



PENSONIC HOLDINGS BERHAD

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2025**

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Period Ended 31 May 2025

	Note	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
		31-May-25 RM'000	31-May-24 RM'000	(Unaudited) 31-May-25 RM'000	(Audited) 31-May-24 RM'000
Revenue	9	99,807	84,917	334,119	309,342
Cost of sales		(84,853)	(77,686)	(278,281)	(260,298)
Gross profit		14,954	7,231	55,838	49,044
Other operating income		1,465	544	4,422	3,250
Interest income		24	25	33	44
Operating expenses		(16,490)	(14,993)	(59,548)	(55,608)
Results from operating activities		(47)	(7,193)	745	(3,270)
Finance costs		(1,127)	(955)	(3,760)	(3,893)
Operating loss		(1,174)	(8,148)	(3,015)	(7,163)
Share of results of associates		(27)	(9)	(153)	(123)
Loss before tax		(1,201)	(8,157)	(3,168)	(7,286)
Tax expenses	18	69	(5,354)	(427)	(6,320)
Loss after tax		(1,132)	(13,511)	(3,595)	(13,606)
Other comprehensive (expenses)/income, net of tax					
Foreign currency translation differences		(488)	(9)	(1,418)	672
Total comprehensive loss for the period		(1,620)	(13,520)	(5,013)	(12,934)
Loss attributable to:					
Shareholders of the Company		(897)	(13,254)	(3,591)	(13,254)
Non-controlling interests		(235)	(257)	(4)	(352)
		(1,132)	(13,511)	(3,595)	(13,606)
Total comprehensive (loss)/profit attributable to:					
Shareholders of the Company		(1,406)	(13,266)	(5,036)	(12,585)
Non-controlling interests		(214)	(254)	23	(349)
		(1,620)	(13,520)	(5,013)	(12,934)
Basic/Diluted earnings per ordinary share (sen)	24	(0.59)	(9.45)	(2.35)	(9.45)

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 31 May 2025

	(Unaudited) 31-May-25 RM'000	(Audited) 31-May-24 RM'000
ASSETS		
Property, plant and equipment	116,501	114,420
Intangible assets	870	870
Investment in associates	1,110	1,263
Deferred tax assets	73	693
Total non-current assets	118,554	117,246
Inventories	83,631	58,815
Trade and other receivables	80,245	61,721
Current tax assets	1,038	410
Fixed deposit	547	558
Cash and bank balances	20,794	31,868
Total current assets	186,255	153,372
TOTAL ASSETS	304,809	270,618
EQUITY		
Share capital	84,305	84,305
Reserves	51,521	58,841
Total equity attributable to owners of the Company	135,826	143,146
Non-controlling interests	3,846	3,334
TOTAL EQUITY	139,672	146,480
LIABILITIES		
Loans and borrowings	19,680	22,183
Deferred tax liabilities	103	753
Lease liabilities	117	345
Total non-current liabilities	19,900	23,281
Trade and other payables	79,446	56,385
Loans and borrowings	62,518	40,118
Current tax liabilities	2,609	3,757
Lease liability	664	597
Total current liabilities	145,237	100,857
TOTAL LIABILITIES	165,137	124,138
TOTAL EQUITY AND LIABILITIES	304,809	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 31 May 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)	60,800	138,358	324	138,682
Loss for the period	-	-	-	-	-	-	(13,253)	(13,253)	(352)	(13,605)
Foreign currency translation differences	-	-	669	-	-	-	-	669	3	672
Total comprehensive loss for the period	-	-	669	-	-	-	(13,253)	(12,584)	(349)	(12,933)
Repurchase of Treasury Share	-	(743)	-	-	-	-	-	(743)	-	(743)
Warrant conversion	16,634	-	-	-	(2,772)	-	2,772	16,634	-	16,634
Dilution of interest in a subsidiary	-	-	-	-	-	-	1,828	1,828	3,389	5,217
Decrease in NCI	-	-	-	-	-	-	(346)	(346)	(31)	(377)
Transfer of Reserve to RE	-	-	-	-	(3,711)	-	3,711	-	-	-
Issued share capital	-	-	-	-	-	-	-	-	-	-
At 31 May 2024	84,305	(3,119)	2,600	4,488	-	(639)	55,512	143,147	3,333	146,480
At 1 June 2024	84,305	(3,119)	2,600	4,488	-	(639)	55,512	143,147	3,333	146,480
Loss for the period	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	-	(3,591)	(3,591)	(4)	(3,595)
Foreign currency translation differences	-	-	(1,445)	-	-	-	-	(1,445)	27	(1,418)
Total comprehensive profit/(loss) for the period	-	-	(1,445)	-	-	-	(3,591)	(5,036)	23	(5,013)
Repurchase of treasury shares	-	(1,915)	-	-	-	-	-	(1,915)	-	(1,915)
Increase share capital in PTPII	-	-	-	-	-	-	-	-	120	120
Decrease in NCI	-	-	-	-	-	-	(370)	(370)	370	-
At 31 May 2025	84,305	(5,034)	1,155	4,488	-	(639)	51,551	135,826	3,846	139,672

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 31 May 2025

	Cumulative Quarters	
	12 months ended	
	(Unaudited)	(Audited)
	31-May-25	31-May-24
	RM'000	RM'000
Cash flows from operating activities		
Loss before tax	(3,168)	(7,286)
Adjustments for:		
Depreciation of property, plant and equipment	5,913	5,383
Interest expense	3,707	3,837
Accretion of interest on lease liabilities	53	56
Gain /(Loss) on disposal of plant, equipment and right-of-used assets	(12)	(1,679)
Property, plant and equipment written off	-	7
Inventory Written down	(290)	5,995
Interest income	(33)	(44)
Share of results of associates	153	123
Operating profits before working capital changes	6,323	6,392
Changes in working capital:		
Inventories	(25,161)	14,761
Trade and other receivables	(23,851)	(4,351)
Trade and other payables	28,065	5,482
	(20,947)	15,892
Cash generated from operations	(14,624)	22,284
Income tax paid	(2,234)	(2,365)
Net cash (used in) /generated from operating activities	(16,858)	19,919
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment and right-of-used assets	26	1,862
Purchase of property, plant and equipment	(7,495)	(3,995)
Interest received	33	44
Increase of shareholding in subsidiary	120	(377)
Net cash used in investing activities	(7,316)	(2,466)
Cash flows from financing activities		
Drawing/(Repayment) of loans and borrowings, net	22,750	(20,950)
Repayment of hire purchase creditors, net	(535)	(604)
Repayment of term loan	(2,279)	-
Repayment of lease liability	(698)	(618)
Placement of fixed deposits	(1)	(9)
Purchase of treasury share	(1,915)	(743)
Proceeds from warrant conversion	-	16,634
Interest paid	(3,760)	(3,893)
Net cash generated/ (used in) financing activities	13,562	(10,183)
Net increase in cash and cash equivalents	(10,612)	7,270
Cash and cash equivalents at beginning of the period	31,005	23,058
Effect of exchange differences on cash and cash equivalents	(423)	678
Cash and cash equivalents at end of the period	19,970	31,006

	Cumulative Quarters 12 months ended	
	31-May-25 RM'000	31-May-24 RM'000
Cash and cash equivalents comprised the followings:		
Cash and bank balances	20,794	31,868
Bank overdraft	(824)	(862)
	<u>19,970</u>	<u>31,006</u>

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 31 May 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 31 May 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 31 May 2025.

8. Dividend Paid

There was no dividend paid during the period under review.

9. Segmental Information

	For the 12 months ended 31 May 2025					Consolidated Total RM'000
	Manufacturing RM'000	Trading RM'000	Others RM'000	Total RM'000	Elimination RM'000	
Revenue from external Customers	52,939	281,180	-	334,119	-	334,119
Segment (loss)/profit	1,723	(3,771)	(1,566)	(3,614)	446	(3,168)
Segment assets						
<i>Included in the measure of segment assets is:</i>						
Capital expenditure	2,703	4,752	40	7,495	-	7,495
	For the 12 months ended 31 May 2024					Consolidated Total RM'000
	Manufacturing RM'000	Trading RM'000	Others RM'000	Total RM'000	Elimination RM'000	
Revenue from external Customers	33,991	275,351	-	309,341	-	309,342
Segment (loss)/profit	4,296	(11,313)	(2,015)	(9,032)	1,746	(7,286)
Segment assets						
<i>Included in the measure of segment assets is:</i>						
Capital expenditure	5,955	3,201	60	9,216	(3)	9,213

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 undertook following changes involving subsidiaries in Indonesia:

- (a) 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%.
- (b) 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%.
- (c) Subsequently, PTPII increase its share capital from USD 250,000 to USD1,000,000, in compliance with local regulatory requirements.

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		12 months ended	
	31-May-25 RM'000	31-May-24 RM'000	31-May-25 RM'000	31-May-24 RM'000
Transaction with associate				
-Sales	(7)	500	1,655	2,371
Transaction with related parties				
- Purchases	16	188	652	1,772
- Services acquired	879	466	1,563	784
- Sales	1	568	10	577

14. Review of Performance

	Individual Quarter			Cumulative Period		
	3 months ended			12 months ended		
	31-May-25	31-May-24		31-May-25	31-May-24	
	RM'000	RM'000		RM'000	RM'000	
Revenue	99,807	84,917	18	334,119	309,342	8
Loss before tax	(1,201)	(8,157)	85	(3,168)	(7,286)	57
Loss after tax	(1,132)	(13,511)	92	(3,595)	(13,606)	74
Loss attributable to owner of the Company	(897)	(13,254)	93	(3,591)	(13,254)	73

For the current quarter ended 31 May 2025, the Group recorded a revenue of RM99.8 million, representing a 18% increase compared to RM84.9 million in the corresponding quarter of the previous financial year. This was mainly attributed to stronger sales in both domestic and export markets.

For the cumulative 12-month period, The Group reported consolidated revenue amounted to RM334 million, reflecting an 8% increase compared to RM309 million reported in the previous financial year. The loss before tax decreased from RM7.29 million to RM3.17 million, a 57% improvement, reflecting better performance of the Group.

15. Review of Performance

	Current Quarter Ended	Immediate Preceding Quarter Ended	
	31-May-25 RM'000	28-Feb-25 RM'000	%
Revenue	99,807	86,800	15
(Loss)/Profit before tax	(1,201)	534	(325)
Loss after tax	(1,132)	(150)	655
Loss attributable to owner of the Company	(897)	(168)	434

The Group reported revenue of RM99.8 million for the current financial quarter compared to RM86.8 million reported in the immediate preceding financial quarter ended 28 Feb 2025. Despite the increase in revenue, the Group recorded a loss before tax of RM1.2 million, compared to a profit before tax of RM0.53 million, due to higher operating expenses and one-off impairment incurred during the quarter.

16. Commentary on Prospects

True innovation thrives when met with new challenges. At Pensonic Group, we have sharpened our focus and embraced a bold vision for the future. We are proud to introduce a new generation of products which are designed to inspire and empower a younger, more dynamic group of consumers.

Together with management, the Board is shaping a future where Pensonic Group leads the industry, driven by purpose, innovation, and an unwavering commitment to excellence.

17. Profit Forecast

Not applicable as no profit forecast was published.

18. Taxation

	Individual Quarter		Cumulative Period	
	3 months ended		12 months ended	
	31-May-25	31-May-24	31-May-25	31-May-24
	RM'000	RM'000	RM'000	RM'000
Current tax expenses				
- Current year	(106)	(731)	758	1,140
- Prior year	(6)	5,652	(300)	5,294
Deferred tax expenses				
- Current year	48	774	(26)	139
- Prior year	(5)	(341)	(5)	(253)
	<u>(69)</u>	<u>5,354</u>	<u>427</u>	<u>6,320</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 31-May-25 RM'000	Audited 31-May-24 RM'000
Neither past due nor impaired	48,775	39,030
Past due but not impaired: Less than 60 days	19,388	15,647
60 to 120 days	7,127	945
More than 120 days	3,105	3,033
	<u>29,620</u>	<u>19,625</u>
	78,395	58,655
Impaired	<u>(1,720)</u>	<u>(1,461)</u>
	<u>76,675</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 31-May-25 RM'000	Audited 31-May-24 RM'000
<u>Current</u>		
<u>Unsecured</u>		
Bank overdraft	639	-
Revolving credit	6,210	6,210
Bankers' acceptance	35,210	19,463
	<u>42,059</u>	<u>25,673</u>
<u>Secured</u>		
Bank overdraft	185	863
Term loans	2,269	2,285
Bankers' acceptance	17,782	10,778
Hire Purchase Creditors	223	519
	<u>20,459</u>	<u>14,445</u>
	<u>62,518</u>	<u>40,118</u>
<u>Non – current</u>		
<u>Secured</u>		
Term loans	19,294	21,558
Hire Purchase Creditors	386	625
	<u>19,680</u>	<u>22,183</u>
	<u>82,198</u>	<u>62,301</u>
<u>Currency Denominated In</u>		
Ringgit Malaysia ("MYR")	<u>82,198</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 31 May 2025.

23. Dividend

The Board does not recommend any dividend for the current financial period ended 31 May 2025.

24. Earnings per Share (“EPS”)

Basic and diluted profit per ordinary share

	Individual Quarter		Cumulative Period	
	3 months ended		12 months ended	
	31-May-25	31-May-24	31-May-25	31-May-24
Profit attributable to owners of the Company (RM ‘000)	(897)	(13,254)	(3,591)	(13,253)
Weighted average number of ordinary shares in issue (units ‘000)	153,058	140,221	153,058	140,221
Basic Loss per share (sen)	(0.59)	(9.45)	(2.35)	(9.45)

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		12 months ended	
	31-May-25	31-May-24	31-May-25	31-May-24
After charging / (crediting):-				
Property, plant & equipment written off	-	3	-	7
Loss/(gain) on disposal of property, plant and equipment	(7)	-	(12)	(1,679)
Inventories written down	(965)	5,995	(290)	5,995
Government Grant received	(265)	(113)	(287)	(104)
Interest Income	(24)	(25)	(33)	(44)
Royalty Income	-	(4)	(534)	(109)
Realised gain on foreign exchange	(943)	(178)	(1,706)	(611)
Unrealised loss/(gain) on foreign exchange	127	(164)	163	(217)
Interest expense	1,106	877	3,707	3,837

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.