



JOHAN HOLDINGS BERHAD

(Company No. 314-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 JULY 2023**

	Note	Current Quarter 3 months ended 31 July		Cumulative 12 months ended 31 July	
		2023 Unaudited RM'000	2022 Unaudited RM'000	2023 Unaudited RM'000	2022 Audited RM'000
Continuing operations					
Revenue	K1	8,523	13,599	21,095	22,036
Cost of sales		(10,387)	(17,792)	(28,419)	(25,051)
Gross loss		(1,864)	(4,193)	(7,324)	(3,015)
Other income		1,150	2,270	7,797	7,242
Net foreign exchange (loss)/gain		(59)	1,173	(130)	3,123
Net fair value loss on investment securities	M5	(353)	(1,533)	(1,415)	(3,892)
Administrative expenses		(4,064)	(3,014)	(15,963)	(13,920)
Net impairment loss	M5	(8,640)	(477)	(35,594)	(477)
Other expenses		(170)	(1,628)	(2,742)	(1,628)
Loss before interest, tax, depreciation and amortisation		(14,000)	(7,402)	(55,371)	(12,567)
Depreciation and amortisation		(1,441)	(1,543)	(5,137)	(3,856)
Finance costs		(19)	(411)	(894)	(487)
Loss before tax	K1/K5	(15,460)	(9,356)	(61,402)	(16,910)
Income tax credit/(expense)	K6	73	(1)	(29)	(33)
Loss for the period		(15,387)	(9,357)	(61,431)	(16,943)
Other comprehensive income/(loss):					
Foreign currency translation gain/(loss)		70	1,478	60	(1,790)
Gain/(Loss) on revaluation of properties		(4,366)	3,070	(2,746)	3,070
Total comprehensive loss for the period		(19,683)	(4,809)	(64,117)	(15,663)
Loss for the period attributable to :					
Owners of the Company		(9,819)	(6,402)	(38,929)	(11,384)
Non-controlling interests		(5,568)	(2,955)	(22,502)	(5,559)
		(15,387)	(9,357)	(61,431)	(16,943)
Total comprehensive loss attributable to:-					
Owners of the Company		(13,289)	(2,681)	(41,437)	(10,931)
Non-controlling interests		(6,394)	(2,128)	(22,680)	(4,732)
		(19,683)	(4,809)	(64,117)	(15,663)
Loss per share attributable to owners of the Company:					
Basic & diluted loss per share for the period (sen)	K13	(0.84)	(0.55)	(3.33)	(0.97)

(The Unaudited Condensed Consolidated Statements of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to the interim financial statements)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited As at 31 July 2023 RM'000	Audited As at 31 July 2022 RM'000
	Note		
Non-current assets			
Property, plant and equipment		163,275	162,822
Investment Properties		40,400	40,570
Inventories-Non current		30	30
Other receivable		-	27,209
Total non-current assets		<u>203,705</u>	<u>230,631</u>
Current assets			
Inventories		4,841	12,283
Receivables		6,254	33,883
Tax recoverable		444	388
Investment securities		11,205	12,620
Cash and bank balances		57,372	49,223
Total current assets		<u>80,116</u>	<u>108,397</u>
Total assets		<u>283,821</u>	<u>339,028</u>
Share capital	M7	413,672	413,672
Reserves			
Warrant reserve		15,963	15,963
Exchange reserve		(2,726)	(2,786)
Revaluation reserve		18,112	20,680
Accumulated losses		(257,550)	(218,621)
Attributable to equity holders of the parent		<u>187,471</u>	<u>228,908</u>
Non-controlling interests		24,372	27,452
Total equity		<u>211,843</u>	<u>256,360</u>
Non-current liabilities			
Lease liabilities	K9	1,595	2,178
Deferred tax liabilities		21,267	22,148
Total non-current liabilities		<u>22,862</u>	<u>24,326</u>
Current liabilities			
Payables		48,533	57,821
Lease liabilities	K9	583	521
Total current liabilities		<u>49,116</u>	<u>58,342</u>
Total liabilities		<u>71,978</u>	<u>82,668</u>
Total equity and liabilities		<u>283,821</u>	<u>339,028</u>
Net assets per share (sen)		<u>18.14</u>	<u>21.95</u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to the interim financial statements)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 JULY 2023

	←————— Attributable to owners of the Company —————→							
	←————— Non-distributable reserves —————→							
	Share capital RM'000	Warrant RM'000	Exchange reserve RM'000	Properties revaluation reserve RM'000	Accumulated losses RM'000	Equity attributable to owners of the Company total RM'000	Non- controlling interests RM'000	Total RM'000
Balance as at 1 August 2021	413,672	15,963	(996)	18,437	(207,237)	239,839	6,184	246,023
Total comprehensive gain/(loss) for the year	-	-	(1,790)	2,243	(11,384)	(10,931)	(4,732)	(15,663)
Non-controlling interests arising from investment in a subsidiary	-	-	-	-	-	-	26,000	26,000
Balance as at 31 July 2022	<u>413,672</u>	<u>15,963</u>	<u>(2,786)</u>	<u>20,680</u>	<u>(218,621)</u>	<u>228,908</u>	<u>27,452</u>	<u>256,360</u>
Balance as at 1 August 2022	413,672	15,963	(2,786)	20,680	(218,621)	228,908	27,452	256,360
Total comprehensive gain/(loss) for the year	-	-	60	(2,568)	(38,929)	(41,437)	(22,680)	(64,117)
Transactions with owners:								
Non-controlling interests arising from investment in a subsidiary	-	-	-	-	-	-	19,600	19,600
Balance as at 31 July 2023	<u>413,672</u>	<u>15,963</u>	<u>(2,726)</u>	<u>18,112</u>	<u>(257,550)</u>	<u>187,471</u>	<u>24,372</u>	<u>211,843</u>

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE
FINANCIAL YEAR ENDED 31 JULY 2023**

	Cumulative 12 months ended 31 July	
	2023 Unaudited RM'000	2022 Audited RM'000
Cash flows from/(used in) operating activities		
Loss before tax	(61,402)	(16,910)
Adjustments for non-cash and non-operating items:		
- Non-cash items	38,736	1,899
- Investing and financing items	(421)	(2,779)
Operating cash flows before working capital changes	<u>(23,087)</u>	<u>(17,790)</u>
Changes in working capital:		
- Changes in current assets	65,354	(21,902)
- Changes in current liabilities	(9,297)	24,737
Tax paid	(85)	(151)
Net cash flows from/(used in) operating activities	<u>32,885</u>	<u>(15,106)</u>
Cash flows from/(used in) investing activities		
Interest received	1,315	1,075
Change in pledged deposit	(3)	(3)
Purchase of property, plant and equipment	(44,810)	(79,427)
Net cash used in investing activities	<u>(43,498)</u>	<u>(78,355)</u>
Cash flows from/(used in) financing activities		
Payment of lease liabilities	(471)	(570)
Interest paid	(380)	(487)
Subscription of shares by non-controlling interest in a subsidiary	19,600	26,000
Net cash from financing activities	<u>18,749</u>	<u>24,943</u>
Net increase/(decrease) in cash and cash equivalents	8,136	(68,518)
Effects of foreign exchange rate changes	10	242
Cash and cash equivalents at beginning of year	49,070	117,346
Cash and cash equivalents at end of year	<u>57,216</u>	<u>49,070</u>
Analysis of cash and cash equivalents:		
Cash and bank balances	57,372	49,223
Pledged deposit with licensed financial institutions	(156)	(153)
	<u>57,216</u>	<u>49,070</u>

Reconciliation of liabilities arising from financing activities:

	Carrying amount As at 01.08.2022			Cash flows RM'000	Carrying amount As at 31.07.2023	
	RM'000	RM'000	Others RM'000		RM'000	
Lease Liabilities	2,699	(471)	(50)	2,178		

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to the interim financial statements)



NOTES TO THE INTERIM FINANCIAL STATEMENTS

M1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board, and paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 July 2022 and the explanatory notes attached therein.

These explanatory notes attached to these 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 Group since the financial year ended 31 July 2022.

M2 Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements of the Group for the financial year ended 31 July 2022 except for the adoption of the relevant new MFRSs, amendments to MFRSs and IC Interpretations that are effective for annual periods beginning on or after 1 January 2022. The adoption of the new MFRSs, amendments to MFRSs and IC Interpretations did not have any material impact on the financial position and results of the Group.

M3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 July 2022 was unqualified.

M4 Seasonal or Cyclical Factors

Overall, the business operations of the Group were not significantly affected by any seasonal or cyclical factors.

M5 Unusual Items Due to Their Nature, Size or Incidence

i) Included in investment securities as of 31 July 2022 was investment in the quoted shares of George Kent (Malaysia) Berhad of RM12.620 million, measured at the market value of RM0.535 per share. As of 31 July 2023, the market value of the said investment has dropped to RM0.475 per share, resulting in a fair value loss of RM1,415,000.

ii) In current quarter, the carrying amount of Dynacare's property, plant and machinery was reviewed and a net impairment loss of RM8.640 million was recognised.

M6 Changes in Accounting Estimates

During the financial quarter, there was no change in accounting estimates adopted by the Group.

M7 Share Capital, Debt and Equity Securities

During the financial quarter, there were no issuance, cancellations, repurchase, resales and repayments of debt and equity securities.

M8 Dividend Paid

During the financial quarter, no dividend was paid by the Company.

M9 Segmental Information

	General Trading		Property		Hospitality and card services		Investment holding & secretarial services		Healthcare		Elimination		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended 31 July														
Revenue:														
External customers	7,438	16,772	-	-	4,605	3,787	685	972	8,367	505	-	-	21,095	22,036
Inter-segment	-	-	-	-	99	64	199	209	-	-	(298)	(273)	-	-
Total revenue	7,438	16,772	-	-	4,704	3,851	884	1,181	8,367	505	(298)	(273)	21,095	22,036
Results :														
Interest income	-	-	3	3	28	17	4,270	3,149	81	97	(15)	-	4,367	3,266
Depreciation and amortisation	-	-	-	-	2,215	2,325	528	591	2,394	953	-	(13)	5,137	3,856
Finance costs	-	-	-	-	11	10	85	122	813	378	(15)	(23)	894	487
Earnings/(loss) before interest, tax, depreciation and	(173)	69	(153)	(214)	1,060	795	3,212	(68,751)	(51,377)	(11,576)	(7,940)	67,110	(55,371)	(12,567)
Segment profit / (loss)	(173)	69	(153)	(214)	(1,166)	(1,540)	2,599	(69,464)	(54,584)	(12,907)	(7,925)	67,146	(61,402)	(16,910)

	General Trading		Property		Hospitality and card services		Investment holding & secretarial services		Healthcare		Elimination		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended 31 July														
Assets :														
Additions to non-current assets	-	-	-	-	834	549	8	1	43,968	79,453	-	-	44,810	80,003
Segment assets	1,485	12,956	67,856	66,967	87,668	93,099	1,347,897	1,376,402	101,651	105,315	(1,322,736)	(1,315,711)	283,821	339,028
Segment liabilities	10,738	22,037	52,511	51,466	56,456	56,992	763,389	779,203	44,071	42,967	(855,187)	(869,997)	71,978	82,668



NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

M10 Event Subsequent to the end of the reporting period

There was no event subsequent to the end of the financial quarter that require to be reflected in the financial statements for the current financial quarter.

M11 Changes in Composition of the Group

There were no changes in the composition of the Group during the financial quarter under review.

M12 Changes in Contingent Liabilities

There were no contingent liabilities as at the reporting date.

M13 Capital Commitments

The capital commitment for the purchase of property, plant, equipment and computer systems not provided for in the interim financial statements is as follows :

	As at 31 July 2023 RM'000
Approved and contracted for	90,776

M14 Related Party Transactions

	Current Quarter 3 months ended 31 July		Cumulative 12 months ended 31 July	
	2023	2022	2023	2022
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Audited RM'000
Transactions with corporations in which three Directors are also directors and/or deemed interested				
Design and Build - Dipping line glove plant	23,357	17,238	42,498	45,029
Recovery of secretarial and share registration fees	12	59	45	93
	12	59	45	93

The Directors of the Company are of the opinion that the above transactions were in the normal course of business and have been established under terms that are no less favourable than those arranged with independent parties. The Design and Build contract had been approved by the shareholders of Johan Holdings Berhad at an Extraordinary General Meeting on 31st May 2021.



ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS

K1 Review of Performance

Continuing operations:

- a) For the financial quarter under review, the Group registered a revenue of RM8.523 million compared to corresponding quarter of RM13.599 million, lower by RM5.076 million.
- b) The Group recorded a higher loss before tax of RM15.46 million in current quarter compared to corresponding quarter loss of RM9.356 million, mainly due to:-
 - i) Dynacare registered loss before tax of RM13.408 million for current quarter as compared to a loss of RM7.268 million in corresponding quarter mainly due to impairment loss on plant and machinery of RM9.117 million in current quarter.
 - ii) Investment holding & secretarial services segment recorded a lower loss before tax of RM1.441 million in current quarter compared to corresponding quarter loss of RM1.809 million mainly due to lower fair value loss on investment securities of RM353,000 in current quarter.

The loss attributable to shareholders for the current quarter was RM9.819 million.

K2 Variation of Results Against Preceding Quarter

	Current Quarter 3 months ended		Changes (Amount/%)
	31.07.2023 RM'000	30.04.2023 RM'000	
Revenue from continuing operations	8,523	4,485	90.03%
Loss before tax from continuing operations	(15,460)	(33,687)	54.11%
Loss after tax	(15,387)	(33,781)	54.45%
Loss for the period attributable to owners of the Company	<u>(9,819)</u>	<u>(21,565)</u>	<u>54.47%</u>

Total revenue for the current financial quarter was RM8.523 million compared to preceding quarter's of RM4.485 million. The Group recorded a lower loss after tax of RM15.387 million compared to preceding quarter loss of RM33.781 million mainly due to impairment loss on plant and machinery of Dynacare of RM9.117 million in current quarter compared to preceding quarter of RM26.954 million.

K3 Prospects

The glove industry remains challenging as the oversupply situation persists. The Company will continue to reduce cost.

The tourism industry in Malaysia has shown a positive movement since the opening up of the border after the Covid lockdown with a new trend of staycation. The pent up demand for staycation will augur well for the Resort. The Resort will continue to upkeep its facilities and enhance our services to meet customers' expectations.



ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)

K4 Profit Forecast

No profit forecast was issued by the Group.

K5 Profit Before Tax

	Current Quarter 3 months ended 31 July		Cumulative 12 months ended 31 July	
	2023 Unaudited RM'000	2022 Unaudited RM'000	2023 Unaudited RM'000	2022 Audited RM'000
Profit before tax is arrived at after crediting/(charging) :				
a) Interest income	355	828	4,367	3,266
b) Other income	22	157	102	754
c) Net reversal on trade and other receivables	741	698	3,192	2,998
d) Bad debts recovered	32	51	136	224
e) Interest expense	(19)	(411)	(894)	(487)
f) Depreciation and amortisation	(1,441)	(1,543)	(5,137)	(3,856)
g) Net impairment loss on property, plant and equipment	(8,640)	(477)	(35,594)	(477)
h) Net foreign exchange (loss)/gain	(59)	1,173	(130)	3,123

K6 Income Tax Expense

	Current Quarter 3 months ended 31 July		Cumulative 12 months ended 31 July	
	2023 Unaudited RM'000	2022 Unaudited RM'000	2023 Unaudited RM'000	2022 Audited RM'000
Tax credit/(expense) based on results for continuing operations: -				
Current				
- Malaysian tax	73	(1)	(29)	(33)

The tax expense for the 12 months ended 31 July 2023 is mainly due to certain non-tax deductible expenses.

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)****K7 Status of Corporate Proposals Announced**a) Proposed Disposal of Land by Prestige Assets Sdn Bhd (Formerly known as Prestige Ceramics Sdn Bhd)

The disposal of the freehold land in Puchong for a disposal consideration of RM127,000,000 to be satisfied via a combination of cash and payment in kind, under the terms of the Sale & Purchase Agreement dated 27 November 2019 between Prestige Ceramics Sdn Bhd (the "Vendor") and Aspect Potential Sdn Bhd (the "Purchaser") was completed on 31 January 2023.

Utilisation of the total net cash proceeds of RM105.428 million up to 31 July 2023 were as follows:-

Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance Unutilised (RM'000)
Repayment of term loan	14,750	14,750	-
Investment/ business opportunities	26,000	26,000	-
General working capital of Johan Group	10,084	10,084	-
Estimated expenses for the Disposal	12,166	12,166	-
General working capital	42,428	3,333	39,095
Total	<u>105,428</u>	<u>66,333</u>	<u>39,095</u>



ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)

K8 Trade Receivables

The Group's credit period generally ranges from 30 to 90 days. Other credit terms are assessed and approved on a case by case basis.

a) Ageing of trade receivables not impaired

	Unaudited	Audited
	As at	As at
	31 July 2023	31 July 2022
	RM'000	RM'000
Not past due	593	9,740
Past due 30 days	55	438
Past due 31-90 days	2	103
Past due more than 90 days	938	3,432
	<u>1,588</u>	<u>13,713</u>

b) The Group's trade receivables that are subject to collective/individual impairment review at the end of the reporting period are as follows:

	Unaudited	Audited
	As at	As at
	31 July 2023	31 July 2022
	RM'000	RM'000
Trade receivables - gross amounts	62,571	77,855
Less: Allowance for doubtful debts	(60,983)	(64,142)
	<u>1,588</u>	<u>13,713</u>

K9 Borrowings and Debt Securities

	As at	Audited
	31 July 2023	As at
	RM'000	31 July 2022
		RM'000
a) Short term borrowings		
Secured		
- Lease creditors	583	521
b) Long term borrowings		
Secured		
- Lease creditors	1,595	2,178

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)****K10 Off Balance Sheet Financial Instruments**

The Group does not have any financial instrument with off balance sheet risk as at 28 September 2023.

K11 Changes in Material Litigation

There were no material litigation for the financial period.

K12 Dividend

The Board does not recommend any dividend for the financial quarter ended 31 July 2023 (31 July 2022: Nil).

K13 Earning/(Loss) per Share**Basic & diluted**

Basic and diluted earning/(loss) per share are calculated by dividing earning/(loss) for the period attributable to ordinary equity holders of the Company by the number of ordinary shares in issue as at the end of the financial quarter.

Diluted earning/(loss) per share is the same as basic earning/(loss) per share.

	Current Quarter 3 months ended 31 July		Cumulative 12 months ended 31 July	
	2023 Unaudited RM'000	2022 Unaudited RM'000	2023 Unaudited RM'000	2022 Audited RM'000
Loss for the period attributable to ordinary equity holders of the Company	<u>(9,819)</u>	<u>(6,402)</u>	<u>(38,929)</u>	<u>(11,384)</u>
Weighted average number of ordinary shares ('000) in issue	<u>1,168,028</u>	<u>1,168,028</u>	<u>1,168,028</u>	<u>1,168,028</u>
Basic & diluted loss per share (sen)	<u>(0.84)</u>	<u>(0.55)</u>	<u>(3.33)</u>	<u>(0.97)</u>

BY ORDER OF THE BOARD**Teh Yong Fah**Group Secretary
Kuala Lumpur
29 September 2023