

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 01.01.2024 to 31.03.2024 RM'000	Preceding year Corresponding Quarter 01.01.2023 to 31.03.2023 RM'000	Current Year To-date 01.01.2024 to 31.03.2024 RM'000	Preceding year Corresponding Period 01.01.2023 to 31.03.2023 RM'000
Revenue	A9	87,740	92,290	87,740	92,290
Cost of sales		(80,098)	(84,259)	(80,098)	(84,259)
Gross profit ("GP")		7,642	8,031	7,642	8,031
Other operating income		568	406	568	406
Operating expenses		(5,847)	(5,183)	(5,847)	(5,183)
Profit from operation		2,363	3,254	2,363	3,254
Finance costs		(570)	(575)	(570)	(575)
Interest income		157	252	157	252
Profit before tax ("PBT")	B11	1,950	2,931	1,950	2,931
Tax expenses	B6	(360)	(781)	(360)	(781)
Profit for the period ("PAT")		1,590	2,150	1,590	2,150
Profit for the financial period attributable to:					
- Owners of the Company		1,590	2,150	1,590	2,150
Total Comprehensive income for the financial period attributable to:					
- Owners of the Company		1,590	2,150	1,590	2,150
Earnings per share attributable to owners of the Company					
- Basic (sen) ⁽²⁾	B10	0.46	0.62	0.46	0.62
- Diluted (sen) ⁽³⁾	B10	0.46	0.62	0.46	0.62

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Based on weighted average number of ordinary shares outstanding during the period under review.
- (3) Diluted earnings per share of the Company for the individual quarter ended 31 March 2024 and cumulative quarter is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024⁽¹⁾

	UNAUDITED AS AT 31.03.2024 RM'000	AUDITED AS AT 31.12.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	126,470	127,679
Total non-current assets	126,470	127,679
Current assets		
Inventories	129,502	106,425
Trade receivables	72,795	74,673
Other receivables	1,151	860
Current tax assets	1,861	2,160
Cash and bank balances	24,022	25,512
Total current assets	229,331	209,630
TOTAL ASSETS	355,801	337,309
EQUITY AND LIABILITIES		
Equity		
Share Capital	179,242	179,242
Reserves	80,396	78,806
Total Equity	259,638	258,048
Liabilities		
Non-current liabilities		
Borrowings	14,499	15,224
Lease liabilities	204	290
Provision for retirement benefits	1,575	1,535
Deferred tax liabilities	9,554	9,807
Total non-current liabilities	25,832	26,856
Current liabilities		
Trade payables	27,831	20,537
Other payables	4,447	5,129
Borrowings	37,610	26,107
Derivate liabilities	51	237
Lease liabilities	392	395
Total current liabilities	70,331	52,405
TOTAL LIABILITIES	96,163	79,261
TOTAL EQUITY AND LIABILITIES	355,801	337,309
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.74	0.74

Note:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024⁽¹⁾

	<u>Attributable to owners of the parent</u>				<u>Total Equity</u> RM'000
	----- <u>Non-distributable</u> ----- <u>Share Capital</u> RM'000	<u>Merger Reserve</u> RM'000	----- <u>Revaluation Reserve</u> ----- RM'000	<u>Distributable Retained Earnings</u> RM'000	
As at 1.1.2023	179,242	(124,831)	22,634	181,817	258,862
Total comprehensive income	-	-	-	2,150	2,150
Transfer due to crystallisation of revaluation reserves	-	-	(201)	201	-
As at 31.03.2023	179,242	(124,831)	22,433	184,168	261,012
As at 1.1.2024	179,242	(124,831)	21,820	181,817	258,048
Total comprehensive income	-	-	-	1,590	1,590
Transfer due to crystallisation of revaluation reserves	-	-	(204)	204	-
As at 31.03.2024	179,242	(124,831)	21,616	183,611	259,638

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024⁽¹⁾

	Unaudited 31.03.2024 RM'000	Unaudited 31.03.2023 RM'000
Cash Flows From Operating Activities		
Profit before tax	1,950	2,931
Adjustments for:		
Non-cash items	413	(268)
Non-operating items	1,994	323
Operating profit before working capital changes	4,357	2,986
Net change in current assets	(22,090)	(13,409)
Net change in current liabilities	6,612	6,674
Interest received	157	252
Tax paid	(314)	(950)
Net cash used in operating activities	(11,278)	(4,447)
Cash Flows From Investing Activities		
Purchases of property, plant and equipment	(317)	(373)
Net cash used in investing activities	(317)	(373)
Cash Flows From Financing Activities		
Drawdown/(Repayment) of borrowings	10,778	(8,662)
Repayment of lease liabilities	(103)	(108)
Interest paid	(570)	(566)
Net cash from/(used) in financing activities	10,105	(9,336)
Net decrease in cash and cash equivalents	(1,490)	(14,156)
Cash and cash equivalents at the beginning of the financial year	25,512	50,676
Cash and cash equivalents at the end of the financial period	24,022	36,520

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of Tashin Holdings Berhad (“TASHIN” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying notes attached to this interim financial report.

A2. Summary of Significant Accounting Policies

- (a) The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 31 December 2023, except for the adoption of the following MFRSs, Amendments to MFRSs and new Interpretations effective for the financial periods beginning on or after 1 January 2024.

<u>Title</u>	<u>Effective date</u>
Amendments to MFRS 16 Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101 Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121 Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A3. Auditors’ report on preceding annual financial statements

The auditors’ report for the financial year ended 31 December 2023 of Tashin Group was not subject to any qualification.

A4. Seasonal or cyclical factors

The Group faces minor seasonal fluctuations during the major festive seasons celebrations.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and financial period-to-date.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A6. Material changes in estimates

There were no significant changes in the estimates of amount, which give a material effect in the current financial quarter under review.

A7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the financial quarter under review.

A8. Dividends paid

There was no dividend paid during the current financial quarter under review

A9. Segmental information

a) Operating Segments

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment.

b) Geographical Segment

No segmental information is provided on a geographical basis as the Group's activities are conducted primarily in Malaysia.

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A11. Material events subsequent to the end of the current financial quarter

There were no other material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current financial period-to-date under review.

A13. Contingent liabilities

There were no material changes to the contingent liabilities since the date of last annual financial statements.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A14. Capital commitments

Save as disclosed below, the Group does not have any other material capital commitment as at 31 March 2024:

	RM'000
Capital expenditure in respect of purchase of property, plant & equipment	
- Approved but not contracted for	-
- Approved and contracted for	1,604
	1,604

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance of the company and its principal subsidiaries for the current quarter and financial year-to-date ("YTD")

	Individual Quarter		Increase/ (Decrease)		Cumulative Quarter		Increase/ (Decrease)	
	Current Year Quarter 01.01.2024 to 31.03.2024 RM'000	Preceding Year Corresponding Quarter 01.01.2023 to 31.03.2023 RM'000	RM'000	%	Current Year To-Date 01.01.2024 to 31.03.2024 RM'000	Preceding Year Corresponding Period 01.01.2023 to 31.03.2023 RM'000	RM'000	%
Revenue	87,740	92,290	(4,550)	(4.93)	87,740	92,290	(4,550)	(4.93)
Profit from operation	2,363	3,254	(891)	(27.38)	2,363	3,254	(891)	(27.38)
Profit before tax	1,950	2,931	(981)	(33.47)	1,950	2,931	(981)	(33.46)
Profit for the period	1,590	2,150	(560)	(26.05)	1,590	2,150	(560)	(26.05)

For the quarter under review, the group registered a 4.93% lower revenue at RM 87.74 million compared to the preceding year's corresponding quarter of RM 92.29 million mainly due to lower average selling price despite higher sales volume of 2.84% for the current quarter as compared to the preceding year's corresponding quarter.

The Group registered 33.4% lower profit before tax ('PBT') of RM 1.95 million for the current quarter as compared to the preceding year's corresponding quarter of RM 2.93 million due to lower revenue and increase in operating expenses.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B2. Comparison with immediate preceding quarter's results

	Current Quarter 01.01.2024 to 31.03.2024	Immediate Preceding Quarter 01.10.2023 to 31.12.2023	Increase/ (Decrease)	
	RM'000	RM'000	RM'000	%
Revenue	87,740	94,677	(6,937)	(7.33)
Profit from Operation	2,363	2,120	243	11.46
Profit before tax ("PBT")	1,950	1,784	166	9.30
Profit for the Period ("PAT")	1,590	1,059	531	50.14

Compared with the immediate preceding quarter, the Group's revenue for the current quarter under review decreased by 7.33% from RM 94.68 million to RM 87.74 million mainly due to lower sales volume.

The PBT for the current quarter under review increased 9.30% from RM 1.78 million to RM 1.95 million as compared to the immediate preceding quarter mainly due to increase in gross profit ("GP") margin as a result of reduction in the average cost of raw materials.

B3. Prospects and outlook

The Malaysian economy for FY2024 is projected to grow between 4% to 5% by Bank Negara with continued expansion in domestic demand and improvement in export market.

The Group is cautiously optimistic that its prospects for the coming quarters would remain positive and satisfactory. The Group continues to adopt a prudent approach on procurement and inventory management strategies to enhance its operation efficiency and improve profit margin.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

B5. Status of corporate proposals

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

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B6. Income tax expenses

	Individual Quarter		Cumulative Quarter	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Current tax expenses	613	219	613	219
Deferred tax expenses	(253)	562	(253)	562
Total tax expenses	360	781	360	781

Note:

(1) Income tax expense is recognised based on management's best estimate.

B7. Group bank borrowings

	As at 31.3.2024	Audited as at
	RM'000	31.12.2023
		RM'000
Current liabilities:		
Secured	7,393	6,066
Unsecured	30,217	20,041
	<u>37,610</u>	<u>26,107</u>
Non-current liabilities:		
Unsecured	14,499	15,224
	<u>14,499</u>	<u>15,224</u>
Total bank borrowings	<u>52,109</u>	<u>41,331</u>

All the Groups borrowings are denominated in Ringgit Malaysia.

B8. Material litigation

There were no material litigation involving the Group as at 31 March 2024.

B9. Dividend

The Board of Directors does not recommend any dividend for the current financial quarter under review

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B10. Earnings per share

The basic earnings per share ("EPS") are calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>31.03.2024</u>	<u>31.03.2023</u>	<u>31.03.2024</u>	<u>31.03.2023</u>
Profit attributable to ordinary owners of the Company (RM'000)	1,590	2,150	1,590	2,150
Number of ordinary shares ('000)	348,991	348,991	348,991	348,991
Basic EPS (sen)	0.46	0.62	0.46	0.62
Diluted EPS (sen) ⁽¹⁾	0.46	0.62	0.46	0.62

Note:

- (1) Diluted EPS of the Company for the individual quarter and period-to-date ended 31 March 2024 and 31 March 2023 is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

B11. Disclosure on selected expense/income items as required by the Listing Requirements

Profit before tax is arrived after charging/(crediting):

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>31.03.2024</u>	<u>31.03.2023</u>	<u>31.03.2024</u>	<u>31.03.2023</u>
	RM'000	RM'000	RM'000	RM'000
Interest Income	(157)	(252)	(157)	(252)
Interest Expenses	570	575	570	575
Depreciation	1,540	1,351	1,540	1,351
Foreign exchange gain				
- Realised and unrealised	(185)	(62)	(185)	(62)
Gain on derivatives	-	(16)	-	(16)
Provision of impairment losses on trade receivables	300	27	300	27
Provision/(Reversal) of inventories written down	300	(1,667)	300	(1,667)
Scrap income	(374)	(297)	(374)	(297)
Miscellaneous income	(9)	(31)	(9)	(31)

Note:

- (1) Other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements are not applicable.