



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST (1ST) QUARTER ENDED 30 APRIL 2024**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	AUDITED
	CURRENT QUARTER ENDED 30-Apr-2024	PRECEDING CORRESPONDING QUARTER ENDED 30-Apr-2023	CURRENT YEAR TO DATE ENDED 30-Apr-2024	PRECEDING CORRESPONDING YEAR TO DATE ENDED 30-Apr-2023
	RM'000	RM'000	RM'000	RM'000
Revenue	57,751	63,032	57,751	63,032
Cost of sales	(43,290)	(47,736)	(43,290)	(47,736)
Gross profit	14,461	15,296	14,461	15,296
Other operating income	675	1,105	675	1,105
Selling and distribution expenses	(7,885)	(7,868)	(7,885)	(7,868)
Administrative expenses	(4,613)	(3,679)	(4,613)	(3,679)
Other expenses	(623)	(529)	(623)	(529)
Profit from operations	2,015	4,325	2,015	4,325
Interest expense	(869)	(933)	(869)	(933)
Profit before tax expense	1,146	3,392	1,146	3,392
Tax expense	297	(841)	297	(841)
Profit for the period	1,443	2,551	1,443	2,551
Other comprehensive income				
- Foreign exchange translation from foreign operations	1,454	7,244	1,454	7,244
- Remeasurement of retirement benefits obligation	3	60	3	60
Total comprehensive income	2,900	9,855	2,900	9,855
Profit attributable to :				
Equity holders of the Company	1,443	2,551	1,443	2,551
Minority shareholders	-	-	-	-
	1,443	2,551	1,443	2,551
Total comprehensive income :				
Equity holders of the company	2,900	9,855	2,900	9,855
Minority shareholders	-	-	-	-
	2,900	9,855	2,900	9,855
Weighted average no. of ordinary shares ('000)	741,995	735,238	741,995	735,238
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS	0.19	0.35	0.19	0.35

Note:-

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FIRST (1ST) QUARTER ENDED 30 APRIL 2024

	UNAUDITED AS AT 30-Apr-2024 RM'000	AUDITED As At 31-Jan-2024 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	131,690	131,825
Goodwill on consolidation	263,295	263,295
Development costs	24	30
Other receivables	11,697	12,374
Deferred tax assets	1,666	704
	<u>408,372</u>	<u>408,228</u>
Current Assets		
Inventories	20,144	18,702
Trade receivables	58,853	78,726
Other receivables	42,705	40,242
Cash and bank balances	71,476	83,326
	<u>193,178</u>	<u>220,996</u>
TOTAL ASSETS	<u>601,550</u>	<u>629,224</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	347,327	346,617
Reserves	113,599	110,699
Total Equity	<u>460,926</u>	<u>457,316</u>
Non Current Liabilities		
Deferred revenue	12,382	12,174
Borrowings	5,568	1,840
Lease liabilities	26,861	28,435
Other payables	111	85
Retirement benefits obligations	1,500	1,523
Deferred tax liability	7,839	7,999
	<u>54,261</u>	<u>52,056</u>
Current Liabilities		
Trade payables	31,596	57,059
Other payables	21,632	22,196
Deferred revenue	24,297	23,039
Borrowings	2,007	10,901
Lease liabilities	5,607	5,997
Current tax liabilities	1,224	660
	<u>86,363</u>	<u>119,852</u>
Total Liabilities	<u>140,624</u>	<u>171,908</u>
TOTAL EQUITY AND LIABILITIES	<u>601,550</u>	<u>629,224</u>
 Net assets per share (RM)	 <u>0.62</u>	 <u>0.62</u>

Note:-

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST (1ST) QUARTER ENDED 30 APRIL 2024

	Non-Distributable				Distributable	Total Equity
	Share Capital RM'000	Retirement Benefit Obligations RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000	Retained earnings RM'000	RM'000
At 1 February 2024	346,617	357	18,684	(17,406)	109,064	457,316
Foreign exchange translation	-	-	1,454	-	-	1,454
Remeasurement of retirement benefits obligation	-	3	-	-	-	3
Profit for the financial period	-	-	-	-	1,443	1,443
Total comprehensive income for the financial period	-	3	1,454	-	1,443	2,900
Transaction with owners						
Issuance of share capital	710	-	-	-	-	710
At 30 April 2024	<u>347,327</u>	<u>360</u>	<u>20,138</u>	<u>(17,406)</u>	<u>110,507</u>	<u>460,926</u>
At 1 February 2023	331,847	327	1,521	(17,406)	100,436	416,725
Foreign exchange translation	-	-	7,244	-	-	7,244
Remeasurement of retirement benefits obligation	-	60	-	-	-	60
Profit for the financial period	-	-	-	-	2,551	2,551
Total comprehensive income for the financial period	-	60	7,244	-	2,551	9,855
Transaction with owners						
Issuance of share capital	14,770	-	-	-	-	14,770
At 30 April 2023	<u>346,617</u>	<u>387</u>	<u>8,765</u>	<u>(17,406)</u>	<u>102,987</u>	<u>441,350</u>

Note:-

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST (1ST) QUARTER ENDED 30 APRIL 2024

	UNAUDITED CURRENT YEAR TO DATE ENDED 30-Apr-2024 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 31-Jan-2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	1,146	12,974
Adjustments for:		
Amortisation of development cost	7	219
Depreciation of property, plant and equipment	3,006	31,696
Bad debts written off (non-trade)	-	25
Loss/(Gain) on disposal of property, plant and equipment	-	(60)
Property, plant and equipment written off	10	146
Impairment on inventories	-	16
Reversal of impairment on receivables	-	(230)
Reversal of impairment on inventories	-	(210)
Unrealised loss/(gain) on foreign exchange differences	(517)	1,036
Share grant expenses	-	1,880
Dividend income	-	(1)
Interest income	(486)	(1,256)
Interest expense	869	4,048
Operating profit before working capital changes	4,035	50,283
Inventories	(1,442)	(4,873)
Receivables	18,380	(796)
Payables	(25,254)	6,666
Deferred revenue	1,467	9,162
Cash generated from operations	(2,814)	60,442
Interest received	486	1,256
Tax paid	(31)	(3,618)
Net cash generated from operating activities	(2,359)	58,080
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend income	-	1
Purchase of property, plant and equipment	(1,914)	(60,222)
Proceeds from disposal of property, plant and equipment	-	92
Net cash used in investing activities	(1,914)	(60,129)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown/(Repayment) of lease liabilities	(1,480)	725
Interest expenses paid	(869)	(4,048)
Net drawdown/(Repayment) of borrowings	(5,166)	(25,332)
Net cash (used in)/generated from financing activities	(7,515)	(28,655)
NET DECREASED IN CASH AND CASH EQUIVALENTS	(11,788)	(30,704)
Foreign exchange fluctuation reserve	(62)	7,597
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	83,326	106,433
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	71,476	83,326
<u>Cash and cash equivalents at the end of the financial period comprises of:-</u>		
Cash and bank balances	36,728	47,004
Short term investment	181	1,176
Fixed deposit with license bank	34,567	35,146
Cash and bank balances	71,476	83,326

Note:-

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

A NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 January 2024. These explanatory notes attached to the interim financial statements provide explanation of events and transactions that are significant for the understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2024.

The Group has adopted merger method for the preparation of this interim financial statement.

A2. Changes in accounting policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 January 2024 except for the newly-issued Malaysian Financial Reporting Standards ("MFRS") and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2024:-

Description	Effective for annual periods beginning on or after
• Amendments to MFSR 16, <i>Leases</i> : Lease Liability in a Sale and Leaseback	1 January 2024
• Amendments to MFRS 101, <i>Presentation of Financial Statements</i> : Non-current Liabilities with Covenants	1 January 2024
• Amendments to MFRS 107, <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments</i> : Disclosure – Supplier Finance Arrangements	1 January 2024

The adoption of the above will have no significant effects on the interim financial report upon their initial application.

A3. Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A5. Material changes in estimates

There were no changes in estimates that have had a material effect in the current financial quarter under review.

A6. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter under review.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

A7. Dividends paid

No dividends were paid by the Company in the current financial quarter and period under review.

A8. Segmental information

(a) Analysis of revenue by geographical area

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Year	Corresponding
	Ended	Quarter	To Date Ended	Year
	30/04/2024	30/04/2023	30/04/2024	30/04/2023
	RM'000	RM'000	RM'000	RM'000
Singapore	16,997	22,430	16,997	22,430
China	11,834	22,339	11,834	22,339
Philippines	20,115	12,876	20,115	12,876
Hong Kong & Taiwan	3,225	3,023	3,225	3,023
India	4,461	1,574	4,461	1,574
SEA (1)	1,103	690	1,103	690
Others	16	100	16	100
Total revenue	57,751	63,032	57,751	63,032
Add: Inter-company transactions	13,919	11,350	13,919	11,350
Total revenue before eliminating inter company transaction	71,670	74,382	71,670	74,382

Note : (1) SEA represents South East Asia countries excluding Singapore and Philippines

(b) Analysis of revenue by product categories

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Year	Corresponding
	Ended	Quarter	To Date Ended	Year
	30/04/2024	30/04/2023	30/04/2024	30/04/2023
	RM'000	RM'000	RM'000	RM'000
EDM Infrastructure Technology	40,833	44,813	40,833	44,813
EDM As-A-Service	16,918	18,219	16,918	18,219
Total revenue	57,751	63,032	57,751	63,032
Add: Inter-company Transactions	13,919	11,350	13,919	11,350
Total revenue before eliminating inter-company transaction	71,670	74,382	71,670	74,382



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

A8. Segmental information (cont'd)

(c) Analysis of segment results, assets and liabilities

	EDM Infrastructure Technology RM'000	EDM As-A Service RM'000	Investment Holdings RM'000	Others RM'000	Elimination/ Adjustment RM'000	Total RM'000
As at 30.04.2024						
Results						
Segment results	1,115	1,018	(598)	(5)	(1)	1,529
Interest income	466	20	4	-	(4)	486
Interest expenses	(694)	(177)	-	(2)	4	(869)
Profit/(Loss) before tax expense	887	861	(594)	(7)	(1)	1,146
Tax expense	110	187	-	-	-	297
Profit/(loss) after tax expense	997	1,048	(594)	(7)	(1)	1,443
Segment assets	376,023	74,463	318,526	24	(167,486)	601,550
Segment liabilities	212,225	47,795	1,499	-	(120,895)	140,624
As at 30.04.2023						
Results						
Segment results	2,928	1,943	(908)	(87)	(1)	3,875
Interest income	430	19	1	-	-	450
Interest expenses	(714)	(217)	-	(2)	-	(933)
Profit/(Loss) before tax expense	2,644	1,745	(907)	(89)	(1)	3,392
Tax expense	(638)	(203)	-	-	-	(841)
Profit/(loss) after tax expense	2,006	1,542	(907)	(89)	(1)	2,551
Segment assets	326,246	61,033	318,620	152	(139,702)	566,349
Segment liabilities	175,791	45,118	1,618	-	(97,528)	124,999

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A10. Material events subsequent to the end of the quarter

There were no other material events subsequent to the end of the current financial quarter and period to date that have not been reflected in this interim financial report.

A11. Changes in composition of the Group

There were no other changes in the composition of the Group for the current quarter and financial period to-date.

A12. Contingent assets or liabilities

The Directors are not aware of any contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at reporting date.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

A13. Capital commitments

There were no capital commitments in the current financial quarter under review.

A14. Significant related party transactions

During the current financial quarter, the Directors are not aware of any related party transactions which would have a significant impact on the financial position and business of the Group.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

ADDITIONAL NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review of performance of the Group

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Year	Corresponding
	Ended	Quarter	To Date Ended	Quarter
	Ended	Ended	Ended	Ended
	30/04/2024	30/04/2023	30/04/2024	30/04/2023
	RM'000	RM'000	RM'000	RM'000
Revenue	57,751	63,032	57,751	63,032
Profit from operations	2,015	4,325	2,015	4,325
EBITDA	5,028	11,468	5,028	11,468
Profit after tax	1,443	2,551	1,443	2,551

For the current financial quarter under review as compared to Q1'FY24, the Group recorded revenue of RM57.751 million, which as a reduction of 8.4% or RM5.281 million from the comparable quarter last fiscal year. The Group's EBITDA decreased by 56.2% or RM6.440 million due to lower profit from operations recognised in the current financial quarter. Other factors arose from overall operating costs such Solution Centre-related expenses and right-of-use assets.

Majority of the Group's revenues continue to be contributed from Singapore, China and Philippines, amounting to a total amount of RM48.946 million (84.8% of total revenue).

By product category, the Enterprise Data Management ("EDM") Infrastructure Technology segment remained the primary contributor to the Group's revenue, amounting to RM40.833 million or 70.7% of total revenue, with EDM As-A-Service making up the balance.

B2. Comparison with preceding quarter's results

	3 months ended	
	30/04/2024	31/01/2024
	RM'000	RM'000
Revenue	57,751	91,007
Profit from operations	2,015	3,367
Profit before tax expense	1,146	2,285
Profit for the period	1,443	2,024

Revenue in the current quarter ended 30 April 2024 of RM57.751 million was 36.5% or RM33.256 million lower than the previous immediate quarter, which resulted in profit after tax of RM1.443 million.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

B3. Prospects

The Group's customer retention and engagement metrics remained strong, highlighted by comparable gross margin experienced by the Group during the period as it worked with customers to overcome the uneven economic recovery and their planned IT spending over the next few quarters. The Group is retooling its balance sheet structure and strategically align our investments to position Kronologi for long-term agility, besides serving increasing demand for enterprise wide generative AI acceleration.

B4. Tax expense

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Year	Corresponding
	Ended	Quarter	To Date Ended	To Date Ended
	30/04/2024	30/04/2023	30/04/2024	31/01/2023
	RM'000	RM'000	RM'000	RM'000
Current tax				
- current year	(903)	(684)	(903)	(684)
- in prior years	-	8	-	8
Deferred taxation				
- current provision	1,200	(165)	1,200	(165)
	<u>297</u>	<u>(841)</u>	<u>297</u>	<u>(841)</u>

B5. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee during the current financial quarter under review.

B6. Status of corporate proposals

There were no corporate proposals announced by the Company during the current financial quarter under review.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

B7. Borrowings and debt securities

The total borrowings of the Group as at 30 April 2024 and 30 April 2023 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
30 April 2024			
Secured			
Lease liabilities	3,462	6,739	10,201
Bills payable	2,007	5,568	7,575
	<u>5,469</u>	<u>12,307</u>	<u>17,776</u>
Unsecured			
Lease liabilities			
	<u>2,145</u>	<u>20,122</u>	<u>22,267</u>
Total	<u>7,614</u>	<u>32,429</u>	<u>40,043</u>
30 April 2023			
Secured			
Lease liabilities	3,221	9,710	12,931
Bills payable	26,982	5,638	32,620
	<u>30,203</u>	<u>15,348</u>	<u>45,551</u>
Unsecured			
Lease liabilities	1,421	484	1,905
Total	<u>31,624</u>	<u>15,832</u>	<u>47,456</u>

The lease liabilities are secured by lessor's title to the leased assets and the bill payable is secured by corporate guarantee by Kronologi Asia Berhad.

The lease liabilities and bills payable are denominated in Singapore Dollars and United States Dollars respectively.

B8. Material litigation

The Group has not been involved in any material litigation for the financial period under review.

B9. Dividends

The Board of Directors has not recommended any dividends for the current financial quarter under review and the financial period-to-date.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the First (1st) Quarter Ended 30 April 2024

B10. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30/04/2024	Preceding Corresponding Quarter Ended 30/04/2023	Current Year To Date Ended 30/04/2024	Preceding Corresponding Year To Date Ended 30/04/2023
Net profit attributable to ordinary equity holders of the Company (RM'000)	1,443	2,551	1,443	2,551
Weighted average number of ordinary shares in issue ('000)	741,995	735,238	741,995	735,238
Basic earnings per share ("EPS") (sen)	0.19	0.35	0.19	0.35

B11. Disclosure on selected expenses/income items as required by the Listing Requirements

Profit after tax expense is stated after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30/04/2024 RM'000	Preceding Corresponding Quarter Ended 30/04/2023 RM'000	Current Year To Date Ended 30/04/2024 RM'000	Preceding Corresponding Year To Date Ended 30/04/2023 RM'000
Amortisation of development cost	7	89	7	89
Depreciation on property, plant and equipment	3,006	7,054	3,006	7,054
Realised foreign currency exchange (gain)/loss	1,047	(1,376)	1,047	(1,376)
Unrealised foreign currency exchange loss	(517)	1,853	(517)	1,853
Interest income	(486)	(450)	(486)	(450)
Finance costs	869	933	869	933
Share grant expenses	-	293	-	293

B12. Authorisation for issue

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 24 June 2024.

Kronologi Asia Berhad
24 June 2024