

Duty Free International Limited

(Company Registration No. 200102393E)

Condensed Interim Financial Statements

For the nine months ended 30 November 2023

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1(a)(i) Condensed Interim Consolidated Statement of Profit or Loss

		Group Third quarter ended 30 November			Group 9 months ended 30 November		
		2023	2022	Increase/ (Decrease)	2023	2022	Increase/ (Decrease)
		Note (Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Unaudited)	(Decrease)
		RM'000	RM'000	%	RM'000	RM'000	%
Revenue	5.1	38,732	43,502	(11.0%)	108,716	102,631	5.9%
Changes in inventories		(3,610)	12,556	(<100%)	(6,251)	29,167	(<100%)
Inventories purchased and materials consumed		(22,304)	(39,557)	(43.6%)	(64,522)	(93,049)	(30.7%)
Other income	7.1(a)	2,263	3,437	(34.2%)	6,669	10,249	(34.9%)
Employee benefits expenses		(4,257)	(3,362)	26.6%	(11,233)	(9,500)	18.2%
Depreciation of property, plant and equipment		(787)	(1,223)	(35.7%)	(2,457)	(3,106)	(20.9%)
Depreciation of right-of-use assets		(2,470)	(1,906)	29.6%	(6,539)	(5,750)	13.7%
Impairment loss of right-of-use assets		–	–	n.m	(84)	–	n.m
Rental of premises		(111)	(1,718)	(93.5%)	(932)	(3,965)	(76.5%)
Commission expenses		(60)	(124)	(51.6%)	(207)	(287)	(27.9%)
Professional fees		(89)	(13)	>100%	(665)	(923)	(28.0%)
Promotional expenses		(8)	(69)	(88.4%)	(49)	(157)	(68.8%)
Utilities and maintenance expenses		(567)	(571)	(0.7%)	(1,816)	(1,490)	21.9%
Impairment of property, plant and equipment		–	(312)	(100%)	–	(312)	(100%)
Realised foreign exchange loss		–	(413)	(100%)	(171)	(670)	(74.5%)
Unrealised foreign exchange gain		1,320	181	>100%	4,818	2,890	66.7%
Other operating expenses	7.1(b)	(2,966)	(4,322)	(31.4%)	(8,985)	(11,686)	(23.1%)
Operating profit		5,086	6,086	(16.4%)	16,292	14,042	16.0%
Finance costs		(1,833)	(1,705)	7.5%	(5,367)	(4,975)	7.9%
Profit before tax		3,253	4,381	(25.7%)	10,925	9,067	20.5%
Income tax expense	8	(785)	(189)	>100%	(2,446)	(1,415)	72.9%
Profit for the period		2,468	4,192	(41.1%)	8,479	7,652	10.8%
Attributable to:							
Owners of the Company		2,448	4,210	(41.9%)	8,475	7,720	9.8%
Non-controlling interests		20	(18)	(<100%)	4	(68)	(<100%)
		2,468	4,192	(41.1%)	8,479	7,652	10.8%
Profit per share for the period attributable to owners of the Company (sen per share)							
Basic		0.20	0.35		0.71	0.64	
Diluted		0.20	0.35		0.71	0.64	

n.m – denotes not meaningful

1(a)(ii) Condensed Interim Consolidated Statement of Other Comprehensive Income

	Group Third quarter ended 30 November			Group 9 months ended 30 November		
	2023 (Unaudited) RM'000	2022 (Unaudited) RM'000	Increase/ (Decrease) %	2023 (Unaudited) RM'000	2022 (Unaudited) RM'000	Increase/ (Decrease) %
Profit for the period	2,468	4,192	(41.1%)	8,479	7,652	10.8%
Other comprehensive income:						
<i>Item that may be reclassified subsequently to profit or loss:</i>						
Foreign currency translation	(9)	(169)	(94.7%)	278	421	(34.0%)
Total comprehensive income for the period	2,459	4,023	(38.9%)	8,757	8,073	8.5%
Attributable to:						
Owners of the Company	2,454	4,079	(39.8%)	8,993	7,991	12.5%
Non-controlling interests	5	(56)	(<100%)	(236)	82	(<100%)
Total comprehensive income for the period	2,459	4,023	(38.9%)	8,757	8,073	8.5%

1(b) Condensed Interim Statement of Financial Position

		Group		Company	
	Note	30.11.2023 (Unaudited) RM'000	28.02.2023 (Audited) RM'000	30.11.2023 (Unaudited) RM'000	28.02.2023 (Audited) RM'000
Assets					
Non-current assets					
Property, plant and equipment	12	49,163	51,065	—	—
Goodwill	11.1	5,818	5,818	—	—
Investments in subsidiaries		—	—	646,060	646,060
Prepayments	11.2	4,000	4,000	—	—
Deferred tax assets		7,715	7,680	—	—
Right-of-use assets		110,475	105,547	—	—
		177,171	174,110	646,060	646,060
Current assets					
Biological assets		108	178	—	—
Trade and other receivables	6.1	38,953	46,533	382	355
Prepayments		2,767	5,147	—	—
Inventories		84,149	90,047	—	—
Cash and bank balances		168,909	156,919	95,317	90,356
Tax recoverable		3,151	5,153	—	—
Derivative assets		1	29	—	—
		298,038	304,006	95,699	90,711
Total assets		475,209	478,116	741,759	736,771
Equity and liabilities					
Current liabilities					
Borrowings	13	2	4,009	—	—
Trade and other payables	6.2	16,294	22,175	617	702
Provision for restoration costs		—	198	—	—
Lease liabilities		4,355	440	—	—
Income tax payable		949	295	280	143
Derivatives liabilities		5	—	—	—
		21,605	27,117	897	845
Net current assets		276,433	276,889	94,802	89,866

1(b) Condensed Interim Statement of Financial Position (cont'd)

	Note	Group		Company	
		30.11.2023 (Unaudited) RM'000	28.02.2023 (Audited) RM'000	30.11.2023 (Unaudited) RM'000	28.02.2023 (Audited) RM'000
Non-current liabilities					
Deferred tax liabilities		5,902	5,760	1,782	1,719
Lease liabilities		101,072	100,076	–	–
Provision for restoration costs		704	672	–	–
		107,678	106,508	1,782	1,719
Total liabilities		129,283	133,625	2,679	2,564
Net assets		345,926	344,491	739,080	734,207
Equity attributable to owners of the Company					
Share capital	14	487,903	487,903	978,725	978,725
Treasury shares		(22,017)	(22,017)	(22,017)	(22,017)
Other reserves		(177,578)	(178,096)	661	661
Retained earnings/(accumulated losses)		55,007	53,854	(218,289)	(223,162)
		343,315	341,644	739,080	734,207
Non-controlling interests		2,611	2,847	–	–
Total equity		345,926	344,491	739,080	734,207
Total equity and liabilities		475,209	478,116	741,759	736,771

1(c) Condensed Interim Statements of Changes in Equity

	Attributable to owners of the Company										
	Ordinary shares RM'000	Treasury shares RM'000	Total other reserves RM'000	Foreign currency translation reserve RM'000	Net premium paid/received on transactions with non- controlling interests RM'000	Gain on reissuance of treasury shares RM'000	Capital reserve RM'000	Retained earnings RM'000	Total equity attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total equity RM'000
Group											
Opening balance at 1 March 2023	487,903	(22,017)	(178,096)	61	(178,818)	661	–	53,854	341,644	2,847	344,491
Profit/(loss) for the period	–	–	–	–	–	–	–	8,475	8,475	4	8,479
Other comprehensive income/(loss) for the period	–	–	518	518	–	–	–	–	518	(240)	278
Total comprehensive income/(loss) for the period	–	–	518	518	–	–	–	8,475	8,993	(236)	8,757
Transactions with owners:											
Dividend on ordinary shares	–	–	–	–	–	–	–	(7,322)	(7,322)	–	(7,322)
Total transactions with owners								(7,322)	(7,322)	–	(7,322)
Closing balance at 30 November 2023	487,903	(22,017)	(177,578)	579	(178,818)	661	–	55,007	343,315	2,611	345,926

1(c) Condensed Interim Statements of Changes in Equity (cont'd)

Group	Attributable to owners of the Company										
	Ordinary shares RM'000	Treasury shares RM'000	Total other reserves RM'000	Foreign currency translation reserve RM'000	Net premium paid/received on transactions with non- controlling interests RM'000	Gain on reissuance of treasury shares RM'000	Capital reserve RM'000	Retained earnings RM'000	Total equity attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total equity RM'000
Opening balance at 1 March 2022	487,902	(22,017)	(180,916)	606	(178,818)	661	(3,365)	45,608	330,577	193	330,770
Profit/(loss) for the period	–	–	–	–	–	–	–	7,720	7,720	(68)	7,652
Other comprehensive income for the period	–	–	271	271	–	–	–	–	271	150	421
Total comprehensive income for the period	–	–	271	271	–	–	–	7,720	7,991	82	8,073
<u>Transactions with owners:</u>											
Exercise of warrants	1	–	–	–	–	–	–	–	1	–	1
Total transactions with owners	1	–	–	–	–	–	–	–	1	–	1
<u>Transactions with non-controlling interests:</u>											
Transfer to reserves	–	–	(95)	–	–	–	(95)	–	(95)	95	–
Total transactions with non-controlling interests	–	–	(95)	–	–	–	(95)	–	(95)	95	–
Closing balance at 30 November 2022	487,903	(22,017)	(180,740)	877	(178,818)	661	(3,460)	53,328	338,474	370	338,844

1(c) Condensed Interim Statements of Changes in Equity (cont'd)

	Ordinary shares RM'000	Treasury shares RM'000	Others reserve RM'000	Retained earnings/ (accumulated losses) RM'000	Total equity RM'000
Company					
Opening balance at 1 March 2023	978,725	(22,017)	661	(223,162)	734,207
Profit for the year	–	–	–	12,195	12,195
Total comprehensive income for the period	–	–	–	12,195	12,195
<u>Transactions with owners:</u>					
Dividend on ordinary shares	–	–	–	(7,322)	(7,322)
Total transactions with owners	–	–	–	(7,322)	(7,322)
Closing balance at 30 November 2023	978,725	(22,017)	661	(218,289)	739,080

1(c) Condensed Interim Statements of Changes in Equity (cont'd)

	Ordinary shares RM'000	Treasury shares RM'000	Others reserve RM'000	Accumulated losses RM'000	Total equity RM'000
Company					
Opening balance at 1 March 2022	978,724	(22,017)	661	(319,764)	637,604
Profit for the period	–	–	–	2,199	2,199
Total comprehensive income for the period	–	–	–	2,199	2,199
<u>Transactions with owners:</u>					
Exercise of warrants	1	–	–	–	1
Total transactions with owners	1	–	–	–	1
Closing balance at 30 November 2022	978,725	(22,017)	661	(317,565)	639,804

1(d) Condensed Interim Consolidated Statement of Cash Flows

	Group Third quarter ended 30 November 2023 2022 (Unaudited) (Unaudited) RM'000 RM'000		Group 9 months ended 30 November 2023 2022 (Unaudited) (Unaudited) RM'000 RM'000	
Cash flows from operating activities				
Profit before tax	3,253	4,381	10,925	9,067
<u>Adjustments for:</u>				
Depreciation of property, plant and equipment	787	1,223	2,457	3,106
Depreciation of right-of-use assets	2,470	1,906	6,539	5,750
Deposit forfeited	(1)	—	(1)	(560)
Bad debts written off	—	5	9	5
Impairment loss of right-of-use assets	—	—	84	—
Impairment of property, plant and equipment	—	312	—	312
Finance costs	1,833	1,705	5,367	4,975
Lease concessions	—	—	—	(164)
(Gain)/loss arising from changes in fair values of biological assets	(7)	44	70	38
Gain on disposal of property, plant and equipment	(18)	(10)	(18)	(19)
Interest income	(1,876)	(1,524)	(5,461)	(3,961)
Net reversal of inventories written down	(167)	(821)	(353)	(3,125)
Net unrealised foreign exchange gain	(1,320)	(181)	(4,818)	(2,890)
Property, plant and equipment written off	—	2	—	5
Reversal of impairment losses on receivables	—	—	(1)	(37)
Operating cash flows before changes in working capital	4,954	7,042	14,799	12,502
<u>Changes in working capital</u>				
Decrease in trade and other receivables	2,241	978	7,600	3,476
Increase in prepayments	(46)	(3,066)	(1,158)	(3,537)
Decrease/(increase) in inventories	3,610	(12,556)	6,251	(29,167)
Increase/(decrease) in trade and other payables	1,047	1,469	(5,642)	24,501
Cash flows generated from/(used in) operations	11,806	(6,133)	21,850	7,775
Interest paid	(15)	(59)	(103)	(118)
Income taxes (paid)/refunded	(536)	(566)	317	(910)
Net cash flows generated from/(used in) operating activities	11,255	(6,758)	22,064	6,747

1(d) Condensed Interim Consolidated Statement of Cash Flows (cont'd)

	Group Third quarter ended 30 November 2023 (Unaudited) RM'000		Group 9 months ended 30 November 2023 (Unaudited) RM'000	
	2022 (Unaudited) RM'000		2022 (Unaudited) RM'000	
Cash flows from investing activities				
Interest received	1,876	1,524	5,461	3,961
Proceeds from disposal of property, plant and equipment	18	10	18	19
Purchase of property, plant and equipment	(88)	(69)	(554)	(103)
Net cash flows generated from investing activities	1,806	1,465	4,925	3,877
Cash flows from financing activities				
Decrease/(increase) in pledged fixed deposits	3,016	(112)	2,897	(143)
Payment of lease liabilities	(2,792)	(156)	(8,366)	(467)
Repayment of other short term borrowings	–	–	(3,960)	–
Net repayment of obligations under finance leases	(9)	(20)	(47)	(61)
Dividends paid to the ordinary shareholders of the Company	(7,322)	–	(7,322)	–
Proceeds from exercise of warrants	–	–	–	1
Net cash used in financing activities	(7,107)	(288)	(16,798)	(670)
Net increase/(decrease) in cash and cash equivalents	5,954	(5,581)	10,191	9,954
Effects of foreign exchange rate changes	1,319	(258)	4,696	2,510
Cash and cash equivalents at beginning of the period	154,423	161,764	146,809	143,461
Cash and cash equivalents at end of period	161,696	155,925	161,696	155,925
Cash and cash equivalents comprise of:				
Cash and deposits with licensed banks	168,909	166,008	168,909	166,008
Deposits pledged with licensed banks	(7,213)	(10,083)	(7,213)	(10,083)
Cash and cash equivalents	161,696	155,925	161,696	155,925

DUTY FREE INTERNATIONAL LIMITED
(Company Registration No. 200102393E)
(Incorporated in Republic of Singapore)

Notes to the condensed interim consolidated financial statements
For the financial period ended 30 November 2023

2. Corporate information

Duty Free International Limited (the Company) is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST").

The holding company is Atlan Holdings Bhd ("Atlan"). Atlan is a public limited company incorporated in Malaysia and listed on Bursa Malaysia Securities Berhad.

These condensed interim consolidated financial statements for period ended 30 November 2023 comprise the Company and its subsidiaries (collectively, the Group).

The principal activity of the Company is investment holding. The principal activities of the Group are:

- (a) Retailer, wholesaler and distributor of duty free and non-dutiable merchandise
- (b) Properties management and cultivation of oil palm

3. Basis of preparation

The condensed interim financial statements for the three months ended 30 November 2023 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim 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 understand the changes in the Group's financial position and performance of the Group since the last annual financial statements for the period ended 28 February 2023.

The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies below. The financial statements are presented in Malaysian Ringgit (RM) and all values in the tables are rounded to the nearest thousand (RM'000), except when otherwise indicated.

3.1 New and amended standards adopted by the Group

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new or amended Singapore Financial Reporting Standards (International) ("SFRS(I)") and Interpretations to FRS ("INT FRSs") that are mandatory for application from that date.

The application of these new or amended SFRS(I) and INT FRSs did not result in changes in the Group's accounting policies and has no material effect on the amounts reported for the current period or prior years.

3. Basis of preparation (cont'd)

3.2 Use of judgement and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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 applied to the consolidated financial statements 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.

Management is of the opinion that there is no instance of application of judgment which is expected to have a significant impact on the amounts recognised in the Group's condensed interim consolidated financial statements for the three months period ended 30 November 2023.

4. Seasonal operations

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

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Notes to the condensed interim consolidated financial statements
For the financial period ended 30 November 2023

5. Revenue and segment information

5.1 Revenue

	Group Third quarter ended 30 November		Group 9 months ended 30 November	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Sale of goods	37,978	42,750	106,424	100,301
Parking operations	357	333	1,143	589
Rental income	1	1	2	2
Sale of fresh oil palm fruit bunches	396	418	1,147	1,739
	38,732	43,502	108,716	102,631
Timing of transfer of goods and services				
At a point in time	38,732	43,502	108,716	102,631

5.2 Segment information

The operating businesses are organised and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The Group has the following reportable operating segments:

(i) *Trading of duty free goods and non-dutiable merchandise*

This segment includes revenues from sale of goods.

(ii) *Investment holding and others*

This segment includes revenues from the following:

- management fee income; and
- sale of fresh oil palm fruit bunches.

The activities of the Group are carried out mainly in Malaysia and as such, segmental reporting by geographical locations is not presented. The Group has no major customers.

5. Segment and revenue information (cont'd)

5.2 Segment information (cont'd)

Operating segments

The following table provides an analysis of the Group's revenue, results, assets, liabilities and other information by operating segment:

	Trading of duty free & duty paid goods and non-dutiable merchandise		Investment holdings and others		Adjustments and eliminations		Notes	Per consolidated financial statements	
	Third quarter ended 30 November		Third quarter ended 30 November		Third quarter ended 30 November			Third quarter ended 30 November	
Third quarter:	2023	2022	2023	2022	2023	2022		2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000	RM'000
Revenue:									
Sales to external customers	37,978	42,750	754	752	–	–		38,732	43,502
Inter-segment sales	–	–	11,416	1,186	(11,416)	(1,186)	A	–	–
Total revenue	37,978	42,750	12,170	1,938	(11,416)	(1,186)		38,732	43,502
Interest income	348	277	1,528	1,247	–	–		1,876	1,524
Miscellaneous Income	381	1,888	748	269	(742)	(244)		387	1,913
Total revenue and other income	38,707	44,915	14,446	3,454	(12,158)	(1,430)		40,995	46,939
Results:									
Depreciation and amortisation	(3,174)	(3,045)	(352)	(353)	269	269		(3,257)	(3,129)
Finance costs	(1,873)	(1,757)	–	–	40	52		(1,833)	(1,705)
Other non-cash income	212	2,226	1,302	352	–	–	B	1,514	2,578
Segment profit/(loss)	1,013	4,122	13,553	505	(11,313)	(246)		3,253	4,381
Assets									
Additions to non-current assets	76	415	12	–	–	–	C	88	415
Segment assets	260,687	279,229	203,656	191,582	10,866	13,196	D	475,209	484,007
Segment liabilities									
	120,998	131,690	1,434	7,137	6,851	6,336	E	129,283	145,163

5. Segment and revenue information (cont'd)

5.2 Segment information (cont'd)

Operating segments (cont'd)

	Trading of duty free & duty paid goods and non-dutiable merchandise		Investment holdings and others		Adjustments and eliminations		Notes	Per consolidated financial statements	
	9 months ended 30 November		9 months ended 30 November		9 months ended 30 November			9 months ended 30 November	
	2023	2022	2023	2022	2023	2022		2023	2022
9 months	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000	RM'000
Revenue:									
Sales to external customers	106,424	100,301	2,292	2,330	—	—		108,716	102,631
Inter-segment sales	—	—	11,745	1,829	(11,745)	(1,829)	A	—	—
Total revenue	106,424	100,301	14,037	4,159	(11,745)	(1,829)		108,716	102,631
Interest income	868	765	4,593	3,196	—	—		5,461	3,961
Miscellaneous Income	1,198	5,514	1,308	1,552	(1,298)	(778)		1,208	6,288
Total revenue and other income	108,490	106,580	19,938	8,907	(13,043)	(2,607)		115,385	112,880
Results:									
Depreciation and amortisation	(8,747)	(8,602)	(1,056)	(1,061)	807	807		(8,996)	(8,856)
Finance costs	(5,496)	(5,140)	—	—	129	165		(5,367)	(4,975)
Other non-cash income	235	3,116	4,622	2,859	—	—	B	4,857	5,975
Segment profit/(loss)	4,276	4,391	17,966	5,217	(11,317)	(541)		10,925	9,067
	Trading of duty free & duty paid goods and non-dutiable merchandise		Investment holdings and others		Adjustments and eliminations		Notes	Per consolidated financial statements	
	30.11.2023	28.02.2023	30.11.2023	28.02.2023	30.11.2023	28.02.2023		30.11.2023	28.02.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000	RM'000
Assets									
Additions to non-current	406	391	148	—	—	—	C	554	391
Segment assets	260,687	269,258	203,656	196,025	10,866	12,833	D	475,209	478,116
Segment liabilities	120,998	125,922	1,434	1,648	6,851	6,055	E	129,283	133,625

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Notes to the condensed interim consolidated financial statements
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5. Segment and revenue information (cont'd)

5.2 Segment information (cont'd)

Operating segments (cont'd)

Notes	Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements
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A	Inter-segment revenues are eliminated on consolidation.
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B	Other material non-cash income/expenses include reversal of receivables, bad debts written off, impairment loss of right-of-use assets, loss arising from change in fair values of biological assets, reversal of inventories written down and net foreign exchange gain/loss.
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C	Additions to non-current assets consist of:
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	Third quarter ended		As at	As at
	30.11.2023	30.11.2022	30.11.2023	28.02.2023
	RM'000	RM'000	RM'000	RM'000
Property, plant and equipment	88	381	554	391

DUTY FREE INTERNATIONAL LIMITED
(Company Registration No. 200102393E)
(Incorporated in Republic of Singapore)

Notes to the condensed interim consolidated financial statements
For the financial period ended 30 November 2023

5. Segment and revenue information (cont'd)

5.2 Segment information (cont'd)

Operating segments (cont'd)

Notes Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements

D The following items were added to segment assets to arrive at total assets reported in the consolidated statement of financial position:

	As at 30.11.2023 RM'000	As at 30.11.2022 RM'000	As at 28.02.2023 RM'000
Deferred tax assets	7,715	7,532	7,680
Tax recoverable	3,151	5,664	5,153
	10,866	13,196	12,833

E The following items were added to segment liabilities to arrive at total liabilities reported in the consolidated statement of financial position:

	As at 30.11.2023 RM'000	As at 30.11.2022 RM'000	As at 28.02.2023 RM'000
Deferred tax liabilities	5,902	5,786	5,760
Income tax payable	949	550	295
	6,851	6,336	6,055

6. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group and Company as at 30 November 2023 and 28 February 2023:

6.1 Financial assets

	Group		Company	
	30.11.2023	28.02.2023	30.11.2023	28.02.2023
	RM'000	RM'000	RM'000	RM'000
Trade and other receivables:				
Trade receivables	1,145	1,981	—	—
Deposits	4,179	3,064	—	—
Due from Berjaya				
Waterfront Sdn Bhd*	32,375	40,338	—	—
Sundry receivables	1,254	1,150	382	355
Total trade and other receivables	38,953	46,533	382	355
Add: Cash and bank balances	168,909	156,919	95,317	90,356
Total financial assets carried at amortised cost	207,862	203,452	95,699	90,711

*Due from Berjaya Waterfront Sdn Bhd ("BWSB")

The amount due from BWSB is related to the uncollected portion of the sale consideration for the Group's interests over leasehold properties in the Zon Johor Bahru, which was completed in March 2013.

This balance, guaranteed by BWSB's holding company, had been subject to interest throughout the term that the balance was outstanding. The interest rate was initially at 6% per annum but has been revised to 9% per annum since 16 July 2015 until 15 April 2022. The interest rate was revised to 7% per annum from 16 April 2022 onwards.

The balance of RM40.0 million was scheduled to be repaid on or before 15 April 2023. On 15 April 2023, both parties had mutually agreed that BWSB shall pay the remaining deferred consideration of RM40.0 million on or before 15 April 2024 and BWSB will continue to pay interest at 7% per annum on the unpaid consideration on a quarterly basis.

In July 2023, the Group entered into an agreement with BWSB to offset the rental payments due from the Group's subsidiary, Selasih Eksklusif Sdn Bhd against the RM40.0 million balance receivable from BWSB as mentioned above. As at the date of this announcement, a rental payable of RM9.4 million had been set off against the total outstanding receivable from BWSB, resulting in a balance outstanding receivable from BWSB of RM30.6 million (excluding interest receivable).

6. Financial assets and financial liabilities (cont'd)

6.2 Financial liabilities

	Group		Company	
	30.11.2023	28.02.2023	30.11.2023	28.02.2023
	RM'000	RM'000	RM'000	RM'000
Trade and other payables:				
Trade payables	9,740	15,815	–	–
Accruals	2,330	1,922	589	649
Accrued payroll related expenses	295	1,292	–	–
Rental payables	1,081	798	–	–
Other deposits received	258	287	–	–
Royalty payables	1,587	1,043	–	–
Sundry payables	1,003	1,018	28	53
Total trade and other payables	16,294	22,175	617	702
<i>Add: Borrowings</i>	<i>2</i>	<i>4,009</i>	<i>–</i>	<i>–</i>
<i>Less: Goods and Services Tax payable</i>	<i>–</i>	<i>(1)</i>	<i>–</i>	<i>–</i>
Total financial liabilities carried at amortised cost	16,296	26,183	617	702

7. Profit before taxation

7.1 Significant items

(a) Other income

	Group Third quarter ended 30 November		Group 9 months ended 30 November	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Interest income from licensed banks	1,300	826	3,558	1,751
Interest income from Berjaya Waterfront Sdn Bhd	576	698	1,903	2,210
Rental income from property, plant and equipment	102	116	323	329
Deposit forfeited	1	—	1	560
Gain on disposal of property, plant and equipment	18	10	18	19
Lease concessions	—	—	—	164
Net reversal of inventories written down	167	821	353	3,125
Reversal of impairment loss on receivables	—	—	1	37
Miscellaneous income	99	966	512	2,054
	2,263	3,437	6,669	10,249

Included in miscellaneous income for the third quarter and nine-month period ended 30 November 2023 were government grants of RM Nil (30 November 2022: RM102,600) and RM Nil (30 November 2022: RM562,200) respectively received by the Group under the wage subsidy programmes introduced in Malaysia in response to the COVID-19 pandemic.

7. Profit before taxation (cont'd)

7.1 Significant items (cont'd)

(b) Other operating expenses

The following items have been included in arriving at other operating expenses:

	Group Third quarter ended 30 November		Group 9 months ended 30 November	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Assessment and quit rent	208	208	757	729
Auditors' remuneration	201	260	621	721
Bank charges	295	266	877	833
Bad debts written off	—	5	9	5
Donations	254	1	264	203
GST related expenses	—	1,225	—	1,225
(Gain)/loss arising from changes in fair value of biological assets	(7)	44	70	38
Management fees	400	500	1,200	1,100
Payment in relation to settlement with Customs	—	—	—	1,500
Property, plant and equipment written off	—	2	—	5

7.2. Related party disclosures

All related party transactions had been entered into the ordinary course of business on normal commercial terms.

The transactions with the related company and related parties of the Group are as set out below:

	Group Third quarter ended 30 November		Group 9 months ended 30 November	
	2023	2022	2023	2020
	RM'000	RM'000	RM'000	RM'000
Related companies:				
- Management fee	400	500	1,200	1,100
Related party:				
- Donation to Yayasan Harmoni	250	—	250	200

8. Income tax expense

Major components of income tax expense

The Group calculated the income tax expense for the reporting period using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are as follows:

	Group		Group	
	Third quarter ended		9 months ended	
	30 November		30 November	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Current income tax expense	750	265	2,339	1,795
Deferred income tax expense relating to origination and reversal of temporary difference	35	(76)	107	(380)
Income tax expense recognised in profit or loss	785	189	2,446	1,415

9. Net asset value

	Group		Company	
	As at	As at	As at	As at
	30 November	28 February	30 November	28 February
	2023	2023	2023	2023
Net asset value per ordinary share (sen)	28.65	28.51	61.68	61.27
Number of shares used in calculating net asset value per share ('000)	1,198,200	1,198,200	1,198,200	1,198,200

Net asset value per ordinary share is computed based on total equity less non-controlling interests divided by the number of shares.

10. Financial assets at fair value through other comprehensive income

10.1 Fair value hierarchy

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in an active market for identical assets or liabilities that the Group can access at the measurement date;
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

Group	Quoted prices in active markets for identical instruments (Level 1) RM'000	Significant observable inputs other than quoted prices (Level 2) RM'000	Significant un-observable inputs (Level 3) RM'000	Total RM'000
At 30 November 2023				
Non-financial assets:				
- Biological assets	–	–	108	108
Financial assets:				
Derivatives				
- Forward currency contracts	–	1	–	1
Financial liabilities:				
Derivatives				
- Forward currency contracts	–	5	–	5
At 28 February 2023				
Non-financial assets:				
- Biological assets	–	–	178	178
Financial assets:				
Derivatives				
- Forward currency contracts	–	29	–	29

11. Intangible assets

11.1 Goodwill

Group	Goodwill RM'000
At 28 February 2023	
Cost	28,816
Accumulated impairment losses	(22,998)
Net carrying amount	5,818
At 1 March 2023 and 30 November 2023	5,818

The cash-generating units ("CGU") to which goodwill have been allocated were tested for impairment as at 30 November 2023. The recoverable amount of the CGUs was determined based on value in use calculations using probabilities-weighted cash flow projections from financial forecasts covering a five-year period with different scenarios. The key assumptions used in the discounted cash flow models were similar to those made in FY2023, for growth rates, budgeted gross margins, ability to renew duty free licenses, discount rates, and long-term growth rate.

- i) The revenue projection for the first year was determined based on financial budget prepared. Revenue growth rates for FY2026 ranged between 6% to 14% and 3% to 48% for FY2027 to FY2029.
- ii) The budgeted gross margins for the trading of duty free goods and non-dutiable merchandise segment were in the range of 22% to 24%, which was based on average gross margin achieved in past years.
- iii) The duty free business requires a number of licences, which include duty free shop licence, wholesale dealer's licence, bonded warehouse licence and/or liquor import licence. It was assumed that the licences would be renewed upon their expiry on terms and conditions which were not less favourable.
- iv) The forecasted long-term growth rates were based on published industry research and did not exceed the long-term average growth rate for the industries relevant to the CGUs. The forecasted growth rate used to extrapolate cash flow projections beyond the five-year period was 2.2%.
- v) The pre-tax discount rate applied to the cash flow projections was ranged from 15.4% to 15.6% based on weighted average cost of capital of the Group.

The present value of the discounted cash flow was then compared to the carrying value of the CGUs and as there was no shortfall in the assessment, no impairment loss was recorded for the period ended 30 November 2023.

11.2 Non-current prepayment

The non-current prepayment was related to the development return paid to the State Government of Johor and City Council of Johor Bahru as a cost of future development for the land parcel bearing the lot number PTB 20379.

12. Property, plant and equipment

During the nine months ended 30 November 2023, the Group acquired assets amounting to RM554,000 (30 November 2022: RM415,000).

13. Borrowings

	Group	
	30.11.2023	28.02.2023
	RM'000	RM'000
Amount repayable within one year or on demand		
Secured:		
Bankers' acceptances	–	3,960
Obligations under finance leases	2	49
Total borrowings	2	4,009

The borrowings are secured by way of corporate guarantees from a subsidiary and certain amount of deposits with a licensed bank.

14. Share capital

Group	Number of ordinary shares with no par value		Amount	
	30.11.2023 '000	28.02.2023 '000	30.11.2023 RM'000	28.02.2023 RM'000
Beginning of interim period	1,198,200	1,198,199	487,903	487,902
Conversion of warrants	–	1	–	1
End of interim period	1,198,200	1,198,200	487,903	487,903

Company	Number of ordinary shares with no par value		Amount	
	30.11.2023 '000	28.02.2023 '000	30.11.2023 RM'000	28.02.2023 RM'000
Beginning of interim period	1,198,200	1,198,199	978,725	978,724
Issuance of new ordinary shares	–	1	–	1
End of interim period	1,198,200	1,198,200	978,725	978,725

The difference in the share capital amount of the Group and the Company arose as a result of the acquisition of DFZ Capital Sdn. Bhd. and Darul Metro Sdn. Bhd. and their subsidiaries in a reverse take-over exercise by the Company during the financial year ended 28 February 2011.

The holders of ordinary shares (except treasury shares) are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions.

Total treasury shares as at 30 November 2023 was 30,999,300 (28 February 2023: 30,999,300).

As at 30 November 2023, the Company's issued and paid-up share capital comprises 1,198,200,293 (28 February 2023: 1,198,200,293) ordinary shares, excluding treasury shares.

Save as disclosed above, the Company did not have any subsidiary holdings or other convertibles as at 30 November 2023.

15. Subsequent events

There were no material events subsequent to the current quarter under review and up to the date of this report.

16. Review

The condensed consolidated statement of financial position of Duty Free International Limited and its subsidiaries as at 30 November 2023 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the three-month period and certain explanatory notes have not been audited or reviewed.

17. Review of performance of the Group

Consolidated statement of Comprehensive Income

Third quarter ended 30 November 2023 ("3Q FY2024") vs Third quarter ended 30 November 2022 ("3Q FY2023")

Revenue

The Group recorded revenue of RM38.7 million in 3Q FY2024, representing a decrease of 11.0% or RM4.8 million, over the revenue of RM43.5 million in 3Q FY2023. The decrease was primarily attributable to the closure of the Kuala Lumpur International Airport ("KLIA") outlet due to the termination of its tenancy at KLIA in April 2023.

Changes in inventories

Changes in inventories comprised the difference in the value of inventories at the beginning and at the end of the financial period under review. In 3Q FY2024, the value of the closing inventories was lower than the value of the opening inventories by RM3.6 million. In 3Q FY2023, the value of the closing inventories was higher by RM12.6 million. This resulted in a negative variance of RM16.2 million for 3Q FY2024 vis-à-vis 3Q FY2023, which was mainly due to lower purchases and consumption of inventories as compared with the corresponding quarter of the previous financial year.

Inventories purchased and material consumed

Inventories purchased and material consumed decreased by 43.6% or RM17.3 million, from RM39.6 million in 3Q FY2023 to RM22.3 million in 3Q FY2024. This was mainly due to lower purchases and consumption of inventories in the current quarter due to subdued consumer demand and closure of the airport outlet as mentioned above.

Other Income

Other income decreased by RM1.1 million or 34.2% from RM3.4 million in 3Q FY2023 to RM2.3 million in 3Q FY2024, mainly attributable to the lower net reversal of inventories written down by RM0.7 million and absence of reversal of over accrual of expenses amounting RM0.7 million which was recorded as other income in 3QFY2023. The adverse impact was partially offset by higher interest income of RM0.4 million in the current reporting quarter.

17. Review of performance of the Group (cont'd)

Rental of premises

The rental of premises expenses showed a decrease of RM1.6 million from RM1.7 million in 3Q FY2023 to RM0.1 million in 3Q FY2024. The reduction in rental expenses was primarily a result of the cessation of expenses associated with the closed of the airport outlet operations, as mentioned above.

Employee benefits expenses

Employee benefits expenses increased by 26.6% or RM0.9million, from RM3.4 million in 3Q FY2023 to RM4.3 million in 3Q FY2024. The increase was mainly due to increase in overall payroll headcount as well as salary upward revision as compared with the corresponding quarter of the previous financial year.

Unrealised foreign exchange gain

Unrealised foreign exchange gain in 3Q FY2024 of RM1.3 million was higher by RM1.1 million as compared to RM0.2 million gain in 3Q FY2023. This was mainly due to the currency translation to Ringgit Malaysia of the Group's deposits and bank balance in financial institutions of SGD21.5 million and USD2.2 million as at 30 November 2023, whereby Ringgit Malaysia had weakened against Singapore Dollar by approximately 1.7% from RM3.43 as at 31 August 2023 to RM3.49 as at 30 November 2023 and US Dollar by approximately 0.3% from RM4.65 as at 31 August 2023 to RM4.66 as at 30 November 2023.

Other operating expenses

The Group incurred lower other operating expenses in 3Q FY2024 by RM1.3 million or 31.4% as compared to RM4.3 million in 3Q FY2023, mainly due to the absence of GST related expenses of RM1.2 million in the preceding year's corresponding quarter as well as lower general operating expenses incurred during the quarter under review.

Profit before income tax

The Group reported a profit before income tax of RM3.3 million for 3Q FY2024, which was RM1.1 million lower than profit before income tax of RM4.4 million recorded in 3Q FY2023.

The lower profit in 3Q FY2024 as compared to 3Q FY2023 was mainly due to lower revenue achieved, lower other operating income and higher employee benefit expenses as mentioned above. However, the adverse effect was partially offset by lower rental expenses of premises and other operating expenses as well as higher net foreign exchange gain in the current quarter under review as mentioned above.

17. Review of performance of the Group (cont'd)

Nine months ended 30 November 2023 ("9M FY2024") vs Nine months ended 30 November 2022 ("9M FY2023")

The Group recorded revenue for 9M FY2024 of RM108.7 million, representing an increase of 5.9% or RM6.1 million, over the revenue of RM102.6 million in 9M FY2023.

The Group reported a profit before income tax of RM10.9 million for 9M FY2024, representing an increase of 20.5% or RM1.8 million as compared to a profit before income tax of RM9.1 million recorded in 6M FY2023. The increase in profit was mainly contributed by higher revenue achieved coupled with higher net foreign exchange gain of RM1.9 million and lower rental expenses of RM3.0 million as well as lower other operating expenses of RM2.7 million. However, the positive effect was partially offset by lower other income of RM3.6 million and higher employee benefit expenses of RM1.7 million.

Consolidated Statement of Financial Position

Property, plant and equipment

The decrease in net book value of the property, plant and equipment by RM1.9 million was mainly due to the depreciation charge of RM2.5 million, partially offset by acquisition of assets amounting to RM0.6 million during the nine month of FY2024.

Right-of-use assets

The increase in right-of-use assets by RM5.0 million was mainly due to renewal and addition of a new lease totalling RM11.6 million, partially offset by depreciation charge of RM6.5 million during the nine month of FY2024.

Trade receivables and other receivables

The decrease in trade and other receivables by RM7.5 million was mainly due to the offset of rental due against the balance receivable from BWSB in relation to the leases for outlets in the Zon Johor Bahru as explained under Note 6.1 above.

Prepayments (current and non-current)

Current prepayments decreased by RM2.4 million, from RM5.2 million as at 28 February 2023 to RM2.8 million as at 30 November 2023 which was mainly due to the reclassification of rental paid in advance of RM3.6 million as a new lease coupled with the offset by the down payment of building construction costs for one of the Group's retail outlets amounting to RM1.3 million.

As at 30 November 2023 and 28 February 2023, non-current prepayment of RM4.0 million was in relation to development return paid to the State Government and City Council.

17. Review of performance of the Group (cont'd)

Inventories

The decrease in inventories of RM5.9 million was mainly due to lower purchases of inventories in 3Q FY2024 and improved inventories.

Trade and other payables

The decrease in trade and other payables of RM5.9 million was mainly due to lower purchases in 3QFY2024.

Borrowings (current and non-current)

Total borrowings decreased by RM4.0 million mainly due to repayment of trade facilities of RM4.0 million.

Lease liabilities (current and non-current)

The increase of lease liabilities of RM4.9 million was mainly due to the renewal and addition of a new lease totalling RM8.0 million and accretion of interest of RM5.3 million charged during the nine months of FY2024. The increases were partially offset by the payments of lease liabilities of RM8.4 million in the same period.

Consolidated Statement of Cashflow

The net cash flow generated by the Group from operating activities for 3Q FY2024 was RM11.3 million as compared to the RM6.8 million used in 3Q FY2023. This was mainly due to higher cash flow generated from operations mainly due to reduction in purchases of inventories as well as decrease in receivable recorded in the current quarter under review.

The net cash flow generated from investing activities in 3Q FY2024 was higher than 3Q FY2023 by RM0.3 million mainly contributed by higher interest income received in the current quarter under review.

The net cash flows used in financing activities was RM7.1 million as compared to RM0.3 million in 3Q FY2023 mainly due to higher payment of lease liabilities of RM2.6 million as well as dividend paid out of RM7.3 million. Fixed deposits of RM3.1 million previously pledged as collateral to secure a banking facilities has been released and recorded in the current quarter under review.

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

Not applicable.

19. 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 Malaysian economy expanded moderately in the third quarter of 2023 by 3.3% (2Q 2023: 2.9%), growth was anchored by resilient domestic demand. On a quarter-on-quarter seasonally adjusted basis, the economy grew by 2.6% (2Q 2023: 1.5%). Overall, the Malaysian economy expanded by 3.9% in the first three quarters of 2023¹.

Despite positive indications of an ongoing economic recovery, the Group anticipates that the retail business environment in which it operates will continue to be challenging. This stems from the escalating product and operating costs due to the weakening of the Ringgit Malaysia against major foreign currencies, along with the added strain of inflationary pressures and a cautious approach to consumer spending. Hence, the Group will persist in its endeavours to improve operational efficiency and effectiveness. This includes implementing rigorous cost control measures while simultaneously devising strategies to adapt and navigate the constantly evolving business landscape. The overarching goal is to ensure that the Group's core businesses remain resilient and robust in the face of these challenges in the next twelve months.

20. Dividend

(a) Current Financial Period Reported On
Any dividend declared for the current financial period reported on?

Name of dividend	Second interim
Dividend type	Cash
Dividend amount per share	S\$0.0008 per share
Tax rate	One tier exempt
Book closure date	30 January 2024
Date payable	16 February 2024

¹ Source from Bank Negara Malaysia – Economic and financial developments in Malaysia in the third quarter of 2023

Other information required by Listing Rule Appendix 7.2

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of dividend	First interim
Dividend type	Cash
Dividend amount per share	S\$0.002 per share
Tax rate	One tier exempt
Book closure date	27 January 2023
Date payable	10 February 2023

(c) Date payable
Please refer to Paragraph 20(a).

(d) Book closure date
Please refer to Paragraph 20(a).

21. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

22. Interested Person Transactions

Interested Persons	Aggregate value of interested person transactions entered into during the financial period under review (excluding transactions below S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a))	Aggregate value of interested person transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a) (excluding transactions below S\$100,000)
	RM'000	RM'000
Atlan Holdings Bhd	1,200	- (Note 1)

Note 1: The Company does not have any existing general mandate pursuant to Rule 920 of the Listing Rules.

23. Use of proceeds from placement exercises

The Company had, on 7 March 2016, 24 March 2016, 11 August 2016, 26 August 2016 and 23 March 2017 completed five placement exercises of (i) 39 million new ordinary shares in the capital of the Company; and (ii) 5.5 million treasury shares in the capital of the Company; (iii) 20 million new ordinary shares in the capital of the Company; (iv) 30 million new ordinary shares in the capital of the Company; and (v) 34.15 million new ordinary shares in the capital of the Company respectively, raising a total net proceeds of S\$43.6 million. As the use of the net proceeds (including the percentage allocation of the net proceeds) from the above mentioned placement exercises are identical to each other, the Company has aggregated the net proceeds raised from the abovementioned placement exercises together.

The Company intends to use the net proceeds from the abovementioned placement exercises as follows:

- 90% for general corporate requirements including but not limited to acquisition and funding of potential business opportunities, if any; and
- 10% for general working capital including but not limited to renovation and upgrading of business outlets, should the need arise.

The Company has utilised the net proceeds as follows:

- 1) US\$2.80 million (or approximately S\$3.82 million based on the exchange rate of S\$1.363 to US\$1.00) for the subscription for 2,800,000 new ordinary shares in Brand Connect Holding Pte. Ltd as disclosed in Note 10(iii) on 8 August 2018.
- 2) US\$0.85 million (or approximately S\$1.16 million based on the exchange rate of S\$1.37 to US\$1.00) for the purchase of inventories and payment of professional fees in relation to the acquisition of Brand Connect Holding Pte. Ltd. Group on 8 November 2018.
- 3) US\$0.80 million (or approximately S\$1.10 million based on the exchange rate of S\$1.37 to US\$1.00) for the purchase of inventories for Brand Connect Holding Pte. Ltd. Group on 5 December 2018.
- 4) US\$10.93 million (or approximately S\$14.91 million based on the exchange rate of S\$1.364 to US\$1.00) for the acquisition of 31,494,575 ordinary shares in DFZ Capital Sdn Bhd on 7 December 2021.
- 5) US\$1.53 million (or approximately S\$2.09 million based on the exchange rate of S\$1.364 to US\$1.00) for the payment of trade payables due to HAP on 7 December 2021.

As at the date of this announcement, following the abovementioned utilisation, approximately S\$20.52 million remains unutilised out of the net proceeds of S\$43.60 million from the abovementioned placement exercises.

The above utilisation of the Net Proceeds is consistent with the intended use of the net proceeds as disclosed in the Company's previous announcements released in relation to the Placement Exercises.

24. Changes in the composition of the Group

Save as disclosed below, there were no other changes in the composition of the Group during the current financial period under review.

On 9 November 2023, the Company submitted its application to the Companies Commission of Malaysia for strike off of DFZ Utara Sdn. Bhd. a dormant wholly owned subsidiary of DFZ Trading Sdn. Bhd., which in turn is a subsidiary of the Company. Upon completion of the strike off, DFZ Utara Sdn. Bhd. will cease to be a subsidiary of the Company.

25. Confirmation by the directors and executive officers pursuant to Rule 720(1) of the Listing Manual

The Board of Directors hereby confirms that all required undertakings pursuant to Rule 720(1) of the Listing Manual have been obtained from its Directors and Executive Officers in the format set out in Appendix 7.7 of the SGX-ST Listing Manual.

Confirmation by the Board

On behalf of the Board of Directors of the Company, we, the undersigned hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the period ended 30 November 2023 to be false or misleading in any material aspect.

On behalf of the Board of Directors

General Tan Sri Dato' Seri Mohd
Azumi bin Mohamed (Retired)
Director

Lee Sze Siang
Director

Singapore
10 January 2024