

7-Eleven Malaysia Holdings Berhad
[Registration No: 201301028701 (1058531-W)]

Date : 29 MAY 2024

**Subject: UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED
31 MARCH 2024**

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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	CURRENT AND CUMULATIVE QUARTER	
	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Continuing operations		
Revenue	684,214	655,982
Cost of sales	<u>(473,482)</u>	<u>(453,483)</u>
Gross profit	210,732	202,499
Other operating income	48,434	36,226
Selling and distribution expenses	(188,963)	(172,713)
Administrative and other operating expenses	<u>(35,059)</u>	<u>(30,699)</u>
Profit from operations	35,144	35,313
Finance costs	(16,755)	(15,714)
Share of results of joint ventures	<u>(315)</u>	<u>(1,501)</u>
Profit before tax from continuing operations	18,074	18,098
Income tax expense	<u>(6,003)</u>	<u>(7,433)</u>
Profit after tax from continuing operations	12,071	10,665
Discontinued operations		
Profit after tax from discontinued operations	<u>-</u>	<u>6,055</u>
Profit for the financial period	<u>12,071</u>	<u>16,720</u>
Profit after tax attributable to:		
Equity holders of the Company		
- continuing operations	12,838	10,920
- discontinued operations	<u>-</u>	<u>4,755</u>
	12,838	15,675
Non-controlling interest		
- continuing operations	(767)	(255)
- discontinued operations	<u>-</u>	<u>1,300</u>
	<u>(767)</u>	<u>1,045</u>
	<u>12,071</u>	<u>16,720</u>
Total comprehensive income for the financial period		
Equity holders of the Company		
- continuing operations	12,838	10,920
- discontinued operations	<u>-</u>	<u>4,755</u>
	12,838	15,675
Non-controlling interest		
- continuing operations	(767)	(255)
- discontinued operations	<u>-</u>	<u>1,300</u>
	<u>(767)</u>	<u>1,045</u>
	<u>12,071</u>	<u>16,720</u>
Basic/diluted earnings per ordinary share (sen) (Note B11)		
- continuing operations	1.16	0.98
- discontinued operations	<u>-</u>	<u>0.43</u>
	<u>1.16</u>	<u>1.41</u>

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	The Group	
	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
Assets		
Non-current assets		
Property, plant and equipment	461,889	438,180
Right of use assets	641,102	625,433
Intangible assets	10,075	11,194
Investment in joint ventures	3,157	-
Other investments	364,692	94,664
Sundry receivables	42,057	42,057
Deferred tax assets	15,266	14,616
	1,538,238	1,226,144
Current assets		
Inventories	373,032	356,157
Sundry receivables	120,839	124,923
Tax recoverable	16,996	15,065
Other investment	39,762	9,512
Cash and bank balances	290,803	799,474
	841,432	1,305,131
Total assets	2,379,670	2,531,275
Equity and liabilities		
Equity attributable to equity holders of the Company		
Share capital	1,410,881	1,410,881
Treasury shares	(99,108)	(99,108)
Capital reorganisation deficit	(1,343,248)	(1,343,248)
Reserves	104,875	104,875
Retained profits	299,724	286,886
	373,124	360,286
Non-controlling interest	(3,757)	(2,990)
Total equity	369,367	357,296
Non-current liabilities		
Provisions	14,871	14,832
Borrowings	449,712	449,688
Lease liabilities	582,534	568,539
Contract liabilities	10,719	11,336
Deferred tax liabilities	5,461	4,811
	1,063,297	1,049,206
Current liabilities		
Provisions	1,452	1,418
Borrowings	149,827	287,710
Trade payables	466,472	498,418
Other payables	221,885	229,874
Lease liabilities	99,010	95,730
Contract liabilities	7,701	10,433
Taxation	659	1,190
	947,006	1,124,773
Total liabilities	2,010,303	2,173,979
Total equity and liabilities	2,379,670	2,531,275
Net assets per share attributable to ordinary equity holders of the Company, based on number of outstanding shares in issue with voting rights (sen)	33.64	32.47

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Attributable to Equity Holders of the Company

	Share capital RM'000	Treasury shares RM'000	Capital reorganisation deficit RM'000	Fair value adjustment reserve RM'000	Asset revaluation reserve RM'000	Retained profits RM'000	Total RM'000	Non- controlling interest RM'000	Total equity RM'000
At 1 January 2024									
As previously stated	1,410,881	(99,108)	(1,343,248)	58,524	46,351	286,886	360,286	(2,990)	357,296
Total comprehensive income	-	-	-	-	-	12,838	12,838	(767)	12,071
At 31 March 2024	1,410,881	(99,108)	(1,343,248)	58,524	46,351	299,724	373,124	(3,757)	369,367
At 1 January 2023									
As previously stated	1,485,138	(194,302)	(1,343,248)	37,338	45,599	103,636	134,161	96,080	230,241
Total comprehensive income for the year	-	-	-	21,186	5,133	261,766	288,085	8,352	296,437
Transaction with owners:									
Acquisition of subsidiaries	-	-	-	-	-	-	-	402	402
Acquisition of joint venture from non-controlling interests	-	-	-	-	-	-	-	(2,610)	(2,610)
Acquisition of treasury shares	-	(1,960)	-	-	-	-	(1,960)	-	(1,960)
Cancellation of treasury shares	(74,257)	97,154	-	-	-	(22,897)	-	-	-
Changes in subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	-	(57)	(57)	143	86
Disposal of subsidiary	-	-	-	-	(4,381)	4,381	-	(83,664)	(83,664)
Dividends on ordinary shares, representing total transaction with owners	-	-	-	-	-	(59,943)	(59,943)	-	(59,943)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(21,693)	(21,693)
At 31 December 2023	1,410,881	(99,108)	(1,343,248)	58,524	46,351	286,886	360,286	(2,990)	357,296

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	CUMULATIVE QUARTER	
	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Cash flows from operating activities		
Cash receipts from customers and other receivables	741,033	998,526
Cash paid to suppliers and employees	(718,315)	(948,255)
Cash generated from operations	22,718	50,271
Interest paid	(7,806)	(7,897)
Tax paid	(8,465)	(12,113)
Net cash generated from operating activities	<u>6,447</u>	<u>30,261</u>
Cash flows from investing activities		
Acquisition of subsidiaries	-	(3,621)
Investment in joint ventures	(3,472)	(3,758)
Changes in subsidiary's ownership interests that do not result in a loss of control	-	(84)
Purchase of property, plant and equipment	(44,255)	(33,380)
Proceeds from disposal of property, plant and equipment	80	162
Dividend income received	-	300
Interest received	5,262	1,526
Increase in pledge fixed deposits with licensed bank (Placement)/Withdrawal with broker under a Discretionary Investment Fund, net	-	(19)
Withdrawal short term fund	(300,278)	20,000
Net cash (used in)/generated from investing activities	<u>(342,663)</u>	<u>16,170</u>
Cash flows from financing activities		
Dividends paid to non-controlling interests	-	(16,458)
Proceeds from bankers' acceptances	38,300	31,400
Proceeds from revolving credit	-	10,000
Payment of principal & interest portion of lease liabilities	(34,532)	(40,579)
Advances from non-controlling shareholders	-	2,861
Net repayment from related parties	-	1,696
Repayment of bankers' acceptances	(116,200)	(10,500)
Repayment of term loans	-	(2,018)
Repayment of revolving credit	(60,000)	-
Repayment of hire purchase and finance lease liabilities	(23)	(14)
Net cash used in financing activities	<u>(172,455)</u>	<u>(23,612)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(508,671)</u>	<u>22,819</u>
Cash and cash equivalents at beginning of the financial period	<u>799,474</u>	<u>296,778</u>
Cash and cash equivalents at end of the financial period	<u>290,803</u>	<u>319,597</u>
Cash and cash equivalents at the end of the financial period comprises the following:-		
Cash and bank balances	290,704	318,534
Fixed deposits with licensed banks	99	2,590
	<u>290,803</u>	<u>321,124</u>
Less: Fixed deposit pledged to licensed bank	-	(1,527)
	<u>290,803</u>	<u>319,597</u>

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
NOTES TO THE INTERIM FINANCIAL REPORT

A1. CORPORATE INFORMATION

7-Eleven Malaysia Holdings Berhad ("SEM" or "the Company") is a public limited liability company, incorporated and domiciled in Malaysia.

The principal activity of the Company is investment holding.

The principal activities of its subsidiaries are in the operating and franchising of convenience stores under the "7-Eleven" brand name and investment holdings.

The Company and its subsidiaries are collectively referred to as the Group.

A2. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad. It should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2023.

The interim financial report is presented in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand ("RM'000") except when otherwise indicated.

A3. CHANGES IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of the interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 December 2023 except as follows:

On 1 January 2024, the Group adopted the following amended MFRSs mandatory for annual financial period beginning on or after 1 January 2024:

Description	Effective for annual financial periods beginning on or after
MFRS 7 & MFRS 107: Supplier Finance Arrangements (Amendments to MFRS 107 and MFRS 7)	1 January 2024
MFRS 16: Lease Liability in a Sale and Leaseback (Amendments to MFRS 16)	1 January 2024
MFRS 101: Non-current Liabilities with Covenants (Amendments to MFRS 101)	1 January 2024
MFRS 107: Supplier Finance Arrangements (Amendments to MFRS 107 and MFRS 7)	1 January 2024

Adoption of the above standards and interpretations did not have any significant impact on the financial performance or position of the Group.

The standards, amendments to standards and IC Interpretation that are issued but not yet effective up to the date of issuance of the Group's financial statements are disclosed below:

Description	Effective for annual financial periods beginning on or after
MFRS 128: Sales or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
MFRS 121: Lack of Exchangeability (Amendments to MFRS 121)	1 January 2025

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
NOTES TO THE INTERIM FINANCIAL REPORT

The Group has not early adopted any of the new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning on or after 1 January 2024. The Group intend to adopt these standards, if applicable, when they become effective. The initial application of the new or revised MFRSs and Amendments to MFRSs, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impacts to the financial statements of the Group upon their initial adoption.

A4. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business of the Group typically experience higher customer count, transaction value and sales during weekends, public holidays, school holidays and festive periods such as Chinese New Year, Hari Raya, Deepavali and Christmas.

A5. ITEMS OF UNUSUAL NATURE

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

A6. CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in prior financial year that have had a material effect in the current financial period.

A7. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in composition of the Group during the financial period under review.

A8. DEBT AND EQUITY SECURITIES

There were no issuances and repayments of debt and equity securities, share buy-backs, share cancellations and resales of treasury shares for the current financial period ended 31 March 2024 and period up to the date of this announcement.

A9. DIVIDEND PAID

There was no dividend paid during the financial period ended 31 March 2024.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
NOTES TO THE INTERIM FINANCIAL REPORT

A10. SEGMENT REPORT

The results of the Continuing Operations are as follows:

	External RM'000	Inter- segment RM'000	Total RM'000
Revenue			
For the three months ended 31 March 2024			
Convenience stores	684,087	-	684,087
Others	127	113	240
Inter-segment elimination	-	(113)	(113)
	<u>684,214</u>	<u>-</u>	<u>684,214</u>
For the three months ended 31 March 2023			
Convenience stores	655,852	-	655,852
Others	130	113	243
Inter-segment elimination	-	(113)	(113)
	<u>655,982</u>	<u>-</u>	<u>655,982</u>

	CUMULATIVE QUARTER	
	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Results		
Convenience stores	30,391	34,540
Others	(509)	95
	<u>29,882</u>	<u>34,635</u>
Interest income	5,262	678
Profit from operations	35,144	35,313
Finance costs	(16,755)	(15,714)
Share of results of joint ventures	(315)	(1,501)
Profit before tax	18,074	18,098
Income tax expense	(6,003)	(7,433)
Net profit for the year	12,071	10,665

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
NOTES TO THE INTERIM FINANCIAL REPORT

A11. PROPERTY, PLANT AND EQUIPMENT

During the 3 months ended 31 March, the Group acquired assets at costs of RM44.3million (2023 : RM33.4million). The assets acquired comprise mainly of renovation, furniture, fittings, equipment and computer equipment.

A12. SIGNIFICANT RELATED PARTY TRANSACTIONS

Transacting party	Type of transaction	CUMULATIVE QUARTER 3 months ended	
		31.03.2024 RM'000	31.03.2023 RM'000
With subsidiaries company			
7-Eleven Malaysia Sdn Bhd ("7-Eleven Malaysia" or "7EMSB")	Advances from/(to) 7EMSB	689	(29,553)
	Interest income on advances to 7EMSB	833	983
Convenience Shopping (Sabah) Sdn Bhd ("CSSSB")	Repayment from CSSSB	-	30,000
	Interest income on advances to CSSSB	5,326	5,381
With companies in which TSVT is deemed interested*			
U Mobile Sdn. Bhd. ("U Mobile")	Receipts of payment from U Mobile for commission for sale of mobile phone reloads	2,294	2,174
	Payments to U Mobile for reload transaction values for in-store services for sale of mobile phone reloads	(44,462)	(42,262)
	Receipts of payment from U Mobile for advertisement placement fees	1,976	2,733
	Prepaid incentive receivable for sale of mobile phone reloads	216	300
	Securexpress Services Sdn. Bhd. ("Securexpress")	Payments to Securexpress for fees relating to the delivery of merchandise to stores	(516)
Berjaya Food Trading Sdn Bhd ("B Food")	Payment to B Food for purchase of beverages	(233)	(218)
Berjaya Times Square Sdn. Bhd. ("Berjaya Times Square")	Payment to BTSB for rental of property	(678)	(326)
Nural Enterprise Sdn Bhd ("Nural")	Payments to Nural for rental of property	(519)	(519)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
 NOTES TO THE INTERIM FINANCIAL REPORT

A12. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONT'D)

Transacting party	Type of transaction	CUMULATIVE QUARTER 3 months ended	
		31.03.2024 RM'000	31.03.2023 RM'000
With companies in which TSVT is deemed interested*			
Sun Media Corporation Sdn Bhd ("Sun Media")	Advertising fees on placement of advertisement in The Sun newspaper	-	(108)
	Display fees from placement of The Sun newspaper in 7-Eleven's stores	-	90
Razer Fintech Holdings Pte. Ltd. and its subsidiary companies ("Razer")	Receipts of commission from Razer for in-store services	10,881	10,388
	Payments to Razer for transaction values for in-store services	(1,365,667)	(1,165,545)
	Commission paid for e-wallet transactions (Merchant Discount Rate)	(390)	(393)
	Receipts of transaction values from Razer for e-wallet transactions	122,435	116,498

A13. CONTINGENT LIABILITIES

The Group has bank guarantees amounting to RM12.3million (31 December 2023: RM12.3million) as security deposits in favour of various government and statutory bodies, and private companies.

The bank guarantee facility is granted to 7-Eleven Malaysia Sdn. Bhd. on a clean basis.

A14. CAPITAL COMMITMENTS

	The Group	
	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
Property, plant and equipment		
- approved and contracted for	3,828	15,071
- approved but not contracted for	309,191	32,372
	<u>313,019</u>	<u>47,443</u>

A15. SUBSEQUENT EVENT

There were no significant events since the end of this current quarter up to the date of this announcement.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR**

B1. REVIEW OF THE PERFORMANCE OF THE GROUP

Review of Current Quarter Performance versus Corresponding Quarter Last Year

The Group registered an overall revenue of RM684.2m for the current quarter ended 31 March 2024, representing an increase of RM28.2m or 4.3% compared to the corresponding quarter last year.

The Convenience Stores segment recorded a positive performance, with revenue rising by RM28.2m or +4.3% to RM684.2m compared to the previous year's corresponding quarter. The rise in revenue attributed to factors such as increased customer count and improved product offerings in the current quarter.

Operating Expenses increased by RM20.7m or +10.2%, primarily due to higher store operation-related expenses driven by longer operating hours and the addition of 88 net new stores, bringing the total number of stores to 2,581. An expansion in our workforce to meet anticipated business demands also contributed to this increases.

In the current quarter, we successfully rolled out 189 new 7-Café store formats, bringing the total count to 305 7-Café stores. It is encouraging to note that these 7-Cafés have proven to be more productive with higher fresh food sales participation compared to classic stores.

B2. MATERIAL CHANGES IN THE PROFIT BEFORE TAXATION FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATE PRECEDING QUARTER

The Group recorded a higher Profit before Tax for the first quarter by RM65.5m or 138.2% against the immediate preceding quarter mainly due to higher administrative and other operating expenses in preceding quarter.

B3. PROSPECTS

The prevailing economic landscape has been marked by significant challenges, notably characterized by the escalation of geopolitical tensions and higher costs of living, especially with the recent increase in the Sales and Services Tax in March 2024. That said, the local economy is expected to be driven mainly by resilient domestic spending, supported by sustained growth in employment and wage growth. Tourist arrivals and spending are expected to improve further. In this regard, the Group will remain vigilant and is dedicated to implementing necessary measures to navigate effectively through these headwinds and opportunities.

Our focus for the Convenience Stores segment continues to be on the expansion of our 7-Café store format, aimed at enhancing product offerings and elevating the in-store customer experience. Anticipated to drive growth in our fresh food category, the 7-Café format will play a pivotal role in diversifying our sales mix and improving margins. On-going initiatives include the establishment of new 7-Cafés outside of Klang Valley, complemented by tactical plans to penetrate specific high potential locations. Additionally, we will continue our advisory mission with our Japanese partner, to focus on expanding our fresh food commissary offerings and improving production yield by optimising high quality raw materials, adopting best operational practices and discipline.

We will continue to expand our private label offerings as we seek to continuously deliver value to the emerging group of modern, brand agnostic consumer, where the focus solely on brand per-se is gradually vanishing in favour of a focus on the product itself and its attributes. Last but not least, in line with our customer-centric strategy, we will be conducting more regular consumer research and insights, leveraging the voice of the consumer through social listening and brand health studies to continuously improve our services and product offerings.

With regards to the Indonesian pharmaceutical business, we will continue to collaborate closely with our joint venture partner with an immediate focus on the overall strategic roadmap, including store expansion plans, product range and pricing review, marketing activation and driving a consumer centric operation.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR**

B4. VARIANCE OF ACTUAL RESULTS FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group did not issue any profit forecast or profit estimate previously in any public document.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR**

B5. PROFIT FROM OPERATIONS

Profit from continuing operations is arrived at after charging/(crediting):

	CUMULATIVE QUARTER	
	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Amortisation of intangible assets		
- continuing operations	1,119	1,119
- discontinued operations	-	3
Amortisation of right of use		
- continuing operations	27,005	24,946
- discontinued operations	-	8,111
Depreciation of property, plant and equipment		
- continuing operations	21,136	16,494
- discontinued operations	-	2,467
Dividend income		
- continuing operations	-	(300)
Loss on foreign exchange translation differences		
- continuing operations	12	7
Interest income		
- continuing operations	(5,262)	(634)
- discontinued operations	-	(849)
Interest expense		
- continuing operations	7,806	7,338
- discontinued operations	-	559
Loss/(Gain) on disposal of property, plant and equipment		
- continuing operations	636	368
- discontinued operations	-	(1)
Property, plant and equipment written off		
- continuing operations	1	1,386
- discontinued operations	-	9
Provision for and write off of inventories		
- continuing operations	<u>9,701</u>	<u>7,854</u>

Other than as presented in the condensed consolidated statements of comprehensive income and as disclosed above, there were no gain or loss on disposal of quoted or unquoted investments or properties, impairment of other assets, gain or loss on derivatives and exceptional items included in the results of the current quarter and financial period ended 31 March 2024.

B6. TAXATION

	CUMULATIVE QUARTER	
	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Income tax:		
Current period provision	6,003	7,753
Deferred tax:		
Relating to reversal of temporary differences	-	(320)
	<u>6,003</u>	<u>7,433</u>

Income tax expense is recognised based on management's best estimation. The Group's consolidated effective tax rates for the current quarter and financial period ended 31 March 2024 were higher than the Malaysian's statutory tax rate mainly due to certain expenses not deductible under tax legislation.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR**

B7. STATUS OF CORPORATE PROPOSALS

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

B8. STATUS OF UTILISATION OF PROCEEDS FROM DISPOSAL OF CARING

The status of utilisation of the proceeds from disposal of Caring on 31 March 2024 are as follows:

Purpose	Proposed utilisation RM'000	Actual utilisation on 31 March 2024 RM'000	Balance RM'000	Estimated time frame for utilisation
Repayment of borrowings	250,000	(100,000)	150,000	within 12 months
7-CAFÉ expansion	407,442	(56,542)	350,900	Within 24 months
Estimated expenses in relation to the Proposed Disposal	8,806	(8,806)	-	Within 6 months
Total gross proceeds	666,248	(165,348)	500,900	

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR**

B9. GROUP BORROWINGS

The Group borrowings which are denominated in Ringgit Malaysia ("RM") as at 31 March 2024 are as follows: -

	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
Short term borrowings		
Unsecured:		
Bankers' acceptances	-	77,900
Medium term notes	149,827	149,810
Revolving credit	-	60,000
	<u>149,827</u>	<u>287,710</u>
Long term borrowings		
Unsecured:		
Medium term notes	449,712	449,688
	<u>449,712</u>	<u>449,688</u>
Total borrowings		
Bankers' acceptances	-	77,900
Medium term notes	599,539	599,498
Revolving credit	-	60,000
	<u>599,539</u>	<u>737,398</u>

B10. MATERIAL LITIGATION

There was no material litigation for the current financial period to date.

B11. DIVIDEND

No dividend was declared or recommended for payment by the Company for the current quarter (previous corresponding quarter : Nil)

B12. EARNINGS PER SHARE

	CUMULATIVE QUARTER 3 months ended	
	31.03.2024	31.03.2023
Net profit attributable to equity holders of the company (RM'000)		
- Continuing operations	12,838	10,920
- Discontinued operations	-	4,755
	<u>12,838</u>	<u>15,675</u>
Weighted average number of ordinary shares in issue ('000)	1,109,067	1,110,047
Basic/diluted earnings per ordinary share (sen)		
- Continuing operations	1.16	0.98
- Discontinued operations	-	0.43
	<u>1.16</u>	<u>1.41</u>

The Company does not have any dilutive potential ordinary shares in issue for the current quarter to date.

B13. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2023 was not qualified.