



The Glove Manufacturing Division's revenue decreased by 41%, from RM13.67 million to RM8.04 million, compared to the immediate preceding quarter. The division recorded a loss before tax of RM26,000 in the current quarter, compared to a profit before tax of RM569,000 in the previous quarter. This decline was primarily due to lower sales and a reduced gross profit margin in the current quarter.

In the Property Development Division, the loss before tax increased marginally by 2% to RM601,000 in the current quarter, compared to a loss before tax of RM587,000 in the immediate preceding quarter.

In the Trading and Services Division, revenue increased by 488% in the current quarter, rising from RM1.14 million to RM6.72 million. The surge in revenue was primarily due to a portion of the revenue from the immediate preceding quarter being recognised in the current quarter. The division recorded a profit before tax of RM1.81 million, compared to RM1.56 million in the previous quarter, driven by higher revenue and gross profit recognised in the current quarter.

The Group's Healthcare Division recorded higher revenue of RM1.80 million, compared to RM443,000 in the immediate preceding quarter. As the acquisition was completed on 27 May 2024, revenue recognition for this division only commenced on 1 June 2024. The division recorded a higher loss before tax of RM301,000 in the current quarter, compared to a loss before tax of RM253,000 in the previous quarter. This increase in loss was primarily due to higher operating costs incurred in the current quarter.

## 6. Review of Performance of the Company and its Principal Subsidiaries

	Individual Period (3rd Quarter)		Changes %	9 Months Ended		Changes %
	Current Year Quarter RM'000	Preceding Year Corresponding Quarter RM'000		Current Year Cumulative Quarter RM'000	Preceding Year Cumulative Quarter RM'000	
	30/09/2024	30/09/2023		30/09/2024	30/09/2023	
Revenue	69,423	42,914	62%	214,554	101,725	111%
Operating Profit/(Loss)	(7,594)	(7,911)	-4%	(944)	(16,329)	-94%
Profit/(Loss) Before Interest and Tax	(5,337)	(4,267)	25%	5,564	(6,283)	-189%
Profit/(Loss) Before Tax	(6,604)	(5,109)	29%	2,609	(8,563)	-130%
Profit/(Loss) For The Period	(6,793)	(6,775)	0%	2,118	(10,642)	-120%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(5,447)	(4,604)	18%	3,124	(6,223)	-150%

For the current quarter under review, the Group achieved higher revenue of RM69.42 million, compared to RM42.91 million in the corresponding quarter of the preceding year, representing an increase of 62%. This growth was primarily driven by a higher completion of projects in the Construction Division. However, the Group recorded a loss before tax of RM6.60 million in the current quarter, compared to a loss before tax of RM5.11 million in the same quarter of the preceding year. The increase in loss was mainly attributed to unrealised foreign exchange losses incurred amounting to RM7.42 million in the current quarter.



In the Construction Division, revenue for the current quarter was RM52.86 million, representing a 89% increase compared to RM27.98 million in the corresponding quarter of the preceding year. The division recorded a higher loss before tax of RM2.72 million in the current quarter, compared to a loss before tax of RM893,000 in the same quarter of the preceding year. This increase in loss was primarily due to higher operating expenses incurred during the current quarter.

In the Glove Manufacturing Division, revenue decreased by 29%, from RM11.33 million to RM8.04 million, compared to the corresponding quarter of the preceding year. Nevertheless, the division recorded a smaller loss before tax of RM26,000 in the current quarter, compared to a loss before tax of RM773,000 in the same quarter of the preceding year. This improvement was mainly due to a higher gross profit margin in the current quarter.

The Property Development Division reported a reduced loss before tax of RM601,000 in the current quarter, compared to a loss before tax of RM714,000 in the corresponding quarter of the preceding year, due to lower operating expenses in the current quarter.

In the Trading and Services Division, revenue increased by 114%, from RM3.14 million to RM6.72 million, compared to the corresponding quarter of the preceding year, primarily due to the inclusion of revenue from the second quarter of 2024. The division recorded a profit before tax of RM1.81 million in the current quarter, compared to a loss before tax of RM2.77 million in the same quarter of the preceding year, which was mainly attributed to a loss from the dissolution of a subsidiary.

In the Healthcare Division, revenue and loss before tax for the current financial quarter were RM1.80 million and RM301,000 respectively. As this division was formed in the current financial year, there are no comparable figures available.

For the current year cumulative quarter, the Group recorded higher revenue of RM214.55 million, representing a 111% increase compared to RM101.73 million in the corresponding cumulative quarter of the preceding year. The Group also achieved a profit before tax of RM2.61 million in the current year cumulative quarter, compared to a loss before tax of RM8.56 million in the same period of the preceding year.

In the Construction Division, revenue increased by 166% compared to the corresponding cumulative quarter of the preceding year. The division recorded a lower loss before tax of RM2.31 million, compared to a loss before tax of RM6.48 million in the same period of the preceding year which was mainly attributed to impairment losses on investments in joint ventures and an associate company.

In the Glove Manufacturing Division, revenue increased by 9%, from RM27.53 million to RM29.89 million, compared to the preceding year's cumulative quarter. The division recorded a lower loss before tax of RM414,000 in the current year cumulative quarter, compared to a loss before tax of RM4.87 million in the preceding year's cumulative quarter, mainly due to stabilizing selling prices and a gradual increase in glove demand during the current period.

The Property Development Division reported a reduced loss before tax of RM1.76 million in the current year cumulative quarter, compared to a loss before tax of RM2.12 million in the preceding year's cumulative quarter, due to lower operating expenses.

The Trading and Services Division recorded higher revenue of RM10.49 million in the current year cumulative quarter, compared to RM9.07 million in the corresponding quarter of the preceding year. The division achieved a profit before tax of RM4.06 million in the current year cumulative quarter, compared to a loss before tax of RM1.29 million in the same period of the preceding year. This difference was primarily due to lower gross profit margins and the loss from the dissolution of a subsidiary, which affected the corresponding period in the preceding year.



In the Healthcare Division, revenue and loss before tax recorded in the current cumulative quarter were RM2.24 million and RM555,000, respectively. As this division was formed in the current financial year, there are no comparable figures available.

## **7. Prospects**

The Group remains optimistic about its growth prospects, supported by the recently announced Malaysia Budget 2025, which allocates RM3 billion for flood mitigation projects. This presents significant opportunities for our construction and infrastructure divisions, where we aim to leverage our expertise to secure new contracts.

The Budget also allocated significant funding for regional development, particularly in water supply and energy infrastructure, areas in which the Group is well-positioned to participate and contribute.

In addition, our recent diversification into the healthcare sector, specifically the dental industry, is expected to positively impact the Group's performance in the coming years.

With these opportunities, the Group is confident in driving growth and delivering value to shareholders by capitalizing on both established sectors and new business ventures.

## **8. Variance of Profit Forecast / Profit Guarantee**

Not applicable as there was no profit forecast or profit guarantee issued.

## **9. Financial instruments - derivatives**

As at 30 September 2024, the Group has no outstanding foreign currency forward contracts under derivative financial instruments.