriction as to the qualification of the proxy. Where a member of the Company appoints two (2) proxies to attend and vote at the same meeting, such appointment shall be invalid unless he specifies the proportion of his shareholding to be represented by each proxy.
- (c) Where a member is an authorised nominee, it may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds to which shares in the Company standing to the credit of the said account.
- (d) Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one (1) securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds
- (e) The instrument appointing a proxy shall be in writing under the hand of the appointor or his attorney duly authorised in writing or if such appointor is a corporation, under its common seal or under the hand of an officer or attorney duly authorised.

(f) Appointment of Proxy(ies)

- The appointment of proxy(ies) may now be made vide a hard copy form or in electronic form: -
- (i) Hard copy form
 - In the case of appointment made vide hard copy form, the instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or notarially certified copy of such power or authority, shall be deposited at the Share Registrar's Office at Tricor Investor & Issuing House Services Sdn. Bhd., Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan or alternatively, at Tricor Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof i.e. no later than Wednesday, 20 November 2024 at 10:00 a.m.

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The Share Registrar SEDANIA INNOVATOR BERHAD [Registration no. 201301044527 (1074350-A)]

AFFIX STAMP

c/o Tricor Investor & Issuing House Sdn. Bhd.

(Registration No. 197101000970 (11324-H)) Unit 32-01, Level 32, Tower A Vertical Business Suite, Avenue 3 Bangsar South No. 8 Jalan Kerinchi 59200 Kuala Lumpur

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(ii) Electronic form

In the case of appointment made in electronic form, the transmission/ lodgement of Proxy Form should be made no less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof i.e. no later than Wednesday, 20 November 2024 at 10:00 a.m.:-

- Vide Facsimile (Fax Number: +603-2783 9222); or Α.
- Vide Email (*is.enquiry@my.tricorglobal.com*); or В.

For option (A) and (B), the company may request any member to deposit original executed Proxy Form to the Company's Share Registrar before or on the day of meeting for verification purpose, otherwise the said Faxed/ Emailed Proxy Form shall not be treated as valid. C. Vide Tricor Online System (TIIH Online)

A member may register as a user with TIIH Online, whereby the Proxy Form for the 10th AGM may be electronically lodged via TIIH Online (applicable for individual shareholder only). The website to access TIIH Online is: https://tiih.online.

(Kindly refer to Administrative Guide of 10th AGM - Electronic Submission of Proxy Form via TIIH Online)

FMCG

Improving Lives Sustainably



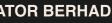
SEDANIA INNOVATOR BERHAD

Level 10, Kelana Parkview Tower, Jalan SS6/2, 47301 Petaling Jaya, Selangor, Malaysia

P: +603 7880 2001 | F: +603 7880 6001 E: info@sedaniainnovator.com W: www.sedaniainnovator.com







[Registration No. 201301044527 (1074350-A)]