



SMTRACK BERHAD

Reg No.: 200401000918 (639421-X)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE QUARTER ENDED 30 JUN 2025

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

	(Unaudited) As at 30/6/2025 RM'000	(Audited) As at 31/12/2024 RM'000
ASSETS		
Non-current assets		
Aircraft, plant and equipment	40,047	40,166
Intangible asset	9,240	9,240
Right of use assets	431	449
Other receivables, deposits and prepayments	4,944	4,944
Goodwill on consolidation	8,741	8,741
	<u>63,403</u>	<u>63,540</u>
Current assets		
Other receivables, deposits and prepayments	4,938	5,068
Inventories	174	171
Cash and bank balances	252	439
	<u>5,364</u>	<u>5,678</u>
Total Assets	68,767	69,218
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	114,862	114,862
Accumulated losses	(69,754)	(69,131)
Shareholders' funds	<u>45,108</u>	<u>45,731</u>
Non-controlling interests	858	848
Total Equity	<u>45,966</u>	<u>46,579</u>
LIABILITIES		
Non-current liabilities		
Lease liabilities	418	409
Other payables	9,700	9,700
Borrowings	8,982	8,546
	<u>19,100</u>	<u>18,655</u>
Current liabilities		
Trade payables	238	159
Other payables and accruals	3,105	2,895
Tax payable	73	73
Borrowings	5	502
Lease liabilities	280	355
	<u>3,701</u>	<u>3,984</u>
Total Liabilities	22,801	22,639
Total Equity and Liabilities	68,767	69,218
 Net assets per share attributable to ordinary equity holders of the Company (RM)	 0.03	 0.04

Notes:

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 30 June 2025 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

	----- Individual Quarter -----		----- Cumulative Quarter -----	
	Current Year Quarter Ended	*Preceding Year Corresponding Quarter Ended	Current Year- To Date	*Preceding Year Corresponding Period
	30/6/2025 RM'000	30/6/2024 RM'000	30/6/2025 RM'000	30/6/2024 RM'000
Revenue	976	2,542	1,857	17,250
Cost of sales	(211)	(1,114)	(489)	(4,549)
Gross Profit	765	1,428	1,368	12,701
Other income	3	6,660	9	6,765
Administrative expenses	(814)	(1,457)	(1,868)	(13,805)
Operating (Loss)/Profit	(46)	6,631	(491)	5,661
Finance cost	(8)	11	(122)	(599)
(Loss)/Profit Before Taxation	(54)	6,642	(613)	5,062
Taxation	-	(59)	-	(984)
Net (Loss)/Profit After Taxation	(54)	6,583	(613)	4,078
Other comprehensive loss, net of tax	-	-	-	-
Total Comprehensive Profit/(Loss)	(54)	6,583	(613)	4,078
Net profit/(loss) attributable to :				
- Owners of the Company	(64)	6,667	(545)	2,640
- Non-controlling interests	10	(84)	(68)	1,438
Net Profit/(Loss)	(54)	6,583	(613)	4,078
Total comprehensive income/(loss) attributable to :				
- Owners of the Company	(64)	6,667	(545)	2,640
- Non-controlling interests	10	(84)	(68)	1,438
Total Comprehensive Income/(Loss)	(54)	6,583	(613)	4,078

	----- Individual Quarter -----		----- Cumulative Quarter -----	
	Current Year Quarter Ended	*Preceding Year Corresponding Quarter Ended	Current Year- To Date	*Preceding Year Corresponding Period
	30/6/2025	30/6/2024	30/6/2025	30/6/2024
Weighted average no. of ordinary shares in issue ('000)	1,321,472	1,236,151	1,321,472	1,236,151
in issue adjusted for the effect of dilutive potential ordinary shares('000)	1,321,472	1,236,151	1,321,472	1,236,151
Earnings/(loss) per ordinary share (sen):				
Basic earnings/(loss) per share (sen)	(0.00)	0.54	(0.04)	0.21
Diluted earnings/(loss) per share (sen)	(0.00)	0.54	(0.04)	0.21

Notes:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 30 June 2025 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

	6 Months Ended 30/6/2025 RM'000	12 Months Ended 30/6/2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(613)	5,062
Adjustments for:		
Amortisation	-	565
Allowance of impairment of goodwill	-	-
Depreciation	137	1,869
Bargain purchase on consolidation	-	-
Reversal of allowances of expected credit losses	-	(6,655)
Gain on lease	-	(15)
Interest expenses	-	678
Share option expense	-	959
Operating profit/(loss) before working capital changes	(476)	2,463
Changes in working capital		
Decreased/(Increase) in trade and other receivables	130	5,361
Decreased/(Increase) inventories	3	2,397
(Decrease)/ Increase in trade and other payables	289	(645)
Cash generated from/(used in) operations	(54)	9,576
Interest received	-	-
Tax refund	-	65
Net cash generated from/(used in) operating activities	(54)	9,641
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of aircraft, plant and equipment	-	(12,867)
Proceed from disposal of aircraft, plant and equipment	-	-
Net cash inflow/(outflow) in acquisition of subsidiary company	-	(32)
Net cash inflow in acquisition of associate company	-	-
Net cash flows (used in) investing activities	-	(12,899)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/ (Repayment) exercise of Share Issuance Scheme Options	-	4,253
Net increase/(decrease) from borrowings	(61)	487
Proceeds/ (Repayment) of lease liabilities	(66)	(524)
Interest paid	-	(678)
Net cash from financing activities	(127)	3,538
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(181)	280
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR/PERIOD	137	(60)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR/PERIOD	(44)	220
Cash and cash equivalents at end of the financial year/period comprise the following:		
Cash and bank balances	252	664
Bank overdraft	(302)	(444)
	(50)	220

Note:

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2025 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

	Share Capital	Non-distributable Employee Share Option Reserve	Distributable Accumulated Losses	Shareholders' Fund	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 Jan 2025	114,862	-	(69,131)	45,731	848	46,579
Transactions with owners:						
Exercise of Share Issuance Scheme ("SIS") options	-	-	-	-	-	-
Grant of Share Issuance Scheme ("SIS") options	-	-	-	-	-	-
Non-controlling interest arising from disposal of a subsidiary company	-	-	-	-	-	-
Net loss for the financial period	-	-	(623)	(623)	10	(613)
At 30 June 2025	114,862	-	(69,754)	45,108	858	45,966
At 1 July 2023	108,354	565	(35,915)	73,004	6,483	79,487
Transactions with owners:						
Exercise of Share Issuance Scheme ("SIS") options	4,818	(4,818)	-	-	-	-
Grant of Share Issuance Scheme ("SIS") options	-	5,212	-	5,212	-	5,212
Non-controlling interest arising from disposal	-	-	-	-	180	180
	4,818	394	-	5,212	180	5,392
Net loss for the financial period	-	-	2,640	2,640	1,438	4,078
	-	-	2,640	2,640	1,438	4,078
At 30 June 2024	113,172	959	(33,275)	80,856	8,101	88,957

Note:

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2025 and the accompanying notes attached to this interim financial report.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

A: EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the period ended 31 December 2024. These explanatory notes attached 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 Group since the financial period ended 31 December 2024.

A2. Auditors' Report of preceding period financial statements

The auditor report on financial statements for the year ended 31 December 2024 of the Group were not qualified by the external auditor.

A3. Seasonal or cyclical factors

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

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

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

A5. Material changes in estimates

There were no material changes in estimates in the quarter under review and financial year-to-date.

A6. Debts and equity securities

Saved as disclosed below, there were no issuance of debts and equity securities for the quarter under review.

A7. Dividends

There were no dividends paid or declared for the quarter under review.

A8. Segmental Information

In 2022, SMTrack diversified of the existing business of the group to include providing consultancy services for oil and gas ("O&G") businesses, food and beverage ("F&B") services and trading in F&B businesses and property management and property development businesses.

Further information on the Group's revenue is discussed in Section B1.

A9. Capital commitments

There were no material capital commitments in respect of property, plant and equipment as at the current financial quarter under review.

A10. Other commitments

There were no material other commitments as at the current financial quarter under review.

A11. Changes in the composition of the Group

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

A12. Contingent assets or liabilities

Save as disclosed in the quarterly reports, the Directors are of the opinion that the Group has no other contingent liabilities which, upon crystallisation would have material impact on the financial position and business performance of the Group as at reporting date.

A13. Material events pending completion

There were no material events pending completion in the quarter under review and financial year-to-date.

A14. Material events subsequent to the end of the quarter

There were no material events subsequent as at the current financial quarter under review.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of the performance of the Group

For the First quarter ended 30 JUNE 2025, the Group recorded revenue of RM 0.9million and with a loss before taxation of RM 0.14 million.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter Ended 30/06/2025 RM'000	Preceding Corresponding Quarter Ended 30/06/2024 RM'000
Revenue	976	2,542
(Loss) before tax	(54)	6,642

B3. Prospects

The Management will continue its efforts on operational efficiency and effective cost management in order to maintain the Group's competitive edge in the RFID industry. Besides maintaining the RFID businesses, the Group will continue to seek new business opportunities and projects in other sector in order to diversify the revenue base. The Group has acquired majority stake in an entity that is involved in the aviation. The Group is positive that with the acquisition, its revenue will be enhanced in future.

The Group is currently in the midst of designing and developing an application based on the above for its air cargo business and is targeting to commence the use of this application the soonest. Additionally, the Group will also introduce the application to other logistics companies. This is expected to provide an additional income stream to the Group. Further to its existing businesses, the Group has been actively identifying other business opportunities to expand its revenue stream. During the financial period, the Group have diversified and acquired among others health and wellness group of companies, property and related venture, Oil and Gas consultancy collaboration as well as food and beverages section such diversification and acquisition have contributed positively to the revenue of the Group. Moving forward, the Group will continue actively seeking to acquire and diversify into new business sectors.

B4. Profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter under review or in any public documents.

B5. Taxation

	Current Quarter Ended 30/06/2025 RM'000	*Preceding Year Corresponding Quarter Ended 30/06/2024 RM'000
Current Tax Expenses	-	-

B6. Status of Corporate Proposal

The Board of Director of SMTrack is pleased to announce that the Company had on 31 October 2023 entered into a Heads of agreement with the vendors with intention to acquire the remaining 70% equity interest in V Ultimate Sdn Bhd. Additionally, there was an increase in investment shares during the sixth-quarter review period.

B7. Group borrowings and debt securities

As at the report date, the Group does not have any borrowings and debt securities.

B8. Off balance sheet financial instruments

As at the report date, the Group does not have any off balance sheet financial instruments.

B9. Material Litigations

There were no material litigations during the quarter under review.

B10. Dividends

The Board of Directors does not recommend any dividends for the current financial quarter under review.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 JUN 2025**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B11. Earnings / (loss) per share

a) Basic earnings/ (loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended	Preceding Corresponding Quarter Ended	Current Year To Date	*Preceding Year Corresponding Period
	30/06/2025	30/06/2024	30/06/2025	30/06/2024
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	(64)	6,667	(545)	2,640
Weighted average number of ordinary shares in issue ('000)	1,321,472	1,236,151	1,321,472	1,236,151
Basic earnings/(loss) per share (sen)	0.01	0.54	(0.04)	0.21

b) Diluted earnings/ (loss) per share

No diluted earnings/ (loss) per share is disclosed as all potential ordinary shares are anti-dilutive.

B12. Disclosure of realised and unrealised profits or losses

	Current Year Quarter Ended	Preceding Corresponding Quarter Ended
	30/06/2025	30/06/2024
	RM'000	RM'000
Total accumulated profit / (losses) of the Company and its subsidiaries		
- Realised	(69,754)	(33,275)
- Unrealised	-	-
Total share of accumulated profit/(losses) of a jointly controlled entity	(69,754)	(33,275)
- Realised	-	-
- Unrealised	-	-
Add: Consolidation adjustments	(69,754)	(33,275)
Total Accumulated profit / (losses)	(69,754)	(33,275)

B13. 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 28 August 2025.

SMTRACK BERHAD

BY ORDER OF THE BOARD