

QUARTERLY REPORT

This is a quarterly report on consolidated results for the period ended 31 December 2024

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2024

	Note	INDIVIDUAL QUARTER			CUMULATIVE		
		CURRENT	PRECEDING	Changes	CURRENT	PRECEDING	Changes
		YEAR QUARTER 31-Dec-24 RM '000	YEAR QUARTER 31-Dec-23 RM '000		YEAR TO DATE 31-Dec-24 RM '000	YEAR TO DATE 31-Dec-23 RM '000	
Revenue		26,884	26,962	0%	94,510	128,210	-26%
Cost of sale and direct operating expenses		<u>(22,596)</u>	<u>(22,482)</u>		<u>(84,066)</u>	<u>(101,034)</u>	
Gross profit		4,288	4,480	-4%	10,444	27,176	-62%
Other operating income, net	B5	2,179	3,816		10,774	13,436	
Unrealised foreign exchange (loss)/gain		(6,346)	1,512		4,269	(11,989)	
Administrative expenses		<u>(2,452)</u>	<u>(2,810)</u>		<u>(13,091)</u>	<u>(10,622)</u>	
		(2,331)	6,998		12,396	18,001	
Interest expense on bank borrowings		(12)	(15)		(53)	(62)	
Interest expense on lease liabilities		<u>(5)</u>	<u>(10)</u>		<u>(26)</u>	<u>(468)</u>	
(Loss)/profit before tax from operating activities		(2,348)	6,973		12,317	17,471	
(Loss)/gain on disposal of property, plant and equipment		-	25,342		(2)	25,342	
Reclassification from equity on liquidation of subsidiaries, being cumulative currency translation differences previously recognised in other comprehensive income		<u>-</u>	<u>9,941</u>		<u>(7,482)</u>	<u>9,941</u>	
(Loss)/profit before tax	B5	(2,348)	42,256	-106%	4,833	52,754	-91%
Income tax expense	B6	<u>(44)</u>	<u>(1,421)</u>		<u>(2,002)</u>	<u>(3,108)</u>	
(Loss)/profit for the period		<u>(2,392)</u>	<u>40,835</u>	-106%	<u>2,831</u>	<u>49,646</u>	-94%
Attributable to:							
Equity holders of the parent		(2,366)	40,835		4,104	49,646	
Non-controlling interest		<u>(26)</u>	<u>-</u>		<u>(1,273)</u>	<u>-</u>	
		<u>(2,392)</u>	<u>40,835</u>		<u>2,831</u>	<u>49,646</u>	
(Loss)/earnings per share (sen)							
- Basic	B13	(0.25)	4.08		0.41	4.96	

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2023.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2024**

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT	PRECEDING	CURRENT	PRECEDING
	YEAR	YEAR	YEAR	YEAR
	QUARTER	QUARTER	TO DATE	TO DATE
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	RM '000	RM '000	RM '000	RM '000
(Loss)/profit for the period	(2,392)	40,835	2,831	49,646
Other comprehensive income:				
<u>Items that will be reclassified to profit or loss</u>				
Currency translation differences	18,471	(14,380)	(11,389)	10,551
Realisation of cumulative currency translation differences on liquidation of subsidiaries reclassified to profit and loss	-	(9,941)	7,482	(9,941)
Total comprehensive income/(loss) for the period	<u>16,079</u>	<u>16,514</u>	<u>(1,076)</u>	<u>50,256</u>
Total comprehensive income/(loss) attributable to:				
Equity holders of the parent	16,105	16,514	197	50,256
Non-controlling interest	<u>(26)</u>	<u>-</u>	<u>(1,273)</u>	<u>-</u>
Equity holders of the parent	<u>16,079</u>	<u>16,514</u>	<u>(1,076)</u>	<u>50,256</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2023.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

		UNAUDITED	AUDITED
		AS AT	AS AT
		END OF	PRECEDING
		CURRENT	FINANCIAL
		QUARTER	YEAR END
	Note	31-Dec-24	31-Dec-23
		RM '000	RM '000
ASSETS			
Non-current assets			
Intangible assets		72	134
Goodwill		60,192	60,192
Property, plant and equipment		296,253	119,711
Investment properties		3,299	5,544
Right-of-use assets		337	644
		<u>360,153</u>	<u>186,225</u>
Current assets			
Inventories		6,620	7,937
Receivables and other current assets		20,570	31,561
Short term deposits and investments		174,897	165,549
Cash and bank balances		93,153	145,657
		<u>295,240</u>	<u>350,704</u>
TOTAL ASSETS		<u><u>655,393</u></u>	<u><u>536,929</u></u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		63,791	63,791
Treasury share		(17,710)	-
Foreign currency translation reserve		55,176	59,954
Retained earnings		<u>388,242</u>	<u>398,563</u>
		489,499	522,308
Non-controlling interest		17,967	-
Total equity		<u><u>507,466</u></u>	<u><u>522,308</u></u>
Non-current liabilities			
Borrowings	B8	140,412	615
Lease liabilities	B9	73	309
Deferred tax liabilities		39	39
		<u>140,524</u>	<u>963</u>
Current liabilities			
Payables and other current liabilities		6,411	10,318
Contract liabilities		552	2,330
Borrowings	B8	203	187
Lease liabilities	B9	236	322
Provision for taxation		1	501
		<u>7,403</u>	<u>13,658</u>
Total liabilities		<u><u>147,927</u></u>	<u><u>14,621</u></u>
TOTAL EQUITY AND LIABILITIES		<u><u>655,393</u></u>	<u><u>536,929</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2024

	Attributable to Equity Holders of the Parent						
	Non-distributable			Distributable			
	Share capital RM '000	Treasury share RM '000	Foreign currency translation reserve RM '000	Retained earnings RM '000	Total RM '000	Non-controlling interest RM '000	Total equity RM '000
12 MONTHS ENDED 31 DECEMBER 2023							
At 1 January 2023	338,791	-	67,511	80,750	487,052	-	487,052
Total comprehensive income for the period	-	-	610	49,646	50,256	-	50,256
Transfer of currency translation reserve	-	-	(8,167)	8,167	-	-	-
Capital reduction pursuant to Section 116 of the Companies Act 2016	(275,000)	-	-	275,000	-	-	-
Dividends paid	-	-	-	(15,000)	(15,000)	-	(15,000)
At 31 December 2023	63,791	-	59,954	398,563	522,308	-	522,308
12 MONTHS ENDED 31 DECEMBER 2024							
At 1 January 2024	63,791	-	59,954	398,563	522,308	-	522,308
Total comprehensive income/(loss) for the period	-	-	(3,907)	4,104	197	(1,273)	(1,076)
Share buy-back exercise	-	(17,710)	-	-	(17,710)	-	(17,710)
Changes in ownership interests in a subsidiary	-	-	-	-	-	19,240	19,240
Transfer of currency translation reserve	-	-	(871)	871	-	-	-
Dividends paid	-	-	-	(15,296)	(15,296)	-	(15,296)
At 31 December 2024	63,791	(17,710)	55,176	388,242	489,499	17,967	507,466

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2024

	CUMULATIVE CURRENT YEAR 31-Dec-24 RM '000	PRECEDING YEAR 31-Dec-23 RM '000
Cash Flow From Operating Activities		
Profit before tax	4,833	52,754
Adjustments for:		
Depreciation & amortisation	6,238	19,155
Unrealised foreign exchange (gain)/loss	(4,269)	11,989
Interest income	(11,174)	(8,086)
Interest costs	79	530
Lease modification	-	1,701
Bad debt written off	-	23
Loss/(gain) on disposal of property, plant and equipment	2	(25,342)
Realisation of currency translation reserved reclassified from equity	7,482	(9,941)
Operating profit before working capital changes	3,191	42,783
Working capital changes:		
Inventories	1,164	(289)
Receivables and other current assets	8,131	(12,751)
Contract assets	596	-
Payables and other liabilities	(3,623)	(18,866)
Contract liabilities	(1,778)	1,428
Cash generated from operating activities	7,681	12,305
Tax paid, net of tax refund	(2,511)	(3,246)
Net cash generated from operating activities	5,170	9,059
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(183,240)	(109)
Interest received	11,174	8,086
Proceeds from disposal of property, plant and equipment	-	133,447
Subscription of subsidiary's share capital by non-controlling interest	19,240	-
Acquisition of a subsidiary, net of cash acquired	-	(63,433)
Net cash used in investing activities	(152,826)	77,991
Cash Flows From Financing Activities		
Dividends paid to shareholders	(15,296)	(115,000)
Interest paid	(79)	(530)
Drawdown of borrowings	140,000	-
Repayment of borrowings	(187)	(157)
Payment of principal portion of lease liabilities	(321)	(32,851)
Purchase of treasury shares	(17,711)	-
Net cash generated from/(used in) financing activities	106,406	(148,538)
Net change in cash and cash equivalents	(41,250)	(61,488)
Effects of foreign exchange rate changes	(1,906)	(6,605)
Cash and cash equivalents at the beginning of the period	311,206	379,299
Cash and cash equivalents at the end of the period	268,050	311,206
Cash and cash equivalents comprise:		
Short term deposits	174,897	165,549
Cash and bank balances	93,153	145,657
	268,050	311,206

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2023.

NOTES TO THE FINANCIAL REPORT

A1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost basis, except for investment securities and derivative financial instruments which are stated at fair value.

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. This interim financial report also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. This interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2023.

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2023, except for the adoption of the following amendments to Malaysian Financial Reporting Standards ("MFRS"):

Description	Effective for annual periods beginning on or after
MFRS 16: Lease Liability in a Sale and Leaseback (Amendments to MFRS 16 Leases)	1 January 2024
MFRS 101: Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)	1 January 2024
MFRS 101: Presentation of Financial Statements - Non-current Liabilities with Covenants (Amendments to MFRS 101 Presentation of Financial Statements)	1 January 2024
MFRS 107: Statement of Cash Flows and Financial Instruments: Disclosure - Supplier Finance Arrangements (Amendment to MFRS 107)	1 January 2024

The adoption of these amendments to MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group.

Standards and Amendments in Issue But Not Yet Effective

At the date of authorisation for issue of these financial statements, the new MFRS and amendments to MFRSs which were in issue but not yet effective and not early adopted by the Group are as listed below:

Description	Effective for annual periods beginning on or after
MFRS 121 The Effects of Changes in Foreign Exchange Rates - <i>Lack of Exchangeability</i> (Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates)	1 January 2025
MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> (Amendments to MFRS 10 and MFRS 128)	Deferred

The Directors expect that the adoption of the above standards, amendments and interpretations will have no material impact on the financial statements in the period of initial applications.

A2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The financial statements for the year ended 31 December 2023 were not qualified.

A3. SEASONAL OR CYCLICAL FACTORS

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

A4. NATURE AND AMOUNT OF UNUSUAL ITEMS

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter.

A5. CHANGES IN ESTIMATES

There were no changes to the estimates of amounts reported in prior financial years that may have a material effect in the current quarter.

A6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuance and repayment of debt and equity securities, share buy-backs, or share cancellation for the year up to the date of this announcement, save for the following:

During the quarter, the Company has bought back 36,581,600 of its own shares for a total cash consideration of RM12,008,755. The highest and lowest prices per share purchased were RM0.315 and RM0.335, respectively.

For the financial year, the Company has bought back 54,829,700 of its own shares at a total cash consideration of RM17,705,974. The highest and the lowest price per share purchased were at RM0.295 and RM0.335 respectively.

Subsequent to the reporting period, the Company further bought back 11,180,800 of its own shares for a total cash consideration of RM3,681,351. The highest and lowest prices per share purchased were RM0.325 and RM0.335, respectively.

A7. DIVIDENDS PAID

First interim single-tier dividend of 1.6 sen per ordinary share amounting to RM15.269 million for the financial year ended 31 December 2024, was paid on 18 December 2024.

A8. SEGMENT REPORT

For management purposes, the Group's operating businesses are organised according to products and services, namely ship owning and ship operating of a bulk carrier ("Shipping Bulkers"), shelving & storage solution, warehousing and investment holding and other segments. Inter-segment transactions and pricing arrangements, where applicable, are determined on a commercial basis. The results by segments for the 12 month period ended 31 December 2024 and the corresponding period last year are as follows:

	Shipping Bulkers RM '000	Shelving & storage solution RM '000	Warehousing RM '000	Investment holding & others RM '000	Elimination RM '000	Group RM '000
12 months ended 31 December 2024						
Revenue						
Group	37,890	56,620	-	790	(790)	94,510
Inter-segment	-	-	-	(790)	790	-
External revenue	37,890	56,620	-	-	-	94,510
Results						
Segment results	7,676	5,161	(3,281)	(2,088)	-	7,468
Depreciation & amortisation	(5,600)	(432)	(14)	(192)	-	(6,238)
Bad debts written off	-	-	-	(10)	-	(10)
Interest income	5,297	184	114	5,607	(28)	11,174
Interest costs	-	(107)	-	-	28	(79)
Reclassification from equity on liquidation of subsidiaries, being cumulative currency translation differences previously recognised in other comprehensive income	-	-	-	(7,482)	-	(7,482)
Taxation	218	(1,348)	-	(872)	-	(2,002)
Profit/(loss) for the period	7,591	3,458	(3,181)	(5,037)	-	2,831
Segment assets	186,311	22,452	185,533	260,813	284	655,393
Segment liabilities	1,629	2,865	140,658	2,491	284	147,927
Other information						
Addition of property, plant and equipment	2,018	284	179,010	1,846	-	183,158
Addition of intangible asset	-	-	82	-	-	82
12 months ended 31 December 2023						
Revenue						
Group	71,350	56,860	-	790	(790)	128,210
Inter-segment	-	-	-	(790)	790	-
External revenue	71,350	56,860	-	-	-	128,210
Results						
Segment results	35,070	8,890	-	(14,867)	-	29,093
Depreciation & amortisation	(18,466)	(392)	-	(297)	-	(19,155)
Bad debts written off	-	(23)	-	-	-	(23)
Gain on disposal of property, plant and equipment	25,342	-	-	-	-	25,342
Interest income	1,973	134	-	6,061	(82)	8,086
Interest costs	(446)	(166)	-	-	82	(530)
Reclassification from equity on liquidation of subsidiaries, being cumulative currency translation differences previously recognised in other comprehensive income	-	-	-	9,941	-	9,941
Taxation	(258)	(2,122)	-	(728)	-	(3,108)
Profit for the period	43,215	6,321	-	110	-	49,646
Segment assets	251,526	23,216	-	841,087	(578,900)	536,929
Segment liabilities	548,762	7,087	-	37,672	(578,900)	14,621
Other information						
Addition of property, plant and equipment	-	35	-	12	-	47
Addition of intangible asset	-	-	-	62	-	62

A9. VALUATION OF SHIPS, PROPERTY AND EQUIPMENT

The property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

A10. SIGNIFICANT AND SUBSEQUENT EVENTS

(a) On 27 March 2024, the Company proposed to undertake the following:

- i. Proposed share buy-back authority of up to 10% of the total number of issued shares of the Company ("Proposed Share Buy-Back Authority"); and
- ii. Proposed exemption under subparagraph 4.15(1) of the Rules on Take-Overs, Mergers and Compulsory Acquisition issued by the Securities Commission Malaysia ("SC") to Dato' Goh Cheng Huat and person(s) acting in concert with him from the obligation to undertake a mandatory take-over offer for all the remaining ordinary shares in the Company not already owned by them arising from the purchase by the Company of its own shares pursuant to the Proposed Share Buy-Back Authority ("Proposed Exemption").

The Company obtained approval from the Shareholders at the Extraordinary General Meeting held on 26 June 2024.

On 18 July 2024, the SC approved the application in relation to the Proposed Exemption under subparagraph 4.15(1) of the Rules.

Please refer to note A6 for share buy-back for the period.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

(a) On 8 January 2024 the Company subscribed for additional 59,999 new ordinary shares in a subsidiary, MBC Logistic Hub Sdn Bhd. ("MBCLH") while Golden Valley Ventures Sdn. Bhd. ("GVVSB"), a Company in which Dato' Goh Cheng Huat has substantial financial interest subscribed for 40,000 new ordinary shares in MBCLH. Consequently, MBCLH became a 60%-owned subsidiary of the Company.

On 25 March 2024 the company further subscribed for additional 5,940,000 new ordinary shares in MBCLH while GVVSB subscribed for 3,960,000 new ordinary shares in MBCLH.

On 31 December 2024, the company subscribed for 2,286 new redeemable preference shares ("RPS") in MBCLH at RM10,000 per shares while GVVSB subscribed for 1,524 RPS in MBCLH at RM10,000 per shares.

(b) Three wholly owned subsidiaries (Madu Shipping Pte Ltd, Molek Shipping Pte Ltd, Sejahtera Shipping Pte Ltd), previously under Member's Voluntary Winding-up, were fully dissolved in current year.

A12. CONTINGENT LIABILITIES

There were no contingent liabilities since 31 December 2023 to the date of this report.

A13. CAPITAL COMMITMENTS

	RM '000
Authorised but not contracted for:	
- Estimated gross development cost of freehold industrial land	<u>163,163</u>

A14. RELATED PARTY TRANSACTIONS

Transactions with companies in which certain directors or directors of a subsidiary are deemed to have substantial financial interests:

	Current financial year-to-date RM'000
Purchase of steel product	39,916
Rental of office and warehouse	252
Shared services cost	469
Purchase of an industrial land	<u>165,000</u>

All related party transactions had been entered into in the normal course of business and on commercial terms.

B1. REVIEW OF PERFORMANCEFor the quarter

The Group reported lower revenue of RM26.884 million (Q4 2023: RM26.962 million) and lower gross profit of RM4.288 million (Q4 2023: RM4.480 million).

Revenue and gross profit from Shipping Bulkers segment increased to RM10.720 million and RM3.229 million respectively in current quarter, from RM9.703 million and RM1.046 million respectively in Q4 2023, mainly due to increase in average charter rates. The higher charter rates were mainly attributed to the vessel operating on shorter-distance voyages where charter rate and profit margin were higher.

Revenue contributed by Shelving & Storage Solution segment decreased from RM17.259 million in Q4 2023 to RM16.164 million in Q4 2024, while gross profit drop from RM3.884 million in Q4 2023 to RM1.295 million in Q4 2024 due to lower gross profit margin. The reduced margin was primarily caused by pricing pressure from foreign competitors offering lower prices. Additionally, the strengthening of the RM against the USD negatively impacted profitability from export sales.

The Group had an unrealised foreign exchange loss of RM6.346 million (Q4 2023: foreign exchange gain of RM 1.512 million) mainly arising from the translation of RM denominated cash balances to USD which is the functional currency of the Group following the weakening of RM against USD during the period.

One-off items recorded in Q4 2023 include a gain on the disposal of vessel, Alam Kekal, of RM25.342 million and a gain from the reclassification of cumulative foreign exchange differences of RM9.941 million resulting from the liquidation of a foreign subsidiary. These exchange differences, previously recognized in other comprehensive income and accumulated in the foreign currency translation reserve, were transferred from equity to the income statement upon the subsidiary's liquidation.

After taking into consideration results attributable to non-controlling interests, the Group's loss after tax for the Q4 2024 was RM2.392 million, compared to a profit after tax of RM40.835 million in Q4 2023. Excluding the foreign exchange gain/loss, liquidation of subsidiary and gain on disposal of vessel, the Group's profit after tax was RM3.954 million in Q4 2024, a decrease compared to RM4.040 million in Q4 2023.

B1. REVIEW OF PERFORMANCE (CONT'D)For the financial year

The Group reported lower revenue of RM94.510 million (FY 2023: RM128.210 million) and lower gross profit of RM10.441 million (FY 2023: RM27.176 million).

Revenue from Shipping Bulkiers segment declined from RM71.350 million in FY 2023 to RM37.890 million in FY 2024 mainly due to lower hire days in FY 2024 on account of a smaller fleet size and drydock offhire days of 26.84 days, drydock costs of RM3.434 million and a 14% decrease in average charter rates compared to FY 2023.

Revenue contributed by Shelving & Storage Solution segment decreased slightly from RM56.860 million in FY 2023 to RM56.620 million in FY 2024, while gross profit declined from RM10.950 million in FY 2023 to RM8.239 million in FY 2024 due to lower profit margin.

Expenses incurred for Warehousing segment mainly include transaction fee of RM2.725 million for a loan facility obtained to finance the acquisition of industrial land and the development costs of the warehouse on the said land.

The Group had an unrealised foreign exchange gain of RM4.269 million (FY 2023: foreign exchange loss of RM 11.989 million) mainly arising from the translation of RM denominated cash balances to USD which is the functional currency of the Group following the strengthening of RM against USD during the period.

The Group also recorded a loss from the reclassification of cumulative foreign exchange differences of RM7.482 million resulting from the liquidation of a subsidiary (FY 2023: gain of RM9.941 million). These exchange differences, previously recognized in other comprehensive income and accumulated in the foreign currency translation reserve, were transferred from equity to the income statement upon the liquidation of subsidiaries.

After taking into consideration results attributable to non-controlling interest, the Group reported a profit after tax of RM2.831 million in FY 2024 compared to a profit after tax of RM49.646 million in FY 2023. Excluding the foreign exchange gain/loss, liquidation of subsidiary and gain on disposal of a vessel, the Group's profit after tax was RM6.046 million in FY 2024, a decrease compared to RM26.352 million in FY 2023.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

	Individual Quarter		Variance RM '000	Variance %
	Q4 FY2024 RM '000	Q3 FY2024 RM '000		
Revenue	26,884	27,236	(352)	-1%
Cost of sales and voyage expenses	(22,596)	(22,427)	(169)	
Gross profit	4,288	4,809	(521)	-11%
Other operating income, net	2,179	2,369	(190)	
Unrealised foreign exchange (loss)/g	(6,346)	13,823	(20,169)	
Administrative expenses	(2,452)	(2,390)	(62)	
	(2,331)	18,611	(20,942)	
Interest expense on bank borrowings	(12)	(12)	0	
Interest expense on lease liabilities	(5)	(6)	1	
(Loss)/profit before tax from operating activities	(2,348)	18,593	(20,941)	
Loss on disposal of property, plant and equipment	0	(2)	2	
Reclassification from equity on liquidation of subsidiaries, being cumulative currency translation differences previously recognised in other comprehensive income	0	(7,482)	7,482	
(Loss)/profit before taxation	(2,348)	11,109	(13,457)	*
Income tax expense	(44)	(99)	55	
(Loss)/profit for the period	(2,392)	11,010	(13,402)	*
Attributable to:				
Equity holders of the parent	(2,366)	11,031	(13,397)	*
Non-controlling interest	(26)	(21)	(5)	*
	(2,392)	11,010	(13,402)	*

*not meaningful

Revenue and gross profit for the Group in Q4 2024 was RM26.884 million and RM4.288 million respectively, a slight decreased of RM0.352 million and RM0.521 million respectively compared to Q3 2024's revenue and gross profit of RM27.236 million and RM4.809 respectively.

Revenue contribution from Shipping Bulkiers Segment decreased slightly from RM11.200 million in Q3 2024 to RM10.720 million in Q4 2024, while gross profit increased from RM2.695 million to RM3.229 million due to increase of charter rates (Q4 2024: USD16,071/day vs Q3 2024: USD13,457/day). This was primarily due to Q3 2024 involving a longer voyage with a higher freight rate but also higher voyage expenses, resulting in a lower charter rate compared to the voyages in Q4 2024.

Revenue contributed by Shelving & Storage Solution Segment improved slightly from RM16.036 million in Q3 2024 to RM16.164 million in Q4 2024. However gross profit decreased by 45% from RM2.363 million in Q3 2024 to RM1.2923 million in Q4 2024 primarily due to pricing pressure from foreign competitors offering lower prices.

In Q4 2024, the Group recorded an unrealised foreign exchange loss of RM6.346 million compared to a gain of RM13.823 million arising from the translation of RM denominated cash balances to USD (which is the functional currency) following the weakening of RM in Q4 2024.

The Group reported a loss after tax of RM2.392 million in Q4 2024, compared to the profit after tax of RM11.010 million in Q3 2024. Excluding the unrealised foreign exchange gain/loss and impact of liquidation of a subsidiary, the Group's profit after tax was RM3.954 million in Q4 2024, a decrease compared to RM4.671 million in Q3 2024.

B3. PROSPECTSa) Shipping Bulkiers Segment

Revenue and profit from the shipping bulkiers segment with only one vessel remaining, Alam Kuasa, is expected to remain stable in 2025. Alam Kuasa is under long-term contract at fixed rate subject to bunker price adjustments and will not be affected by open market charter rate volatility.

Barring unforeseen circumstances, this segment shall remain profitable in 2025.

B3. PROSPECTS (CONT'D)**b) Shelving and Storage Solutions Segment****Industrial Storage**

We remain optimistic and expect revenue growth in this segment, driven by strong demand for industrial warehouses in Malaysia. However, export sales are expected to slow with the uncertainty in the global economy, especially from our target markets.

Retail Shelving

The retail market for gondola and boltless shelving is expected to remain stable in 2025, as international material prices have reached their lowest levels in 2024. However, growth in this segment which is closely linked to the local retail market is not expected to be significant.

c) Warehousing Segment

No revenue is expected in 2025 from the warehousing segment as completion of the warehouses is expected only towards the end of 2025 due to a delay in land clearance and planning approval. Financing cost will be capitalised during the construction phase.

B4. VARIANCE OF PROFIT FORECAST AND PROFIT GUARANTEE

There was no profit forecast or profit guarantee for the period under review.

B5. NOTES TO CONDENSED CONSOLIDATED INCOME STATEMENT

	Current quarter RM'000	Preceding quarter RM'000	Current financial year-to-date RM'000	Preceding financial year-to-date RM'000
Other operating income, net				
Interest income	2,469	3,157	11,174	8,086
Realised foreign exchange (loss)/gain	(301)	645	(698)	5,303
Write back of payables	-	-	281	15
Other income, net	11	14	17	32
	<u>2,179</u>	<u>3,816</u>	<u>10,774</u>	<u>13,436</u>
Other significant expenses				
Depreciation & amortisation	(1,561)	(2,197)	(6,238)	(19,155)
Expenses incidental to loan documentation	-	-	(2,725)	-
	<u>-</u>	<u>-</u>	<u>(2,725)</u>	<u>-</u>

B6. TAXATION

	Current quarter RM'000	Preceding quarter RM'000	Current financial year-to-date RM'000	Preceding financial year-to-date RM'000
Income tax expense				
-current period	266	1,421	1,767	2,840
-prior year	(222)	-	235	268
	<u>44</u>	<u>1,421</u>	<u>2,002</u>	<u>3,108</u>

The shipping income of the Group that is derived from the operations of sea-going Malaysian registered ships and Singapore registered ships for the current and prior periods are exempted from income tax under Income Tax (Exemption for Malaysian Ship) Order 2024, Income Tax (Exemption) (No.7) Order 2022 and Section 13A of the Singapore Income Tax Act as the case may be. The income tax expense for the Group is attributable to shelving and storage solution segment and interest income.

B7. STATUS OF CORPORATE PROPOSALS

On 24 January 2024, the Group, through its 60% owed subsidiary, MBCLH, had completed the purchase of an industrial land by paying RM156.750 million to the vendor, Kapar Land Sdn Bhd, save for 5% retention sum to be paid within three business days upon fulfilment of the vendor's upgrading works pursuant to the Sales and Purchase Agreement. The retention sum, amounting to RM8.250 million, had been paid on 16 December 2024. The acquisition of industrial land has been completed.

Except as disclosed above and in Note A10, there was no other corporate proposal announced but not completed at the date of this report.

B8. BORROWINGS

The Group's borrowings are as follows:

<u>Currency</u>	<u>Non-current</u>	<u>Interest rate per annum ("p.a.")</u>	As at 31-Dec-24 RM '000	As at 31-Dec-23 RM '000
RM	Secured	floating rate at 1.50%p.a. above Bank's Cost of Funds	140,000	-
RM	Secured	fixed at 4.00%p.a.	412	615
			<u>140,412</u>	<u>615</u>
<u>Currency</u>	<u>Current</u>	<u>Interest rate per annum</u>		
RM	Secured	fixed at 4.00%p.a.	203	187
Total borrowings			<u>140,615</u>	<u>802</u>

During the quarter, loan interest of RM1,850,000 had been capitalised under property, plant and equipment as warehouse construction work-in-progress. For the financial year, total loan interest capitalised amounted to RM4,035,000.

B9. LEASE LIABILITIES

The Group's lease liabilities are as follows:

Currency	Non-current	As at 31-Dec-24 RM '000	As at 31-Dec-23 RM '000
RM	Secured	73	142
	Unsecured	-	167
		<u>73</u>	<u>309</u>
Currency	Current		
RM	Secured	69	94
	Unsecured	167	228
		<u>236</u>	<u>322</u>
Total lease liabilities		<u>309</u>	<u>631</u>

Lease liabilities mainly represent future obligations to make lease payments for the right to use of motor vehicles and warehouse rental.

B10. UTILISATION OF PROCEEDS RAISED FROM DISPOSAL OF ALAM KEKAL

The disposal of Alam Kekal was completed on 16 October 2023 and the status of utilisation of proceeds raised from the exercise as at 31 December 2024 is as follows:

Purpose	Proposed Utilisation RM Mil	Actual Utilisation RM Mil	Balance RM Mil	Intended Timeframe for Utilisation ⁽¹⁾	Deviation RM Mil	%
(i) Future business expansion	122.5	(122.5)	-	Within 24 months	-	0%
(ii) Working capital	12.3	(12.3)	-	Within 12 months	-	0%
(iii) Estimated expenses for the disposal of Alam Kekal	2.8	(2.8)	-	Immediate	-	0%
Total	<u>137.6</u>	<u>(137.6)</u>	<u>-</u>		<u>-</u>	

Note:

⁽¹⁾ The intended timeframe for utilisation is from the date of completion of the disposal.

B11. MATERIAL LITIGATION

The Group does not have any material litigation which would materially and adversely affect the financial position of the Group.

B12. DIVIDENDS

The Directors do not recommend any dividend for the current financial quarter ended 31 December 2024.

B13. EARNINGS PER SHARE

The basic earnings per share of the Group is calculated by dividing the profit attributable to equity holders of the parent by the number of ordinary shares in issue.

	CURRENT YEAR QUARTER 31-Dec-24	PRECEDING YEAR QUARTER 31-Dec-23	CURRENT YEAR TO DATE 31-Dec-24	PRECEDING YEAR TO DATE 31-Dec-23
(Loss)/profit attributable to equity holders of the parent (RM'000)	(2,366)	40,835	4,104	49,646
Weighted average number of ordinary shares in issue ('000)	962,831	1,000,000	989,500	1,000,000
(Loss)/earnings per share attributable to equity holders of the parent (sen)	<u>(0.25)</u>	<u>4.08</u>	<u>0.41</u>	<u>4.96</u>

Dated 18 February 2025