

24 July 2024



AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND FINANCIAL QUARTER ENDED
31 MAY 2024**

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MAY 2024

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT PERIOD QUARTER 31-05-2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-05-2023 RM'000	CURRENT PERIOD 31-05-2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-05-2023 RM'000
Revenue	19,451	16,579	37,052	34,265
Operating expenses	(17,525)	(15,435)	(33,357)	(31,322)
Other operating income	466	290	729	393
Profit from operations	2,392	1,434	4,424	3,336
Finance costs	(14)	(17)	(27)	(34)
Share of results of associates	102	49	96	131
Profit before tax	2,480	1,466	4,493	3,433
Income tax expense	(914)	(463)	(1,427)	(1,024)
Profit for the financial period	1,566	1,003	3,066	2,409
Other comprehensive income, net of tax <i>Items that may be reclassified subsequently to Profit or Loss:</i>				
Foreign currency translation	-	-	-	-
Total comprehensive income for the financial period	1,566	1,003	3,066	2,409
<u>Profit for the financial period attributable to:-</u>				
Owners of the Company	1,567	1,003	3,073	2,409
Non-controlling Interests	(1)	-	(7)	-
	1,566	1,003	3,066	2,409
<u>Total comprehensive income attributable to:-</u>				
Owners of the Company	1,567	1,003	3,073	2,409
Non-controlling Interests	(1)	-	(7)	-
	1,566	1,003	3,066	2,409
Earnings Per Share:-				
Basic (sen)	1.64	1.05	3.22	2.52
Diluted (sen)	1.64	0.97	3.22	2.32

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2023 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MAY 2024

(The figures have not been audited)

	<u>UNAUDITED</u>	<u>AUDITED</u>
	AS AT	AS AT
	CURRENT	PRECEDING
	FINANCIAL	FINANCIAL YEAR
	PERIOD ENDED	ENDED
	31/05/2024	30/11/2023
Note	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	26,913	27,306
Investment Properties	4,121	4,083
Investments in Associates	986	882
Other Investments	250	250
Intangible Assets	1,600	-
Deferred Tax Assets	1,109	1,003
	34,979	33,524
Current Assets		
Inventories	6,314	5,793
Trade & Other Receivables, Deposits and Prepayments	10,027	9,991
Contract Assets	4,756	3,848
Other Investments	17,324	10,740
Cash Deposits with Licensed Banks	3,982	3,934
Cash and Bank Balances	15,435	21,436
	57,838	55,742
TOTAL ASSETS	92,817	89,266
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Company		
Share Capital	(1) 40,624	40,537
Treasury Shares	(1,858)	(1,858)
Reserves	36,086	33,013
Equity Attributable to Owners of the Parent	74,852	71,692
Non-controlling Interests ("NCI")	793	-
Total Equity	75,645	71,692
Non-Current Liabilities		
Lease Liabilities	149	167
Deferred Tax Liabilities	24	24
	173	191
Current Liabilities		
Trade & Other Payables and Accruals	13,579	14,383
Contract Liabilities	1,428	880
Short Term Borrowings	524	870
Tax Liabilities	1,432	1,208
Lease Liabilities	36	42
	16,999	17,383
Total Liabilities	17,172	17,574
TOTAL EQUITY AND LIABILITIES	92,817	89,266
Net Assets Per Share (RM)	(2) 0.7843	0.7523

Notes:

(1) Kindly refer to Paragraph 8(1) of Page 6 of Notes to this interim financial report.

(2) The net asset per share of the Company is calculated based on the net assets at the end of the reporting period of RM74.85 million (30.11.2023: RM71.69 million) divided by the number of shares in issue at the end of the reporting period of 95,432,857 (30.11.2023: 95,298,532), after deducting the treasury shares of 2.852 million.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2023 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MAY 2024 (The figures have not been audited)

	<----- Attributable to Owners of the Company ----->						Non-controlling Interests	Total Equity
	Share Capital	Treasury Shares	Fair Value Reserve	Foreign Exchange Reserve	Retained Earnings	Sub-total	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
6 months ended 31 May 2024								
At 1 December 2023	40,537	(1,858)	159	-	32,854	71,692	-	71,692
Transactions with owner:								
Subscription of shares by NCI in a subsidiary	-	-	-	-	-	-	800	800
Issuance of shares pursuant to exercise of warrants	87	-	-	-	-	87	-	87
Total transactions with owner	87	-	-	-	-	87	800	887
Comprehensive Income:								
Profit/(Loss) for the financial period	-	-	-	-	3,073	3,073	(7)	3,066
Total comprehensive income for the financial period	-	-	-	-	3,073	3,073	(7)	3,066
At 31 May 2024	40,624	(1,858)	159	-	35,927	74,852	793	75,645
6 months ended 31 May 2023								
At 1 December 2022	40,149	(1,305)	159	54	27,234	66,291	-	66,291
Transactions with owner:								
Share repurchased	-	(35)	-	-	-	(35)	-	(35)
Issuance of shares pursuant to exercise of warrants	388	-	-	-	-	388	-	388
Total transactions with owner	388	(35)	-	-	-	353	-	353
Comprehensive Income:								
Profit for the financial period	-	-	-	-	2,409	2,409	-	2,409
Total comprehensive income for the financial period	-	-	-	-	2,409	2,409	-	2,409
At 31 May 2023	40,537	(1,340)	159	54	29,643	69,053	-	69,053

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2023 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 31 MAY 2024

(The figures have not been audited)

	CURRENT FINANCIAL PERIOD ENDED 31/05/2024 RM'000	PRECEDING FINANCIAL PERIOD ENDED 31-05-2023 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	4,493	3,433
Adjustments for:-		
Non-cash items	169	714
Non-operating items	(415)	(332)
Share of results of associates	(96)	(131)
Operating profit before changes in working capital	4,151	3,684
Changes in working capital:-		
Inventories	(521)	606
Net changes in contract assets and liabilities	(360)	484
Net changes in current assets	188	1,545
Net changes in current liabilities	(1,144)	(52)
Cash generated from operations	2,314	6,267
Interest received	62	42
Dividend received	18	7
Interest paid	(27)	(17)
Net income tax paid	(969)	(538)
Net cash from operating activities	1,398	5,761
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(251)	(245)
Proceeds from disposal of property, plant and equipment	18	-
Proceeds from disposal of quoted equity securities	542	-
Placement of fixed income funds	(6,652)	(3,841)
Changes in pledged cash & cash equivalent under lien	-	996
Distribution income from income funds	198	51
Additions to investment properties	(66)	(80)
Additions to intangible assets	(1,600)	-
Net (advances to)/repayments from associates	(105)	181
Net cash used in investing activities	(7,916)	(2,938)
CASH FLOW FROM FINANCING ACTIVITIES		
Net payments of finance lease	(24)	(59)
Purchase of treasury shares	-	(35)
Proceeds from issuance of new shares	87	388
Subscription of new shares by NCI in a subsidiary	800	-
Net cash from financing activities	863	294
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(5,655)	3,117
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	20,566	7,776
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	14,911	10,893
Cash and cash equivalents at end of the financial period comprise of:-		
Cash at banks and in hand	15,435	11,651
Cash deposits with licensed banks	3,982	5,344
Bank overdrafts	(524)	(758)
	18,893	16,237
Less: Cash deposits with licensed banks under lien	(3,982)	(5,344)
	14,911	10,893

Note:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2023 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 MAY 2024 ("Q2 FY2024")

NOTES TO THE INTERIM FINANCIAL REPORT

PART (A): EXPLANATORY NOTES PURSUANT TO MFRS 134: *INTERIM FINANCIAL REPORTING*

1. Basis of Preparation

This interim financial report of Amtel Holdings Berhad ("AMTEL/the Company") group of companies ("AMTEL Group/the Group") are unaudited and has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ("MFRS") 134: *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The condensed consolidated interim financial report should be read in conjunction with the latest audited financial statements of AMTEL Group for the financial year ended 30 November 2023 and the accompanying explanatory notes attached to this interim financial report. These explanatory notes 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 financial year ended 30 November 2023 ("FY 2023").

2. Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in the preparation of this interim financial report are consistent with those used in the preparation of the Group's audited financial statements for FY 2023.

Our Group has not early adopted any new standards, amendments/improvements to MFRSs which are applicable to the Group that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group's current financial period. Nevertheless, the Group and the Company expect that the initial application of the accounting standards, amendments or interpretations are not expected to have significant impact to the current period and prior period financial statements of the Group and the Company.

3. Audit Qualification

The audit report on the Group's financial statements for FY 2023 did not contain any qualification.

4. Seasonal or cyclical Factors

The Group's operations are not affected by seasonal or cyclical factors during the financial quarter under review.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]

(Incorporated in Malaysia)

5. Unusual Items

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

6. Material Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in the prior financial year or estimates of amounts reported in prior financial periods that have a material effect in the current financial quarter ended 31 May 2024.

7. Dividends Paid

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

8. Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial quarter and financial period under review, except for the following:-

(1) Share Capital

The movement in the Company's issued and paid-up share capital during the financial quarter and financial period is as follows:-

	Number of ordinary shares		<----- Amount ----->	
	Current quarter		Perio-to-date	
	31/5/2024	31/5/2023	31/5/2024	31/5/2023
	Units	Units	RM	RM
At beginning of the financial quarter/period	98,151,432	97,622,682	40,537,176	40,193,489
Issuance of shares pursuant to the exercise of warrants during the financial quarter/period	134,325	528,750	87,252	343,687
At end of the financial quarter/period	<u>98,285,757</u>	<u>98,151,432</u>	<u>40,624,428</u>	<u>40,537,176</u>

(2) Treasury Shares

As at the current financial period ended 31 May 2024, the Company held 2,852,900 (2023: 2,852,900) treasury shares out of its 98,285,757 (2023: 98,151,432) issued and paid-up ordinary shares. Such treasury shares are held at a carrying amount of RM1,857,975 (2023: RM1,857,975).

No treasury shares were sold during the current financial quarter and financial period.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

8. Debt and Equity Securities (Cont'd)

(3) Warrants

The movement in the Company's warrants during the financial quarter and financial period is as follows:-

	←----- Number of warrants (Units) -----→			
	Current Quarter 31/5/2024	Preceding Year Corresponding Quarter 31/5/2023	Current Period 31/5/2024	Preceding Year Corresponding Period 31/5/2023
At beginning of the financial quarter/period	48,178,580	48,776,330	48,178,580	48,776,330
Conversion during the financial quarter/period	(134,325)	(528,750)	(134,325)	(597,750)
Unexercised warrants*	(48,044,255)	-	(48,044,255)	-
At end of the financial quarter/period	-	48,247,580	-	48,178,580

*The warrants expired on 18 March 2024.

The proceeds from the conversion of warrants are to be utilized for the Group's working capital requirements and partial repayment of bank borrowings.

During the financial quarter ended 31 May 2024, 134,325 new ordinary shares were issued pursuant to the exercise of 134,325 warrants at the exercise price of RM0.65 per share. These shares were listed and quoted on the Bursa Securities on 5 March 2024, 11 March 2024, and 18 March 2024 respectively. Please refer to our announcements to Bursa Securities on these dates for further details of the above conversions.

9. Changes in the Composition of the Group

There was no change in the composition of the Group during the current financial quarter and financial period other than as mentioned below:-

- (1) On 17 January 2024, Amtel Cellular Sdn Bhd, a wholly owned subsidiary of the Company, acquired 100 ordinary shares representing 100% equity interest in AIT Tech Sdn Bhd for a total cash consideration of RM100.
- (2) On 30 January 2024, Amtel Digital Sdn Bhd ("ADSB"), the wholly owned subsidiary of the Company, increased its issued and fully paid-up share capital from 100 ordinary shares to 2.0 million ordinary shares whereby the Company subscribed for 1,199,900 ordinary shares amounting RM1,199,900. The remaining 800,000 ordinary shares amounting RM800,000 were subscribed by CS & Lock Sdn Bhd representing 40% of the enlarged issued and paid-up share capital of ADSB. As a result, the Company's equity interest in ADSB has been reduced from 100% to 60%.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

10. Valuation of Property, Plant and Equipment

- (1) Property, plant and equipment which are stated at cost have been brought forward without amendment from the previous annual financial statements.
- (2) There was no material acquisition or disposal of property, plant and equipment by the Group during the financial quarter and financial period.

11. Segmental Reporting

The Group's segment information for the financial period ended 31 May 2024 is as follows:-

(i) Major Business Segments

The basis of segmentation and measurement of segment performance is consistent with the basis adopted in the last audited annual financial statements.

6 months ended 31 May 2024

GROUP	Information & Communication Technology ("ICT")	Telecommunications, Infrastructure & Services ("TIS")	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
SEGMENT REVENUE					
External revenue	29,159	7,798	95	-	37,052
Inter-segment revenue	837	-	1,012	(1,849)	-
Total revenue	29,996	7,798	1,107	(1,849)	37,052
SEGMENT RESULTS	ICT	TIS	Others	Consolidated	
	RM'000	RM'000	RM'000	RM'000	
Profit/(Loss) from operations	2,981	1,608	(165)	4,424	
Finance costs	(5)	(22)	-	(27)	
Share of results of associates	95	1	-	96	
Profit/(Loss) before tax	3,071	1,587	(165)	4,493	
Income tax expense	(755)	(411)	(261)	(1,427)	
Profit/(Loss) for the period	2,316	1,176	(426)	3,066	
FINANCIAL POSITION	ICT	TIS	Others	Consolidated	
As at 31 May 2024	RM'000	RM'000	RM'000	RM'000	
Total segment assets	38,015	12,847	41,955	92,817	
Total segment liabilities	11,452	5,354	366	17,172	
<u>Other segment information</u>	ICT	TIS	Others	Consolidated	
	RM'000	RM'000	RM'000	RM'000	
Capital expenditure:					
- additions to property, plant and equipment	127	62	62	251	
Depreciation of property, plant and equipment	236	123	282	640	
Depreciation of investment properties	-	-	28	28	

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

11. Segmental Reporting (Cont'd) (i) Major Business Segments (Cont'd)

6 months ended 31 May 2023

GROUP	ICT RM'000	TIS RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
SEGMENT REVENUE					
External revenue	28,801	5,377	87	-	34,265
Inter-segment revenue	106	-	960	(1,066)	-
Total revenue	28,907	5,377	1,047	(1,066)	34,265
SEGMENT RESULTS					
Profit/(Loss) from operations	3,622	247	(533)	3,336	
Finance costs	(10)	(24)	-	(34)	
Share of results of associates	119	12	-	131	
Profit/(Loss) before tax	3,731	235	(533)	3,433	
Income tax expense	(964)	(60)	-	(1,024)	
Profit/(Loss) for the period	2,767	175	(533)	2,409	
FINANCIAL POSITION					
As at 31 May 2023					
Total segment assets	35,507	12,325	36,627	84,459	
Total segment liabilities	9,794	4,623	989	15,406	
Other segment information					
Capital expenditure:					
- additions to property, plant and equipment	7	8	230	245	
Depreciation of property, plant and equipment	307	144	294	745	
Depreciation of investment property	-	-	10	10	

(ii) Geographical Segments

The Group operates predominantly in Malaysia and hence, no geographical segment is presented.

12. Capital and Other Commitments

The Group has made commitment for the following:-

Group	As At 31/5/2024 RM'000
Approved and contracted for:-	
- Purchase and development of software applications	1,600

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

13. Changes in Contingent Liabilities and Contingent assets

There were no changes in contingent liabilities or contingent assets since the last reporting date as at 30 November 2023, except for the following:-

	As At 31/5/2024
Company	
<u>Financial guarantees – Secured</u>	RM'000
The maximum exposure to credit risk amounts representing the outstanding credit facilities of the subsidiaries and associate company guaranteed by the Company	<u>1,016</u>
Group	
<u>Financial guarantees – Secured*</u>	
Bank guarantees	<u>2,120</u>

* The bank guarantees are secured against the fixed deposits of the subsidiary and associate companies.

At the reporting date, there was no indication that these subsidiaries and associates will default on its repayments during the guarantee period.

14. Significant Event Subsequent to the End of the Interim Period

There was no significant event subsequent to the end of the reporting financial period ended 31 May 2024 that has not been reflected in the financial statements or to be disclosed as at the date of issue of this quarterly report.

15. Related Party Transactions

The recurrent related party transactions between the Company and the Group with Milan Utama Sdn Bhd ("MUSB"), an associate company in which a director and shareholder of AMTEL has a financial interest, are summarised as follows:-

Group	Current Quarter 31/5/2024 RM'000	Current Period 31/5/2024 RM'000
Income		
1. Rental income from MUSB	15	15
Expenses		
2. Purchases from MUSB	780	780

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 MAY 2024 ("Q2 FY2024")

PART (B): ADDITIONAL INFORMATION PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

1. Review of Performance

Analysis of financial quarter performance

For the second financial quarter ended 31 May 2024, our Group reported total revenue of RM19.45 million and profit after tax of RM1.57 million as compared to revenue of RM16.58 million and profit after tax of RM1.0 million respectively recorded in the preceding year corresponding quarter. The increase was mainly due to the improvement in project sales by the TIS segment and higher sales and profit registered by the ICT segment.

Analysis of the 6-month financial performance

For the first half of financial period ended 31 May 2024, our Group revenue reached RM37.05 million, up 8.1% as compared to the preceding year corresponding period of RM34.26 million. The increase in revenue was mainly attributed to higher sales recorded by both ICT and TIS segments.

Therefore, our Group achieved a higher profit after tax of RM3.07 million during the financial period under review as compared to a profit after tax of RM2.41 million recorded in preceding year corresponding period.

The details of the financial performance of the respective business segment is summarised as follows:-

ICT Segment

The financial performance of the ICT segment is summarised as per the table below:-

Group	Preceding Year			Preceding Year		
	Current Quarter	Corresponding Quarter	Changes	Current Period	Corresponding Period	Changes
	31/5/2024 RM'000	31/5/2023 RM'000	%	31/5/2024 RM'000	31/5/2023 RM'000	%
Segment revenue	15,202	13,982	8.7	29,159	28,801	1.2
Segment profit after tax	1,312	1,256	4.5	2,316	2,767	-16.3

For Q2 FY 2024, ICT business continued to be the main contributor to the Group's revenue, accounting for approximately 78.2% (Q2 FY 2023: 84.3%) of AMTEL Group's revenue and was also the main contributor to the Group's profit after tax.

Despite higher revenue in Q2 FY2024, the overall performance recorded during the current financial period was marred by the lower sales in Q1 FY 2024 and the comparatively higher marketing and promotional expenses.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

1. Review of Performance (Cont'd)

TIS Segment

The financial performance of the TIS segment is summarised as per the table below:-

Group	Preceding Year			Preceding Year		
	Current Quarter	Corresponding Quarter	Changes	Current Period	Corresponding Period	Changes
	31/5/2024 RM'000	31/5/2023 RM'000		31/5/2024 RM'000	31/5/2023 RM'000	
Segment revenue	4,204	2,554	64.6	7,798	5,377	45.0
Segment profit after tax	569	50	> 100	1,176	175	>100

TIS segment recorded a substantial improvement in financial results during the current financial quarter and financial period under review. This was primarily attributed to higher project progress and billings from the ongoing civil infrastructure works and improvement in cost management.

Others Segment

The financial performance of the Others segment is summarised as per the table below:-

Group	Preceding Year			Preceding Year		
	Current Quarter	Corresponding Quarter	Changes	Current Period	Corresponding Period	Changes
	31/5/2024 RM'000	31/5/2023 RM'000		31/5/2024 RM'000	31/5/2023 RM'000	
Segment revenue	45	43	4.7	95	87	9.2
Segment loss after tax	(315)	(303)	-4.0	(426)	(533)	20.0

The loss relates mainly to the operating and corporate expenses of the investment holding company.

2. Material Changes in the Profit After Tax for the Quarter Reported Compared with the Immediate Preceding Quarter.

The Group's performance in the current financial quarter and the immediate preceding quarter are summarised as follows:-

Group	Current Quarter	Immediate Preceding Quarter	Changes
	31/5/2024 RM'000	29/2/2024 RM'000	
Total revenue	19,451	17,601	10.5
Profit before tax	2,480	2,013	23.2
Profit after tax	1,566	1,500	4.4

For the current financial quarter, our Group reported higher revenue in both the ICT and TIS segments. Consequently, higher profits were reported in the current financial quarter.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

3. Commentary on the Group's Prospects

Our Group is mindful of the various challenges affecting the business environment locally and beyond. We continue to stay competitive and focus on acquiring new businesses and technologies that complement our core businesses. We are confident in our ability to expand our Group's operations structurally and sustainably. We trust that our experienced and energetic in-house R&D and engineering team is capable of developing new and innovative products and delivering high-value products and services that meet our customers' requirements.

Meanwhile, we continue to seek collaboration with new and potential business partners locally and overseas to expand our business portfolio and future income stream.

Based on the above, we are optimistic of delivering favorable results in the coming financial quarters.

4. Income Tax Expense

The movement in income tax expense for the Group for the current financial quarter and financial period under review is summarised as follows:-

Group	Preceding Year		Preceding Year	
	Current Quarter	Corresponding Quarter	Current Period	Corresponding Period
	31/5/2024	31/5/2023	31/5/2024	31/5/2023
	RM'000	RM'000	RM'000	RM'000
<u>Current tax expense:</u>				
Based on results for the financial period	(758)	(481)	(1,272)	(1,054)
Under provision in prior financial years	(261)	-	(261)	-
Deferred tax	106	18	106	30
Tax expense	<u>(914)</u>	<u>(463)</u>	<u>(1,427)</u>	<u>(1,024)</u>

The effective tax rate is higher than the statutory income tax rate mainly due to the losses of certain subsidiaries not being available for set off against taxable profits of other subsidiaries and certain expenses which are not allowed for tax deduction purposes.

5. Variances of Actual Profit from Forecast Profit

Not applicable.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

6. Group Borrowings and Debt Securities

The Group's total borrowings (all denominated in Ringgit Malaysia) as at 31 May 2024 are as follows:-

Group	As at 31/5/2024 (Unaudited) RM'000	As at 30/11/2023 (Audited) RM'000
(1) <u>Short Term Borrowings:-</u>		
- <u>Secured</u>		
Overdrafts	524	870
- Lease payables within the next 12 months	36	42
(2) <u>Long Term Borrowings:-</u>		
- Lease payables after the next 12 months	149	167

The Group does not have borrowing denominated in foreign currency and there was no debt security issued.

7. Status of Corporate Proposals

There is no corporate proposal announced, but yet to be completed as at the date of issue of this quarterly report other than as mentioned below:-

Long-Term Incentive Plan ("LTIP")

The LTIP which comprises the Employees Share Option Scheme ("ESOS") and the Share Grant Plan ("SGP") of up to fifteen percent (15%) of the total number of issued shares in the Company (excluding treasury shares of the Company, if any) for the eligible person(s) during the LTIP period, approved by the shareholders at the Extraordinary General Meeting of the Company held on 25 May 2022 was implemented on 3 October 2022. The LTIP shall be in force for five (5) years until 2 October 2027.

There was no ESOS and/or SGP granted or awarded during the financial period ended 31 May 2024.

8. Material Litigation

The Group is not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant as at the date of issue of this quarterly report.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]

(Incorporated in Malaysia)

9. Earnings Per Share (“EPS”)

(1) Basic EPS

The basic EPS of the Group is calculated based on the consolidated profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the financial quarter and financial period, excluding treasury shares held by the Company as shown below:-

	Current Quarter 31/5/2024	Preceding Year Corresponding Quarter 31/5/2023	Current Period 31/5/2024	Preceding Year Corresponding Period 31/5/2023
Group				
Profit for the financial quarter/period attributable to owners of the Company (RM'000)	1,567	1,003	3,073	2,406
Weighted average number of shares (unit)	95,329,711	95,684,826	95,422,233	95,641,346
Basic EPS (sen)	1.64	1.05	3.22	2.52

(2) Diluted EPS

The calculation of diluted EPS is based on the consolidated profit attributable to owners of the Company divided by the weighted average number of ordinary shares outstanding during the financial quarter and financial period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares, calculated as follows:-

	Current Quarter 31/5/2024	Preceding Year Corresponding Quarter 31/5/2023	Current Period 31/5/2024	Preceding Year Corresponding Period 31/5/2023
Group				
Profit for the financial quarter/period attributable to owners of the Company (RM'000)	1,567	1,003	3,073	2,406
Weighted average number of shares for basic EPS (unit)	95,329,711	95,684,826	95,329,711	95,641,346
Effect of dilution from warrants (unit)	-	8,158,034	-	8,158,034
Weighted average number of shares for diluted EPS (unit)	95,329,711	103,842,860	95,329,711	103,799,380
Diluted EPS (sen)	1.64 [#]	0.97	3.22 [#]	2.32

[#]The diluted earnings per share for the current quarter and period-to-date are equivalent to the basic EPS as the Company does not have any dilutive instruments for the current financial period ended 31 May 2024.

AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]
(Incorporated in Malaysia)

10. Notes to the Condensed Consolidated Statement of Comprehensive Income

Total comprehensive income for the current financial quarter and financial period is arrived at after charging/(crediting) the following items:-

	Current Quarter <u>31/5/2024</u> RM'000	Preceding Year Corresponding Quarter <u>31/5/2023</u> RM'000	Current Period <u>31/5/2024</u> RM'000	Preceding Year Corresponding Period <u>31/5/2023</u> RM'000
1. Interest income	(22)	(85)	(62)	(127)
2. Dividend income	(17)	(13)	(20)	(20)
3. Distribution income from income funds	(114)	(41)	(198)	(92)
4. Rental income	(8)	(9)	(10)	(11)
5. Other income excluding interest and dividend income	(25)	-	(63)	(1)
6. Interest expense	14	17	27	34
7. Depreciation of property, plant & equipment ("PPE")	321	333	640	745
8. Depreciation of investment properties	14	5	28	10
9. Inventories written down	-	3	75	77
10. Net foreign exchange (gain)/loss	(49)	(112)	(88)	(211)
11. Net provision of warranty costs	178	206	325	346
12. Fair value (gain)/loss on other investments	(158)	61	(192)	64
13. Net gain from disposals of PPE	(1)	-	(15)	-
14. Gain on disposals of other investments	(85)	-	(85)	-

11. Dividend

The Board of Directors does not recommend any payment of dividend for the current financial quarter ended 31 May 2024.

By Order of the Board

CHIN MUN YEE (SSM PC No. 201908002785) (MAICSA 7019243)

HOH YIT FOONG (SSM PC No. 201908000074) (LS0000018)

Company Secretaries

24 July 2024