

# Quarterly rpt on consolidated results for the financial period ended 30 Jun 2024

## TASCO BERHAD

Financial Year End 31 Mar 2025  
Quarter 1 Qtr  
Quarterly report for the financial period ended 30 Jun 2024  
The figures have not been audited

### Attachments

TASCO-Quarterly Report-1QFY2025.pdf  
441.8 kB

Default Currency	Other Currency
------------------	----------------

Currency: Malaysian Ringgit (MYR)

### SUMMARY OF KEY FINANCIAL INFORMATION 30 Jun 2024

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	249,931	253,192	249,931	253,192
2 Profit/(loss) before tax	8,592	18,429	8,529	18,429
3 Profit/(loss) for the period	7,774	14,971	7,774	14,971
4 Profit/(loss) attributable to ordinary equity holders of the parent	7,001	14,220	7,001	14,220
5 Basic earnings/(loss) per share (Subunit)	0.88	1.78	0.88	1.78
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)		0.7700		0.7900

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.  
Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

---

**Announcement Info**

<b>Company Name</b>	TASCO BERHAD
<b>Stock Name</b>	TASCO
<b>Date Announced</b>	30 Jul 2024
<b>Category</b>	Financial Results
<b>Reference Number</b>	FRA-30072024-00007

**TASCO Berhad**  
**(Company No: 197401003124 (20218-T))**



**Condensed Consolidated Financial Statements**  
**For The Quarter And Year-To-Date Ended**  
**30 June 2024**

**Condensed Consolidated Statement of Comprehensive Income**  
**For The Quarter And Year-To-Date Ended 30-June-2024**

		<b>Quarter and Year-to-Date Ended</b>	
		<b>30.06.2024</b>	<b>30.06.2023</b>
		<b>RM'000</b>	<b>RM'000</b>
		<b>Unaudited</b>	<b>Unaudited</b>
Revenue		249,931	253,192
Cost of sales		(214,453)	(217,236)
<b>Gross profit</b>		<b>35,478</b>	<b>35,956</b>
Other income		1,271	3,753
Administrative and general expenses		(19,488)	(17,712)
Other Expenses		(4,463)	(300)
<b>Profit from operations</b>		<b>12,798</b>	<b>21,697</b>
Finance costs		(4,122)	(3,431)
Share of results of associated company and joint venture		(84)	163
<b>Profit before taxation</b>		<b>8,592</b>	<b>18,429</b>
Tax expense		(818)	(3,458)
<b>Profit for the period</b>		<b>7,774</b>	<b>14,971</b>
<b>Profit Attributable to:</b>			
Owners of the Company		7,001	14,220
Non-Controlling Interest		773	751
		<b>7,774</b>	<b>14,971</b>
Earnings per share (sen)	- basic	0.88	1.78

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Comprehensive Income  
For The Quarter And Year-To-Date Ended 30-June-2024**

**Profit for the period**

**Other Comprehensive Income:**

Exchange differences on translation foreign operation

Fair Value adjustment on cash flow hedge

Other comprehensive income/(Loss) for the period, net of tax

**Total Comprehensive Income**

**Total Comprehensive Income attributable to:**

Owners of the Company

Non-Controlling Interest

Cumulative and Year to Date Ended	
30.06.2024	30.06.2023
RM'000 Unaudited	RM'000 Unaudited
7,774	14,971
=====	=====
-	-
-	-
-	-
7,774	14,971
=====	=====
7,001	14,220
773	751
7,774	14,971
=====	=====

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Financial Position as at 30-June-2024**

	As at 30.06.2024 RM'000 Unaudited	As at 31.03.2024 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	761,954	758,353
Right-of-use assets	22,351	12,619
Goodwill	81,864	81,864
Investment in associated company	3,925	3,883
Investment in a joint ventures	14,814	14,939
Other assets	962	962
Deferred Tax assets	438	438
<b>Total non-current assets</b>	<b>886,308</b>	<b>873,058</b>
<b>Current assets</b>		
Inventories	614	174
Trade receivables	357,349	313,215
Contract Asset	375,489	272,960
Other receivables, deposits and prepayments	23,048	22,320
Amount owing by immediate holding company	3,011	4,261
Amounts owing by related companies	11,526	14,482
Amounts owing by associated company	2	2
Amount owing by a joint venture company	-	16
Current tax asset	6,539	5,983
Cash and bank balances	140,061	167,116
<b>Total current assets</b>	<b>917,639</b>	<b>800,529</b>
<b>TOTAL ASSETS</b>	<b>1,803,947</b>	<b>1,673,587</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Financial Position as at 30-June-2024**

	As at 30.06.2024 RM'000 Unaudited	As at 31.03.2024 RM'000 Audited
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	100,801	100,801
Revaluation reserve	1,401	1,401
Fair value reserve	(65)	(65)
Retained profits	515,474	527,273
Equity attributable to owners of the Company	617,611	629,410
Non-controlling interest	70,339	69,566
<b>Total equity</b>	<b>687,950</b>	<b>698,976</b>
<b>Non-current liabilities</b>		
Amounts owing to corporate shareholder of subsidiary company	3,301	3,457
Hire purchase payables	98	239
Lease liabilities	13,671	8,358
Bank Borrowings	227,660	235,345
Deferred tax liabilities	23,815	24,987
<b>Total non-current liabilities</b>	<b>268,545</b>	<b>272,386</b>
<b>Current liabilities</b>		
Trade payables	617,041	456,954
Contract liability	1,045	1,207
Other payables, deposits and accruals	70,771	85,232
Amount owing to immediate holding company	1,554	1,642
Amounts owing to related companies	14,730	12,640
Amounts owing to associated company	439	1,003
Hire purchase payables	976	1,208
Lease liabilities	8,904	4,420
Bank Borrowings	130,840	136,674
Amounts owing to corporate shareholder of subsidiary company	372	455
Current tax liabilities	780	790
<b>Total current liabilities</b>	<b>847,452</b>	<b>702,225</b>
<b>Total liabilities</b>	<b>1,115,997</b>	<b>974,611</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,803,947</b>	<b>1,673,587</b>
<b>Net Assets per share (RM)</b>	<b>0.77</b>	<b>0.79</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

----- **A t t r i b u t a b l e t o O w n e r s o f t h e C o m p a n y** -----

The condensed consolidated statement of change in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.





**Condensed Consolidated Statement of Cash Flows For The Year-To-Date Ended 30-June-2024**

	Year-To-Date Ended	
	30.06.2024	30.06.2023
	RM'000	RM'000
	Unaudited	Unaudited
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	8,592	18,429
Adjustments for:		
Depreciation of property, plant and equipment	9,715	7,960
Depreciation of right-of-use assets	2,140	3,916
Loss on disposal of property, plant and equipment	2	2
Property, plant and equipment written off	3,624	48
Share of loss/(profits) of associated company and joint ventures net of tax	84	(163)
Interest income	(965)	(1,470)
Dividend income	-	(37)
Interest expense	4,122	3,431
Unrealised loss/(gain) on foreign exchange	512	(1,251)
<b>Operating profit before working capital changes</b>	<b>27,826</b>	<b>30,865</b>
Changes in receivables	(143,185)	(118,489)
Changes in payables	102,702	152,525
Cash generated (used in) / from operations	(12,657)	64,901
Net Tax paid	(2,436)	(6,622)
<b>Net Cash (used in) / generated from operating activities</b>	<b>(15,093)</b>	<b>58,279</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(22,707)	(36,644)
Proceeds from disposal of property, plant and equipment	2	4,792
Interest received	965	1,470
Dividend received from other investment	-	37
<b>Net cash used in investing activities</b>	<b>(21,740)</b>	<b>(30,345)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of term loan	32,000	33,000
Drawdown of short term loan	50,000	-
Repayment of term loan	(45,519)	(51,471)
Payment of hire purchase and finance lease liabilities	(373)	(353)
Interest paid	(4,122)	(3,431)
Payment of lease liabilities	(3,118)	(4,634)
Repayment of amounts owing to corporate shareholder of a subsidiary company	(290)	(186)
Dividend paid	(18,800)	(28,000)
<b>Net cash generated from / (used in) financing activities</b>	<b>9,778</b>	<b>(55,074)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(27,055)</b>	<b>(27,140)</b>
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	167,116	241,142
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<b>140,061</b>	<b>214,002</b>
<b>Represented by:</b>		
Cash and bank balances	140,061	214,002
	<b>140,061</b>	<b>214,002</b>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attach to the interim financial statements.

## Notes to the Interim Financial Report

**Explanatory Notes In Compliance With Malaysian Financial Reporting Standards 134 ("MFRS 134") Interim Financial Reporting****A1. Basis of Preparation**

The interim financial statements have been prepared under the historical cost convention, recoverable value, realisable value and fair value.

These interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards 134 ("MFRS 134"), Interim Financial Reporting, International Financial Reporting Standard 134 ("IFRS 134"), Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the Company's audited financial statements for the financial year ended 31 March 2024. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2024.

**A2. Adoption of Standards, Amendments and Annual Improvements to Standards****(a) Application of new or revised standards**

The accounting policies, presentation and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statement for the financial year ended 31 March 2024 except for the adoption of amendments to published standards by the Group for the financial year beginning 1 April 2024:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107	Statement of Cash Flows	1 January 2024
Amendments to MFRS 7	Financial Instruments: Financial Disclosure - Supplier Finance Arrangements	1 January 2024

The adoption of these new and revised standards, amendments and/or interpretations does not have significant impact on the financial statements of the Group and of the Company.

**(b) Standards issued that are not yet effective**

The Group and the Company have not applied the following standards, amendments and IC Interpretation that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective:

MFRSs, Amendments to MFRSs and IC Interpretations		Effective Date
Amendments to MFRS 121	he Effects of Changes in Foreign Exchange Rates	1 January 2025
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced by the MASB

The adoption of the above new standards, amendments and interpretations are not expected to have significant impact on the financial statements of the Group and of the Company.

**A3. Audit Report**

The Audit Report of the Group's annual financial statements for the financial year ended 31 March 2024 was not subjected to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's operations are generally affected by festive seasons.

**A5. Unusual Items due to their Nature, Size or Incidence**

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

**A6. Changes In Estimates**

There were no changes in estimates that have had a material effect in the current quarter under review.


**Explanatory Notes In Compliance With Malaysian Financial Reporting Standards 134 ("MFRS 134") Interim Financial Reporting**
**A7. Issuances, Cancellation, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuances, cancellation, repurchases, resale and repayments of debt and equity securities in the current quarter under review.

**A8. Dividends paid**

The following dividends were paid during the current and previous corresponding financial periods ended:

<u>Interim /final dividend</u>	As at 30.06.2024 RM'000	As at 30.06.2023 RM'000
Final dividend in respect of the financial year ended 31 March 2023 - 3.50 sen single-tier dividend per ordinary share paid on 26 May 2023	-	28,000
Final dividend in respect of the financial year ended 31 March 2024 - 2.35 sen single-tier dividend per ordinary share paid on 31 May 2024	18,800	-
	<b>18,800</b>	<b>28,000</b>

**A9. Segmental Reporting**
**International Business Solutions**

Air Freight Forwarding Division  
Ocean Freight Forwarding Division  
Supply Chain Solutions Division

Segmental Revenue		Segmental Result (PBT)	
3 months ended		3 months ended	
30.06.2024	30.06.2023	30.06.2024	30.06.2023
RM'000	RM'000	RM'000	RM'000
63,730	50,706	1,555	2,143
27,091	27,612	654	487
9,967	6,872	611	1,509
<b>100,788</b>	<b>85,190</b>	<b>2,821</b>	<b>4,139</b>

**Domestic Business Solutions**

Contract Logistics Division  
Cold Supply Chain Division  
Trucking Division

86,992	103,783	6,148	7,559
41,090	40,182	3,530	3,147
21,061	24,037	1,912	1,014
<b>149,143</b>	<b>168,002</b>	<b>11,589</b>	<b>11,720</b>

Others

-	-	(5,819)	2,570
---	---	---------	-------

**Total**

<b>249,931</b>	<b>253,192</b>	<b>8,592</b>	<b>18,429</b>
----------------	----------------	--------------	---------------

**A10. Valuation of Property, Plant and Equipment**

There were no revaluations of property, plant and equipment under current period review. As at 30 June 2024, all property, plant and equipment were stated at cost less accumulated depreciation.

**A11. Subsequent Events**

There was no material event subsequent to the end of the current quarter.

**A12. Changes in Composition of the Group**

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



**Explanatory Notes In Compliance With Malaysian Financial Reporting Standards 134 ("MFRS 134") Interim Financial Reporting**

**A13. Contingent Assets and Liabilities**

Except for below items, there were no material contingent assets and liabilities since 30 June 2024 to the date of this report:

	As at 30.06.2024 RM'000	As at 30.06.2023 RM'000
Corporate guarantees in favour of suppliers of its joint venture company, YLTC Sdn Bhd for supplying goods and services on credit	3,000	3,000
Corporate guarantee in favour of a licensed bank of its joint venture company, YLTC Sdn Bhd for trade facilities	7,150	7,150
Corporate guarantee in favour of licensed banks of its subsidiary company, Gold Cold Transport Sdn Bhd for repayment of term loan to finance the land and building	28,761	34,119
Corporate guarantee in favour of supplier of its subsidiary company, Maya Kekal Sdn Bhd for supplying of goods on credit	13,000	13,000
	<b>51,911</b>	<b>57,269</b>

**A14. Capital Commitment**

	As at 30.06.2024 RM'000	As at 30.06.2023 RM'000
Authorised and contracted for		
- acquisition of property, plant and equipment	4,997	16,618
- construction of warehouse building	126,000	139,666
	<b>130,997</b>	<b>156,284</b>

**A15. Related Party Disclosures**

	3 month ended	
	30.06.2024 RM'000	30.06.2023 RM'000
<b>Transaction with subsidiary companies</b>		
Rental of trucks paid and payable to subsidiary company	38	38
Labour charges paid and payable to subsidiary companies	398	785
Labour charges received and receivable from subsidiary companies	148	169
Handling fees paid and payable to a subsidiary company	142	167
Handling fees received and receivable from a subsidiary company	20	39
Related logistic services paid and payable to a subsidiary company	101	76
Related logistic services received and receivable from a subsidiary company	1,084	829
Rental of premises paid and payable to a subsidiary company	1,100	1,101
Rental of premises received and receivable from subsidiary companies	762	720
Rental of trucks received and receivable from subsidiary company	896	370
Interest received and receivable from subsidiary companies	242	287
<b>Transaction with immediate holding company</b>		
Related logistic services received and receivable	8,896	10,900
Related logistic services paid and payable	7,876	8,476
Management services fee paid and payable	3,786	3,325
IT fees paid and payable	130	57
<b>Transaction with related companies</b>		
Related logistic services received and receivable	21,635	21,782
Related logistic services paid and payable	43,124	32,149
IT fees paid and payable	2,233	688
<b>Transaction with associated company</b>		
Rental of premises paid	188	188
Accounting fee paid to an associated company	5	5

TASCO Berhad

Company No: 197401003124 (20218-T)  
Incorporated In Malaysia



Explanatory Notes In Compliance With Malaysian Financial Reporting Standards 134 ("MFRS 134") Interim Financial Reporting

**A15. Related Party Disclosures (continue)**

**Transaction with joint venture company**

Related logistic services received and receivable

83	34
=====	=====

**Transaction with corporate shareholder of subsidiary company**

Repayment to corporate shareholder of subsidiary company

186	186
-----	-----

Interest paid and payable

134	56
=====	=====

**Transaction with a company related to significant shareholder and directors**

Rental of premises paid and payable

306	306
=====	=====



## Disclosure Requirements Pursuant to Part A, Appendix 9B of Bursa Malaysia Securities Berhad Listing Requirements

## B1. Performance Review : Year-to-date April 2024-June 2024 vs Year-to-date April 2023-June 2023

	3 months ended			
	30.06.2024	30.06.2023	Changes	
	RM'000	RM'000	RM'000	%
Revenue	249,931	253,192	(3,261)	-1.3%
Profit from operations	12,798	21,697	(8,899)	-41.0%
Profit before Interest and tax	12,714	21,860	(9,146)	-41.8%
Profit before taxation	8,592	18,429	(9,837)	-53.4%
Profit after taxation	7,774	14,971	(7,197)	-48.1%
Profit Attributable to Ordinary Equity Holders of the Parent	7,001	14,220	(7,219)	-50.8%

For the fiscal period ended on June 30, 2024, the Group reported revenue of RM249.9 million, a decline of RM3.3 million or 1.3 per cent from RM253.2 million the previous year. The International Business Solutions (IBS) segment's revenue increased by RM15.6 million, or 18.3 per cent, from RM85.2 million to RM100.8 million year-on-year ("y-o-y"). On the other hand, the Domestic Business Solutions (DBS) division saw an y-o-y of 11.2 per cent fall in sales, down from RM168.0 million to RM149.1 million.

In the International Business Solutions (IBS) segment, the Air Freight Forwarding (AFF) division increased by RM13.0 million (25.7 per cent) from RM50.7 million to RM63.7 million y-o-y. The increase was largely contributed from a FMCG and aerospace customers. Whilst revenue of the Supply Chain Solutions Division (SCS) was spiked up from RM6.9 million to RM10.0 million, an increase of RM3.1 million (45.0 per cent) on the back of increased business from Order Management. However, the revenue increases in AFF and SCS segment was partially offset by the revenue drop in OFF division. Revenue of OFF division declined by RM0.5 million (1.9 per cent), from RM27.6 million to RM27.1 million y-o-y. This decrease in the OFF was arisen from reduced shipments from electric glass and insulation building material customers.

The Contract Logistics (CL) division under the Domestic Business Solutions (DBS) sector reported a decline of RM16.8 million (16.2 per cent), reduced from RM103.8 million to RM87.0 million. Within the CL division, E-Commerce business saw an increase in revenue by 45.2 per cent (RM0.2 million), from RM0.4 million to RM0.6 million. Drop in shipments of a major energy customer affected by US sanctions caused Custom Clearance and Haulage businesses experienced revenue downturn y-o-y. However, the drop was partially cushioned by the revenue contribution from a newly secured automotive customer. Revenue of Custom Clearance business dropped from RM46.2 million to RM33.6 million, a decline of 27.4 per cent (RM12.6 million). Revenue of Haulage business fell from RM14.7 million to RM12.0 million, dropped by 18.8 per cent (RM2.7 million). Drop in warehousing business of a energy customer resulted Warehouse division to reported lower revenue from RM35.4 million to RM34.4 million, a drop of RMRM1.0 million (3.0 per cent) y-o-y. The drop in Warehouse business was partially offset from a revenue contribution from E&E, musical instrument and fashion retail customers. In-Plant business reported revenue down of RM0.5 million (7.5 per cent), from RM6.9 million to RM6.4 million. It was attributable to the loss of healthcare and polyester film customers.

Despite these decreases in CL business, the Cold Supply Chain (CSC) division recorded an increase in revenue RM0.9 million (2.3 per cent), from RM40.2 million to RM41.1 million. The increase was largely contributed from a newly secured cold chain logistics and dairy products customers but was partially offset by the loss of a convenient retails customer as well as drop in business from fast food related customers affected by Gaza-Israeli boycott.

Revenue for the Trucking business fell from RM24.0 million to RM21.1 million, a decrease of RM3.0 million (12.4 per cent) y-o-y. Despite Trucking division secured new businesses from E&E and automotive customers, the decline in Trucking revenue was mainly bogged down by reduced deliveries of food customer and loss of an automotive customer.

Profit from operations for the fiscal period ended 30 June 2024 was down by RM8.9 million, or 41.0 per cent, from RM21.7 million to RM12.8 million. Profit before tax (PBT) for the same time fell from RM18.4 million to RM8.6 million, a drop of RM9.8 million or 53.4 per cent. Similarly, the Profit after tax (PAT) for the year declined from RM15.0 million to RM7.8 million, representing a y-o-y decrease of RM7.2 million or 48.1 per cent.

Despite increase in revenue, PBT for the IBS segment decreased by RM1.3 million or 31.8 per cent, from RM4.1 million to RM2.8 million y-o-y. Within the IBS segment, the PBT of the AFF division fell from RM2.1 million to RM1.5 million, a y-o-y reduction of RM0.6 million or 27.4 per cent. However, the OFF division's PBT rose by RM0.2 million (34.5 per cent), from RM0.5 million to RM0.7 million y-o-y. In contrast, the PBT of SCS division decreased by RM0.9 million, or 59.5 per cent, from RM1.5 million to RM0.6 million. The decrease was mainly from trading business.

The PBT for the DBS segment reported y-o-y decrease of RM0.1 million (1.1 per cent), from RM11.7 million to RM11.6 million. Within DBS, the Trucking division saw an increase from RM1.0 million to RM1.9 million, representing y-o-y increase of RM0.9 million (88.6 per cent). Whilst the CSC division also recorded an increase of RM0.4 million (12.2 per cent), from RM3.1 million to RM3.5 million. CL division saw a decline in PBT of RM1.4 million (18.7 per cent), from RM7.5 million to RM6.1 million. Within CL division, drop in shipments resulted PBT of the Custom Clearance business to fall by RM1.1 million, from RM0.5 million to loss RM0.6 million (241.7 per cent). PBT for the Haulage business improved by RM0.3 million, from a loss of RM0.6 million to a loss of RM0.3 million (54.8 per cent). PBT for the Warehouse business fell by RM0.8 million (12.3 per cent), from RM6.7 million to RM5.9 million. PBT for In-plant operations increased from RM1.1 million to RM1.2 million, a y-o-y increase of RM0.1 million (13.1 per cent). E-Commerce business posted improved PBT from loss of RM0.03 million to marginal PBT of RM0.003 million (110.3 per cent).

Apart for the PBT from the above operating business segments, the Company PBT was further offset by the net expenses from Support segment. Net expenses from Support segment increased by RM8.4 million y-o-y. Included in the increased non-operating expenses of Support segment, the Company registered an exceptional one-time expense which amounted to RM3.6 million, consisting primarily of the write-off of the carrying amount of a block of head office building located at existing Shah Alam Logistics Centre. The office building was demolished to make way for reconstruction of a new 4-storey modern warehouse to expand the future logistics capacity of our Company. Reduced interest income and increase in unrealised forex loss and finance cost contributed an additional expense in Support segment.

**B2. Comparison with Preceding Quarter's Results: April 2024 to June 2024 vs January 2024 to March 2024**

	3 months ended			
	30.06.2024	31.03.2024	Changes	
	RM'000	RM'000	RM'000	%
Revenue	249,931	268,456	(18,525)	-6.9%
Profit from operations	12,798	18,850	(6,052)	-32.1%
Profit before Interest and tax	12,714	19,151	(6,437)	-33.6%
Profit before taxation	8,592	15,392	(6,800)	-44.2%
Profit after taxation	7,774	18,272	(10,498)	-57.5%
Profit Attributable to Ordinary Equity Holders of the Parent	7,001	17,858	(10,857)	-60.8%

The Group's revenue of the first quarter ended 30 June 2024 ("1QFY2025") was registered at RM249.9 million, as against revenue of RM268.5 million of the last preceding quarter ended 31 March 2024 ("4QFY2024"). This represents a decrease of RM18.5 million (6.9 per cent). IBS segment posted a decrease of RM2.0 million (1.9 per cent), from RM102.8 million to RM100.8 million, whilst revenue of DBS segment dropped by RM16.6 million (10.0 per cent), from RM165.7 million to RM149.1 million quarter-over-quarter ("Q/Q").

The AFF division of the IBS segment reported an increase in revenue from RM63.0 million to RM63.7 million, an RM0.7 million (1.2 per cent). This increase was mainly contributed from aerospace and FMCG customers. On the other hand, revenue of OFF fell from RM31.6 million to RM27.1 million, a fall of RM4.5 million (14.2 per cent), mainly due to reduced shipments from aerospace, aluminium and FMCG customers. Meanwhile, the SCS division reported a revenue increase from RM8.2 million to RM10.0 million, representing Q/Q increase of RM1.8 million or 21.4 per cent.

In the DBS segment, the CL division's revenue declined by RM9.3 million (9.6 per cent), from RM96.3 million to RM87.0 million. The Trucking division segment also saw a Q/Q decline in sales of RM6.3 million (23.1 per cent), from RM27.4 million to RM21.1 million. The drop in sales was mainly resulted from loss of an automotive customer and drop in transportation for energy and food manufacturing customers. On the other hand, discontinuation of business contract with a convenient retail customer coupled with drop in business volume from fast food and cold chain logistics customers resulted the CSC division to post lower revenue by RM1.0 million (2.3 per cent), from RM42.0 million to RM41.0 million. However, the drop was partially offset by the increase in revenue contribution from ice cream manufacturing and dairy products customers.

Within the CL division, significant reduction in shipment volume from an energy customer affected Custom Clearance and Haulage business to post lower revenue Q/Q. Revenue of Custom Clearance business reduced by RM6.0 million (15.2 per cent), from RM39.6 million to RM33.6 million. Whereas the revenue of Haulage business was down by RM4.4 million (26.6 per cent), declined from RM16.4 million to RM12.0 million. On the other hand, additional warehouse space of the newly completed facilities at Westport Logistics Centre and Shah Alam Logistics Centre pushed the revenue of Warehouse business to hike from RM33.9 million to RM34.4 million, representing an increase of RM0.5 million (1.5 per cent). The increase in warehouse revenue from these new facilities was partially offset by the decline warehousing volume from the existing energy, food manufacturing and fashion retail customers. Increase in production volume of E&E and FMCG customers helped In-Plant business to post higher revenue from RM6.3 million to RM6.4 million, a Q/Q increase of RM0.1 million (2.2 per cent).

PBT for Q1FY2025 declined from RM15.4 million to RM8.6 million, as against the preceding quarter, showing a decrease of RM6.8 million (44.2 per cent). IBS segment recorded a decrease of RM2.4 million (45.5 per cent), from RM5.2 million to RM2.8 million. However, DBS segment recorded an increase of RM0.4 million (3.9 per cent), an increase from RM11.2 million to RM11.6 million.

Within IBS segment, the AFF business saw a reduction in PBT of RM1.9 million (54.4%) as a result of slim profit margin attributable to increased market buying costs relative to client contract tender prices. Meanwhile, SCS business also showed a decrease in PBT by RM0.8 million (55.6 per cents) from RM1.7 million to RM0.6 million, largely caused by the PBT drop from Trading business. Although an overall decline in sales and volume, PBT for the OFF business went up by RM0.3 million (or 66.0 per cent) from RM0.4 million to RM0.7 million.

Within DBS segment, the PBT from the CL division increased by RM0.5 million (8.6 per cent) from RM5.6 million to RM6.1 million. Whilst CSC division also recorded an increase in PBT of RM0.8 million (30.8 per cent) from RM2.7 million to RM3.5 million Q/Q. However, the PBT increases in CL and CSC division were partially offset against the drop in PBT of Trucking business, which was largely resulted from the drop in revenue. PBT of Trucking business was reduced from RM2.8 million to RM1.9 million, showing a Q/Q decrease of RM0.9 million (31.6 per cent).

Within CL division, PBT of Warehouse rose from RM4.4 million to RM5.9 million, representing a Q/Q increase of RM1.5 million (34.7 per cent). Whilst In-Plant business also registered an increase of RM0.3 million (34.3 per cent) from RM0.9 million to RM1.2 million. PBT of E-Commerce business improved by RM0.05 million. However, the increases from Warehouse, In-Plant and E-Commerce business were partially offset against the PBT drop in Custom Clearance and Haulage businesses. PBT of Custom Clearance and Haulage business dropped by RM0.2 million and RM1.2 million respectively as against last preceding quarter as a result of reduced revenue.

Apart for the PBT from the above operating business segments, the Company PBT was further offset by the net expenses from Support segment. Net expenses from Support segment increased by RM4.9 million Q/Q. Included in the increased non-operating expenses of Support segment, the Company registered an exceptional one-time expense for the write-off of the carrying amount of a block of office building located at Shah Alam Logistics Centre which amounted to RM3.6 million. The office building was demolished to make way for reconstruction of a new 4-storey modern warehouse to expand the future logistics capacity of our Company. Increased interest expenses RM0.4 million and reduced in realised forex gain of RM0.7 million) and finance cost contributed an additional expense Q/Q in Support segment.

**B3. Prospects for the Remaining Period to the End of the Financial Year**

The International Monetary Fund ("IMF") in its latest World Economic Outlook ("WEO") released on 16 July 2024 stated that global growth is expected to remain stable. At 3.2 percent in 2024 and 3.3 percent in 2025, the forecast for global economic growth is broadly unchanged from that in the April WEO. Under the hood, however, offsetting growth revisions have shifted the composition. Relative to the April 2024 WEO, first quarter growth surprised on the upside in many countries, although downside surprises in Japan and the United States were notable. Overall, risks to the outlook remain balanced, but some near-term risks have gained prominence. These include upside risks to inflation that stem from risks of persistent inflation in the services sector. The escalation of trade tensions could further raise near-term risks to inflation by increasing the cost of imported goods along the supply chain. Upside risks to inflation have thus increased, raising the prospect of higher-for-even-longer interest rates, in the context of escalating trade tensions and increased policy uncertainty.

(Source: IMF's World Economic Outlook dated 16 July 2024)

On the domestic front, Bank Negara Malaysia ("BNM") reported that the Malaysian economy grew at a higher rate of 4.2% in the first quarter of 2024 (4Q 2023: 2.9%), driven by stronger private expenditure and positive turnaround in exports. BNM stated that, going forward, exports are expected to be further lifted by the global tech upcycle given Malaysia's position in the semiconductor supply chain, as well as continued strength in non-electrical and electronics goods. Tourist arrivals and spending are also poised to rise further. Continued employment and wage growth, as well as policy measures, will continue to support household spending. Investment activity would be supported by the ongoing progress of multi-year projects in both the private and public sectors, the implementation of catalytic initiatives under the national master plans, as well as the higher realisation of approved investments. The growth outlook is subject to downside risks from weaker-than-expected external demand and larger declines in commodity production. Meanwhile, upside risks to growth mainly emanate from greater spillover from the tech upcycle, more robust tourism activity, and faster implementation of existing and new projects. BNM expected that inflation will trend higher in the second half of 2024, amid the recent rationalisation of diesel subsidies. Nevertheless, the increase in inflation will remain manageable given the mitigation measures to minimise the cost impact on businesses.

(Source: BNM's Economic and Financial Developments in Malaysia in the First Quarter of 2024 dated 17 May 2024 and BNM's Monetary Policy Statement dated 11 July 2024)

The health of the logistics industry is closely aligned with the economic activity and international trade, and the prospects of the Group are closely tied to the state of the global and domestic economy. Our Group has made a fair start in our financial performance in the new FY2025, achieving broadly comparable revenue y-o-y. However, mainly due to higher costs from higher buying freight rates, coupled with a one-time charge of RM3.6 million due to the demolition of our previous HQ office at our Shah Alam Logistics Centre (SALC) to make way for the extension of our 4-storey warehouse, our profit for the period dropped by almost half y-o-y. The said extension of our 4-storey warehouse will create another 400,000 square foot of lettable space, which will be joined to the existing new 4-storey warehouse of 600,000 square foot. Construction has already commenced and is anticipated to be fully completed in 2026. Going into the remaining period of the financial year, we anticipate a challenging operating environment. While the IMF has stated that the outlook for growth remained balanced, and BNM has opined that economic activity in particular exports is expected to experience an uptick, nevertheless the esteemed bodies have warned of the risks of persistent inflation with higher-for-even-longer interest rates, which will adversely affect economic growth. The other area of concern highlighted was the risk of escalating geopolitical trade war which may affect the export activity of the ASEAN region including Malaysia. In such an economic scenario, we remain cautious on the prospect of the Group for FY2025. Downside risks for our Group include the weaker-than-expected economic activity or recovery; inflationary pressure in our costs, not least due to the government implementation of diesel subsidy rationalisation; and the aforesaid geopolitical tension and trade war which may affect our customers. We will continue to maintain our strategy to focus on servicing our customers with innovative logistics solutions and expand our logistics capacity when it is beneficial to our shareholders' value.

**B4. Profit Forecast**

Not applicable as there is no forecast / profit guarantee.

**B5. Tax Expense**

	Quarter and Year-to-Date Ended	
	30.06.2024	30.06.2023
	RM'000	RM'000
Income tax		
- Current tax	(1,990)	(3,291)
- overprovision in prior years	-	-
Deferred tax		
- Current year	1,172	(490)
- Overprovision in prior years	-	323
	(818)	(3,458)

The Group's effective tax rates for the cumulative 3 months ended 30 June 2024 and 30 June 2023 was below than the Malaysia a statutory rate of 24% mainly due to the qualifying capital expenditure claimed under Investment Tax Allowance.



**B6. Corporate Proposals**

There were no new proposals made for the quarter under review.

**B7. Borrowing**

Hire purchase and finance lease liabilities  
Lease liabilities

**Bank Borrowings:**

Bank loan (unsecured)  
Bank loan (secured)  
Recourse financing  
Amounts owing to corporate shareholder  
of subsidiary company

Total borrowings

As at 1st quarter ended 30.06.2024					
Long term		Short term		Total borrowing	
Denomination in		Denomination in		Denomination in	
Foreign ('000)	RM ('000)	Foreign ('000)	RM ('000)	RM Foreign ('000)	RM ('000)
-	98	-	976	-	1,074
-	13,671	-	8,904	-	22,575
-		-		-	
-	205,752	-	73,987	-	279,739
-	21,908	-	6,853	-	28,761
-		-	50,000	-	50,000
-	3,301	-	372	-	3,673
-	244,730	-	141,092	-	385,822
=====	=====	=====	=====	=====	=====

Hire purchase liabilities  
Lease liabilities

**Bank Borrowings:**

Bank loan (unsecured)  
Bank loan (secured)  
Amounts owing to corporate shareholder  
of subsidiary company

Total borrowings

As at 1st quarter ended 30.06.2023					
Long term		Short term		Total borrowing	
Denomination in		Denomination in		Denomination in	
Foreign ('000)	RM ('000)	Foreign ('000)	RM ('000)	Foreign ('000)	RM ('000)
-	969	-	1,566	-	2,535
-	3,477	-	9,888	-	13,365
-		-		-	
-	151,236	-	57,653	-	208,889
-	27,272	-	6,847	-	34,119
-	3,676	-	372	-	4,048
-	186,630	-	76,326	-	262,956
=====	=====	=====	=====	=====	=====

The above secured bank loan are secured by legal charge over the freehold land, buildings and warehouse of a subsidiary company and are guaranteed by the Company. The recourse financing secured by the assignment of rights of eligible receivables entered into between a subsidiary company with the bank.

**B8. Litigation**

There was no material litigation pending since 31 March 2024 to the date of this report.

**B9. Dividend Proposed**

No interim dividend was proposed or declared in the current quarter under review.

**B10. Earnings Per Share**

	Quarter and Year-to-Date Ended	
	30.06.2024	30.06.2023
PAT after non-controlling interest (RM'000)	7,001	14,220
Weighted average number of ordinary shares in issue ('000)	800,000	800,000
Earnings per share (sen)	0.88	1.78
	=====	=====

The Company does not have any dilutive potential ordinary shares outstanding as at 30 June 2024. Accordingly, no diluted earnings per share is presented.

**B11. Derivative Financial Instruments**

There is no derivative financial instrument for the Group as at 30 June 2024 and 30 June 2023.

For the current quarter under review, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objective, policies and processes since the previous financial year end.

**B12. Profit for the period**

	Quarter and Year-to-Date Ended	
	30.06.2024 RM'000	30.06.2023 RM'000
<b>Profit for the period is arrived at after crediting:</b>		
Interest income	965	1,470
Other income	164	291
Gain on disposal of property, plant and equipment	2	-
Realised foreign exchange gain	-	591
Unrealised foreign exchange gain	140	1,401
<b>and after charging:</b>		
Interest expenses	4,122	3,431
Property, plant and equipment written off	3,624	48
Depreciation of property, plant and equipment	9,715	7,960
Amortisation of right-of-use assets	2,140	3,916
Loss on disposal of property, plant and equipment	2	2
Realised foreign exchange loss	186	100
Unrealised foreign exchange loss	652	150

Unless otherwise indicated above, there were no gain or loss on disposal of quoted or unquoted investment or real properties, impairment of assets, gain or loss on derivatives or exceptional item for current quarter and financial period ended 30 June 2024.

By Order of the Board of Directors

Company Secretaries

30 July 2024