



BETAMEK
BETAMEK BERHAD

Registration No: 202101041577 (1441877-P)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2023

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS
AND OTHER COMPREHENSIVE INCOME ⁽¹⁾⁽²⁾
FOR THE PERIOD ENDED 31 MARCH 2023**

	Individual Quarter		Cumulative Period	
	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year Year-To-Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Revenue	55,946	N/A	205,705	N/A
Cost of sales	(44,832)	N/A	(169,260)	N/A
Gross profit ("GP")	11,114	N/A	36,445	N/A
Other income	112	N/A	247	N/A
Administrative expenses ⁽³⁾	(3,272)	N/A	(11,581)	N/A
Selling and distribution expenses	(34)	N/A	(96)	N/A
Other operating expenses	(366)	N/A	(2,016)	N/A
Operating profit	7,554	N/A	22,999	N/A
Finance income	212	N/A	334	N/A
Finance costs	(88)	N/A	(911)	N/A
Profit before taxation ("PBT")	7,678	N/A	22,422	N/A
Taxation	B5 (1,971)	N/A	(6,156)	N/A
Net profit/ Total comprehensive income for the period	5,707	N/A	16,266	N/A
Net profit/ Total comprehensive income for the period attributable to:				
Owners of the Company	<u>5,707</u>	<u>N/A</u>	<u>16,266</u>	<u>N/A</u>
Basic earnings per share ("EPS") (sen) ⁽⁴⁾	B11 <u>1.27</u>	<u>N/A</u>	<u>3.61</u>	<u>N/A</u>

Notes:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 September 2022 and the accompanying explanatory notes attached to this interim financial report.

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- (2) This is the third interim financial report on the Company's unaudited condensed financial results for the fourth (4th) quarter ended 31 March 2023 announced in compliance with the ACE Market Listing Requirements ("**Listing Requirements**") of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). There are no comparative figures for the preceding corresponding quarter and year-to-date as the Company was listed on the ACE Market of Bursa Securities on 26 October 2022 and as such no interim financial report was prepared for the comparative financial period concerned.
- (3) Administrative expenses included non-recurring listing expenses of RM2.9 million. For illustration purposes only, the Group's normalised financial performance after adjusting for the non-recurring listing expenses is as follows:-

	Individual Quarter		Cumulative Quarter	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	Quarter	Quarter	Year-To-Date	Year-To-Date
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM'000	RM'000	RM'000	RM'000
PBT	7,678	N/A	22,422	N/A
Add: Listing expenses	-	N/A	2,890	N/A
Adjusted PBT	<u>7,678</u>	<u>N/A</u>	<u>25,312</u>	<u>N/A</u>

- (4) Basic EPS is calculated based on the Company's share capital of 450,000,000 ordinary shares after the Company was listed on the ACE market of Bursa Securities on 26 October 2022.
- (5) N/A – Not Applicable

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BETAMEK BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾
AS AT 31 MARCH 2023

	Unaudited As at 31.03.2023 RM'000	Audited As at 31.03.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	37,024	38,361
Right-of-use asset	204	-
Intangible assets	4,480	5,695
Total non-current assets	41,708	44,056
Current assets		
Inventories	53,736	55,868
Trade receivables	21,598	16,533
Other receivables, deposits and prepayments	3,719	6,998
Other investments	129	136
Tax recoverable	-	1,742
Cash and bank balances	54,967	15,881
Total current assets	134,149	97,158
TOTAL ASSETS	175,857	141,214
EQUITY AND LIABILITIES		
EQUITY		
Share capital	127,029	8,000
Merger deficit	(85,789)	-
Retained earnings	95,450	85,434
Total equity	136,690	93,434
LIABILITIES		
Non-current liabilities		
Borrowings	10,863	19,030
Lease liability	123	-
Deferred tax liabilities	2,981	3,513
Total non-current liabilities	13,967	22,543
Current liabilities		
Trade payables	15,287	8,945
Other payables and accruals	6,800	4,011
Borrowings	2,408	12,281
Lease liability	27	-
Tax payable	678	-
Total current liabilities	25,200	25,237
Total liabilities	39,167	47,780
TOTAL EQUITY AND LIABILITIES	175,857	141,214

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	Unaudited As at 31.03.2023 RM'000	Audited As at 31.03.2022 RM'000
Net assets per ordinary share attributable to owners of the Company (RM) ⁽²⁾	<u>0.30</u>	<u>0.24</u>

Notes:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 September 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's share capital of 450,000,000 ordinary shares after the Company was listed on the ACE market of Bursa Securities on 26 October 2022. The number of ordinary shares used in calculating the net assets as at 31 March 2022 has been restated to reflect the enlarged number of shares after the Company was listed on 26 October 2022 (31 March 2022: 382,500,000 shares; 31 March 2023: 450,000,000 shares).

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾⁽²⁾
FOR THE PERIOD ENDED 31 MARCH 2023

	Attributable to owners of the parent			Total Equity RM'000
	Non-Distributable	Distributable		
	Share Capital RM'000	Merger Deficit RM'000	Retained Earnings RM'000	
<u>12 months ended 31 March 2023</u>				
At 1 April 2022 (Audited)	8,000	-	85,434	93,434
Acquisition of a subsidiary	(8,000)	8,000	-	-
Issuance of ordinary shares pursuant to acquisition of subsidiary	93,789	(93,789)	-	-
Issuance of ordinary shares	33,750	-	-	33,750
Share issuance expenses	(510)	-	-	(510)
Dividend paid (pre-acquisition of subsidiary)	-	-	(4,000)	(4,000)
Dividend paid (post-acquisition of subsidiary and IPO)	-	-	(2,250)	(2,250)
Profit/ Total comprehensive income for the period	-	-	16,266	16,266
At 31 March 2023 (Unaudited)	127,029	(85,789)	95,450	136,690

Notes:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 September 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding quarter are available as this is the Company's third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of Bursa Securities.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾⁽²⁾
FOR THE PERIOD ENDED 31 MARCH 2023

	Current	Preceding Year
	Year-To-Date	Corresponding
	31.03.2023	Year-To-Date
	RM'000	31.03.2022⁽²⁾
		RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
PBT	22,422	N/A
Adjustments for:-		
Amortisation of intangible assets	1,215	N/A
Depreciation of property, plant and equipment	2,954	N/A
Depreciation of right-of-use asset	3	N/A
Dividend income	(9)	N/A
Fair value adjustment on other investments	7	N/A
Interest expenses	911	N/A
Interest income	(334)	N/A
Operating profit before working capital changes	27,169	N/A
Changes in working capital:-		
Inventories	2,132	N/A
Receivables	(1,786)	N/A
Payables	9,131	N/A
Trust receipts	(7,060)	N/A
Cash generated from operations	29,586	N/A
Income tax paid, net of refund	(4,268)	N/A
Interest received	82	N/A
Interest paid	(167)	N/A
Net cash flows from operating activities	25,233	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	9	N/A
Interest received	252	N/A
Purchase of property, plant and equipment	(1,617)	N/A
Purchase of right-of-use asset	(57)	N/A
Net cash flows used in investing activities	(1,413)	N/A

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	Current	Preceding Year
	Year-To-Date	Corresponding
	31.03.2023	Year-To-Date
	RM'000	31.03.2022⁽²⁾
		RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from issuance of shares	33,240	N/A
Dividend paid (pre-IPO)	(4,000)	N/A
Dividend paid (post-IPO)	(2,250)	N/A
Drawdown of deposits pledged with a financial institution	205	N/A
Interest paid	(744)	N/A
Repayment of term loans	(2,939)	N/A
Repayment of revolving credit	(8,041)	N/A
Net cash flows from financing activities	15,471	N/A
NET CHANGES IN CASH AND CASH EQUIVALENTS	39,291	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING	15,676	N/A
CASH AND CASH EQUIVALENTS AT END	54,967	N/A
Represented by:-		
Deposits with financial institutions	47,380	N/A
Cash and bank balances	7,587	N/A
	54,967	N/A

Notes:-

- (1) The above Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 September 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding quarter are available as this is the Company's third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of Bursa Securities.
- (3) N/A – Not Applicable

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Rule 9.22 of Listing Requirements of Bursa Securities.

This is the Company’s third interim financial report on the unaudited condensed consolidated financial results for the fourth quarter ended 31 March 2023 announced by the Company in compliance with the Listing Requirements of Bursa Securities and as such, there are no comparative figures for the preceding year’s corresponding period.

The interim financial statements should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 28 September 2022. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2022.

A2. Significant 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 preparation of the Accountants’ Report as disclosed in the Prospectus dated 28 September 2022 except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

Effective for annual period beginning on or after 1 January 2023

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendments to MFRS 101 Presentation of Financial Statements: Classification of Liabilities as Current or Non-Current

Amendments to MFRS 101 Presentation of Financial Statements: Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates

Amendments to MFRS 112 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Effective for annual period beginning on or after 1 January 2024

Amendments to MFRS 16 Leases: Lease Liability in a Sale and Leaseback

Amendments to MFRS 101 Presentation of Financial Statements: Non-current Liabilities with Covenants

Effective date yet to be confirmed

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the above standards is not expected to have any material impacts to the financial statements of the Group upon adoption.

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*(Incorporated in Malaysia)***A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A3. Auditors' Report on Preceding Annual Financial Statements**

Betamek Berhad was incorporated under the Companies Act 2016 on 7 December 2021. The Company completed the acquisition of its subsidiary, Betamek Electronics (M) Sdn. Bhd. ("BESB") on 6 September 2022.

The auditors' report to the member of BESB on the financial statements for the financial year ended 31 March 2022 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's operation was not significantly affected by any unusual seasonal or cyclical factors.

A5. Unusual Items Due to Their Nature, Size or Incidence

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows in the interim financial period ended 31 March 2023.

A6. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior interim periods or prior financial year that have a material effect in the current financial year to date.

A7. Debt and Equity Securities

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

A8. Dividend Paid

	Cumulative quarter	
	Current Year	Preceding Year
	Year-To-Date	Year-To-Date
	<u>31.03.2023</u>	<u>31.03.2022</u>
	RM'000	RM'000
In respect of the financial year ended 31 March 2023		
- Interim single-tier dividend of 0.5 sen per ordinary share	<u>2,250</u>	<u>-</u>

An interim single-tier dividend in respect of the current financial year was also declared and paid by BESB to its previous sole shareholder on two occasions, on 30 June 2022 and 29 July 2022 as disclosed in Note B10.

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*(Incorporated in Malaysia)***A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A9. Segmental Information**

The management determines the business segments based on the reports reviewed and used by the management for strategic decisions making and resources allocation.

No segmental analysis by business segment is prepared as the Group operates predominantly in the electronic manufacturing services (“EMS”) focusing on design, development and manufacturing of electronic products and components for automotive manufacturers.

Revenue segmented by products

	Individual Quarter		Cumulative Period	
	<u>Current Year</u> Quarter 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Quarter 31.03.2022 ⁽¹⁾ RM'000	<u>Current Year</u> Year-To-Date 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Year-To-Date 31.03.2022 ⁽¹⁾ RM'000
Vehicle audio and video products	44,648	N/A	163,367	N/A
Vehicle accessories	11,298	N/A	42,338	N/A
	55,946	N/A	205,705	N/A

Revenue segmented by geographical market

	Individual Quarter		Cumulative Period	
	<u>Current Year</u> Quarter 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Quarter 31.03.2022 ⁽¹⁾ RM'000	<u>Current Year</u> Year-To-Date 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Year-To-Date 31.03.2022 ⁽¹⁾ RM'000
Malaysia	55,946	N/A	205,705	N/A
	55,946	N/A	205,705	N/A

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A9. Segmental Information (Continued)

Notes:-

(1) No comparative figures for the preceding quarter are available as this is the Company's third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of the Bursa Securities.

(2) N/A – Not Applicable

A10. Valuation of property, plant and equipment

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

A11. Material events subsequent to the end of the reporting period

There were no other material events subsequent to the end of the current financial quarter under review.

A12. Changes in composition of the Group

There were no material changes in the composition of the Group for the current financial quarter under review.

A13. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets in the Group since the end of the last reporting period as at 31 March 2023.

A14. Related Party Transactions Disclosures

There were no related party transactions during the current financial quarter under review.

A15. Capital Commitments

	Unaudited	Audited
	As at	As at
	31.03.2023	31.03.2022
	RM'000	RM'000
Contracted but not provided for:		
Property, plant and equipment	<u>129</u>	<u>13</u>

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B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	Quarter	Corresponding	Year-To-Date	Corresponding
	31.03.2023	Quarter	31.03.2023	Year-To-Date
	RM'000	31.03.2022 ⁽¹⁾	RM'000	31.03.2022 ⁽¹⁾
		RM'000		RM'000
Revenue	55,946	N/A	205,705	N/A
GP	11,114	N/A	36,445	N/A
Profit before interest and tax	7,554	N/A	22,999	N/A
PBT	7,678	N/A	22,422	N/A
Profit after tax	5,707	N/A	16,266	N/A
Profit attributable to owners of the Company	5,707	N/A	16,266	N/A

Notes:-

- (1) No comparative figures for the preceding quarter are available as this is the Company's third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of the Bursa Securities.
- (2) N/A – Not Applicable

In the current quarter ended 31 March 2023 and financial year-to-date, the Group reported revenue of RM55.95 million and RM205.71 million, and it is mainly attributed from the vehicle audio and visual products segment which accounted for RM44.65 million and RM163.37 million, representing 79.81% and 79.42% of the total revenue respectively. For the current quarter and financial year-to-date, the Group's revenue was entirely derived from customers in Malaysia which contributed for 100.00% of the Group's total revenue.

The Group recognised PBT of RM7.68 million for current quarter and RM22.42 million for financial year-to-date after deducting expenses which are mainly attributed to distribution and administrative expenses amounting to RM3.27 million for the current quarter and RM11.58 million for the financial year-to-date. If excluding non-recurring listing expenses of RM2.89 million incurred in Q3 2023, adjusted normalised PBT for the financial year-to-date would be RM25.31 million respectively.

There are no comparative figures for the preceding year corresponding quarter's results as this is the third interim financial report being announced by the Company in compliance with the Listing Requirements of the Bursa Securities.

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B2. Comparison with Immediate Preceding Quarter's Results**

	Current Year Quarter 31.03.2023 RM'000	Current Year Preceding Quarter 31.12.2022 RM'000
Revenue	55,946	54,726
GP	11,114	8,810
PBT	<u>7,678</u>	<u>3,190</u>

The Group's revenue for the current quarter under review increased to RM55.95 million compared to the preceding quarter. Majority of the revenue is contributed by the vehicle audio and video products at RM44.65 million (Preceding quarter: RM43.72 million). The vehicle accessories segment also recorded slight increment from RM11.01 million in the preceding quarter to RM11.30 million in the current quarter under review.

The GP margin has increased from 16.10% in the preceding quarter to 19.87% for the current quarter under review. The increase in GP margin was due to normalisation in the raw material prices and the stabilisation of the Malaysian Ringgit (MYR) against the United States Dollars (USD) in the current quarter, as compared to the preceding quarter where the USD peaked at USD1 to MYR4.75. PBT also record an increase of 140.69% compared to the preceding quarter due to Group's better control of the operating and finance costs and the non-recurring listing expenses of RM2.89 million in the preceding quarter which was charged to the profit and loss. If excluded, the normalised adjusted PBT for the preceding quarter would be RM6.08 million and that would still be an increase of 26.32% increase for the current quarter.

B3. Prospects of the Group

As disclosed in Sections 7.17 and 7.18 of the Company's Prospectus dated 28 September 2022 in relation to its IPO ("**Prospectus**"), the Group will implement the following future plans:-

- a) Expand its research & development ("**R&D**") office space, storage space and ancillary facilities in order to better anticipate future demands and also to accommodate the increasing order volume. The expansion will be carried out in 2 phases. Phase 1 will focus on demolition of the existing canteen building and to be replaced with a 3-storey annexe building with an estimated built-up area of 2,736 sq m. Phase 2 will focus on renovation of the existing office floor.
- b) In addition, the Group intends to upgrade its manufacturing capacities to adopt aspects of IR 4.0 by utilising automation, artificial intelligence (AI), internet of things (IoT) and real time data. Thus, the Group plans to invest in software and system development including smart warehousing and material handling system to better manage the movement of our inventories. The Group also plans to purchase additional machineries and equipment such as printed circuit boards (PCB) router and robotic soldering machines in order to improve the quality, efficiency and productivity.

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B3. Prospects of the Group (Continued)**

The fast-pace nature of the automotive electronics industry means that products are constantly being phased out and replaced either by newer models or newer technology. In order to remain competitive, the Group strive to provide timely and technically sophisticated products to its customers. As of March 2022, the Group has spent approximately RM10.4 million on R&D alone on Smart Device Link Over USB and Daihatsu New Global Architecture platforms. The Group intends to develop further technologies and market intelligence to assist its customers in anticipating future trends and demands of the market.

Independent Market Research from Providence Strategic Partners Sdn. Bhd. has projected the sales value of the manufacture of parts and components for motor vehicles will grow from RM32.3 billion in 2021 to RM39.9 billion in 2025 at a Compound Annual Growth Rate of 5.4%.

Based on the above, the Board of Directors of the Company (“**Board**”) is optimistic about the future prospects of the Group.

B4. Variance of actual profits from forecast profits

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

B5. Taxation

	<u>Current Year</u> Quarter 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Quarter 31.03.2022 ⁽¹⁾ RM'000	<u>Current Year</u> Year-To-Date 31.03.2023 RM'000	<u>Preceding Year</u> Corresponding Year-To-Date 31.03.2022 ⁽¹⁾ RM'000
Income tax expense				
- Current period	1,971	N/A	6,156	N/A
Effective tax rate (%)	25.67	N/A	27.46	N/A
Statutory tax rate(%)	<u>24.00</u>	<u>N/A</u>	<u>24.00</u>	<u>N/A</u>

The Group’s effective tax rate for the current financial quarter under review and year-to-date is higher than the statutory tax rate mainly due lower capital allowance available to be claimed to set off against the statutory income of the Company. The total capital allowance available for the current financial year decreased by RM2.88 million compared to the preceding year year-to-date’s (31 March 2022: RM6.67 million, 31 March 2023: RM3.79 million).

Notes:-

(1) No comparative figures for the preceding quarter are available as this is the Company’s third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements.

(2) N/A – Not Applicable

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B6. Status of Corporate Proposals**

Update on the Status of Memorandum of Understanding ("MOU") entered into between Betamek Electronics (M) Sdn. Bhd. ("BESB"), a wholly-owned subsidiary of the Company and Krakatoa Technologies Pte Ltd ("Krakatoa")

The Board had on 10 March 2023 announced that BESB had entered into a MOU with Krakatoa to explore a potential collaboration to develop a battery management system-on-a-chip for electric vehicles.

As at the date of this report, there has been no change since the last announcement made on 10 March 2023.

B7. Utilisation of proceeds from IPO

The gross proceeds of RM33.75 million from the IPO is intended to be utilised in the following manner:-

	Details of utilisation of proceeds	Proposed utilisation RM'000	Percentage of proposed utilisation %	Actual utilisation RM'000	Balance to be utilised RM'000	Estimated timeframe for utilisation upon listing ⁽¹⁾
(i)	R&D - new product development	7,000	20.7	(13)	6,987	Within 36 months
(ii)	Expansion of R&D office space, raw material storage and ancillary facilities	6,500	19.3	-	6,500	Within 36 months
(iii)	Purchase of new process equipment	3,000	8.9	-	3,000	Within 12 months
(iv)	Working capital requirement	3,850	11.4	(3,850)	-	Within 3 months
(v)	Repayment of bank borrowings	10,000	29.6	(10,000)	-	Within 3 months
(vi)	Estimated listing expenses	3,400	10.1	(3,400)	-	Within 1 month
		33,750	100.0	(17,263)	16,487	

Note:-

(1) From the date of listing of the Company.

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B8. Group borrowings and debts securities

As at 31 March 2023	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
<u>Secured</u>			
Trade financing	-	1,091	1,091
Term loan	10,863	1,317	12,180
Finance lease	123	27	150
Total	10,986	2,435	13,421

B9. Material Litigation

There was no material litigation by/against the Group as at 31 March 2023.

B10. Dividends

The Board declared on 23 February 2023 an interim tax exempt (single tier) dividend of 0.5 sen per ordinary share for the financial year ending 31 March 2023 with the entitlement date on 9 March 2023 and was paid to shareholders on 21 March 2023 as disclosed in Note A8.

For information purposes, BESB, a wholly owned subsidiary of the Company, declared an interim single-tier dividend of RM0.66 per ordinary share amounting to RM4,000,000 in respect of the financial year ending 31 March 2023. The first payment of said dividend amounting to RM2,000,000 was paid on 30 June 2022 and the second payment amounting to RM2,000,000 was made on 29 July 2022 to Iskandar Holdings Sdn. Bhd., being the previous sole shareholder of BESB. The whole amount of RM4,000,000 was funded by BESB's internally generated fund.

B11. Earnings Per Share ("EPS")

The basic EPS for the current quarter and financial year-to-date are computed as follows:-

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	Quarter	Corresponding Quarter	Year-To-Date	Corresponding Year-To-Date
	31.03.2023	31.03.2022 ⁽¹⁾	31.03.2023	31.03.2022 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company	5,707	N/A	16,266	N/A
Number of ordinary shares in issue ('000)	450,000	N/A	450,000	N/A
Basic EPS (sen) ⁽²⁾	1.27	N/A	3.61	N/A

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B11. Earnings Per Share (“EPS”) (Continued)

Notes:-

- (1) No comparative figures for the preceding quarter are available as this is the Company’s third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of Bursa Securities.
- (2) Basic EPS is calculated based on the Company’s share capital on 450,000,000 ordinary shares that was listed on the ACE Market of Bursa Securities.
- (3) N/A – Not Applicable

B12. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income

Profit for the period was derived after taking into consideration of the following:-

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	<u>Quarter</u>	<u>Corresponding</u>	<u>Year-To-Date</u>	<u>Corresponding</u>
	<u>31.03.2023</u>	<u>31.03.2022⁽¹⁾</u>	<u>31.03.2023</u>	<u>31.03.2022⁽¹⁾</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
After charging:				
Amortisation of intangible assets	317	N/A	1,215	N/A
Depreciation of property, plant and equipment	739	N/A	2,954	N/A
Depreciation of right-of-use asset	3	N/A	3	N/A
Fair value (gain)/loss on investment in quoted shares	(11)	N/A	7	N/A
Interest expense on:				
- Term loan	66	N/A	507	N/A
- Revolving credit	-	N/A	237	N/A
- Trade financing	22	N/A	167	N/A
(Gain)/Loss on foreign exchange:				
- Realised	298	N/A	794	N/A
And crediting:				
Dividend income	(6)	N/A	(9)	N/A
Interest income	(212)	N/A	(334)	N/A

BETAMEK BERHAD

Registration No.: 202101041577 (1441877-P)

(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B12. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income (Continued)

Notes:-

- (1) No comparative figures for the preceding quarter are available as this is the Company's third interim financial report on its consolidated results for the fourth quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of Bursa Securities.
- (2) N/A – Not Applicable

BY ORDER OF THE BOARD

BETAMEK BERHAD

25/05/2023