

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

**Registration No: - 200301035125 (637546-D)**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Period Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue	111,596	84,692	205,388	168,042
Cost of sales	(87,788)	(82,656)	(159,846)	(156,533)
<b>Gross profit</b>	<b>23,808</b>	<b>2,036</b>	<b>45,542</b>	<b>11,509</b>
Other operating income	2,941	398	5,686	3,591
Operating expenses	(8,420)	(8,397)	(19,195)	(20,642)
Finance costs	(556)	(803)	(1,166)	(1,673)
<b>Profit/(Loss) before tax</b>	<b>17,773</b>	<b>(6,766)</b>	<b>30,867</b>	<b>(7,215)</b>
Tax expense	(3,738)	(999)	(8,808)	(4,208)
<b>Profit/(Loss) after tax</b>	<b>14,035</b>	<b>(7,765)</b>	<b>22,059</b>	<b>(11,423)</b>
<b>Other comprehensive income/(expenses)</b>				
- currency translation differences	(2,260)	707	(498)	3,663
<b>Total comprehensive income/(expense) for the financial period</b>	<b>11,775</b>	<b>(7,058)</b>	<b>21,561</b>	<b>(7,760)</b>
<b>Profit/(Loss) after taxation attributable to:</b>				
-Owners of the Company	14,035	(7,765)	22,059	(11,423)
-Non-controlling Interests	-	-	-	-
	<u>14,035</u>	<u>(7,765)</u>	<u>22,059</u>	<u>(11,423)</u>
<b>Total comprehensive income/(expense) for the financial year attributable to:</b>				
-Owners of the Company	11,775	(7,058)	21,561	(7,760)
-Non-controlling Interests	-	-	-	-
	<u>11,775</u>	<u>(7,058)</u>	<u>21,561</u>	<u>(7,760)</u>
<b>Profit/(Loss) Per Share (sen):</b>				
-Basic	2.72	(1.51)	4.27	(2.22)
-Diluted	2.72	(1.51)	4.27	(2.22)
<b>Proposed/ Declared Dividend Per Share (sen)</b>	<u>1.00</u>	<u>-</u>	<u>1.00</u>	<u>-</u>

The consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2023 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

Registration No: - 200301035125 (637546-D)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31.03.2024 RM'000 (Unaudited)	As At 30.09.2023 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	274,486	279,304
Right-of-use assets	1,101	2,761
	<u>275,587</u>	<u>282,065</u>
<b>Current assets</b>		
Inventories	56,929	53,349
Trade receivables	125,985	110,559
Other receivables	9,071	11,577
Current tax assets	2,838	4,546
Cash and bank balances	50,472	49,699
Total current assets	<u>245,295</u>	<u>229,730</u>
<b>TOTAL ASSETS</b>	<b><u>520,882</u></b>	<b><u>511,795</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	211,343	211,228
Share option reserve	4,911	4,949
Currency translation reserve	3,370	3,868
Capital reserve	4,800	4,800
Retained profits	178,234	156,175
<b>TOTAL EQUITY</b>	<u>402,658</u>	<u>381,020</u>
<b>Non-current liabilities</b>		
Loans and borrowings	12,383	13,812
Lease liabilities	370	1,368
Retirement benefits	818	840
Deferred tax liabilities	18,045	12,799
Deferred income on government grants	5,316	5,539
	<u>36,932</u>	<u>34,358</u>
<b>Current liabilities</b>		
Loans and borrowings	19,515	19,494
Lease liabilities	791	1,657
Trade Payables	35,569	48,996
Other Payables	22,495	25,850
Current tax liabilities	2,922	420
Total current liabilities	<u>81,292</u>	<u>96,417</u>
<b>TOTAL LIABILITIES</b>	<u>118,224</u>	<u>130,775</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>520,882</u></b>	<b><u>511,795</u></b>
Net assets per ordinary share (RM)	<b><u>0.7802</u></b>	<b><u>0.7387</u></b>

The consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2023 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

**Registration No: - 200301035125 (637546-D)**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	←-----Non-distributable-----→				Distributable	Total Equity RM'000
	Share Capital RM'000	Share Option Reserve RM'000	Currency Translation Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000	
<b>6 months ended 31 March 2024</b>						
Balance at 1 October 2023	211,228	4,949	3,868	4,800	156,175	381,020
Profit after taxation	-	-	-	-	22,059	22,059
Currency translation differences for foreign operation	-	-	(498)	-	-	(498)
Total comprehensive loss for the financial period	-	-	(498)	-	22,059	21,561
<b>Transaction with owners:</b>						
Issuance of shares pursuant to Employee Share Option Scheme (“ESOS”)	115	(38)	-	-	-	77
Balance at 31 March 2024	211,343	4,911	3,370	4,800	178,234	402,658
<b>6 months ended 31 March 2023</b>						
Balance at 1 October 2022	211,145	4,949	(104)	4,800	201,191	421,981
Loss after taxation	-	-	-	-	(11,423)	(11,423)
Currency translation differences for foreign operation	-	-	3,663	-	-	3,663
Total comprehensive loss for the financial period	-	-	3,663	-	(11,423)	(7,760)
<b>Transaction with owners:</b>						
Issuance of shares pursuant to conversion of Warrant C	83	-	-	-	-	83
Balance at 31 March 2023	211,228	4,949	3,559	4,800	189,768	414,304

The consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2023 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

Registration No: - 200301035125 (637546-D)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****CONSOLIDATED STATEMENT OF CASH FLOW**

	Period Ended	
	31.03.2024 RM'000 (unaudited)	31.03.2023 RM'000 (unaudited)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	30,867	(7,215)
Adjustments for:		
Amortisation of deferred income on government grant	(223)	(223)
Depreciation	12,125	15,493
Gain on disposal of property, plant and equipment	-	(25)
Gain on lease modification	(206)	-
Impairment loss on trade receivables	15	-
Interest expense	1,062	1,519
Interest income	(202)	(76)
Inventories written down	-	3,600
Inventories written off	509	-
Plant and equipment written off	347	-
Reversal of impairment on trade receivables	(352)	-
Reversal of inventories written down	-	(1)
Unrealised loss on foreign currency translation	96	1,259
	<hr/>	<hr/>
Operating profit before working capital changes	44,038	14,331
(Increase)/Decrease in inventories	(4,089)	11,050
(Increase)/Decrease in receivables	(12,679)	7,528
Decrease in payables	(16,782)	(5,845)
	<hr/>	<hr/>
Cash from operations	10,488	27,064
Payment for retirement benefits	(32)	-
Interest paid	(1,062)	(1,519)
Tax refunded/ (paid)	648	(1,481)
	<hr/>	<hr/>
Net cash from operating activities	<u>10,042</u>	<u>24,064</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest received	202	76
Proceeds from disposal of property, plant and equipment	526	130
Purchase of property, plant and equipment	(6,320)	(9,531)
	<hr/>	<hr/>
Net cash used in investing activities	<u>(5,592)</u>	<u>(9,325)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Drawdown of hire purchase	4,849	1,874
Proceeds from issuance of ESOS/Warrant conversion	77	83
Increase in short-term loans and borrowings	902	1,283
Repayment of hire purchase obligations	(4,114)	(8,454)
Repayment of lease liabilities	(1,864)	(647)
Repayment of term loans	(3,045)	(2,661)
	<hr/>	<hr/>
Net cash used in financing activities	<u>(3,195)</u>	<u>(8,522)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents at beginning of period	49,699	18,123
Currency translation - subsidiaries	(482)	1,132
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of period</b>	<u><u>50,472</u></u>	<u><u>25,472</u></u>
<i>Represented by:</i>		
Cash and bank balances	<u><u>50,472</u></u>	<u><u>25,472</u></u>

The consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2023 and the accompanying explanatory notes attached to the interim financial statements.

## NOTION VTEC BERHAD (“Notion” or “The Company”)

Registration No: - 200301035125 (637546-D)

### UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

#### NOTES TO THE QUARTERLY FINANCIAL REPORT

##### A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2023 (“FYE 2023”) and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“The Group”).

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements of the Group for the FYE 2023 except for the changes in accounting policies and presentations resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2023.

The Group has adopted the following Amendments to Standard during the financial period.

##### **MFRS effective for financial periods beginning on or after 1 January 2023**

MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 17	<i>Insurance Contracts – Initial Application of MFRS 17 and MFRS 9 – Comparative Information</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements – Disclosures of Accounting Policies</i>
Amendments to MFRS 108	<i>Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates</i>
Amendments to MFRS 112	<i>Income Tax – Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>

The adoption of the above pronouncements did not have material impact on the financial statements of the Group and of the Company.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

##### **MFRS effective for financial periods beginning on or after 1 January 2024**

Amendments to MFRS 16	<i>Leases – Lease Liability in a Sale and Leaseback</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements – Classification of liabilities as current or non-current</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements – Non-current Liabilities with Covenants</i>
Amendments to MFRS 107 and MFRS 7	<i>Statement of Cash Flows and Financial Instruments: Disclosures – Supplier Finance Arrangements</i>

##### **MFRS effective for financial periods beginning on or after 1 January 2025**

Amendments to MFRS 121	<i>Lack of Exchangeability</i>
------------------------	--------------------------------

##### **MFRS effective for financial periods beginning on or after a date yet to be confirmed**

Amendments to MFRS 10 and MFRS 128	<i>Consolidated Financial Statements and Investments in Associates and Joint Ventures – Sales or Contribution of Assets between an Investor and its Associate or Joint Venture</i>
------------------------------------	--

The adoption of the above new MFRSs and amendments/improvements to MFRSs are not expected to have any material financial impact on the financial statements of the Group.

##### A2. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the financial statements of the Group for the FYE 2023 was not subject to any qualification.

##### A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

##### A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter under review.

**NOTION VTEC BERHAD (“Notion” or “The Company”)****Registration No: - 200301035125 (637546-D)****UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****NOTES TO THE QUARTERLY FINANCIAL REPORT (Continued)****A5. MATERIAL CHANGES IN ESTIMATES**

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

**A6. DEBT AND EQUITY SECURITIES**

During the current quarter 31 March 2024, the following share capital were issued:

	No. of shares	RM
Issued and paid-up share capital as at 31 December 2023	515,828,850	211,227,594
Issuance of shares pursuant to conversion of ESOS 265,630 @RM0.29	265,630	77,032
Transfer from Share Option Reserve 265,630 @ RM0.1443	-	38,331
Issued and paid-up share capital as at 31 March 2024	516,094,480	211,342,957

As at 31 March 2024, the total number of unexercised ESOS Options are as follows: -

Date of offer ESOS Options	Option Price (RM)	Total no. of unexercised ESOS Options
27 February 2017	0.53	1,599,600
12 December 2017	0.29	3,641,580
28 May 2020	0.68	13,747,700
	Total	18,988,880

Save as disclosed above, there were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter.

**A7. DIVIDEND PAID**

No dividend was paid during the quarter under review.

**A8. SEGMENTAL INFORMATION**

The Group is primarily engaged in four business segments which are in the design and volume production of high precision metal manufacturing of hard disk drive (“HDD”), automotive industries’ components, electronic manufacturing services (“EMS”) and camera/industrial (“CI”). Breakdown of segmental revenue and product mix is shown in Note B1.

The Group’s operations are conducted in Malaysia and Thailand.

**A9. VALUATION OF ASSETS**

There was no revaluation of property, plant and equipment for the quarter under review.

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER**

There was no material event subsequent to the end of the quarter under review.

**A11. CHANGES IN THE COMPOSITION OF THE GROUP**

On 26 February 2024, the Company incorporated a wholly owned subsidiary, Bentong Resources Sdn Bhd and has yet to commence any business activity.

On 25 March 2024, Notion Pacific Ltd, a wholly owned subsidiary of the Company has been struck off from the Register of Companies following the publication of the notice on the website of RAK International Corporate Centre.

Other than the above, there were no changes in the composition of the Group for the current quarter under review.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

**Registration No: - 200301035125 (637546-D)**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

**NOTES TO THE QUARTERLY FINANCIAL REPORT (Continued)**

**A12. CONTINGENT LIABILITIES**

The Company has entered into financial guarantee contracts to provide financial guarantees to financial institutions for credit facilities granted to certain subsidiaries up to a total limit of approximately RM250 million. The total utilisation of these credit facilities as at 31 March 2024 amounted to approximately RM33 million.

**A13. CAPITAL COMMITMENTS**

Approved and contracted for:

- Purchase of property, plant and equipment

**As at  
31.03.2024  
RM'000**

**3,501**

---

**A14. SIGNIFICANT RELATED PARTY TRANSACTIONS**

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current financial quarter.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

Registration No: - 200301035125 (637546-D)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

**B1. GROUP PERFORMANCE REVIEW**

<u>REVENUE</u>	INDIVIDUAL QUARTER			CUMMULATIVE QUARTER		
	Q2FY2024 RM'000 (unaudited)	Q2FY2023 RM'000 (unaudited)	Change	Q2FY2024 RM'000 (unaudited)	Q2FY2023 RM'000 (unaudited)	Change
HDD	29,555	26,040	13%	52,634	49,538	6%
Automotive	33,265	28,502	17%	65,134	54,720	19%
EMS	36,104	17,508	>100%	63,402	36,764	72%
Camera/Industrial	12,672	12,642	<1%	24,218	27,020	-10%
<b>TOTAL</b>	<b>111,596</b>	<b>84,692</b>	<b>32%</b>	<b>205,388</b>	<b>168,042</b>	<b>22%</b>

The Group recorded revenue and profit after taxation (“PAT”) of RM 111.6 million and RM 14.0 million respectively for the quarter ended 31 March 2024 (“Q2FY2024”). Refer Notes B2 and B3 below for a detailed review of the Group’s performance.

**B2. COMPARISON WITH PRECEDING QUARTER’S RESULTS**

	INDIVIDUAL QUARTER		Changes
	Q2FY2024 RM'000 (unaudited)	Q1FY2024 RM'000 (unaudited)	
Revenue	111,596	93,792	19%
Gross Profit	23,808	21,734	10%
Profit before taxation	17,773	13,094	36%
Profit after taxation	14,035	8,024	75%
EBITDA	23,677	19,962	19%

The Group registered a higher revenue of RM111.6 million as compared to Q1FY2024 of RM93.8 million. The increase of RM17.8 million in revenue was mainly contributed by the increase in revenue of RM8.9 million and RM6.5 million from EMS and HDD segments respectively in Q2FY2024.

The Profit before Tax (“PBT”) of RM17.8 million in current quarter (Q1FY2024: RM13.1 million) was mainly contributed by the improved revenue with higher gross profit by RM2.1 million.

The EBITDA for Q2FY2024 was RM23.7 million compared to RM19.9 million in Q1FY2024. The higher EBITDA in Q2 FY2024 was mainly because of the reasons as mentioned above.



## **NOTION VTEC BERHAD (“Notion” or “The Company”)**

**Registration No: - 200301035125 (637546-D)**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

**ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Continued)**

### **B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR**

#### Review of the Q2 FY2024 (Jan to Mar 2024):

Despite the CNY holidays and short February month, Group sales increased from RM93 million to RM111 million (+19%) in Q2 mainly driven by higher orders in both HDD and EMS segments. HDD reported global inventory shortage and the need to replenish being the reasons for increased orders in HDD spacers and disk clamps. Also, Notion Thailand’s HDD machining business which was depressed in the previous quarter, recovered and contributed to higher sales.

The sharp increase in orders in the EMS segment is a result of many years of investment in this segment resulting in sustainable high demand for quality metal (mainly aluminium) components needed for the high-end appliances. Notion is a major Tier 2 approved vendor and we export to customer’s contract manufacturers (Tier 1) located both locally and overseas.

The reported PAT (profits after tax) rose sharply from RM8 million to RM14 million (+75%) in Q2 is a result of a combination of higher volume of sales, lower operating expenses and lower tax expense.

#### Outlook:

Demand for large capacity HDDs mainly for cloud and enterprise computing and increasingly for Artificial Intelligence (AI) machine learning data storage has seen a resurgence of demand and orders as we serve that space diligently. We have established long-term relationships with these major HDD makers and the commitment for long-term supply is of paramount importance. We will grow in line with the industry growth pattern.

In the EMS segment, we continue to engage in new projects as well as provide matching production of high-quality metal components from all our manufacturing facilities to meet our customers’ high expectations. We expect strong growth in the current financial year and also into the next few years as well.

In the Automotive segment, we have received orders for the supply of aluminium solenoid valves and will start operations in Q4 FY2024. Also, we are in early discussions to increase our capacity of aluminium auto parts for the braking systems as customers need to buy from non-Chinese supplier which should impact FY2025 in higher orders for auto parts.

The trade war gives rise to fresh opportunities for manufacturers in the ASEAN countries as MNCs need to source away from Chinese supply chain and look for ASEAN based companies instead. The Notion Group is seeing increasing opportunities for such relocation of manufacturers and include automotive, solar cells, semi-conductors, steel and aluminium products. It is not just the American MNCs but those European MNCs as well which look for new sources of supply. Our Group is positioned for such opportunities having been in the manufacturing space for a while and have earned a good reputation for production for product quality and delivery. Consequently, we are discussing a few deals with new potential customers.

For FY2024, the Board is confident that it is a turnaround year. Additionally, the expectation is for H2 FY2024 to out-pace H1.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

Registration No: - 200301035125 (637546-D)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Continued)

**B4. PROFIT FORECAST, PROFIT GUARANTEE AND INTERNAL TARGETS**

The Group did not issue any profit guarantee and profit forecast during the current financial period to date.

**B5. TAXATION**

	INDIVIDUAL QUARTER QUARTER ENDED		CUMULATIVE QUARTER PERIOD ENDED	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Tax based on result for the period				
-Current tax	1,796	420	3,562	1,457
-Deferred tax	1,942	579	5,246	2,751
	<u>3,738</u>	<u>999</u>	<u>8,808</u>	<u>4,208</u>

The effective tax rate of the Group for the cumulative quarter ended 31 March 2024 is higher than the statutory tax rate of 24% due to unallowable expenses.

**B6. STATUS OF CORPORATE PROPOSALS**

On 26 February 2024, the Company announced to undertake a bonus issue up to 53,508,336 Warrants D on the basis of 1 Warrant D for every 10 existing ordinary shares in the Company and approved by Bursa Securities on 20 March 2024.

On 17 April 2024, the Company announced that the exercise price of the Warrants D is fix at RM0.445 per Warrant D (“Exercise Price”). The Exercise Price was determined and fixed after taking into consideration, the following: -

- i) Historical price movement of the Company’s shares;
- ii) 5 days Volume Weighted Average Market Price (“VWAP”) of the Company’s shares immediately preceding the Price-Fixing Date and the Company’s intention to fix the Exercise Price at a discount range of 10% to 30% to the 5-day VWAP of Company’s shares immediately preceding the Price-Fixing Date;
- iii) Warrants D are exercisable at any time for a tenure of 5 years from the date of issuance;
- iv) Warrants D will be issued at no cost.

On 18 April 2024, the Company announced the bonus issue entitlement shareholder of the Company on 3 May 2024. The bonus issue of 51,608,580 new warrants had been listed and quoted on the Main Market of Bursa Securities on 13 May 2024.

Saved for the above, there are no other corporate proposals announced but pending completion as at the date of this report.

**B7. BORROWINGS AND DEBTS SECURITIES**

The Group’s borrowings are as follows:

	As at 31.03.2024 RM'000 (Unaudited)	As at 31.03.2023 RM'000 (Unaudited)
<b>NON-CURRENT</b>		
<u>SECURED</u>		
Hire purchase payables	10,571	13,573
Term Loans	<u>1,812</u>	<u>4,338</u>
	<u>12,383</u>	<u>17,911</u>
<b>CURRENT</b>		
<u>SECURED</u>		
Hire purchase payables	8,089	11,198
Term loan	2,524	6,444
Trust receipt	902	238
Revolving credits	<u>8,000</u>	<u>8,000</u>
	<u>19,515</u>	<u>25,880</u>

The hire purchase payables and term loans are secured by legal charges over certain property, plant and equipment belonging to certain subsidiaries of the Company.

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

Registration No: - 200301035125 (637546-D)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Continued)

**B8. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT**

Profit/(Loss) before Tax is arrived at after charging / (crediting) the following items:

	INDIVIDUAL QUARTER QUARTER ENDED		CUMULATIVE QUARTER PERIOD ENDED	
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Amortisation of deferred income on government grant	(111)	(111)	(223)	(223)
Depreciation and amortisation	5,610	7,591	12,125	15,493
Gain on lease modification	(206)	-	(206)	-
Interest expense	503	721	1,062	1,519
Interest income	(108)	(34)	(202)	(76)
Inventories written off	509	12	509	-
Inventories written down	-	3,600	-	3,600
Impairment loss on receivables	15	-	15	-
Loss/(Gain) on disposal property, plant and equipment	-	8	-	(25)
Plant and equipment written off	347	-	347	-
Realised gain on foreign exchange	(1,018)	(25)	(2,848)	(2,654)
Reversal of impairment on receivables	(245)	-	(352)	-
Reversal of inventories written off	-	-	-	(1)
Unrealised (gain)/loss on foreign exchange	(1,720)	(1,204)	96	1,259

The following items are not applicable in the financial period under review:

Gain or loss on disposal of quoted or unquoted investment or properties  
Gain or loss on derivatives

**B9. MATERIAL LITIGATION**

There were no material litigations that might adversely and materially affect the position of the Group as at date of this report.

**B10. DIVIDENDS**

The Board has on 20 May 2024, declared and approved an interim single-tier dividend of 1.00 sen per ordinary share in respect of the financial year ending 30 September 2024, The entitlement and payment dates for interim single-tier dividend will be determined by the Board at a later date.

**B11. EARNINGS PER SHARE**

The earnings per share is calculated by dividing the profit attributable to the owners of the Company by the number of ordinary shares in issue.

	INDIVIDUAL QUARTER QUARTER ENDED		CUMULATIVE QUARTER PERIOD ENDED	
	31.03.2024 Unaudited	31.03.2023 Unaudited	31.03.2024 Unaudited	31.03.2023 Unaudited
Profit/(Loss) after taxation (RM'000)	14,035	(7,765)	22,059	(11,423)
Based on the weighted average number of ordinary shares in issue ('000)	515,839	515,829	515,834	515,829
Basic earnings/(losses) per share* (sen)	2.72	(1.51)	4.27	(2.22)
Based on the weighted average number of ordinary shares in issue ('000)	516,772	515,829	516,732	515,829
Diluted earnings/(losses) per share (sen)	2.72	(1.51)	4.27	(2.22)

**NOTION VTEC BERHAD (“Notion” or “The Company”)**

**Registration No: - 200301035125 (637546-D)**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

**AUTHORISATION FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 20 May 2024.

**By Order of the Board**

Petaling Jaya

20 May 2024