



PENSONIC HOLDINGS BERHAD

**Registration No : 199401014746 (300426-P)
(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2025**

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Period Ended 28 February 2025

		Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Note	28-Feb-25 RM'000	29-Feb-24 RM'000	28-Feb-25 RM'000	29-Feb-24 RM'000
Revenue	9	86,800	79,704	234,312	224,425
Cost of sales		(70,754)	(65,786)	(193,428)	(182,612)
Gross profit		16,046	13,918	40,884	41,813
Other operating income		637	1,512	2,957	2,706
Interest income		2	2	9	19
Operating expenses		(15,076)	(14,267)	(43,058)	(40,615)
Results from operating activities		1,609	1,165	792	3,923
Finance costs		(966)	(884)	(2,633)	(2,938)
Operating (loss)/profit		643	281	(1,841)	985
Share of results of associates		(109)	(59)	(126)	(114)
(Loss)/Profit before tax		534	222	(1,967)	871
Tax expenses	18	(684)	37	(496)	(966)
(Loss)/Profit after tax		(150)	259	(2,463)	(95)
Other comprehensive (expenses)/income, net of tax					
Foreign currency translation differences		84	(173)	(930)	681
Total comprehensive (loss) /profit for the period		(66)	86	(3,393)	586
Profit/(Loss) attributable to :					
Shareholders of the Company		(168)	104	(2,694)	-
Non-controlling interests		18	155	231	(95)
		(150)	259	(2,463)	(95)
Total comprehensive (loss)/profit attributable to :					
Shareholders of the Company		(70)	(69)	(3,630)	681
Non-controlling interests		4	155	237	(95)
		(66)	86	(3,393)	586
Basic/Diluted earnings per ordinary share (sen)	24	(0.11)	(0.07)	(1.76)	-

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 May 2024 and the accompanying explanatory notes attached to the interim financial statements.

Unaudited Condensed Consolidated Statement of Financial Position for the Period Ended 28 February 2025

	(Unaudited) 28-Feb-25 RM'000	(Audited) 31-May-24 RM'000
ASSETS		
Property, plant and equipment	117,763	114,420
Intangible assets	870	870
Investment in associates	1,138	1,263
Deferred tax assets	120	693
Total non-current assets	119,891	117,246
Inventories	77,268	58,815
Trade and other receivables	61,388	61,721
Current tax assets	1,018	410
Fixed deposit	534	558
Cash and bank balances	21,414	31,868
Total current assets	161,622	153,372
TOTAL ASSETS	281,513	270,618
EQUITY		
Share capital	84,305	84,305
Reserves	52,927	58,841
Total equity attributable to owners of the Company	137,232	143,146
Non-controlling interests	3,940	3,334
TOTAL EQUITY	141,172	146,480
LIABILITIES		
Loans and borrowings	20,281	22,183
Deferred tax liabilities	106	753
Lease liabilities	409	345
Total non-current liabilities	20,796	23,281
Trade and other payables	49,105	56,385
Loans and borrowings	67,196	40,118
Current tax liabilities	2,816	3,757
Lease liability	428	597
Total current liabilities	119,545	100,857
TOTAL LIABILITIES	140,341	124,138
TOTAL EQUITY AND LIABILITIES	281,513	270,618
Net assets per share attributable to equity holders (RM)	0.95	0.96

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2024 and the accompanying explanatory notes attached to the interim financial statements.

Unaudited Condensed Consolidated Statement of Changes in Equity for the Period Ended 28 February 2025

	Attributable to owners of the company						Total	Non-Controlling Interests	Total Equity	
	Non-Distributable					Distributable				
	Share Capital	Treasury Share	Exchange Translation Reserve	Capital Reserve	Warrant Reserve	Other Reserve				Retained Earnings
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 June 2023	67,671	(2,376)	1,931	4,488	6,483	(639)	60,799	138,357	324	138,681
Loss for the period	-	-	-	-	-	-	-	-	(95)	(95)
Foreign currency translation differences	-	-	682	-	-	-	-	682	(1)	681
Total comprehensive loss for the period	-	-	682	-	-	-	-	682	(96)	586
Repurchase of Treasury Share	-	(743)	-	-	-	-	-	(743)	-	(743)
Warrant conversion	-	-	-	-	16,502	-	-	16,502	-	16,502
Dilution of interest in a subsidiary	-	-	-	-	-	-	1,828	1,828	3,390	5,218
Decrease in NCI	-	-	-	-	-	-	-	-	(31)	(31)
Issued share capital	-	-	-	-	-	-	-	-	-	-
At 28 February 2024	67,671	(3,119)	2,613	4,488	22,985	(639)	62,627	156,626	3,587	160,213
At 1 June 2024	84,305	(3,120)	2,600	4,488	-	(639)	55,512	143,146	3,333	146,479
Loss for the period	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	-	(2,694)	(2,694)	231	(2,463)
Foreign currency translation differences	-	-	(936)	-	-	-	-	(936)	6	(930)
Total comprehensive profit/(loss) for the period	-	-	(936)	-	-	-	(2,694)	(3,630)	237	(3,393)
Repurchase of treasury shares	-	(1,915)	-	-	-	-	-	(1,915)	-	(1,915)
Decrease in NCI	-	-	-	-	-	-	(369)	(369)	370	1
At 28 February 2025	84,305	(5,035)	1,664	4,488	-	(639)	52,449	137,601	3,940	141,172

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 May 2024 and the accompanying explanatory notes attached to the interim financial statements.

Unaudited Condensed Consolidated Statement of Cash Flows for the Period Ended 28 February 2025

	Cumulative Quarters 9 months ended	
	28-Feb-25 RM'000	29-Feb-24 RM'000
Cash flows from operating activities		
Profit before tax	(1,967)	871
Adjustments for :		
Depreciation of property, plant and equipment	4,453	3,758
Interest expense	2,601	2,908
Accretion of interest on lease liabilities	32	13
Gain /(Loss) on disposal of plant, equipment and right-of-used assets	(11)	(1,679)
Property, plant and equipment written off	-	4
Inventory Provision	675	-
Interest income	(9)	(19)
Share of results of associates	125	114
Operating profits before working capital changes	5,899	5,970
Changes in working capital :		
Inventories	(19,795)	11,913
Trade and other receivables	(3,687)	2,760
Trade and other payables	(3,051)	(16,005)
	(26,533)	(1,332)
Cash generated from operations	(20,634)	4,638
Income tax paid	(2,118)	(1,466)
Net cash (used in) /generated from operating activities	(22,752)	3,172
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment and right-of-used assets	21	1,862
Purchase of property, plant and equipment	(7,402)	(2,367)
Interest received	9	19
Increase of shareholding in subsidiary	(2)	(377)
Net cash used in investing activities	(7,374)	(863)
Cash flows from financing activities		
Drawing/(Repayment) of loans and borrowings, net	26,533	(11,823)
Repayment of hire purchase creditors, net	(417)	35
Repayment of term loan	(1,720)	-
Repayment of lease liability	(531)	(241)
Placement of fixed deposits	12	(8)
Purchase of treasury share	(1,914)	(743)
Proceeds from warrant conversion	-	16,502
Interest paid	(2,632)	(2,921)
Net cash generated/(used in) financing activities	19,331	801
Net increase in cash and cash equivalents	(10,795)	3,110
Cash and cash equivalents at beginning of the period	31,005	23,059
Effect of exchange differences on cash and cash equivalents	(440)	294
Cash and cash equivalents at end of the period	19,770	26,463

	Cumulative Quarters 9 months ended	
	28-Feb-25 RM'000	29-Feb-24 RM'000
Cash and cash equivalents comprised the followings:		
Cash and bank balances	21,414	28,353
Bank overdraft	(1,644)	(1,890)
	<hr/> 19,770	<hr/> 26,463

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 May 2024 and the accompanying explanatory notes attached to the interim financial statements.

Notes to the Unaudited Condensed Consolidated Interim Financial Statements for the Period Ended 28 February 2025**1. Basis of preparation**

These condensed consolidated interim financial statements ("Condensed Report") has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Reports also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board (IASB).

The Condensed Report should be read in conjunction with the audited financial statements for the year ended 31 May 2024. The explanatory notes attached to these Condensed Report 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 year ended 31 May 2024.

The following are accounting standards and amendments of the MFRS Accounting Standards that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group and the Company:

MFRS Accounting Standards and amendments effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rules – Lack of Exchangeability

MFRS Accounting Standards and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments
- Amendments that are part of Annual Improvements – Volume 11:
 - Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards
 - Amendments to MFRS 7, Financial Instruments: Disclosures
 - Amendments to MFRS 9, Financial Instruments
 - Amendments to MFRS 10, Consolidated Financial Statements
 - Amendments to MFRS 107, Statement of Cash Flows
- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity

MFRS Accounting Standards and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18, Presentation and Disclosure in Financial Statements
- MFRS 19, Subsidiaries without Public Accountability: Disclosures

MFRSs Accounting Standards and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company plan to apply the abovementioned accounting standard and amendments, where applicable in the respective financial years when the abovementioned amendments become effective.

The initial application of the accounting standard and amendments is not expected to have any material financial impacts to the current period and prior period financial statements of the Group and the Company.

2. Significant Accounting Policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 31 May 2024 except for those as disclosed in Note 1 above.

3. Audit Qualification

There was no audit qualification on the annual financial statements of the Company and the Group for the year ended 31 May 2024.

4. Seasonality of Operations

The Group's business operations are generally affected by festive seasons, school holidays and carnival sales in Malaysia.

5. Unusual and Material Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual material items affecting assets, liabilities, equity, net income or cash flow during the current period ended 28 February 2025.

6. Significant Estimates and Changes in Estimates

There were no changes in estimates of amounts reported in the prior quarter and/ or financial period that have a material effect on the Group in the current period under review.

7. Debt and Equity Securities

There were no issuance and repayment of debts and equity security, share buy-backs, share cancellation, share held as treasury shares by the Company during the financial period under review except for the following:

The Company repurchased 3,837,900 of its issued share capital from the open market for an average price of RM0.50 per share. The repurchased transaction was financed by internally generated funds. All the shares bought are retained as treasury shares in accordance with the requirements of Section 127 of the Companies Act 2016.

The treasury shares held had been accounted for using cost method. The amount of consideration paid, including directly attributable costs, is recognised as costs and set off against equity. Total number of treasury shares held was 8,874,200 ordinary shares as at 28 February 2025.

8. Dividend Paid

There was no dividend paid during the period under review.

9. Segmental Information

				For the 9 months ended 28 February 2025		
	Manufacturing	Trading	Others	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	Total RM'000
Revenue from external Customers	33,418	200,894	-	234,312	-	234,312
Segment (loss)/profit	2,517	(3,132)	(866)	(1,481)	(486)	(1,967)
Segment assets						
<i>Included in the measure of segment assets is:</i>						
Capital expenditure	2,776	4,593	33	7,402	-	7,402

				For the 9 months ended 28 February 2024		
	Manufacturing	Trading	Others	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	Total RM'000
Revenue from external Customers	25,806	198,619	-	224,425	-	224,425
Segment (loss)/profit	4,626	(3,037)	(543)	1,046	(175)	871
Segment assets						
<i>Included in the measure of segment assets is:</i>						
Capital expenditure	6,472	1,102	14	7,588	(3)	7,585

10. Event after the Reporting Period

There were no material events subsequent to the end of the current period that have not been reflected in the financial statements for the current period under review.

11. Changes in Composition of the Group

On 08 January 2025, the Company acquired additional:

- 33% interest in PT Pensonic Appliances Indonesia ("PTPAI"), a 56.33% owned subsidiary from non-controlling interests. Subsequent to the acquisition, the Company's interest in PTPAI increased from 56.33% to 89.33%.
- 25% interest in PT Pensonic Industry Indonesia ("PTPII"), a 70% owned subsidiary from non-controlling interests. Subsequent to the acquisition, the Company's interest in PTPII increased from 70% to 95%.

12. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets of a material nature as at the end of current financial period.

13. Significant Related Party Transactions

The significant transactions with companies in which certain Directors and persons connected to Directors have substantial financial interests are as follows:

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28-Feb-25 RM'000	29-Feb-24 RM'000	28-Feb-25 RM'000	29-Feb-24 RM'000
Transaction with associate				
-Sales	154	1,236	1,665	1,944
Transaction with related parties				
- Purchases	84	128	635	1,584
- Services acquired	260	466	683	794
- Sales	4	568	9	576

14. Review of Performance

	Individual Quarter			Cumulative Period		
	3 months ended			9 months ended		
	28-Feb-25	29-Feb-24		28-Feb-25	29-Feb-24	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	86,800	79,704	9	234,312	224,425	4
Profit/(Loss) before tax	534	222	(141)	(1,967)	871	326
(Loss)/Profit after tax	(150)	259	158	(2,463)	(95)	(2,493)
(Loss) attributable to owner of the Company	(168)	104	262	(2,694)	-	-

The Group reported consolidated revenue amounted to RM234.3 million, reflecting a 4% increase compared to RM224.4 million reported in the corresponding quarter of the previous year (Q3 FY2024). However, the Group remains in a loss position, primarily due to earlier quarters' performance, reflecting the impact of softer consumer sentiment and cost escalations during the period.

15. Review of Performance

	Current Quarter Ended	Immediate Preceding Quarter Ended	
	28-Feb-25 RM'000	30-Nov-24 RM'000	%
Revenue	86,800	67,566	28
Profit/(Loss) before tax	534	(2,872)	(112)
Loss after tax	(150)	(2,611)	(87)
Loss attributable to owner of the Company	(168)	(2,568)	(77)

The Group achieved revenue of RM86.8 million for the current financial quarter compared to RM67.5 million reported in the immediate preceding financial quarter ended 30 Nov 2024. On the same comparative basis, the Group delivered a profit before tax of RM0.5 million, mainly driven by improved sales performance across key product categories.

16. Commentary on Prospects

The Group remains committed to strengthening its market position through product innovation, enhanced customer experience and operational efficiency. The Group is actively investing in supply chain optimisation, and expansion of its e-commerce and retail network to capture shifting consumer behaviours. Barring unforeseen circumstances, the Group expects its strategic initiatives to contribute positively towards its long-term growth trajectory.

17. Profit Forecast

Not applicable as no profit forecast was published.

18. Taxation

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28-Feb-25 RM'000	29-Feb-24 RM'000	28-Feb-25 RM'000	29-Feb-24 RM'000
Current tax expenses				
- Current year	934	299	864	1,346
- Prior year	(294)	(362)	(294)	(362)
Deferred tax expenses				
- Current year	44	26	(74)	(18)
- Prior year	-	-	-	-
	<u>684</u>	<u>(37)</u>	<u>496</u>	<u>966</u>

Domestic income tax rate is calculated at the Malaysian statutory tax rate of 24% (2024: 24%) of the estimated assessable profit for the period. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

19. Status of Corporate Proposal

As at the date of this report, there are no corporate proposals that are pending for completion.

20. Trade Receivables

The age analysis of trade receivables is as follow:

	Unaudited 28-Feb-25 RM'000	Audited 31-May-24 RM'000
Neither past due nor impaired	36,843	39,030
Past due but not impaired: Less than 60 days	14,655	15,647
60 to 120 days	4,699	945
More than 120 days	4,507	3,033
	<u>23,861</u>	<u>19,625</u>
	60,704	58,655
Impaired	(1,424)	(1,461)
	<u>59,280</u>	<u>57,194</u>

Except for the impairment provided, the Group is satisfied that recovery of the remaining amount is possible.

21. Borrowings and Debts Securities

Details of the Group's borrowings as at the end of this financial year are as follows:

	Unaudited 28-Feb-25 RM'000	Audited 31-May-24 RM'000
Current		
Unsecured		
Bank overdraft	1,267	-
Revolving credit	6,210	6,210
Bankers' acceptance	39,140	19,463
	<u>46,617</u>	<u>25,673</u>
Secured		
Bank overdraft	376	863
Term loans	2,269	2,285
Bankers' acceptance	17,635	10,778
Hire Purchase Creditors	299	519
	<u>20,579</u>	<u>14,445</u>
	<u>67,196</u>	<u>40,118</u>
Non – current		
Secured		
Term loans	19,853	21,558
Hire Purchase Creditors	428	625
	<u>20,281</u>	<u>22,183</u>
	<u>87,477</u>	<u>62,301</u>
Currency Denominated In		
Ringgit Malaysia ("MYR")	<u>87,477</u>	<u>62,301</u>

The bank borrowings and term loans are secured by the following:

- (a) Legal charges over certain properties belonging to the Company and subsidiary companies;
- (b) Lien on fixed deposits belonging to the subsidiary companies; and
- (c) Corporate guarantee by the Company.

22. Material Litigation

The Group is not engaged in any material litigation for the current financial period ended 28 Feb 2025.

23. Dividend

The Board does not recommend any dividend for the current financial period ended 28 Feb 2025.

24. Earnings per Share (“EPS”)

Basic and diluted profit per ordinary share

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28-Feb-25	29-Feb-24	28-Feb-25	29-Feb-24
Profit attributable to owners of the Company (RM'000)	(168)	104	(2,694)	-
Weighted average number of ordinary shares in issue (units'000)	153,058	140,221	153,058	140,221
Basic Earnings per share (sen)	(0.11)	-	(1.76)	-

The diluted earnings per ordinary share for 2025 and 2024 was the same as basic earnings per ordinary share as there were no outstanding instruments with potential dilutive effect.

25. Profit for the Period

Profit for the period has been arrived at:

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28-Feb-25	29-Feb-24	28-Feb-25	29-Feb-24
After charging / (crediting):-				
Property, plant & equipment written off	-	4	-	4
Loss/(gain) on disposal of property, plant and equipment	-	(1,450)	(5)	(1,679)
Inventories provision	225	-	675	-
Government Grant received	(12)	-	(22)	(9)
Interest Income	(2)	(2)	(9)	(19)
Royalty Income	(425)	(4)	(534)	(113)
Realised loss/(gain) on foreign exchange	(56)	(88)	(763)	(465)
Unrealised (gain)/loss on foreign exchange	(50)	109	36	(36)
Interest expense	968	877	2,601	2,908

26. Authorization for Issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board of Directors.