

VERSALINK HOLDINGS LIMITED
(Incorporated in Singapore on 21 April 2014)
(Registration No: 201411394N)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS AND FULL YEAR ENDED 29 FEBRUARY 2024 (UNAUDITED)

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Group					
		Unaudited	Unaudited	Increase/ (Decrease)	Unaudited	Audited	Increase/ (Decrease)
		6 months ended 29 Feb 2024	6 months ended 28 Feb 2023		12 months ended 29 Feb 2024	12 months ended 28 Feb 2023	
RM'000	RM'000	+ / (-) %	RM'000	RM'000	+ / (-) %		
Revenue	4	18,174	20,813	(12.7)	37,724	44,837	(15.9)
Cost of sales		(15,819)	(16,049)	(1.4)	(31,525)	(33,321)	(5.4)
Gross profit		2,355	4,764	(50.6)	6,199	11,516	(46.2)
Interest income		116	183	(36.6)	208	264	(21.2)
Other income and gains		2,550	19,707	(87.1)	2,576	20,064	(87.2)
Marketing and distribution expenses		(2,908)	(1,837)	58.3	(4,693)	(3,711)	26.5
Administrative expenses		(4,269)	(5,230)	(18.4)	(7,856)	(8,515)	(7.7)
Other losses		(140)	(3,314)	(95.8)	(346)	(3,321)	(89.6)
Finance costs		(146)	(153)	(4.6)	(326)	(214)	52.3
(Loss) / Profit before income tax	6	(2,442)	14,120	nm*	(4,238)	16,083	nm*
Income tax credit/(expenses)	7	196	(286)	nm*	196	(286)	nm*
(Loss) / Profit, net of income tax		(2,246)	13,834	nm*	(4,042)	15,797	nm*
Other comprehensive (loss) / income:							
Items that may be reclassified subsequently to profit or loss:							
Exchange differences on translating of							
foreign operations, net of income tax							
		-	-	-	(11)	-	nm*
Total comprehensive (loss) / income for the period/year		(2,246)	13,834	nm*	(4,053)	15,797	nm*
(Loss) / Profit, net of tax attributable to:							
Owners of the Company							
		(2,246)	13,834	nm*	(4,053)	15,797	nm*
Non-controlling interest							
		-	-	-	-	-	-
(Loss) / Profit, net of tax		(2,246)	13,834	nm*	(4,053)	15,797	nm*
Total comprehensive (loss) / income for the period/year attributable to:							
Owners of the Company							
		(2,246)	13,834	nm*	(4,053)	15,797	nm*
Non-controlling interest							
		-	-	-	-	-	-
Total comprehensive (loss) / income for the period/year		(2,246)	13,834	nm*	(4,053)	15,797	nm*
(Loss) / Earnings per share attributable to the owners of the Company (Sen Ringgit Malaysia)							
Basic (1) and diluted (2)							
		(1.66)	10.25		(3.00)	11.70	

*nm denotes not meaningful

Notes:

(1) Computed based on earnings/(loss) attributable to the owners of the Company for the respective financial periods/years divided by the weighted average number of ordinary shares in issue during the respective financial periods/years.

(2) As there are no dilutive potential ordinary shares that were outstanding during the respective financial periods/years, the diluted (loss) / earnings per share is the same as the basic (loss) / earnings per share.

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B. Condensed Interim Consolidated Statements of Financial Position as at 29 February 2024

	Note	Group		Company	
		Unaudited 29.02.2024 RM'000	Audited 28.02.2023 RM'000	Unaudited 29.02.2024 RM'000	Audited 28.02.2023 RM'000
ASSETS					
<u>Non-current assets</u>					
Plant and equipment	9	6,501	8,101	-	-
Right-of-use assets	10	1,858	2,919	-	-
Intangible asset	11	-	-	-	-
Investment in subsidiaries		-	-	15,903	26,625
Total non-current assets		8,359	11,020	15,903	26,625
<u>Current assets</u>					
Inventories		5,525	8,622	-	-
Trade and other receivables, current		4,301	4,529	10,777	15,737
Other non-financial assets, current		1,964	3,002	37	31
Cash and cash equivalents		16,880	25,415	439	3,765
Total current assets		28,670	41,568	11,253	19,533
Total assets		37,029	52,588	27,156	46,158
EQUITY AND LIABILITIES					
<u>Equity</u>					
Share capital	12	36,435	36,435	36,435	36,435
(Accumulated losses)/Retained earnings		(12,543)	(8,501)	(10,111)	1,245
Foreign currency translation reserves		(3)	8	-	-
Total equity		23,889	27,942	26,324	37,680
<u>Non-current liabilities</u>					
Deferred tax liabilities		83	400	-	-
Lease liabilities, arising from right-of-use assets, non-current		2,024	4,551	-	-
Total non-current liabilities		2,107	4,951	-	-
<u>Current liabilities</u>					
Income tax payable		40	10	-	1
Provisions		1,680	1,680	-	-
Trade and other payables, current		6,293	14,673	832	8,477
Other financial liabilities, current	13	492	924	-	-
Lease liabilities, arising from right-of-use assets, current		2,528	2,408	-	-
Total current liabilities		11,033	19,695	832	8,478
Total liabilities		13,140	24,646	832	8,478
Total equity and liabilities		37,029	52,588	27,156	46,158

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C. Condensed Interim Consolidated Statements of Changes In Equity

<u>Group</u>	Share Capital RM'000	Foreign Currency Translation Reserve RM'000	Accumulated Losses RM'000	Non- controlling Interests RM'000	Total Equity RM'000
Balance at 1 March 2023 (Audited)	36,435	8	(8,501)	-	27,942
Loss for the financial year	-	-	(4,042)	-	(4,042)
Exchange differences on translation foreign operations	-	(11)	-	-	(11)
Total comprehensive loss for the year	-	(11)	(4,042)	-	(4,053)
Balance at 29 February 2024 (Unaudited)	36,435	(3)	(12,543)	-	23,889
Balance at 1 March 2022 (Audited)	62,513	8	(16,215)	-	46,306
Capital reduction via cash distribution	(26,078)	-	-	-	(26,078)
Profit for the financial year	-	-	15,797	-	15,797
Total comprehensive income for the year	-	-	15,797	-	15,797
Dividends payable	-	-	(8,083)	-	(8,083)
Balance at 28 February 2023 (Audited)	36,435	8	(8,501)	-	27,942
<u>Company</u>				(Accumulated Losses)/ Retained Earnings RM'000	Total Equity RM'000
Balance at 1 March 2023 (Audited)			36,435	1,245	37,680
Total comprehensive loss for the year			-	(11,356)	(11,356)
Balance at 29 February 2024 (Unaudited)			36,435	(10,111)	26,324
Balance at 1 March 2022 (Audited)			62,513	1,137	63,650
Capital reduction via cash distribution			(26,078)	-	(26,078)
Total comprehensive income for the year			-	8,191	8,191
Dividends payable			-	(8,083)	(8,083)
Balance at 28 February 2023 (Audited)			36,435	1,245	37,680

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D. Condensed Interim Consolidated Statement of Cash Flows

	Group	
	Unaudited 12 months ended 29 Feb 2024 RM'000	Audited 12 months ended 28 Feb 2023 RM'000
<u>Cash flows from operating activities</u>		
(Loss)/Profit before tax	(4,238)	16,083
Adjustments for:		
Allowance for impairment on other receivables due from an associate		
- (reversal) loss	-	(585)
Depreciation of property, plant and equipment	1,607	1,977
Depreciation of right-of-use assets	1,061	265
Gain on disposal of plant and equipment	(36)	(59)
Gain arising from sale and leaseback transaction	-	(19,154)
Interest income	(208)	(264)
Interest expenses	326	214
Plant and equipment written off	-	1,758
Operating cash flows before changes in working capital	(1,488)	235
Inventories	3,096	4,497
Trade and other receivables	228	670
Other non-financial assets	1,079	(1,726)
Other financial assets	(2,800)	-
Provisions	-	840
Trade and other payables	(297)	(267)
Net cash flows from operations	(182)	4,249
Income taxes (paid)/refunded	(137)	217
Net cash flows (used in)/from operating activities	(319)	4,466
<u>Cash flows from/(used in) investing activities</u>		
Purchase of plant and equipment	(61)	(468)
Proceeds from disposal of property, plant and equipment	90	40,060
Repayment from associate	-	1,561
Interest received	208	211
Net cash flows from investing activities	237	41,364
<u>Cash flows used in financing activities</u>		
Decrease in other financial liabilities	(458)	(2,583)
Interest paid	(326)	(129)
Lease liabilities	(2,382)	(675)
Payment of interim dividend	(8,083)	-
Capital reduction	-	(26,078)
Decrease in cash restricted in use	(97)	(18)
Net cash flows used in financing activities	(11,346)	(29,483)
Net (decrease)/increase in cash and cash equivalents	(11,428)	16,347
Cash and cash equivalents, statement of cash flows, beginning balance	24,421	8,074
Cash and cash equivalents, statement of cash flows, ending balance (Note A)	12,993	24,421

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Note A:

	Group	
	Unaudited 12 months ended 29 Feb 2024 RM'000	Audited 12 months ended 28 Feb 2023 RM'000
Cash and bank balances at end of the year	16,880	25,415
Cash pledged for bank facilities	(3,887)	(994)
Cash and cash equivalents as disclosed in consolidated statement of cash flow	<u>12,993</u>	<u>24,421</u>

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E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate information

Versalink Holdings Limited (the "Company") is incorporated in Singapore with limited liability. The Company is listed on the Catalyst board of the Singapore Exchange Securities Trading Limited on 24 September 2014.

The board of directors approved and authorised these condensed interim consolidated financial statements for issue on the date of this announcement. The directors have the power to amend and reissue the financial statements.

These condensed interim consolidated financial statements as at and for the six months and full year ended 29 February 2024 comprise the Company and its subsidiaries (the "Group").

The principal activities of the Company are those of an investment holding company and the provision of management services.

The principal activities of the subsidiaries are manufacturing, marketing and sale of system furniture and other furniture related products.

The financial information contained in this announcement has neither been audited nor reviewed by the Company's auditors.

The latest audited annual consolidated financial statements of the Group for the year ended 28 February 2023 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the Company's auditors.

The condensed interim consolidated financial statements are presented in Ringgit Malaysia ("RM") and all financial information have been rounded to the nearest thousand (RM'000), except when otherwise stated.

Uncertainties relating to the COVID-19 pandemic

Management has considered the current economic conditions caused by the Covid-19 pandemic, commodities inflation, as well as the war in Ukraine at the end of the reporting year and reviewed the probable impact and plausible downside scenarios. No material uncertainties were identified in connection with the reporting entity's ability to continue in operational existence for the near future.

2. Basis of preparation

The condensed interim consolidated financial statements for the six months and full year ended 29 February 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)s") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last condensed interim consolidated financial statements for the six months ended 31 August 2023.

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2. Basis of preparation (Continued)

The accounting policies and methods of computation adopted are consistent with those adopted by the Company in its most recently audited annual consolidated financial statements for the year ended 28 February 2023, which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1 below.

Accounting convention

The condensed interim consolidated financial statements are prepared on a going concern basis under the historical cost convention except where a financial reporting standard requires an alternative treatment (such as fair values) as disclosed where appropriate in these financial statements. The accounting policies in the financial reporting standards may not be applied when the effect of applying them is not material. The disclosures required by financial reporting standards may not be provided if the information resulting from that disclosure is not material.

2.1 New and amended standards adopted by the Group

Other than the adoption of the new and amended standards from prior reporting year, there were no changes in accounting policies and methods of computation adopted in the condensed interim consolidated financial statements as compared to the most recently audited annual consolidated financial statements for the year ended 28 February 2023, which were in accordance with SFRS(I)s. These applicable new and amended standards did not require any significant modification of the measurement methods or the presentation in the financial statements.

2.2 Critical judgements, assumptions and estimation uncertainties

These estimates and assumptions are periodically monitored to ensure they incorporate all relevant information available at the date when financial statements are prepared. However, this does not prevent actual figures differing from estimates. The nature and the carrying amount of such significant assets and liabilities are disclosed with further details in the relevant Notes to these condensed interim consolidated financial statements.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited annual consolidated financial statements as at and for the year ended 28 February 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3 Seasonal operations

The Group's business are not affected significantly by seasonal or cyclical factors during the financial year.

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4. Segment and revenue information

The Group is organised into the following major business segments:

- (i) Domestic sales segment ("Domestic") - sales of office furniture derived from local market; and
- (ii) Export sales segment ("Export") - sales of office furniture to countries overseas.

These operating segments are reported in manner consistent with internal reporting provided to the operating decision maker who are responsible for allocating resources and assessing performance of the operating segments.

4.1 Reportable segments

	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000	
1 September 2023 to 29 February 2024				
Revenue by segment				
Total revenue by segment	16,929	4,050	20,979	
Inter-segment sales	(2,805)	-	(2,805)	
Total revenue	14,124	4,050	18,174	
Cost of sales by segment				
Total cost of sales by segment	(16,001)	(2,624)	(18,625)	
Inter-segment cost of sales	2,806	-	2,806	
Total cost of sales	(13,195)	(2,624)	(15,819)	
Gross profit	929	1,426	2,355	
Recurring LBITDA				
Interest income			(1,085)	
Finance costs			116	
Depreciation and amortisation			(146)	
Loss before tax			(1,327)	
Income tax credit			(2,442)	
Loss, net of tax			196	
			(2,246)	
Segment assets				
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Unallocated RM'000	Unaudited Group RM'000
Total assets for reportable segments	33,754	9,140	27,158	70,052
Elimination of inter-segment receivables	(6,338)	-	(26,685)	(33,023)
Total group assets	27,416	9,140	473	37,029
Segment liabilities				
Total liabilities for reportable segments	19,088	10,304	1,019	30,411
Elimination of inter-segment payables	(9,415)	(7,760)	(179)	(17,354)
Unallocated:				
Deferred tax liabilities	-	-	83	83
Total group liabilities	9,673	2,544	923	13,140

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4.1 Reportable segments (continued)

	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000	
1 September 2022 to 28 February 2023				
Revenue by segment				
Total revenue by segment	18,479	5,950	24,429	
Inter-segment sales	(3,616)	-	(3,616)	
Total revenue	<u>14,863</u>	<u>5,950</u>	<u>20,813</u>	
Cost of sales by segment				
Total cost of sales by segment	(15,400)	(4,297)	(19,697)	
Inter-segment cost of sales	3,648	-	3,648	
Total cost of sales	<u>(11,752)</u>	<u>(4,297)</u>	<u>(16,049)</u>	
Gross profit	<u>3,111</u>	<u>1,653</u>	<u>4,764</u>	
Recurring EBITDA				
			15,236	
Interest income			183	
Finance costs			(153)	
Depreciation and amortisation			(1,146)	
Profit before tax			<u>14,120</u>	
Income tax expenses			(286)	
Profit, net of tax			<u>13,834</u>	
Segment assets				
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Unallocated RM'000	Unaudited Group RM'000
Total assets for reportable segments	41,060	8,980	58,859	108,899
Elimination of inter-segment receivables	(1,247)	(2)	(55,062)	(56,311)
Total group assets	<u>39,813</u>	<u>8,978</u>	<u>3,797</u>	<u>52,588</u>
Segment liabilities				
Total liabilities for reportable segments	22,083	10,664	8,639	41,386
Elimination of inter-segment payables	(9,704)	(7,281)	(155)	(17,140)
Unallocated:				
Deferred tax liabilities	-	-	400	400
Total group liabilities	<u>12,379</u>	<u>3,383</u>	<u>8,884</u>	<u>24,646</u>

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4.1 Reportable segments (continued)

	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000	
1 March 2023 to 29 February 2024				
Revenue by segment				
Total revenue by segment	34,036	8,511	42,547	
Inter-segment sales	(4,823)	-	(4,823)	
Total revenue	<u>29,213</u>	<u>8,511</u>	<u>37,724</u>	
Cost of sales by segment				
Total cost of sales by segment	(30,555)	(5,794)	(36,349)	
Inter-segment cost of sales	4,824	-	4,824	
Total cost of sales	<u>(25,731)</u>	<u>(5,794)</u>	<u>(31,525)</u>	
Gross profit	<u>3,482</u>	<u>2,717</u>	<u>6,199</u>	
Recurring LBITDA				
Interest income			(1,451)	
Finance costs			208	
Depreciation and amortisation			(326)	
Loss before tax			(2,669)	
Income tax credit			(4,238)	
Loss, net of tax			<u>196</u>	
			<u>(4,042)</u>	
Segment assets				
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Unallocated RM'000	Unaudited Group RM'000
Total assets for reportable segments	33,754	9,140	27,158	70,052
Elimination of inter-segment receivables	(6,338)	-	(26,685)	(33,023)
Total group assets	<u>27,416</u>	<u>9,140</u>	<u>473</u>	<u>37,029</u>
Segment liabilities				
Total liabilities for reportable segments	19,088	10,304	1,019	30,411
Elimination of inter-segment payables	(9,415)	(7,760)	(179)	(17,354)
Unallocated:				
Deferred tax liabilities	-	-	83	83
Total group liabilities	<u>9,673</u>	<u>2,544</u>	<u>923</u>	<u>13,140</u>

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4.1 Reportable segments (continued)

	Audited Export RM'000	Audited Domestic RM'000	Audited Group RM'000	
1 March 2022 to 28 February 2023				
Revenue by segment				
Total revenue by segment	40,274	11,242	51,516	
Inter-segment sales	(6,679)	-	(6,679)	
Total revenue	<u>33,595</u>	<u>11,242</u>	<u>44,837</u>	
Cost of sales by segment				
Total cost of sales by segment	(32,015)	(8,017)	(40,032)	
Inter-segment cost of sales	6,711	-	6,711	
Total cost of sales	<u>(25,304)</u>	<u>(8,017)</u>	<u>(33,321)</u>	
Gross profit	<u>8,291</u>	<u>3,225</u>	<u>11,516</u>	
Recurring EBITDA			18,275	
Interest income			264	
Finance costs			(214)	
Depreciation and amortisation			(2,242)	
Profit before tax			<u>16,083</u>	
Income tax expenses			(286)	
Profit, net of tax			<u>15,797</u>	
Segment assets				
	Audited Export RM'000	Audited Domestic RM'000	Audited Unallocated RM'000	Audited Group RM'000
Total assets for reportable segments	41,060	8,980	58,859	108,899
Elimination of inter-segment receivables	(1,247)	(2)	(55,062)	(56,311)
Total group assets	<u>39,813</u>	<u>8,978</u>	<u>3,797</u>	<u>52,588</u>
Segment liabilities				
Total liabilities for reportable segments	22,083	10,664	8,639	41,386
Elimination of inter-segment payables	(9,704)	(7,281)	(155)	(17,140)
Unallocated:				
Deferred tax liabilities	-	-	400	400
Total group liabilities	<u>12,379</u>	<u>3,383</u>	<u>8,884</u>	<u>24,646</u>

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4.2 Disaggregation of Revenue

	Group		
	6 months ended 29 February 2024		
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000
<u>Types of goods or services:</u>			
Sales of goods	14,124	4,050	18,174
Total revenue	14,124	4,050	18,174
<u>Timing of revenue recognition:</u>			
At a point in time	14,124	4,050	18,174
Total revenue	14,124	4,050	18,174
<u>Geographical locations of customers:</u>			
Malaysia	2,745	4,050	6,795
Middle East	4,588	-	4,588
North America	3,601	-	3,601
Asia and Oceania	2,960	-	2,960
Singapore	206	-	206
Africa	24	-	24
Total revenue	14,124	4,050	18,174

	Group		
	6 months ended 28 February 2023		
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000
<u>Types of goods or services:</u>			
Sales of goods	14,863	5,950	20,813
Total revenue	14,863	5,950	20,813
<u>Timing of revenue recognition:</u>			
At a point in time	14,863	5,950	20,813
Total revenue	14,863	5,950	20,813
<u>Geographical locations of customers:</u>			
Malaysia	5,088	5,950	11,038
Middle East	2,791	-	2,791
North America	4,855	-	4,855
Asia	1,786	-	1,786
Singapore	248	-	248
Others	95	-	95
Total revenue	14,863	5,950	20,813

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4.2 Disaggregation of Revenue (continued)

	Group		
	12 months ended 29 February 2024		
	Unaudited Export RM'000	Unaudited Domestic RM'000	Unaudited Group RM'000
<u>Types of goods or services:</u>			
Sales of goods	29,213	8,511	37,724
Total revenue	29,213	8,511	37,724
<u>Timing of revenue recognition:</u>			
At a point in time	29,213	8,511	37,724
Total revenue	29,213	8,511	37,724
<u>Geographical locations of customers:</u>			
Malaysia	4,219	8,511	12,730
Middle East	6,996	-	6,996
North America	9,641	-	9,641
Asia and Oceania	5,917	-	5,917
Singapore	462	-	462
Africa	1,898	-	1,898
Others	80	-	80
Total revenue	29,213	8,511	37,724
	Group		
	12 months ended 28 February 2023		
	Audited Export RM'000	Audited Domestic RM'000	Audited Group RM'000
<u>Types of goods or services:</u>			
Sales of goods	33,595	11,242	44,837
Total revenue	33,595	11,242	44,837
<u>Timing of revenue recognition:</u>			
At a point in time	33,595	11,242	44,837
Total revenue	33,595	11,242	44,837
<u>Geographical locations of customers:</u>			
Malaysia	10,476	11,242	21,718
Middle East	4,939	-	4,939
North America	13,113	-	13,113
Asia	4,253	-	4,253
Singapore	545	-	545
Others	269	-	269
Total revenue	33,595	11,242	44,837

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4.2 Disaggregation of Revenue (continued)

A breakdown of sales as follows:

	Group		
	Unaudited Financial Year ended 29 Feb 2024 RM'000	Audited Financial Year ended 28 Feb 2023 RM'000	Increase/ (Decrease) %
Sales reported for first half year	19,550	24,024	(18.6)
Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year	(1,796)	1,963	nm*
Sales reported for second half year	18,174	20,813	(12.7)
Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	(2,246)	13,834	nm*

*nm denotes not meaningful

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and liabilities of the Group and the Company as at 29 February 2024 and 28 February 2023:

	Group		Company	
	Unaudited 29 Feb 2024 RM'000	Audited 28 Feb 2023 RM'000	Unaudited 29 Feb 2024 RM'000	Audited 28 Feb 2023 RM'000
Financial Assets				
Financial assets at amortised cost	21,181	29,944	11,216	19,502
Financial Liabilities				
Financial liabilities at amortised cost	10,734	20,324	832	8,477

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6. Profit/(Loss) before income tax
6.1 Significant items

	Group			
	Unaudited 6 months ended 29 Feb 2024 RM'000	Unaudited 6 months ended 28 Feb 2023 RM'000	Unaudited 12 months ended 29 Feb 2024 RM'000	Audited 12 months ended 28 Feb 2023 RM'000
Income				
Interest income	(116)	(183)	(208)	(264)
Gain on disposal of plant and equipment	(36)	(23)	(36)	(59)
Gain arising from sale and leaseback transaction	-	(19,154)	-	(19,154)
Insurance claim	(6)	(265)	(6)	(265)
Reversal of allowance for impairment on other receivables due from an associate				
- individually impaired	-	(585)	-	(585)
Reversal of inventories written down	-	(102)	-	(13)
Reversal of allowance for impairment on trade receivables				
- collectively impaired	243	-	243	-
Expenses				
Allowance for impairment on trade receivables				
- collectively impaired	12	151	12	151
Allowance for slow moving inventories	2,206	-	2,206	-
Provision for litigation	-	840	-	840
Depreciation of property, plant and equipment	796	881	1,607	1,977
Depreciation of right-of-use assets	530	265	1,061	265
Foreign exchange adjustment loss, net	148	879	335	573
Interest expenses	24	68	59	129
Interest on lease liabilities	267	85	267	85
Plant and equipment written off	-	1,758	-	1,758

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6. Profit/(Loss) before income tax (continued)

6.2 Related party transactions

There are transactions and arrangements between the reporting entity and related parties and the effects of these on the basis determined between the parties are reflected in these financial statements. The related party balances and transfer of resources, services or obligations if any are unsecured, without fixed repayment terms and interest or charge unless stated otherwise. The transactions were not significant.

a) Key management compensation:

	Group			
	Unaudited 6 months ended 29 Feb 2024	Unaudited 6 months ended 28 Feb 2023	Unaudited 12 months ended 29 Feb 2024	Audited 12 months ended 28 Feb 2023
	RM'000	RM'000	RM'000	RM'000
Salaries and other short-term employee benefits	1,986	1,609	3,325	2,861

The above amounts are included under employee benefits expense. Included in the above amounts are following items:

	Group			
	Unaudited 6 months ended 29 Feb 2024	Unaudited 6 months ended 28 Feb 2023	Unaudited 12 months ended 29 Feb 2024	Audited 12 months ended 28 Feb 2023
	RM'000	RM'000	RM'000	RM'000
Remuneration of directors of the company	715	555	1,154	1,104
Fees to directors of the company	281	180	418	328

Key management personnel include the directors and those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly. Key management compensation comprised those of directors and other key management personnel totalling 12 (28 February 2023: 12) persons.

b) Other receivables from related parties:

The movements in other receivables from related parties are as follows:

<u>Company</u>	Subsidiaries	
	Unaudited 29 Feb 2024	Audited 28 Feb 2023
	RM'000	RM'000
<u>Other receivables:</u>		
Balance at beginning of the year	11,507	4,534
Amounts paid in and settlement of liabilities on behalf of the company	(6,956)	-
Amounts paid out and settlement of liabilities on behalf of subsidiaries	23	6,973
Balance at end of the year	4,574	11,507

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7. Taxation

The Group calculated the period income tax expenses using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expenses in the condensed interim consolidated statement of profit or loss and other comprehensive income are:

	Group			
	Unaudited 6 months ended 29 Feb 2024 RM'000	Unaudited 6 months ended 28 Feb 2023 RM'000	Unaudited 12 months ended 29 Feb 2024 RM'000	Audited 12 months ended 28 Feb 2023 RM'000
<u>Current tax expenses</u>				
Current tax expenses	-	(54)	-	(54)
Under adjustments in respect of prior periods	(121)	(5)	(121)	(5)
	(121)	(59)	(121)	(59)
<u>Deferred tax expenses</u>				
Origination and reversal of temporary differences	317	(227)	317	(227)
Total income tax credit/(expenses)	196	(286)	196	(286)

8. Net Asset Value ("NAV")

	Group		Company	
	Unaudited 29 Feb 2024	Audited 28 Feb 2023	Unaudited 29 Feb 2024	Audited 28 Feb 2023
NAV (RM'000)	23,889	27,942	26,324	37,680
Number of ordinary shares ('000)	135,000	135,000	135,000	135,000
NAV per ordinary share (Sen Ringgit Malaysia)	17.7	20.7	19.5	27.9

9. Plant and equipment

During the financial year ended 29 February 2024, the Group acquired plant and equipment amounting to RM60,877 (28 February 2023: RM608,182) and disposed of property, plant and equipment amounting to RM592,852 (28 February 2023: RM22,154,407) at cost with the gain on disposal of property, plant and equipment of RM35,556 (28 February 2023: RM19,213,351).

10. Right-of-use assets

On 23 September 2022, the subsidiary entered into a sale and leaseback agreement with Aixs Real Estate Investment Trust for the sale of freehold land and building at RM41,000,000. This transaction resulted in a net gain of RM19,154,000 and the recognition of a right-of-use asset of RM3,184,000 and lease liability of RM7,408,000 on the Group's statement of financial position.

During the financial year ended 29 February, 2024, a complete full year depreciation of right-of-use asset of approximately RM1,061,000 (FY2023: approximately RM265,000 for the period of 3 months only).

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11. Intangible Asset

	Group	
	Unaudited 29 Feb 2024	Audited 28 Feb 2023
	RM'000	RM'000
<u>Cost:</u>		
At 1 March 2022, 28 February 2023 and 29 February 2024	910	910
<u>Accumulated amortisation and impairment losses:</u>		
At 1 March 2022, 28 February 2023 and 29 February 2024	910	910
<u>Net carrying value:</u>		
At 1 March 2022, 28 February 2023 and 29 February 2024	-	-

Development cost relates to the designer fees incurred in relation to the creation of a new luxury system furniture range by an Italian Architectural Firm.

The decreasing performance of the luxury system furniture by an Italian Architectural Firm with the brand of AD MAIORA was considered sufficient to trigger the impairment test. The amounts have been fully impaired since the reporting year ended 28 February 2019.

12. Share capital

	The Group and the Company	
	Number of shares issued	Share capital
	'000	RM'000
<u>Ordinary shares of no par value (excluding treasury shares):</u>		
Balance at 28 February 2023, 31 August 2023 and 29 February 2024	135,000	36,435

The ordinary shares of no par value are fully paid, carry one vote each and have no right to fixed income. The Company is not subject to any externally imposed capital requirements.

There were no changes to the Company's share capital during the financial year ended 29 February 2024.

There were no outstanding convertibles, subsidiary holdings or treasury shares as at 28 February 2023 and 29 February 2024.

There were no sales, transfers, cancellation and/or use of treasury shares during and as at the end of the current financial year reported on.

There were no sales, transfers, cancellation and/or use of subsidiary holdings during and as at the end of the current financial year reported on.

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13. Group's borrowings and debts securities

	Group			
	Unaudited		Audited	
	29 Feb 2024	29 Feb 2024	28 Feb 2023	28 Feb 2023
Amount repayable within one year, or on demand	Secured	Unsecured	Secured	Unsecured
	RM'000	RM'000	RM'000	RM'000
Bankers' acceptance	-	492	-	924
	-	492	-	924
Total	-	492	-	924

The Group and the Company do not hold any secured borrowings and debt securities as at 29 February 2024 and 28 February 2023.

14. Subsequent events

There were no known subsequent events which have/will lead to adjustments to this set of condensed interim consolidated financial statements.

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Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst ("Catalist Rules")

1. Review

The condensed interim consolidated statement of financial position of the Company and its subsidiaries as at 29 February 2024 and the related condensed interim consolidated profit or loss and other comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flow for the six months and full year ended 29 February 2024 and explanatory notes have not been audited or reviewed by the Company's auditors.

1A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

- a) Updates on the efforts taken to resolve each outstanding audit issue.
- b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The Group's latest audited consolidated financial statements for the financial year ended 28 February 2023 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the Company's auditors.

2. Review of the performance of the Group

2.1 Review of Statement of Profit or Loss and Other Comprehensive Income

Turnover

The Group's revenue decreased by approximately RM7.12 million, or approximately 15.9% from approximately RM44.84 million for the financial year ended 28 February 2023 ("FY2023") to approximately RM37.72 million for the financial year ended 29 February 2024 ("FY2024") mainly due to lower revenue contribution from both the export and domestic segments.

The revenue contribution by export segment amounted to 77.4% and 74.9% of the Group's total revenue in FY2024 and FY2023 respectively whilst the revenue contribution by domestic segment amounted to 22.6% and 25.1% of the Group's total revenue in FY2024 and FY2023 respectively.

The export segment recorded a lower revenue of approximately RM29.21 million in FY2024, as compared to approximately RM33.60 million in FY2023. The decrease in revenue of approximately RM4.39 million was mainly contributed by the decrease in revenue from North America, Malaysia, Singapore and other countries of approximately RM10.02 million from approximately RM24.41 million in FY2023 to approximately RM14.39 million in FY2024, partially offset against increase in revenue from Middle East, Asia and Africa of approximately RM5.63 from approximately RM9.19 million in FY2023 to approximately RM14.82 million in FY2024.

The domestic segment also recorded a lower revenue of approximately RM8.51 million in FY2024, as compared to approximately RM11.24 million in FY2023. The decrease in revenue of approximately RM2.73 million was mainly contributed by (i) the decrease in revenue from the Central region of Peninsular Malaysia ("Central Region") of approximately RM3.06 million from approximately RM8.83 million in FY2023 to approximately RM5.77 million in FY2024; (ii) the decrease in revenue from sales by dealers of approximately RM0.15 million from approximately RM0.68 million in FY2023 to approximately RM0.53 million in FY2024, partially offset against increase in revenue from Northern region of Peninsular Malaysia of approximately RM0.48 million from approximately RM1.73 million in FY2023 to approximately RM2.21 million in FY2024.

The decrease in revenue for both segments in FY2024 was mainly due to lower customers orders in FY2024 as compared to FY2023 owing to tepid demand from export customers and sluggish demand from domestic customers.

Cost of sales

Cost of sales decreased by approximately RM1.80 million, or approximately 5.4% from approximately RM33.32 million in FY2023 to approximately RM31.52 million in FY2024. This was in line with the decrease in revenue for FY2024.

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Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst ("Catalist Rules")**2.1 Review of Statement of Profit or Loss and Other Comprehensive Income (Continued)****Gross profit**

The gross profit and gross profit margin had dropped from approximately RM11.52 million and 25.7% in FY2023 to approximately RM6.20 million and 16.4% in FY2024. The decreases in gross profit and gross profit margin were in tandem with the decrease in the Group's revenue and cost of sales by 15.9% and 5.4% respectively.

The gross profit and gross profit margin for export segment decreased from approximately RM8.29 million and 24.7% in FY2023 to approximately RM3.48 million and 11.9% in FY2024. The gross margin and gross profit margin decreased mainly due to (i) the increase of staff cost at 16.8% of export revenue in FY2024 (FY2023: 14.6%) as the result of a complete full year of the implementation of the minimum monthly wage by Ministry of Human Resources Malaysia (FY2023 : period of 10 months); (ii) the increase of production overhead at 18.5% of export revenue in FY2024 (FY2023: 9.44%) as the result of (a) the repairs and maintenance of plant, machinery and premises of RM0.72 million in FY2024 (FY2023: Nil); (b) cost for the relocation of machinery of RM0.24 million in FY2024 (FY2023: Nil); and (c) allowance for slow moving inventories of RM1.32 million (FY2023: Nil); partially offset against the reduction of direct material consumption at 47.8% of export revenue in FY2024 (FY2023: 49.1%).

Despite that the gross profit for domestic segment decreased from approximately RM3.23 million in FY2023 to approximately RM2.72 million in FY2024, the gross profit margin for domestic segment increased from approximately 28.7% in FY2023 to approximately 31.9% in FY2024 mainly due to the enhanced cost controls implemented by the Group during FY2024.

Interest income

Interest income decreased by approximately RM0.05 million from approximately RM0.26 million in FY2023 to approximately RM0.21 million in FY2024 mainly due to the absence of interest income from associate in FY2024 (FY2023: approximately RM0.05 million).

Other income and gains

Other income and gains decreased by RM17.49 million or approximately 87.2% from approximately RM20.06 million in FY2023 to approximately RM2.58 million in FY2024 mainly due to the absence of an one-off gain on disposal of property, plant and equipment in FY2024 (FY2023: approximately RM19.21 million) and the absence of insurance claims in FY2024 (FY2023: approximately RM0.26 million), partially offset by the collection from the litigation case approximately RM1.86 million in FY2024 (FY2023: Nil). For more information on the litigation case, please refer to the Company's announcements dated 23 February 2022, 24 August 2022, 7 October 2022, 11 April 2023, 9 May 2023, 31 October 2023, 29 November 2023 and 9 January 2024.

Marketing and distribution expenses

Marketing and distribution expenses increased by approximately RM0.98 million or approximately 26.5% from approximately RM3.71 million in FY2023 to approximately RM4.69 million in FY2024. This was mainly due to the increase of professional legal fees for the litigation case of approximately of RM0.39 million in FY2024 (FY2023: approximately RM0.09 million) and the allowance for slow moving inventories of RM0.89 million (FY2023: Nil); partially offset by the absence of allowance for doubtful debts and deposits paid in FY2024 (FY2023: RM0.30 million).

Administrative expenses

Administrative expenses decreased by approximately RM0.66 million or approximately 7.7% from approximately RM8.52 million in FY2023 to approximately RM7.86 million in FY2024. This was mainly due to the decrease of levy expenses for foreign employees of approximately RM0.26 million and the absence of professional fees incurred for the disposal of property in FY2024 (FY2023: approximately RM1.23 million), partial offset against a complete full year depreciation of right-of-use asset relating to the sale and leaseback of property of approximately RM1.06 million in FY2024 (FY2023: period of 3 months of approximately RM0.27 million).

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Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst ("Catalist Rules")**2.1 Review of Statement of Profit or Loss and Other Comprehensive Income (Continued)****Depreciation expenses**

Depreciation expenses for plant and equipment decreased from approximately RM1.98 million in FY2023 to approximately RM1.61 million in FY2024 mainly due to the absence of the depreciation of building, renovation, furniture & fitting and office equipments in FY2024 (FY2023: approximately RM0.37 million) as the result of the disposal of the property in September 2022.

Depreciation expenses for right-of-use assets increased from approximately RM0.27 million in FY2023 to approximately RM1.06 million in FY2024 mainly due to a complete full year depreciation of right-of-use asset relating to the sale and leaseback of property in FY2024 (FY2023: period of 3 months).

Other losses

Other losses decreased by approximately RM2.98 million or approximately 89.6% from approximately RM3.32 million in FY2023 to approximately RM0.35 million in FY2024 mainly due to (i) the absence of plant and equipment written off in FY2024 (FY2023: approximately RM1.76 million); (ii) the absence of provision for litigation case in FY2024 (FY2023: approximately RM0.84 million); (iii) the absence of allowance for impairment on trade receivable in FY2024 (FY2023: approximately RM0.15 million); and (iv) lesser realised foreign exchange loss of approximately RM0.33 million in FY2024 (FY2023: approximately RM0.57 million).

Finance costs

Finance costs increased from approximately RM0.21 million for FY2023 to approximately RM0.33 million in FY2024 due to increase in interest of lease liability of approximately RM0.27 million (FY2023: approximately RM0.08 million), partially offset against decrease in interest of bankers' acceptance of approximately RM0.04 million in FY2024 (FY2023: approximately RM0.07 million) and the absence of term loan interest in FY2024 (FY2023: approximately RM0.04 million).

Income tax expense

Income tax expense comprises current income tax expense, underprovision for taxation in prior years and deferred tax adjustments. No provision of current year taxation in FY2024 while RM0.05 million was provided for in FY2023. Underprovision for taxation in prior years in FY2024 was RM0.12 million while for FY2023 was RM0.01 million. Reversal of deferred tax of RM0.32 million was made in FY2024 while deferred tax adjustment of RM0.23 million was made in FY2023.

(Loss)/Profit, net of tax

As a result of the above, the Group reported a net loss after tax of approximately RM4.04 million in FY2024 as compared to a net profit after tax of approximately RM15.80 million in FY2023.

2.2 Review of Statement of Financial Position**Non-Current Assets**

As at 29 February 2024, the Group's non-current assets amounted to approximately RM8.36 million or approximately 22.6% of the Group's total assets and mainly comprised the following:

- (i) plant and equipment of approximately RM6.50 million or 77.8% of the Group's total non-current assets, which comprised plant and equipment, as compared to approximately RM8.10 million as at 28 February 2023. The decrease was mainly due to the depreciation charge for FY2024 approximately RM1.60 million (FY2023: approximately RM1.98 million); and
- (ii) right-of-use assets of approximately RM1.86 million or 22.2% of the Group's total non-current assets. The decrease was mainly due to the depreciation charge for FY2024 approximately RM1.06 million (FY2023: approximately RM0.26 million).

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**Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual
Section B: Rules of Catalyst ("Catalist Rules")****2.2 Review of Statement of Financial Position (Continued)****Current Assets**

As at 29 February 2024, the Group's current assets amounted to approximately RM28.67 million or approximately 77.4% of the Group's total assets and comprised the following:

- (i) inventories of approximately RM5.52 million or approximately 19.3% of the Group's total current assets, which comprised raw materials, work-in-progress and finished goods. The decrease in inventories of approximately RM3.10 million was mainly due to improvement of stock control;
- (ii) trade and other receivables of approximately RM4.30 million or approximately 15.0% of the Group's total current assets, which mainly consist of trade receivables of approximately RM3.30 million and other receivables of approximately RM1.0 million;
- (iii) other non-financial assets of approximately RM1.96 million or approximately 6.8% of the Group's total current assets. The decrease in other non-financial assets of approximately RM1.04 million was mainly due to the decrease in accrual sales of approximately RM1.08 million, partially offset against advance payment of income taxes of approximately RM0.04 million; and
- (iv) cash and cash equivalents of approximately RM16.88 million or approximately 58.9% of the Group's total current assets. Please refer to the section entitled "Review of Statement of Cash Flows" below for the movements in the Group's cash and cash equivalents.

Non-Current Liabilities

As at 29 February 2024, the Group's non-current liabilities amounted to approximately RM2.11 million or approximately 16.0% of the Group's total liabilities and comprised the following:

- (i) deferred tax liabilities of approximately RM0.08 million or approximately 3.9% of the Group's total non-current liabilities; and
- (ii) lease liabilities of approximately RM2.02 million or approximately 96.1% of the Group's total non-current liabilities.

Current Liabilities

As at 29 February 2024, the Group's current liabilities amounted to approximately RM11.03 million or approximately 84.0% of the Group's total liabilities and comprised the following:

- (i) income tax payable of approximately RM0.04 million or approximately 0.4% of the Group's current liabilities;
- (ii) provisions of approximately RM1.68 million or approximately 15.2% of the Group's current liabilities;
- (iii) trade and other payables of approximately RM6.29 million or approximately 57.0% of the Group's total current liabilities which consist mainly trade payables of approximately RM3.27 million and other payables of approximately RM3.02 million. The decrease in trade and other payables of approximately RM8.38 million was mainly due to the absence of dividend payable in FY2024 (FY2023: approximately RM8.08 million) and lesser purchase from supplier as result of the tightened stock control;
- (iv) other financial liabilities of approximately RM0.49 million or approximately 4.5% of the Group's total current liabilities. The decrease in other financial liabilities of approximately RM0.43 million was mainly due to repayment of bankers' acceptance; and
- (v) lease liabilities of approximately RM2.53 million or approximately 22.9% of the Group's total current liabilities.

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**Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual
Section B: Rules of Catalyst ("Catalist Rules")****2.2 Review of Statement of Financial Position (Continued)****Shareholders' equity**

As at 29 February 2024, the Group's equity attributable to equity holders was approximately RM23.89 million, comprising share capital of approximately RM36.44 million, and net capital deficit of approximately RM12.55 million.

Working Capital Position

The Group reported a positive working capital position of approximately RM17.64 million as at 29 February 2024, as compared to approximately RM21.87 million as at 28 February 2023.

2.3 Review of Statement of Cash Flows

As at 29 February 2024, the Group recorded cash and cash equivalents of approximately RM12.99 million as compared to approximately RM24.42 million as at 1 March 2023.

Net cash used in operating activities for FY2024 amounted to approximately RM0.32 million. This was mainly due to (i) operating cash outflows before changes in working capital of approximately RM1.49 million; (ii) net working capital inflows of approximately RM1.31 million due mainly to the decrease in inventories of approximately RM3.10 million, decrease in trade and other receivables of approximately RM0.23 million and decrease in other non-financial assets of approximately RM1.08 million, partially offset against the decrease of trade and other payables of approximately RM0.30 million and increase in other financial assets of approximately RM2.8 million; and (iii) income taxes paid of approximately RM0.14 million.

Net cash from investing activities for FY2024 amounted to approximately RM0.24 million. This was mainly due to proceeds from disposal of plant and equipment totalling approximately RM0.09 million and interest income received of approximately RM0.21 million, partially offset by the purchase of plant and equipment of approximately RM0.06 million.

Net cash used in financing activities for FY2024 amounted to approximately RM11.35 million. This was mainly due to (i) payment of interim dividend declared for the third quarter ended 30 November 2022 of approximately RM8.08 million; (ii) repayment of hire purchase, bankers' acceptance and lease liabilities of approximately a total of RM2.93 million; and (iii) interest paid of approximately RM0.33 million.

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The unaudited consolidated financial results of the Group for FY2024 as set out in this announcement, are in line with the profit guidance announcement for FY2024 released by the Company on 17 April 2024.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months

The global economy continues to face uncertainty and challenges from on-going geo-political tensions, high inflation rates as well as cost of living and volatility in foreign exchanges.

The Group will continue to remain resilient and vigilant in its decision making in addressing these challenges including emphasis on effective cost management and enhancing production efficiency.

5. Dividend information**(a) Current Financial Period Reported On**

Any dividend declared/recommended for the current financial period reported?

No.

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Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst ("Catalist Rules")

5. Dividend information (Continued)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date payable

Not applicable.

(d) The date on which Registrable Transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined

Not applicable.

(e) If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended for FY2024 as the Group is in loss making position and deems it appropriate to retain cash for its operations.

(f) Total Annual Dividend

	FY2024	FY2023*
	RM'000	RM'000
Ordinary	-	8,083
Preference	-	-
Total	<u>-</u>	<u>8,083</u>

* Interim dividend declared for the third quarter ended 30 November 2022.

6. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Catalyst Rules.

There were no interested person transactions exceeding S\$100,000 entered into by the Group during the current financial period reported on.

7. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalyst Rules.

The Company has received undertakings from all its Directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalyst Rules.

8. Disclosure of acquisitions (including incorporations) and realisations of shares in subsidiaries and/or associated companies since the end of the previous reporting period pursuant to Rule 706A of the Catalyst Rules.

The Group does not have any acquisitions (including incorporations) and realisations of shares in subsidiaries and/or associated companies since the end of the previous reporting period, up to 29 February 2024.

Subsequent to FY2024, the Company's dormant and wholly-owned subsidiary, Versalink System Furniture (S) Pte. Ltd. ("VSF") made an application with Accounting and Corporate Regulatory Authority of Singapore ("ACRA") for the striking off. Based on a notice from ACRA dated 6 March 2024 that had been published in Singapore Government Gazette, VSF will be struck off from the register of Companies on 5 May 2024.

The striking off of VSF is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Company and the Group for the financial year ending 28 February 2025.

VERSALINK HOLDINGS LIMITED

Condensed Interim Consolidated Financial Statements for the Six Months and Full Year ended 29 February 2024 (Unaudited)

Other Information Required Pursuant to Appendix 7C of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst ("Catalist Rules")

9. Disclosure of persons occupying managerial positions who are related to a director, chief executive officer ("CEO") or substantial shareholder

Name	Age	Family relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of any changes in duties and position held, if any during the year
Madam Wong Hon Mui	45	Spouse of Executive Director (Law Kian Siong)	PA to Executive Director since 1 May 2012 (Responsible for supporting work of management, administrative, clerical and managerial task)	Nil
Mr. Law Kian Guan	45	Brother of Executive Director (Law Kian Siong)	Director of subsidiaries since 1 June 2017 (Responsible for production, project and site management of the subsidiaries and technical aspects of the products)	Nil

**BY ORDER OF THE BOARD OF DIRECTORS
VERSALINK HOLDINGS LIMITED**

GE SHUMING
Executive Director and Chairman
29th April 2024

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Goh Mei Xian, Director, ZICO Capital Pte. Ltd., at 77 Robinson Road #06-03 Robinson 77, Singapore 068896, telephone: +65 6636 4201.