



**SEDANIA INNOVATOR BERHAD**  
[Registration No. 201301044527 (1074350-A)]  
**(“SIB” OR THE “COMPANY”)**

**INTERIM FINANCIAL REPORT FOR THE  
SECOND (2<sup>nd</sup>) QUARTER ENDED 31 DECEMBER 2024**

<b>Contents</b>	<b>Page</b>
Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Unaudited Condensed Consolidated Statement of Financial Position	3
Unaudited Condensed Consolidated Statement of Changes in Equity	4
Unaudited Condensed Consolidated Statement of Cash Flows	5-6
Notes to the Condensed Consolidated Financial Report	7

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND (2<sup>nd</sup>) QUARTER ENDED 31 DECEMBER 2024**

	Quarter Ended			Year-To-Date Ended		
	31 Dec 2024 RM'000	31 Dec 2023 RM'000	Changes %	31 Dec 2024 RM'000	31 Dec 2023 RM'000	Changes %
Revenue	21,773	14,974	45	37,654	25,595	47
Other income	532	3,739	(86)	887	4,888	(82)
Cost of sales	(10,556)	(9,735)	8	(17,336)	(14,624)	19
Administration expenses	(10,922)	(7,833)	39	(20,634)	(13,388)	54
Profit from operations	827	1,145	(28)	571	2,471	(77)
Finance costs	(334)	(314)	6	(582)	(377)	54
Share of result of associates, net of tax	(37)	114	(>100)	378	142	>100
Profit before taxation	456	945	(52)	367	2,236	(84)
Taxation	(293)	(369)	(21)	(585)	(661)	(11)
Profit/(Loss) for the period	163	576	(72)	(218)	1,575	(>100)
Other comprehensive loss, net of tax:						
Exchange difference on translation of foreign operation	19	-	>100	(53)	-	(>100)
Profit/(Loss) for the period, representing total comprehensive income	182	576	(68)	(271)	1,575	(>100)
<b>NET PROFIT ATTRIBUTABLE TO:</b>						
- Owners of the parent	(357)	1,353	(>100)	(1,045)	2,155	(>100)
- Non-controlling interests	520	(777)	(>100)	827	(580)	>100
	163	576	(72)	(218)	1,575	(>100)
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>						
- Owners of the parent	(348)	1,353	(>100)	(1,069)	2,155	(>100)
- Non-controlling interests	530	(777)	(>100)	798	(580)	>100
	182	576	(68)	(271)	1,575	(>100)
Weighted average number of ordinary shares ('000)	365,352	358,309	2	365,352	350,114	4
<b>Earnings per share attributable to the owners of the parent (Sen):</b>						
- Basic	(0.10)	0.38	(>100)	(0.29)	0.62	(>100)
- Diluted	(0.10)	0.38	(>100)	(0.29)	0.62	(>100)

(The unaudited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 DECEMBER 2024**

	Unaudited as at 31 Dec 2024 RM'000	Audited as at 30 June 2024 RM'000
<b>NON-CURRENT ASSET</b>		
Property, plant and equipment	19,100	19,266
Right-of-use assets	1,412	1,774
Intangible asset	2,909	2,962
Contract assets	11,785	11,786
Deferred tax asset	1,341	1,341
Investment in associate	4,174	3,795
	<b>40,721</b>	<b>40,924</b>
<b>CURRENT ASSETS</b>		
Receivables, deposit & prepayments	19,416	15,873
Contract assets	1,237	2,047
Inventories	7,543	5,754
Short term funds	40	39
Cash and bank balances	6,233	7,753
Current tax asset	1,466	1,304
	<b>35,935</b>	<b>32,770</b>
<b>TOTAL ASSETS</b>	<b>76,656</b>	<b>73,694</b>
<b>EQUITY</b>		
Share capital	68,493	68,493
Reserves	(31,906)	(30,837)
Non-controlling interest	15,033	14,235
<b>TOTAL EQUITY</b>	<b>51,620</b>	<b>51,891</b>
<b>NON-CURRENT LIABILITIES</b>		
Bank borrowing	9,020	9,307
Lease liabilities	748	655
Deferred tax liabilities	1,871	1,871
	<b>11,639</b>	<b>11,833</b>
<b>CURRENT LIABILITIES</b>		
Payables, accruals & other current liabilities	10,903	6,312
Lease liabilities	713	1,203
Bank borrowing	1,781	2,342
Current tax liability	-	113
	<b>13,397</b>	<b>9,970</b>
<b>TOTAL LIABILITIES</b>	<b>25,036</b>	<b>21,803</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>76,656</b>	<b>73,694</b>
Weighted average number of ordinary shares ('000)	365,352	355,184
<b>NET ASSETS PER SHARE (Sen)</b>	<b>14.13</b>	<b>14.61</b>

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND (2<sup>nd</sup>) QUARTER ENDED 31 DECEMBER 2024**

	Share Capital	ESOS Reserve	Reorganisation Reserve	Foreign Exchange Reserve	Retained earnings	Total	Non-controlling interest	Total Equity
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	RM'000
<b>Current year-to-date ended 31 December 2024</b>								
Balance as at 1 July 2024	68,493	-	(24,440)	(6)	(6,391)	37,656	14,235	51,891
(Loss)/ Profit for the financial period	-	-	-	-	(1,045)	(1,045)	827	(218)
Other comprehensive loss for the financial period	-	-	-	(24)	-	(24)	(29)	(53)
<b>Balance as at 31 December 2024</b>	<b>68,493</b>	<b>-</b>	<b>(24,440)</b>	<b>(30)</b>	<b>(7,436)</b>	<b>36,587</b>	<b>15,033</b>	<b>51,620</b>
<b>Preceding year corresponding period ended 31 December 2023</b>								
Balance as at 1 July 2023	65,712	147	(24,440)	-	(1,218)	40,201	4,454	44,655
Total comprehensive income	-	-	-	-	2,155	2,155	(580)	1,575
<b>Transactions with owners:</b>								
Issuance of shares from private placement	2,781	-	-	-	-	2,781	-	2,781
Non-controlling interests arising from investment in subsidiaries	-	-	-	-	-	-	11,036	11,036
Share options vested under ESOS	-	11	-	-	-	11	-	11
<b>Balance as at 31 December 2023</b>	<b>68,493</b>	<b>158</b>	<b>(24,440)</b>	<b>-</b>	<b>937</b>	<b>45,148</b>	<b>14,910</b>	<b>60,058</b>

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND (2<sup>nd</sup>) QUARTER ENDED 31 DECEMBER 2024**

	6 months ended 31 Dec 2024 RM'000	18 months ended 30 Jun 2024 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	367	(1,492)
Adjustments for:		
Depreciation of property, plant, and equipment	511	967
Depreciation of right-of-use assets	600	1,770
Amortisation of intangible assets	48	113
Bad debts written off	-	18
Fair value on short term funds	-	(32)
Gain on disposal of property, plant and equipment	(1)	(252)
Gain on bargain purchase	-	(2,509)
Interest expense	486	1,518
Interest income	(677)	(2,454)
Inventories written down	-	12
Impairment losses on contract assets	-	92
Impairment losses on trade receivables	-	4,826
Reversal of impairment losses on contract assets	-	(680)
Reversal of impairment losses on trade receivables	(151)	(6)
Share of results in associate	(378)	(819)
Share options granted under ESOS	-	44
Unrealised loss on foreign exchange	36	53
Operating profit before working capital changes	<u>841</u>	<u>1,169</u>
Changes in working capital:		
Trade and other receivables	(1,789)	(6,399)
Inventory	(3,537)	8,250
Contract assets	4,700	5,567
Trade and other payables	1,466	(2,740)
	<u>840</u>	<u>4,678</u>
Cash generated from operations	1,681	5,847
Interest paid	-	(311)
Tax paid	(860)	(2,571)
<b>NET CASH GENERATED OPERATING ACTIVITIES</b>	<u>821</u>	<u>2,965</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiaries	-	(5,249)
Change in pledged deposit	-	(50)
Purchase of property, plant and equipment	(345)	(840)
Interest received	20	67
Investment in an associate	-	(3,000)
Proceed from disposal of property, plant and equipment	1	313
Withdrawal of short term funds	-	3,006
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<u>(324)</u>	<u>(5,753)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Advances from directors	-	191
Drawdown of bank borrowing	1,208	3,855
Repayment of hire purchase	(89)	(285)
Repayment of term loan	(1,965)	(4,797)
Repayment of lease liabilities	(635)	(1,467)
Interest paid	(486)	(1,206)

**SEDANIA INNOVATOR BERHAD** [Registration No. 201301044527 (1074350-A)]

Proceeds from the issuance of ordinary shares	-	2,781
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(1,967)</b>	<b>(928)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(1,470)</b>	<b>(3716)</b>
Effects of exchange rate changes on cash and cash equivalents	(50)	(7)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>7,753</b>	<b>11,476</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>6,233</b>	<b>7,753</b>
<b>Cash and cash equivalents comprised the following:</b>		
Cash and bank balances	6,183	7,703
Fixed Deposit	50	50
	<b>6,233</b>	<b>7,753</b>
Short term funds	40	39
	<b>6,273</b>	<b>7,792</b>

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.)

*The remainder of this page is intentionally left blank*

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL REPORT FOR THE SECOND (2<sup>nd</sup>) QUARTER ENDED 31 DECEMBER 2024**

**A: EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2024**

**A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting, Rule 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024, which have been prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards, and the requirements of the Companies Act 2016 in Malaysia.

**A2. Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the latest audited financial statements, except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC interpretations.

**a) New MFRSs and Amendments to MFRSs that have been issued, but yet to be effective**

The Group have not adopted the following new MFRSs and amendments to MFRSs that have been issued, but yet to be effective:

New MFRSs		Effective for financial periods beginning on or after
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
<b>Amendments to MFRSs</b>		
MFRS 7	Financial Instruments: Disclosures	1 January 2024/ 1 January 2026
MFRS 9	Financial Instruments	1 January 2026
MFRS 10	Consolidated Financial Statements	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

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

There was no qualification to the audited financial statements of the Group for the financial year ended ("FYE") 30 June 2024.

**A4. Seasonal or cyclical factors**

The business operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

**A5. Unusual items**

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

**A6. Material changes in estimates**

Not applicable as there were no estimates reported in the prior financial years.

**A7. Debt and equity securities**

There were no issuance, cancellation, repurchases, resale, or repayments of debt and equity securities in the current quarter and the financial period ended 31 December 2024.

**A8. Segmental information**

For management purposes, the Group is organised into four (4) operating segments which reflect the internal organisational and management structure according to the nature of the products and services provided. We measure the results of our segments using, among other measures, each segment's net revenue and operating income, which includes certain corporate overhead allocations.

a) Sustainable FMCG

Provision of essential and eco-friendly consumer products specialising in premium mother care, healthcare, personal care, household, as well as baby and childcare products, catering to the needs of health-conscious families.

b) Sustainable Consumer Technology

Provision of innovative consumer-based digital solutions for the banking and financial services sector, and offering patented airtime sharing technology for telecommunications providers.

c) Sustainable Energy

Provision of Intelligent Power Management Solutions, renewal energy, energy audit, and related energy optimisation solutions for businesses and large-scale organisations.



d) Others

Others mainly comprise the operations relating to investment holding.

Segment assets and liabilities exclude current and deferred tax assets and liabilities.

The Group's segmental analysis by operating segments is as follows:-

	3 months ended		6 months ended	
	31 Dec 2024 RM'000	31 Dec 2023 RM'000	31 Dec 2024 RM'000	31 Dec 2023 RM'000
<b>Segment revenue</b>				
Sustainable FMCG	17,951	12,264	31,337	20,340
Sustainable Consumer Technology	3,373	2,552	5,758	4,947
Sustainable Energy	449	158	559	308
<b>Total revenue</b>	<b>21,773</b>	<b>14,974</b>	<b>37,654</b>	<b>25,595</b>
<b>Segment operating profit/(loss) before tax</b>				
Sustainable FMCG	1,235	1,740	1,939	2,235
Sustainable Consumer Technology	589	838	893	1,800
Sustainable Energy	(399)	(990)	(974)	(1,031)
Others	(969)	(643)	(1,491)	(768)
<b>Operating profit before tax</b>	<b>456</b>	<b>945</b>	<b>367</b>	<b>2,236</b>
			<b>31 Dec 2024 RM'000</b>	<b>31 Dec 2023 RM'000</b>
<b>Segment Assets</b>				
Sustainable FMCG			43,699	46,221
Sustainable Consumer Technology			3,880	5,050
Sustainable Energy			20,792	27,856
Others			5,479	4,610
<b>Total Assets</b>			<b>73,850</b>	<b>83,737</b>
<b>Segment Liabilities</b>				
Sustainable FMCG			12,694	14,523
Sustainable Consumer Technology			1,620	1,332
Sustainable Energy			8,364	8,814
Others			489	422
<b>Total Liabilities</b>			<b>23,167</b>	<b>25,091</b>

*The remainder of this page is intentionally left blank*

The Group's revenue based on the geographic location of its customers is as follows:-

	3 months ended		6 months ended	
	31 Dec	31 Dec	31 Dec	31 Dec
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Malaysia	16,741	11,295	30,688	21,263
Asian countries other than Malaysia	1,062	1,110	2,219	1,536
Europe	3,823	2,490	4,534	2,717
Others	147	79	213	79
<b>Total</b>	<b>21,773</b>	<b>14,974</b>	<b>37,654</b>	<b>25,595</b>

Year-to-date revenue from Malaysia, Asian countries other than Malaysia, Europe and, Others contributed to approximately 76.89%, 4.88%, 17.56% and 0.67% respectively of the Group's total revenue.

**A9. Valuation of property, plant and equipment**

The Group has not carried out any valuation of its property, plant and equipment in the current quarter.

**A10. Capital commitment**

There was no capital commitment recognised by the Group for the current quarter.

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

There were no changes in the composition of the Group in the current quarter.

**A12. Contingent liabilities and contingent assets**

There were no changes in contingent liabilities or contingent assets since the last annual reporting period date up to the date of this report.

**A13. Material events subsequent to the end of the quarter**

Save as disclosed in Note B6, there were no other material events subsequent to the end of the current quarter and financial year-to-date that have not been reflected in this interim financial report.

**A14. Significant related party transaction**

On 13 December 2024, the Company announced an acquisition of property by Offspring Inc Sdn Bhd, a 51%-owned subsidiary of the Company, for a total consideration of RM2,400,000 from Datuk Noor Azrin Bin Mohd Noor, the Managing Director and a major shareholder of the Company.

The highest percentage ratio applicable to the Proposed Acquisition pursuant to Rule 10.02(g) of the AMLR of Bursa Securities is approximately 3.85%, computed

based on the aggregate value of the purchase consideration over the audited net assets of the Company as of 30 June 2024.

Save as disclosed, no significant related party transaction was entered into during the current quarter.

**B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS**

**B1. Group's Financial Performance Review and Segmental Analysis**

Overall review of the Group's financial performance

	3 months ended			6 months ended		
	31 Dec 2024 RM'000	31 Dec 2023 RM'000	Changes %	31 Dec 2024 RM'000	31 Dec 2023 RM'000	Changes %
Revenue	21,773	14,974	45	37,654	25,595	47
Operating Profit	827	1,145	(28)	571	2,471	(77)
Profit Before Interest and Tax	827	1,145	(28)	571	2,471	(77)
Profit Before Tax	456	945	(52)	367	2,236	(84)
Profit/(Loss) After Tax for the Period	163	576	(72)	(218)	1,575	(>100)
(Loss)/Profit After Tax & Attributable to Ordinary Equity Holders of the Parent	<b>(357)</b>	<b>1,353</b>	<b>(&gt;100)</b>	<b>(1,045)</b>	<b>2,155</b>	<b>(&gt;100)</b>

The Group revenue increased by 45% for the three months ended 31 December 2024 ("2Q 2025") and 47% for the six months. This growth was primarily driven by higher sales from the Sustainable FMCG segment. However, this is not a direct comparison, as 2Q 2024 reflected only one month of Tanamera Group's results following its acquisition in November 2023, while 2Q 2025 includes full consolidation.

Despite higher revenue, profitability declined due to increased operating costs. Operating profit fell by 28% for the quarter and 77% for the half-year, mainly due to higher advertising and promotion costs and increased staff benefits to strengthen brand positioning and expand market presence. Profit before tax (PBT) dropped 52% for the quarter and 84% for the half-year, impacted by higher administrative and operational expenses. Profit after tax declined due to higher tax provisions, despite revenue growth. As a result, the Group posted a net loss of RM0.36 million in 2Q 2025 and RM1.045 million for the half-year, reversing from profits in the previous year.

A segmental breakdown and analysis by operating segments are provided under item A8 and "Segmental Analysis" below.

Segmental analysis

**a. The current quarter ended 31 December 2024 (“2Q 2025”) compared with the previous corresponding quarter ended 31 December 2023:**

Sustainable FMCG

The Sustainable FMCG segment recorded RM17.95 million in revenue for 2Q 2025, growing 46% year-on-year, driven by higher online and international sales. However, this is not a direct comparison, as 2Q 2024 included only one month of Tanamera Group’s results post-acquisition.

Despite higher sales, operating profit declined by 29% due to increased marketing and staff costs to strengthen brand positioning and market expansion. While this impacted short-term profits, these investments are essential for future growth.

An analysis of domestic and international sales is as follows:

	3 months ended		6 months ended	
	31 Dec 2024 RM'000	31 Dec 2023 RM'000	31 Dec 2024 RM'000	31 Dec 2023 RM'000
Malaysia	12,919	8,585	24,371	16,008
Asian countries other than Malaysia	1,062	1,110	2,219	1,536
Europe	3,823	2,490	4,534	2,717
Others	147	79	213	79
<b>Total</b>	<b>17,951</b>	<b>12,264</b>	<b>31,337</b>	<b>20,340</b>

Sustainable Consumer Technology

	3 months ended 31 Dec 2024 RM'000	3 months ended 31 Dec 2023 RM'000	Changes %
	Revenue		
Fintech	2,556	2,330	10
Telcotech	817	222	>100
	<b>3,373</b>	<b>2,552</b>	<b>32</b>

The Sustainable Consumer Technology segment recorded a total revenue of RM3.37 million in 2Q 2025, representing a 32% growth compared to the same period last year.

Fintech revenue increased by 10% to RM2.56 million, supported by steady demand for digital financial solutions, while Telcotech revenue more than doubled to RM817,000, supported by a one-off, non-recurring contract, contributing to the notable increase compared to the same period last year.

Sustainable Energy

The Sustainable Energy segment recorded RM0.45 million in revenue for 2Q 2025, up from RM0.16 million last year, driven by ongoing maintenance and servicing contracts. Despite higher revenue, the segment remained at a loss, with an operating loss of RM0.40 million, though this was an improvement from RM0.99 million loss in 2Q 2024.

Others

This segment includes investment holding operations. It recorded an operating loss before tax of RM0.97 million in 2Q 2025, compared to RM0.64 million loss last year.

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

	Quarter ended		Changes %
	31 Dec 2024 RM'000	30 Sep 2024 RM'000	
Revenue	21,773	15,881	37
Operating Profit/ (Loss) Before Interest and Tax	827	(155)	>100
Profit/ (Loss) Before Tax	456	(90)	>100
Profit/ (Loss) After Tax for the Period	163	(381)	>100
Loss After Tax and Non-controlling Interest For the Period	(357)	(685)	46

The following table shows the revenue breakdown comparison with the immediate preceding quarter:-

	31 Dec 2024 RM'000	30 Sep 2024 RM'000	Changes +/( -) %
<b>Segment revenue</b>			
Sustainable FMCG	17,951	13,386	34
Sustainable Consumer Technology	3,373	2,385	41
Sustainable Energy	449	110	>100
<b>Total revenue</b>	<b>21,773</b>	<b>15,881</b>	<b>37</b>

Revenue for the quarter ended 31 December 2024 grew 37% to RM21.77 million, driven by a 34% growth in the Sustainable FMCG segment, supported by higher online and international sales, and a 41% increase in Sustainable Consumer Technology, boosted by modest Fintech performance and a one-off Telcotech contract. Revenue growth across all segments contributed to a return to profitability at the operational level. Profit before tax turned positive at RM0.46 million, reversing from a loss of RM90,000 in the previous quarter. Net loss after tax and non-controlling interest narrowed to RM0.36 million from RM0.65 million in Q1 2025, reflecting improving cost efficiency and stronger revenue momentum.

### **B3. Prospects for the current financial year**

The Group remains focused on driving growth across all business segments by leveraging strategic initiatives and operational efficiencies in FY2025.

The Sustainable FMCG segment, anchored by Offspring, Tanamera, and FA Herbs, will prioritise expanding into high-growth markets, enhancing margins, improving operational efficiency, and strengthening supply chain resilience to support sustained demand.

The Sustainable Consumer Technology segment will continue to broaden its Shariah-compliant financial solutions through strategic partnerships and increase engagement with financial institutions to expand market presence and drive adoption of its digital offerings.

For the Sustainable Energy segment, the focus will be on executing existing contracts efficiently while actively exploring opportunities to diversify its energy solutions portfolio and improve financial sustainability.

The Group remains committed to prudent risk management, targeted growth strategies, and enhancing shareholder value. While navigating potential economic challenges, the Group approaches the financial year with measured optimism, ensuring that growth is both sustainable and resilient in an evolving market landscape.

### **B4. Profit forecast**

The Group has not issued any profit forecast in any public documents.

### **B5. Taxation**

	3 months ended		6 months ended	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
	RM'000	RM'000	RM'000	RM'000
Tax expense recognised in profit or loss:				
Current tax provision	293	369	585	661
	293	369	585	661
Deferred Tax:				
Relating to origination of Temporary Difference	-	-	-	-
Over provision in prior years	-	-	-	-
Tax expense for the financial period	293	369	585	661

## B6. Status of corporate proposals and utilisation of proceeds

There were no material corporate proposals announced but not completed as at the date of this report.

## B7. Borrowings

The Group's borrowings as at the end of this financial period are as follows:

	31 Dec 2024 RM'000	31 Dec 2023 RM'000
Current liabilities		
Term loan (secured)	935	3,098
Revolving credit	500	500
Trade finance products	346	2,321
	<u>1,781</u>	<u>5,919</u>
Non-current liabilities		
Term loan (secured)	9,020	7,109
	<u>9,020</u>	<u>7,109</u>
Total borrowings	<u>10,801</u>	<u>13,028</u>

Note: The term loan is secured by a first legal charge against the Group's office premises.

## B8. Material litigation

*Update regarding the material litigation involving Offspring Inc Sdn Bhd ("OFFSPRING"), a subsidiary of the Company.*

The Company announced on 12 February 2025 that Sedania Corporation Sdn Bhd ("SCSB") has reached an out-of-court settlement with Karine Low and Tan Kien Yeow (the "Plaintiffs"). OFFSPRING, a party to the case, also signed the Settlement Agreement ("SA") on 7 February 2025.

Messrs David Gurupatham and Koay, solicitor of the Plaintiffs, confirmed on 10 February 2025 that the SA shall operate as the full and final settlement and the Plaintiffs shall not have any claims, actions, demands and/or proceedings against SCSB and/or OFFSPRING in respect of the released matters.

In accordance with the terms of the SA, SCSB shall fulfil the agreed obligations and will continue to indemnify OFFSPRING and the Company against any claims relating to it. Since the above matter has been concluded, it shall have zero impact on the financial and operations of OFFSPRING.

The Company wishes to assure shareholders that it remains committed to safeguarding the interests of the Company and its subsidiaries.

Save as disclosed, there have been no other significant changes in material litigation involving the Company and its subsidiaries during the current quarter under review.

**B9. Dividends**

No dividend has been paid, declared or proposed during the quarter under review.

**B10. Earnings per share**

(a) Basic earnings per share

The earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period.

	3 months ended		6 months ended	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Profit attributable to the owners of the Company (RM'000)	(357)	1,353	(1,045)	2,155
Weighted average number of ordinary shares in issue ('000)	365,352	358,309	365,352	350,114
Basic earnings per share (sen)	(0.10)	0.38	(0.29)	0.62

(b) Diluted earnings per share

The diluted earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period, adjusted for the dilutive effects of potential ordinary shares from share options granted pursuant to the Employees' Share Option Scheme ("ESOS").

	3 months ended		3 months ended	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Profit attributable to the owners of the Company (RM'000)	(357)	1,353	(1,045)	2,155
Weighted average number of ordinary shares in issue ('000)	365,352	358,309	365,352	350,114
Effect of dilution from share options ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per share ('000)	365,352	358,309	365,352	350,114
Diluted earnings per share (sen)	(0.10)	0.38	(0.29)	0.62



**B11. Disclosure of selected expense/(income) items as required by the Listing Requirements**

Included in profit before taxation are the following expense/(income) items:-

	3 months ended 31 Dec 2024 RM'000	3 months ended 31 Dec 2023 RM'000	3 months ended 31 Dec 2024 RM'000	3 months ended 31 Dec 2023 RM'000
Depreciation of property, plant and equipment	251	61	511	61
Depreciation of right-of-use assets	291	187	600	187
Amortisation of intangible assets	24	3	48	3
(Gain)/Loss on foreign exchange				
- unrealised	(13)	-	36	-
Interest income	(10)	(3)	(20)	(3)
Interest income on contract assets	(322)	(420)	(657)	(420)
Interest expense	207	181	486	181
Reversal of impairment losses on trade receivables	(75)	(669)	(151)	(669)

By Order of the Board,

**TAN TONG LANG (MAICSA 7045482)**

**ANG WEE MIN (MAICSA 7076022)**

Company Secretaries

Kuala Lumpur

27 February 2025