

INTERIM FINANCIAL STATEMENTS

Condensed consolidated statement of profit or loss and other comprehensive income
for the fourth financial quarter ended 31 March 2025

	Note	Current quarter 3 months ended		Cumulative quarter 12 months ended	
		31 March 2025	31 March 2024	31 March 2025	31 March 2024
		Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Audited RM'000
Revenue		38,128	30,655	137,862	134,448
Cost of sales		(28,893)	(31,954)	(102,510)	(109,287)
Gross profit		9,235	(1,299)	35,352	25,161
Interest income		1,622	2,372	8,123	8,360
Other gains/(losses)		14,881	(11,414)	2,716	(3,453)
Administrative expenses		(9,187)	(11,640)	(31,490)	(29,485)
Distribution costs		(486)	(403)	(1,618)	(1,539)
Other expenses		(525)	(1,098)	(2,741)	(2,923)
Finance costs		(2,739)	(2,934)	(11,061)	(10,979)
Share of results of associates		7,037	(3,240)	3,108	(10,840)
Profit/(Loss) before tax	7	19,838	(29,656)	2,389	(25,698)
Tax (expense)/income	8	(869)	1,009	1,935	(160)
Profit/(Loss) for the quarter/year		18,969	(28,647)	4,324	(25,858)
Other comprehensive (loss)/income					
Items that will not be reclassified subsequently to profit or loss:					
Increase in property revaluation reserve		-	2,143	-	2,143
Fair value (loss)/gain on financial assets at FVTOCI		(1,389)	2,805	(2,244)	3,844
Share of property revaluation reserve of associate		1,469	740	1,469	468
Items that may be reclassified subsequently to profit or loss:					
Foreign exchange translation		(395)	618	(2,902)	1,255
Fair value gain/(loss) on financial assets at FVTOCI		174	(170)	698	490
Other comprehensive (loss)/income for the quarter/year, net of tax		(141)	6,136	(2,979)	8,200
Total comprehensive income/(loss) for the quarter/year		18,828	(22,511)	1,345	(17,658)
Profit/(Loss) attributable to:					
Owners of the Company		18,980	(28,565)	4,691	(25,750)
Non-controlling interests		(11)	(82)	(367)	(108)
		18,969	(28,647)	4,324	(25,858)
Total comprehensive income/(loss) attributable to:					
Owners of the Company		18,839	(22,429)	1,712	(17,550)
Non-controlling interests		(11)	(82)	(367)	(108)
		18,828	(22,511)	1,345	(17,658)
Earnings/(Loss) per share attributable to the owners of the Company (sen):					
Basic and diluted	9	3.64	(5.47)	0.90	(4.93)

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

INTERIM FINANCIAL STATEMENTS

Condensed consolidated statement of financial position
for the fourth financial quarter ended 31 March 2025

	Note	31 March 2025 Unaudited RM'000	31 March 2024 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	10	132,053	134,486
Right-of-use assets	11	2,888	4,398
Goodwill	12	876	876
Other intangible assets	13	24,155	26,823
Financial assets at FVTOCI	15	15,847	16,791
Investment in associates		36,006	4,442
Deferred tax assets		1,746	949
		<u>213,571</u>	<u>188,765</u>
Current assets			
Inventories	14	71,348	82,915
Trade and other receivables		158,166	116,532
Contract assets		21,197	79,896
Financial assets at FVTPL	15	172	142
Financial assets at FVTOCI	15	35,901	36,716
Tax recoverable		6,633	6,690
Deposits, cash and bank balances	16	245,668	274,330
		<u>539,085</u>	<u>597,221</u>
Total assets		<u>752,656</u>	<u>785,986</u>
EQUITY AND LIABILITIES			
Equity attributable to the owners of the Company			
Share capital	17(a)	187,756	187,756
Treasury shares	17(a)	(38,747)	(38,539)
Foreign currency translation reserve		(11,693)	(8,791)
Property revaluation reserve		40,675	39,206
Fair value reserve		(220)	1,326
Retained earnings		316,352	319,486
		<u>494,123</u>	<u>500,444</u>
Non-controlling interests		578	945
Total equity		<u>494,701</u>	<u>501,389</u>
Non-current liabilities			
Loans and borrowings	18	3,232	136,050
Other payables		989	1,188
Deferred tax liabilities		5,975	7,368
		<u>10,196</u>	<u>144,606</u>
Current liabilities			
Loans and borrowings	18	199,916	70,675
Trade and other payables		47,347	68,754
Tax payable		496	562
		<u>247,759</u>	<u>139,991</u>
Total liabilities		<u>257,955</u>	<u>284,597</u>
Total equity and liabilities		<u>752,656</u>	<u>785,986</u>

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

INTERIM FINANCIAL STATEMENTS

Condensed consolidated statement of changes in equity
for the fourth financial quarter ended 31 March 2025

		Attributable to the owners of the Company							
		Non-Distributable				Distributable			
		Share capital	Foreign currency translation reserve	Property revaluation reserve	Fair value reserve	Treasury shares	Retained earnings	Non-controlling interests	
Note		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	Total RM'000
At 1 April 2023		187,756	(10,046)	36,595	(3,008)	(38,450)	354,367	-	527,214
Total comprehensive income/(loss)		-	1,255	2,611	4,334	-	(25,750)	(108)	(17,658)
Dividends	20	-	-	-	-	-	(9,131)	-	(9,131)
Share buy-backs	17(a)	-	-	-	-	(89)	-	-	(89)
Investment in a subsidiary	4	-	-	-	-	-	-	1,053	1,053
At 31 March 2024		187,756	(8,791)	39,206	1,326	(38,539)	319,486	945	501,389
At 1 April 2024		187,756	(8,791)	39,206	1,326	(38,539)	319,486	945	501,389
Total comprehensive (loss)/income		-	(2,902)	1,469	(1,546)	-	4,691	(367)	1,345
Dividends	20	-	-	-	-	-	(7,825)	-	(7,825)
Share buy-backs	17(a)	-	-	-	-	(208)	-	-	(208)
At 31 March 2025		187,756	(11,693)	40,675	(220)	(38,747)	316,352	578	494,701

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

INTERIM FINANCIAL STATEMENTS

Condensed consolidated statement of cash flows for the fourth financial quarter ended 31 March 2025

	Note	12 months ended	
		31 March 2025 Unaudited RM'000	31 March 2024 Audited RM'000
<u>Operating activities</u>			
Profit/(Loss) before tax		2,389	(25,698)
Adjustments for:			
Interest income		(8,123)	(8,360)
Finance costs		11,061	10,979
Gain on disposal of property, plant and equipment	10	(438)	(241)
Reversal of impairment loss on property, plant and equipment		-	(336)
Depreciation of property, plant and equipment		4,600	4,451
Depreciation of right-of-use assets		1,202	833
Other intangible assets written off		-	338
Amortisation of other intangible assets	13	3,511	3,511
Inventories written down	14	448	205
Reversal on inventories written down	14	(446)	(104)
Other receivables written off		-	4
Fair value gain on financial assets at FVTPL		(30)	(19)
Unrealised loss/(gain) on foreign exchange		13,052	(7,065)
Share of results of associates		(3,108)	10,840
Impairment loss on investment in an associate		-	14,742
Reversal of impairment loss on investment in an associate		(14,742)	-
Income derived from short-term investments		(798)	(309)
Dividend income from financial assets at FVTOCI		(876)	(600)
Dividend income from financial assets at FVTPL		(9)	(8)
Operating profit before working capital changes		7,693	3,163
Changes in working capital:			
Inventories		11,275	23,018
Trade and other receivables		(43,898)	(14,107)
Contract assets/liabilities		58,699	36,857
Trade and other payables		(18,013)	(5,813)
Cash from operations		15,756	43,118
Tax paid		(404)	(1,585)
Tax refunded		27	10
Net cash from operating activities		15,379	41,543
<u>Investing activities</u>			
Purchase of property, plant and equipment		(2,248)	(5,574)
Proceeds from disposal of property, plant and equipment		438	302
Acquisition of other intangible assets		(846)	(6,620)
Acquisition of an associate		(13,520)	(800)
Purchase of financial assets at FVTOCI		(1,919)	(3,045)
Dividend received from financial assets at FVTPL		9	8
Dividend received from financial assets at FVTOCI		876	600
Interest received		8,123	8,360
Income derived from short-term investments		798	309
Change in time deposits		6,403	3,165
Net cash used in investing activities		(1,886)	(3,295)
<u>Financing activities</u>			
Drawdown of other bank borrowings		66,664	69,013
Repayments of other bank borrowings		(69,234)	(62,709)
Repayments of lease liabilities		(1,353)	(806)
Interest paid		(11,001)	(10,980)
Dividends paid		(7,825)	(9,131)
Share buy-backs		(208)	(89)
Subscription of shares by non-controlling interest in a subsidiary		-	1,053
Net cash used in financing activities		(22,957)	(13,649)
Net change in cash and cash equivalents		(9,464)	24,599
Effect of foreign exchange rate changes		(12,431)	5,779
Cash and cash equivalents at beginning of financial year		250,032	219,654
Cash and cash equivalents at end of financial year	16	228,137	250,032

The condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

1 Corporate information

George Kent (Malaysia) Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad ("Bursa").

2 Basis of preparation

These condensed consolidated interim financial statements are unaudited and had been prepared in compliance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2024.

Adoption of New and Revised Malaysian Financial Reporting Standards

During the current financial period, the Group has adopted all the new and revised Standards and Interpretation issued by the Malaysian Accounting Standards Board ("MASB") that are relevant to their operations and effective for annual periods beginning on or after 1 January 2024 as follows:

- Amendments to MFRS 101: Presentation of Financial Statements – Non-current Liabilities with Covenants
- Amendments to MFRS 101: Presentation of Financial Statements: Classification of Liabilities as Current or Non-current

The adoption of the above Standards and Amendments did not result in significant changes in the accounting policies and have no significant effect on the financial position, results and disclosures in the financial statements of the Group in the period of initial application.

3 Changes in estimates

There were no changes in estimates that have had a material effect in the current interim results.

4 Changes in composition of the Group

On 17 February 2025, the Company incorporated a wholly owned subsidiary company, GK Supertech Sdn. Bhd. ("GK SuperTech"), in Malaysia, with an initial issued and fully paid up share capital of RM1.00. The principal business activity of GK Supertech is to operate as an intermediate holding company, with a focus on investing in the manufacturing and sale of semiconductor products, as well as the research, development, and commercialisation of artificial intelligence (AI) technologies.

Save for the above, there were no other changes in the composition of the Group during the current financial year.

5 Segment information

Segment information is presented in respect of the Group's operating segments. The activities within each of these segments are explained below:

(a) Engineering

Engineering comprises mainly revenue derived from the execution of construction contracts.

(b) Metering

Metering comprises mainly revenue derived from the production, marketing and trading of water related product and services.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

Explanatory notes pursuant to MFRS 134
for the fourth financial quarter ended 31 March 2025

5 Segment information (continued)

	Engineering RM'000	Metering RM'000	Others RM'000	Adjustments and eliminations RM'000	Per condensed consolidated and financial statements RM'000
<u>Current quarter</u>					
3 months period ended 31 March 2025					
Revenue:					
External customers	6,603	31,525	-	-	38,128
Results:					
Interest income	9	291	517	805	1,622
Depreciation and amortisation	24	2,060	-	291	2,375
Share of results of associates	(3)	-	7,040	-	7,037
Segment (loss)/profit (Note A)	(757)	5,663	22,135	(7,203)	19,838
3 months period ended 31 March 2024					
Revenue:					
External customers	(4,130)	34,785	-	-	30,655
Results:					
Interest income	5	346	868	1,153	2,372
Depreciation and amortisation	27	3,351	-	262	3,640
Share of results of associates	7	-	(3,247)	-	(3,240)
Segment (loss)/profit (Note A)	(7,980)	1,597	(17,521)	(5,752)	(29,656)
<u>Cumulative quarter</u>					
12 months period ended 31 March 2025					
Revenue:					
External customers	13,667	124,195	-	-	137,862
Results:					
Interest income	31	1,386	2,899	3,807	8,123
Depreciation and amortisation	98	8,081	-	1,134	9,313
Share of results of associates	32	-	3,076	-	3,108
Segment (loss)/profit (Note A)	(3,726)	19,213	15,817	(28,915)	2,389
12 months period ended 31 March 2024					
Revenue:					
External customers	2,621	131,827	-	-	134,448
Results:					
Interest income	23	973	3,173	4,191	8,360
Depreciation and amortisation	107	7,683	-	1,005	8,795
Share of results of associates	52	-	(10,892)	-	(10,840)
Segment (loss)/profit (Note A)	(9,344)	20,490	(19,089)	(17,755)	(25,698)

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

5 Segment information (continued)

Note A

The following items are deducted from segment (loss)/profit to arrive at "Profit/(Loss) before tax" presented in the consolidated statement of profit or loss and other comprehensive income:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31 March 2025 RM'000	31 March 2024 RM'000	31 March 2025 RM'000	31 March 2024 RM'000
Interest income	805	1,153	3,807	4,191
Other gains/(losses)	592	1,548	(3,709)	5,382
Finance costs	(2,739)	(2,934)	(11,061)	(10,979)
Employees benefits expenses	(3,975)	(3,626)	(12,522)	(11,421)
Other unallocated corporate expenses	(1,886)	(1,893)	(5,430)	(4,928)
	<u>(7,203)</u>	<u>(5,752)</u>	<u>(28,915)</u>	<u>(17,755)</u>

Engineering division

Revenue of RM6.61 million for the quarter ended 31 March 2025 was mainly derived from new projects. Segment loss was RM0.76 million for the current quarter ended 31 March 2025 as compared to RM7.98 million for the corresponding quarter in 2024. In the corresponding quarter, an adjustment was recorded for variation work claims of RM5.04 million due to prolonged unresolved disputes and unforeseen additional costs of RM1.49 million incurred for the same project.

Revenue of RM13.67 million for the financial year ended 31 March 2025 was higher as compared to RM2.62 million for the financial year ended 31 March 2024. Segment loss was RM3.73 million for the financial year ended 31 March 2025 as compared to RM9.34 million for the financial year ended 31 March 2024. In the corresponding financial year, an adjustment of variation work claims of RM5.04 million was recorded due to prolonged unresolved disputes and unforeseen additional costs of RM1.49 million incurred for the same project.

Metering division

Revenue of RM31.53 million for the quarter ended 31 March 2025 was 9% higher as compared to RM34.79 million for the corresponding quarter in 2024. Segment profit of RM5.66 million for the current quarter ended 31 March 2025 was higher as compared to RM1.60 million for the corresponding quarter in 2024.

Revenue of RM124.20 million for the financial year ended 31 March 2025 was 6% lower as compared to RM131.83 million for the financial year ended 31 March 2024 mainly attributed to lower local sales. Segment profit of RM19.21 million for the financial year ended 31 March 2025 was 6% lower as compared to RM20.49 million for the financial year ended 31 March 2024 mainly due to the lower revenue.

Consolidated revenue

The Group mainly derives its revenue from Malaysia and other ASEAN countries. Its core businesses are centred in the water industry and engineering works. The main factors which have affected the Group's revenue have been stated above.

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

5 Segment information (continued)

Consolidated profit/(loss) before tax

The Group reported profit before tax of RM19.84 million in the current quarter (31 March 2024: loss of RM29.66 million). Change in fair value of property, plant and equipment of an associate resulted in reversal of impairment loss totalling RM22.88 million (31 March 2024: loss of RM16.74 million). The change in fair value is reflected under Other gains RM14.74 million (31 March 2024: loss of RM14.74 million) and share of results of an associate of RM8.14 million (31 March 2024: loss of RM2.00 million)

The Group reported profit before tax of RM2.39 million in the financial year ended 31 March 2025 (31 March 2024: loss of RM25.7 million). Change in fair value of property, plant and equipment of an associate resulted in reversal of impairment loss totalling RM22.88 million (31 March 2024: loss of RM19.97 million). The change in fair value is reflected under Other gains RM14.74 million (31 March 2024: loss of RM14.74 million) and share of results of an associate of RM8.14 million (31 March 2024: loss of RM5.23 million). The other gains was partially offset by the unrealised loss on foreign exchange of RM13.05 million (31 March 2024: gain of RM7.07 million) on foreign currencies held.

6 Seasonality of operations

The Group's performance was not affected by any significant seasonal or cyclical factors.

7 Profit/(Loss) before tax

Included in the profit/(loss) before tax are the following items:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024
	RM'000	RM'000	RM'000	RM'000
Interest income from:				
- deposits with licensed banks	(1,620)	(2,119)	(7,550)	(7,591)
- financial assets at FVTOCI	(2)	(253)	(573)	(769)
Impairment loss on investment in an associate	-	14,742	-	14,742
Reversal of impairment loss on investment in an associate	(14,742)	-	(14,742)	-
(Gain)/Loss on foreign exchange:				
- realised	(274)	(799)	1,377	(2,102)
- unrealised	1,113	(1,718)	13,052	(7,065)

Explanatory notes pursuant to MFRS 134
for the fourth financial quarter ended 31 March 2025

8 Tax expense/(income)

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024
	RM'000	RM'000	RM'000	RM'000
Current Tax:				
Malaysian tax	-	(1,028)	-	-
Foreign tax	391	261	408	614
	<u>391</u>	<u>(767)</u>	<u>408</u>	<u>614</u>
Overprovision in prior years:				
Malaysian tax	-	-	-	(140)
Foreign tax	(153)	-	(153)	(74)
	<u>238</u>	<u>(767)</u>	<u>255</u>	<u>400</u>
Deferred tax	631	(242)	(2,190)	(240)
	<u>869</u>	<u>(1,009)</u>	<u>(1,935)</u>	<u>160</u>

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

The effective tax rate (excluding the results of associates which are equity accounted net of tax) for the current financial year is higher than the statutory tax rate mainly due to a change in fair value of property, plant and equipment of an associate that is non-taxable.

The corresponding financial year ended with a loss before tax of RM25.70 million. Tax expenses is RM160,000. The significant variance as compared to the statutory tax rate of 24% is mainly due to non-tax deductibility of impairment loss and interest restriction on interest incurred for the sukuk bond.

9 Earnings/(Loss) Per Share

Basic earnings/(loss) per share amounts are calculated by dividing profit for the period, net of tax attributable to owners by the number of ordinary shares outstanding during the period.

Diluted earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period, net of tax attributable to owners by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit and share data used in the computation of earnings/(loss) per share:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024
Profit/(Loss) attributable to the owners used in computation of earnings/(loss) per share (RM'000)	<u>18,980</u>	<u>(28,565)</u>	<u>4,691</u>	<u>(25,750)</u>
Weighted average number of ordinary shares (excluding treasury shares) for earnings/(loss) per share computation ('000)	<u>521,288</u>	<u>521,759</u>	<u>521,607</u>	<u>521,799</u>
Basic/Diluted earnings/(loss) per share (sen)	<u>3.64</u>	<u>(5.47)</u>	<u>0.90</u>	<u>(4.93)</u>

The basic and diluted earnings/(loss) per share are the same as the Company has no dilutive potential ordinary shares.

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

10 Property, plant and equipment

Acquisitions and disposals

During the financial year ended 31 March 2025, the Group acquired assets at a cost of RM2.63 million (31 March 2024: RM7.11 million).

Assets with carrying amount of Nil (31 March 2024: RM61,000) were disposed of by the Group during the financial year ended 31 March 2025, resulting in a gain on disposal of RM438,000 (31 March 2024: RM241,000), recognised in profit or loss.

11 Right-of-use assets

Additions and termination

There were no additions and termination of lease contracts during the current financial year.

12 Goodwill

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any. Impairment is assessed annually and whenever there is an indication that the goodwill may be impaired.

13 Other intangible assets

	Computer software RM'000	License RM'000	Product development costs RM'000	Total RM'000
Cost:				
At 1 April 2024	1,017	12,061	22,832	35,910
Additions	190	-	656	846
Exchange differences	(4)	-	-	(4)
At 31 March 2025	1,203	12,061	23,488	36,752
Accumulated amortisation:				
At 1 April 2024	863	4,395	3,829	9,087
Amortisation	80	1,227	2,204	3,511
Exchange differences	(1)	-	-	(1)
At 31 March 2025	942	5,622	6,033	12,597
Carrying amount:				
At 1 April 2024	154	7,666	19,003	26,823
At 31 March 2025	261	6,439	17,455	24,155

Computer software

Computer software is stated at cost less any accumulated impairment losses and are amortised on a straight-line basis over the estimated economic useful lives at the annual rate of 20%. The amortisation of computer software is recognised in profit or loss.

License

The license, considered to have a finite useful lives, is stated at cost less any accumulated impairment losses and is amortised using the straight-line basis from the later of commencement of the contract to which it relates or when the related machinery and equipment are ready for their intended use over the period of its expected benefit not exceeding 10 years.

Product development costs

Product development costs relate to costs incurred in the development of new products which have finite useful lives are stated at cost less any accumulated impairment losses and are amortised over the period of expected benefit not exceeding 10 years on a straight-line basis. The amortisation of product development costs is recognised in profit or loss.

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

14 Inventories

During the financial year ended 31 March 2025, the Group recognised the inventories written down of RM448,000 (31 March 2024: RM205,000) and reversal of inventories written down of RM446,000 (31 March 2024: RM104,000) in profit or loss.

15 Fair value hierarchy

The Group used the following hierarchy for determining the fair value of all instruments carried at fair value:

- Level 1 - Quoted price (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Input that are based on observable market data
- Level 3 - Input that are not based on observable market data

As at the reporting date, the Group held the following assets that are measured at fair value:

	Total	Level 1	Level 2	Level 3
	RM'000	RM'000	RM'000	RM'000
At 31 March 2025				
Financial assets at FVTPL:				
- Quoted equity securities	172	172	-	-
Financial assets at FVTOCI:				
- Quoted bonds	17,872	17,872	-	-
- Quoted equity securities	18,029	18,029	-	-
- Unquoted equity securities	15,847	-	-	15,847
Non-financial assets:				
- Freehold land	91,350	-	-	91,350
- Buildings on freehold land	18,526	-	-	18,526
- Long-term leasehold land	993	-	-	993
- Building on long-term leasehold land	718	-	-	718
- Leased buildings	2,578	-	-	2,578
At 31 March 2024				
Financial assets at FVTPL:				
- Quoted equity securities	142	142	-	-
Financial assets at FVTOCI:				
- Quoted bonds	17,703	17,703	-	-
- Quoted equity securities	19,013	19,013	-	-
- Unquoted equity securities	16,791	-	-	16,791
Non-financial assets:				
- Freehold land	91,350	-	-	91,350
- Building on freehold land	19,050	-	-	19,050
- Long-term leasehold land	1,168	-	-	1,168
- Building on long-term leasehold land	882	-	-	882
- Leased buildings	3,984	-	-	3,984

16 Deposits, cash and bank balances

	31 March	31 March
	2025	2024
	RM'000	RM'000
Deposits with licensed banks	163,275	180,844
Cash and bank balances	76,806	71,242
Short-term investment	5,587	22,244
Deposits, cash and bank balances	245,668	274,330
Less: time deposits	(17,531)	(24,148)
Less: bank overdraft	-	(150)
Cash and cash equivalents	228,137	250,032

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

17 Debt and Equity Securities

(a) Share capital and treasury shares

At the 73rd AGM of the Company held on 24 September 2024, shareholders' approval was obtained for the Share Buy-Back scheme to be renewed from 24 September 2024 until the conclusion of the next AGM of the Company to be convened in 2025.

As at 31 March 2025, the Company repurchased a total of 42,052,700 of its shares from the open market for a total consideration of RM38,746,659. Subsequent to 31 March 2025 and up to the date of this report, a total of 140,000 shares were repurchased from the open market for a total consideration of RM43,835. All these repurchased shares are held as treasury shares in accordance with Section 127 of the Companies Act, 2016 and no treasury shares have been cancelled or resold to date. The repurchases of these shares were financed by internally generated funds.

(b) Bond payables

Status of Sukuk Wakalah Programme

On 26 March 2021, the Company announced that it has completed its inaugural issuance of the Islamic Medium Term Notes (iMTN) of RM132.00 million in nominal value under the iMTN Programme with the periodic distribution rate of 5.5% p.a.. The tenure of the iMTN is 5 years. It is rated A+/S (stable) by Malaysian Rating Corporation Berhad.

The cumulative drawdown of the facility at the end of the reporting period are as follows:

Date of drawdown	Amount of drawdown RM'000	Repayment RM'000	Amount outstanding RM'000
26 March 2021	132,000	-	132,000

Save for the above, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial year.

18 Loans and borrowings

	31 March 2025 RM'000	31 March 2024 RM'000
Short-term borrowings		
Secured:		
Revolving credits	43,477	55,763
Bankers' acceptances	16,356	13,253
Invoice Financing	6,834	-
Lease liabilities	366	284
	<u>67,033</u>	<u>69,300</u>
Unsecured:		
Bank overdraft	-	150
Bond	131,804	99
Lease liabilities	1,079	1,126
	<u>199,916</u>	<u>70,675</u>
Long-term borrowings		
Secured:		
Lease liabilities	1,165	1,159
Unsecured:		
Bond	-	131,488
Lease liabilities	2,067	3,403
	<u>3,232</u>	<u>136,050</u>
	<u>203,148</u>	<u>206,725</u>

Explanatory notes pursuant to MFRS 134 for the fourth financial quarter ended 31 March 2025

19 Provisions for costs of restructuring

Not applicable.

20 Dividend

The Board of Directors has declared a second interim dividend of 0.75 sen per share for FY2025 (FY2024: 0.75 sen per share), payable on 1 July 2025 to shareholders whose names appear in the Record of Depositors on 10 June 2025, being the Book Closure Date ("BCD").

On the assumption that as announced to date, the treasury shares of 42,192,700 (which are not entitled to dividends), remained the same as at BCD, the dividend pay-out on 521,076,365 shares will amount to approximately RM3.908 million (FY2024: RM3.913 million on 521,759,065 shares).

The Board of Directors declared a first interim dividend of 0.75 sen per share (FY2024: 0.75 sen per share) on 28 November 2024 paid on 24 December 2024 which amounted to RM3.912 million on 521,559,065 shares (FY2024: RM3.913 million on 521,759,065 shares).

In Ringgit term, the two interim dividends will total RM7.820 million (FY2024: RM7.826 million) for the financial year ended 31 March 2025.

21 Commitments

Capital expenditure as at the reporting date is as follows:

	31 March 2025 RM'000	31 March 2024 RM'000
Approved and contracted for:		
Property, plant and equipment	139	791
Approved but not contracted for:		
Property, plant and equipment	231	231

22 Contingencies

On 17 March 2025, OCK Setia Engineering Sdn Bhd ("OCK") served on the Company a Notice of Arbitration for a claim of RM3.1 million for sums allegedly due to it under its sub-contract electrical services for the Hospital Putrajaya Project, wherein the Company is the main contractor.

The Company denies the entire claim and has on 16 April 2025 served on OCK its Response to the Notice of Arbitration. The appointment of the Arbitrator is pending.

Save for the above, there were no other material contingent liabilities or contingent assets.

23 Provision of Financial Assistance

There were no material provision of financial assistance as at the date of this report.

24 Related party transactions

The Group had the following transactions with related parties during the financial year ended 31 March:

	Cumulative quarter 12 months ended	
	31 March 2025 RM'000	31 March 2024 RM'000
Related companies: *		
Construction of a manufacturing plant	13,667	7,424

* Related companies are companies within the Johan Holdings Berhad group.

25 Events after the reporting period

There were no material event subsequent to the end of current financial year.

**Explanatory notes pursuant to Bursa Malaysia Listing Requirements:
Chapter 9, Appendix 9B, Part A
for the fourth financial quarter ended 31 March 2025**

26 Performance review

	Current quarter 3 months ended			Cumulative quarter 12 months ended		
	31 March 2025 RM'000	31 March 2024 RM'000	Changes %	31 March 2025 RM'000	31 March 2024 RM'000	Changes %
Revenue	38,128	30,655	+ 24	137,862	134,448	+ 3
Profit/(Loss) before tax	19,838	(29,656)	+ 167	2,389	(25,698)	+ 109
Profit/(Loss) after tax	18,969	(28,647)	+ 166	4,324	(25,858)	+ 117

Explanatory comment on the performance of each of the Group's business activities is provided in Note 5.

27 Comment on material change in profit before tax

	Current quarter 3 months ended 31 March 2025 RM'000	Preceding quarter 3 months ended 30 December 2024 RM'000	Changes %
Revenue	38,128	39,634	- 4
Profit before tax	19,838	7,175	+ 176
Profit after tax	18,969	6,561	+ 189

The change in the profit before tax of +176% mainly attributed to change in fair value of property, plant and equipment of an associate.

28 Commentary on prospects

As we close the financial year ended 31 March 2025, the Group recorded a cumulative revenue of RM137.86 million for the 12-month period, marking steady progress in line with our strategic priorities. We remained focus on expanding into new markets, driving innovation across our business segments, and strengthening our regional footprint to support long-term sustainable growth.

The Metering Division continues to perform robustly, supported by healthy domestic demand and growing traction in key international markets. We are entering the Latin America market with strong momentum, leveraging the region's increasing focus on smart infrastructure and efficient water management.

At the same time, we are mindful of rising global trade tensions, particularly renewed discussions around trade restrictions and tariffs on imported goods. While such developments may disrupt global supply chains and trade flows, we are not significantly impacted. Our strategy to expand into multiple regions – including Southeast Asia and Latin America, has helped us build a resilient business model and maintain steady momentum despite external uncertainties.

Technology remains a key driver of our long-term growth strategy. During the quarter, we made significant strides with the establishment of GK SUPERTECH SDN BHD (GK SuperTech), our wholly-owned subsidiary. This marks a milestone in consolidating our High-Technology and Artificial Intelligence (AI) initiatives. With 11 years of Automated Meter Reading (AMR) expertise, we are now advancing our innovation roadmap. GK SuperTech will leverage AI and advanced technologies to enhance connectivity and efficiency across industries including telecommunications, metering solutions and other applications. With substantial investments in both financial resources and a dedicated team, we are accelerating our high-tech growth strategy while creating new revenue streams in emerging industries.

**Explanatory notes pursuant to Bursa Malaysia Listing Requirements:
Chapter 9, Appendix 9B, Part A
for the fourth financial quarter ended 31 March 2025**

28 Commentary on prospects (continued)

In the Engineering Division, we remain optimistic about the outlook. Our team continues to actively pursue opportunities in the rail and water infrastructure sectors. Our strong track record and execution capabilities continue to position us well for future wins.

As we look ahead to the new financial year, we remained focused on executing our growth strategy, scaling technological innovation, and delivering sustainable value to all stakeholders.

29 Commentary on progress to achieve revenue or profit estimate, forecast, projection or internal targets

Not applicable.

30 Statement by directors on achievability of revenue or profit estimate, forecast, projection or internal targets

Not applicable.

31 Profit forecast or profit guarantee

Not applicable.

32 Corporate proposals

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

33 Changes in material litigation

There was no outstanding material litigation as at the date of this report.

34 Dividend payable

Please refer to Note 20 for details.

35 Derivative financial instruments

The Group did not enter into any derivatives during the current financial year.

36 Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have gains/losses arising from fair value changes of financial liabilities (other than derivative financial instruments) as at 31 March 2025 and 31 March 2024.

37 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2024 was not qualified.

38 Authorised for issue

These condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 19 May 2025.