Mesiniaga Berhad
Registration number: 198101013112 (79244V)
(Incorporated in Malaysia)
Condensed Consolidated Statement of Comprehensive Income
For the first quarter ended 31 March 2025

	2025	2024	2025	2024
	CURRENT Qtr ended 31-Mar (RM '000)	Comparative Qtr ended 31-Mar (RM '000)	3 Months Cumulative to-date (RM '000)	3 Months Cumulative to-date (RM '000)
Revenue	53,920	53,059	53,920	53,059
Operating expenses	(52,138)	(54,645)	(52,138)	(54,645)
Depreciation	(397)	(360)	(397)	(360)
Other operating income	254	4,822	254	4,822
Profit from operations	1,639	2,876	1,639	2,876
Finance costs	(163)	(121)	(163)	(121)
Finance income	278	219	278	219
Profit before tax	1,754	2,974	1,754	2,974
Taxation and Zakat	(63)	(30)	(63)	(30)
Profit after tax	1,691	2,944	1,691	2,944
Other Comprehensive gain	-	-	-	-
Total Comprehensive income	1,691	2,944	1,691	2,944
Profit/(loss) attributable to:				
- Equity holders of the Company	1,678	3,009	1,678	3,009
- Non-controlling interest	13	(65)	13	(65)
	1,691	2,944	1,691	2,944
Total comprehensive income/(loss) for the financial year attributable to:				
- Equity holders of the Company	1,678	3,009	1,678	3,009
- Non-controlling interest	13	(65)	13	(65)
	1,691	2,944	1,691	2,944
Profit per share for income attributable to the equity holders of the Company during the period				
Basic/Diluted earnings per share (sen)	2.78	4.98	2.78	4.98

Remarks

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2024)

Mesiniaga Berhad
Registration number: 198101013112 (79244V)
(Incorporated in Malaysia)
Condensed Consolidated Statement of Financial Position
As at 31 March 2025

	As at 31.3.2025 (RM '000)	Audited As at 31.12.2024 (RM '000)
ASSETS		
Non-current assets		
Property, plant and equipment	34,461	35,205
Finance lease receivable	2,577	1,912
Deferred tax assets	3,600	3,600
	40,638	40,717
Current assets		
Inventories	4,785	1,289
Contract assets	51,541	39,326
Finance lease receivable	1,297	1,156
Receivables	20,923	31,970
Tax recoverable	290	284
Prepayments	11,637	17,001
Deposits with licensed financial institutions	40,671	38,371
Cash and bank balances	10,508	9,966
	141,652	139,363
TOTAL ASSETS	182,290	180,080
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share capital	64,528	64,528
Reserves	46,368	44,690
	110,896	109,218
Non-controlling interest	1,775	1,762
Total equity	112,671	110,980
Non-current liabilities		
Other deferred liabilities	2,359	2,556
	2,359	2,556
Current liabilities		
Trade and other payables	43,279	42,522
Contract liabilities	15,211	10,596
Taxation	63	-
Borrowing	8,707	13,426
	67,260	66,544
Total liabilities	69,619	69,100
TOTAL EQUITY AND LIABILITIES	182,290	180,080
Net asset per share attributable to ordinary equity holders of the parent (RM)	1.8360	1.8082

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2024)

Mesiniaga Berhad
Registration number: 198101013112 (79244V)
(Incorporated in Malaysia)
Condensed Consolidated Statement of Cash Flow
For the first quarter ended 31 March 2025

	2025 3 months ended 31-Mar (RM '000)	2024 3 months ended 31-Mar (RM '000)
Cash Flows From Operating Activities		
Net profit attributable to shareholders	1,691	2,944
Adjustments for non-cash items:		
Depreciation of property, plant and equipment	397	360
Taxation	63	30
Interest expense	163	121
Interest income	(278)	(219)
Retirement benefits	39	100
Unrealised foreign exchange Gain	198	375
	2,273	3,711
Changes in working capital:		
Inventories	(4,321)	1,774
Receivables	4,810	(3,160)
Payables	4,628	(25,216)
Net cash generated/(used) from operations	7,390	(22,891)
Net taxation paid	-	(24)
Retirement benefits paid	-	(310)
Net cash generated/(used) from operating activities	7,390	(23,225)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(134)	(218)
Interest received	243	217
Increase in net restricted cash	68	-
	177	(1)
Cash Flows From Financing Activities		
Interest paid	(81)	(57)
Repayment of lease liabilities	(224)	(267)
Repayment of term loan	(83)	(83)
Net drawndown of short term borrowing	(4,636)	(1,531)
	(5,024)	(1,938)
Net increase/(decrease) in cash and cash equivalents	2,543	(25,164)
Effect of foreign exchange translation	(44)	237
Cash and cash equivalents b/f	42,874	58,917
Cash and cash equivalents c/f	45,373	33,990
Cash and cash equivalents comprise :		
Deposits with licensed financial institutions	40,671	14,498
Cash and bank balances	10,508	25,117
Total deposits, cash and bank balances	51,179	39,615
Less: restricted cash	(5,629)	(5,460)
Less: deposits maturing more than three months	(177)	(165)
Cash and cash equivalents	45,373	33,990

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2024)

Mesiniaga Berhad
Registration number: 198101013112 (79244V)
(Incorporated in Malaysia)
Condensed Consolidated Statements of Changes in Equity
For the first quarter ended 31 March 2025

	Share Capital (RM '000)	Retirement benefit reserves	Retained Earnings (RM '000)	Total (RM '000)	Non-controlling Interest (RM '000)	Total (RM '000)
3 months quarter ended 31 March 2025						
Balance at beginning of year	64,528	179	44,511	109,218	1,762	110,980
Total comprehensive income for the period	-	-	1,678	1,678	13	1,691
Balance at end of period	64,528	179	46,189	110,896	1,775	112,671
3 months quarter ended 31 March 2024						
Balance at beginning of year	64,528	(3,520)	49,399	110,407	7,238	117,645
Total comprehensive income for the period	-	-	3,009	3,009	(65)	2,944
Balance at end of period	64,528	(3,520)	52,408	113,416	7,173	120,589

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2024)

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT – FINANCIAL REPORTING STANDARD

A1. BASIS OF PREPARATION

The unaudited quarterly financial statements have been prepared in accordance with MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"), Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The unaudited quarterly financial statements should be read in conjunction with the Group's audited annual financial statements for the financial year ended 31 December 2024. The audited financial statements of the Group for the year ended 31 December 2024 were prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Companies Act 2016. The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2024.

On 1 January 2025, the Group adopted the following new and amended MFRS Accounting Standard ("MFRS") for financial periods beginning on or after 1 January 2025.

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

The adoption of the above amendments to the Standard has no material impact for the Group and Company in the current financial year or any prior period and not likely to affect future periods.

Standards and amendments to published standards and interpretations that have been issued but not yet effective:

MFRS, Amendments to MFRS and IC Interpretations	Applicable for annual periods beginning on or after:
• Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*	1 January 2026
• Annual Improvements to MFRS Accounting Standards – 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 10, *Consolidated Financial Statements* Amendments to MFRS 107, *Statements of Cash Flows*	1 January 2026
• Amendments to MFRS 9 and MFRS 7, *Contracts Referencing Nature-dependent Electricity*	1 January 2026
• MFRS 19, *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
• MFRS 18, *Presentation and Disclosure in Financial Statements*	1 January 2027
• MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sales or Contribution of Assets between the Investor and its Associate of Joint Venture*	To be determined

The Group anticipates that the impact from the adoption of the MFRSs and amendments to the MFRSs as and when they become effective will be immaterial upon initial application.

A2. <u>AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS</u>

The Audit Report of the Group's Annual Financial Statements for the year ended 31 December 2024 was not subject to any qualification.

A3. SEASONALITY OR CYCLICALITY OPERATIONS

The Group's operations were not significantly affected by any seasonal or cyclical factors.

A4. UNUSUAL ITEMS

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

A5. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no changes in accounting estimates of amounts reported in prior interim periods or the current financial year or changes in estimates of amounts reported in prior financial years.

A6. ISSUANCE OR REPAYMENT OF DEBTS AND EQUITY SECURITIES

There were no issuance and repayment of debts and equity securities, shares buy-back, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter under review.

A7. DIVIDEND PAID

No dividend has been paid in the current quarter.

A8. SEGMENTAL REPORTING

Segmental information is not presented as the Group is primarily engaged in the sale of information technology products and related services in Malaysia.

A9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The values of property, plant and equipment have been brought forward without amendment from previous annual financial statements.

A10. SUBSEQUENT MATERIAL EVENTS

There were no subsequent material events as at the date of this report that will affect the financial results of the current quarter under review.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in composition of the Group during the interim period, including business combination, acquisition or disposal of subsidiaries and long-term investment, restructurings, and discontinuing operations.

A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets to be disclosed.

B. BURSA MALAYSIA LISTING REQUIREMENTS

B1. REVIEW OF THE PERFORMANCE

The Group's revenue was RM53.9 million for the first quarter of 2025, 1.5% higher than the RM53.1 million for the corresponding period in 2024. A profit before tax of RM1.8 million was recorded in the first quarter of 2025, compared to a profit before tax of RM3.0 million in the same period of 2024. The profit before tax of RM3.0 million in the first quarter of 2024 included the High Court Award in favour of Mesiniaga in relation to a contractual dispute with Amanah Raya Berhad (ARB). Excluding this item, the Group's loss from operation was RM2.3 million.

B2. MATERIAL CHANGES IN THE QUARTERLY RESULTS

The Group's current quarter revenue of RM53.9 million was 33.7% higher than the RM40.3 million recorded in the preceding quarter. The current quarter's profit before tax was RM1.8 million, compared to a loss before tax of RM4.6 million recorded in the prior quarter.

B3. PROSPECTS

In 2024, we encountered several challenges including the attrition of sales staff and the postponement of decisions on key project bids. These significantly impacted our order book as we entered 2025.

Since then, we have taken steps to address these issues. As a result, we anticipate a recovery in sales during the second half of 2025 accompanied by improved performance.

B4. VARIANCES FROM PROFIT FORECAST AND PROFIT GUARANTEE

There was no profit forecast and profit guarantee published by the Group.

B5. TAXATION

Income tax expenses

		Quarter Ended 31.03.2025 RM'000	3 months Cumulative 31.03.2025 RM'000
	Major components of tax expenses:		
	Current year tax	418	418
	Deferred tax	(355)	(355)
	Tax expense	63	63
	Zakat	0	0
		63	63

Deferred tax assets have not been recognised in respect of tax losses and deductible temporary differences of a subsidiary due to uncertainty of its recoverability.

B6. SALES OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sales of unquoted investments and properties for the current quarter and financial year to date.

B7. PARTICULARS OF PURCHASE OR DISPOSAL OF QUOTED SECURITIES

The Group does not own quoted securities. There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

B8. THE STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed at the latest practicable date.

B9. BORROWINGS AND DEBT SECURITIES

Details of the Company's borrowings as at 31 March 2025 are as follows:

		As at 31.03.2025 RM'000
	Short term borrowings	
	Banker acceptance	8,542
	Unsecured	
	Term loan	165
	Secured	
		8,707

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There was no financial instruments with off balance sheet risk as at the date of this report.

B11. MATERIAL LITIGATION

There is no pending material litigation as at the date of this report.

B12. PROPOSED DIVIDEND

There was no dividend proposed for the financial period under review.

B13. EARNINGS PER SHARE

		Quarter Ended 31.03.2025		3 months Cumulative 31.03.2025
	Basic and Diluted Earnings			
		RM'000		RM'000
	Profit attributable to the ordinary equity holders of the Company	1,678		1,678
	Weighted average number of ordinary shares in issue ('000)	60,402		60,402
	Basic/diluted earnings per share (sen)	2.78		2.78

B14. RELATED PARTY TRANSACTIONS

Listed below are the significant related party transactions. The related party transactions were carried out on the same terms and conditions as transactions with unrelated parties.

The significant related party transactions are as follows:

		Quarter Ended 31.03.2025 RM'000	3 months Cumulative 31.3.2025 RM'000
	Related party		
	Subsidiary companies		
	- Purchase of goods	2	2
	- Purchase of services	6,463	6,463
	- Sales of services	72	72

B15. CAPITAL COMMITMENT

Capital commitments for the Group in respect of property, plant and equipment not provided for as of 31 March 2025 are as follows:

		RM'000
	Approved and not contracted for	NIL
	Approved and contracted for	465

B16. ADDITIONAL DISCLOSURES

RM'000	Quarter ended 31.03.2025	Quarter ended 31.03.2024	3 months Cumulative 31.03.2025	3 months Cumulative 31.03.2024
Profit for the period is arrived at after charging:				
Interest expense	163	121	163	121
Depreciation	397	360	397	360
and after crediting:				
Interest income	278	219	278	219
Foreign exchange gain	137	22	137	22

By Order of the Board
Deborah Sharmini Benjamin (MAICSA 7077164)
Company Secretary
29 May 2025