

WMG HOLDINGS BHD.

201501041664(1166985-X)

(Incorporated in Malaysia)

Unaudited Interim Financial Statements

For The Fifth Quarter Report Ended 31 March 2025 (“Other”)

WMG HOLDINGS BHD.

201501041664 (1166985-X)

Interim financial statements for the fifth quarter report ended 31 March 2025 (“other”)

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Interim financial statements for the fifth quarter report ended 31 March 2025 (“other”)

Condensed Consolidated Statement of Comprehensive Income

	Note	Individual Quarter		Financial Year-to-date	
		3 months ended		15 months ended	
		31/03/2025	31/03/2024	31/03/2025	31/03/2024
		RM'000	RM'000	RM'000	RM'000
Revenue	A12	18,877	-	181,113	-
Cost of sales		(17,920)	-	(119,116)	-
Gross profit		957	-	61,997	-
Other income	A13	1,375	-	5,331	-
Other expenses		(749)	-	(3,411)	-
Selling and marketing expenses		(23)	-	(1,972)	-
Finance costs		(1,749)	-	(11,681)	-
Administrative expenses		(2,177)	-	(16,635)	-
Profit from operations		(2,366)	-	33,629	-
Interest income		348	-	1,538	-
(Loss)/Profit before tax	A14	(2,018)	-	35,167	-
Income tax expense	A15	1,025	-	(10,668)	-
(Loss)/Profit for the period		(993)	-	24,499	-
Other comprehensive income, net of tax:		-	-	-	-
Total comprehensive (loss)/profit for the period		(993)	-	24,499	-
Profit attributable to owners of the Company		(993)	-	24,499	-
Total comprehensive (loss)/profit attributable to owners of the Company		(993)	-	24,499	-
(Loss) / earnings per share attributable to owners of the Company:	A16	Sen	Sen	Sen	Sen
- Basic		(0.42)	-	1.27	-
- Diluted		(0.08)	-	2.08	-

Note:

- The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.
- The Company's fiscal year-end has been changed from 31 December 2024 to 31 March 2025. Consequently, there are no comparable figures available for the corresponding period in the preceding year

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Condensed Consolidated Statement of Financial Position

ASSETS	Note	AS AT 31/03/2025 RM'000	AS AT 31/12/2023 (Audited) RM'000
Non-current Assets			
Property, plant and equipment		22,001	23,380
Investment properties	A17	87,297	93,029
Deferred tax assets		1,250	9,783
Inventory properties	A18	116,489	110,417
		<u>227,037</u>	<u>236,609</u>
Current Assets			
Inventory properties	A18	55,657	93,400
Trading inventories		271	539
Trade and other receivables		27,094	33,396
Prepayment		229	313
Contract cost assets		733	2,125
Contract assets		13,880	20,569
Income tax refundable		1,126	74
Cash and bank balances	A19	50,782	24,540
		<u>149,772</u>	<u>174,956</u>
Total Assets		<u>376,809</u>	<u>411,565</u>
EQUITY AND LIABILITIES			
Current Liabilities			
Loans and borrowings	A20	97,221	120,410
Lease liabilities		323	255
Trade and other payables		30,738	34,895
Tax Payable		20	4,606
		<u>128,302</u>	<u>160,166</u>
Net current assets		<u>21,470</u>	<u>14,790</u>
Non-current Liabilities			
Loan and borrowings	A20	52,229	79,281
Lease liabilities		68	437
Deferred tax liabilities		4,187	4,157
		<u>56,484</u>	<u>83,875</u>
Total Liabilities		<u>184,786</u>	<u>244,041</u>
Net Assets		<u>192,023</u>	<u>167,524</u>

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Condensed Consolidated Statement of Financial Position (cont’d)**EQUITY AND LIABILITIES (cont’d)**

		AS AT 31/03/2025	AS AT 31/12/2023 (Audited)
	Note	RM'000	RM'000
Equity attributable to owners of the Company			
Share capital	A21	434,682	231,343
Redeemable convertible preference shares	A21	149,173	149,173
Irredeemable convertible preference shares	A21	-	203,339
Merger deficit		(312,039)	(312,039)
Accumulated losses		(79,793)	(104,292)
Total Equity		<u>192,023</u>	<u>167,524</u>
Total Equity and Liabilities		<u>376,809</u>	<u>411,565</u>
Net assets per share attributable to owners of the Company (RM)		0.22	0.38

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Statement of Changes in Equity

	Note	Share capital	RCPS	ICPS	Merger deficit	Accumulated losses	Total Equity
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 Jan 2024		231,343	149,173	203,339	(312,039)	(104,292)	167,524
Total comprehensive income for the period		-	-	-	-	24,499	24,499
Conversion of shares		203,339	-	(203,339)	-	-	-
At 31 March 2025		434,682	149,173	-	(312,039)	(79,793)	192,023

Note:

1. The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.
2. The Company's fiscal year-end has been changed from 31 December 2024 to 31 March 2025. Consequently, there are no comparable figures available for the corresponding period in the preceding year

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Interim financial statements for the fifth quarter report ended 31 March 2025 (“other”)

Condensed Consolidated Statement of Cash Flows

	Note	15 months ended	
		31/03/2025 RM'000	31/03/2024 RM'0000
Cash flows from operating activities			
Profit before tax		35,167	-
Adjustments for:			
Depreciation		6,070	-
Finance costs		11,681	-
Interest income		(1,538)	-
Impairment of an investment property		1,775	-
Impairment on trade and other receivable		557	-
Gain on disposal of property, plant and equipment		(585)	-
Equipment written off		3	-
Trading inventories written off		8	-
Total adjustments		<u>17,971</u>	<u>-</u>
Operating cash flows before changes in working capital		53,138	-
Changes in working capital :			
Decrease in inventory properties		31,492	-
Decrease in trading inventories		438	-
Decrease in receivables and other current assets		12,482	-
Decrease in contract assets		1,392	-
Decrease in payables and other current liabilities		(4,157)	-
Total changes in working capital		<u>41,647</u>	<u>-</u>
Cash flows from operations		94,785	-
Interest paid		(78)	-
Interest received		884	-
Income tax refunded		90	-
Income tax paid		(7,831)	-
Net cash flows from operating activities		<u>87,850</u>	<u>-</u>
Cash flows from investing activities			
Interest income received		606	-
Proceeds from disposal of plant and equipment		585	-
Purchase of office furniture and equipment		(701)	-
Net cash flows from investing activities		<u>490</u>	<u>-</u>

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Condensed Consolidated Statement of Cash Flows (cont’d)

	Note	15 months ended	
		31/03/2025 RM'000	31/03/2024 RM'0000
Cash flows from financing activities			
Drawdown of bankers’ acceptances		11,323	-
Drawdown of revolving credits		21,000	-
Drawdown of bridging loan		7,543	-
Repayment of bankers’ acceptances		(13,313)	-
Repayment of bridging loan		(17,794)	-
Repayment of term loan		(20,947)	-
Repayment of revolving credits		(35,900)	-
Payment of principal portion of lease liabilities		(301)	-
Finance costs paid		(11,603)	-
Withdrawal of deposit with licensed bank pursuant to banking facilities settled		500	-
Net cash flows used in financing activities		<u>(59,492)</u>	<u>-</u>
Net increase in cash and cash equivalents		28,848	-
Cash and cash equivalents at beginning of financial period		19,888	-
Cash and cash equivalents at end of financial period	A19	<u>48,736</u>	<u>-</u>

Note:

1. The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.
2. The Company's fiscal year-end has been changed from 31 December 2024 to 31 March 2025. Consequently, there are no comparable figures available for the corresponding period in the preceding year

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Part A : Notes to the interim financial statements**A1 Basis of preparation**

WMG Holdings Bhd. is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

The unaudited condensed consolidated interim financial statements for the period ended 31 March 2025 have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These unaudited condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

As announced on 13 November 2024, the financial year end of the Group has been changed from 31 December 2024 to 31 March 2025. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023. The explanatory notes to the interim financial statements provide an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

A2 Accounting Policies

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for year ended 31 December 2023.

A3 Seasonality of operations

The Group’s operations are not seasonal and cyclical in nature.

A4 Unusual items

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

A5 Changes in estimates

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

A6 Changes in the composition of the Group

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

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A7 Share capital and treasury shares

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the interim period under review other than the conversion of the ICPS to ordinary shares on 24 September 2024 as disclosed in Note A20 to the interim financial statements.

A8 Contingencies

There were no changes in contingent assets and liabilities for the period under review.

A9 Capital commitments

During the fifth quarter ended 31 March 2025, the Board approved RM1 million for office relocation, renovations, and IT upgrades in Sandakan and Kota Kinabalu. These expenditures are planned but not yet contracted, will be financed through internal cash flows, and are expected to be utilized by financial year 2026

A10 Dividends

For the period ended 31 March 2025, the Directors do not recommend payment of dividend. (2023: Nil).

The total dividend for the current financial period is Nil (2023: Nil).

A11 Events after the reporting period

There were no material events subsequent to the end of the interim period, 31 March 2025 to 21 May 2025, the latest practicable date other than the material litigation as announced on 10 April 2025, 17 April 2025, 25 April 2025, 29 April 2025 and 5 May 2025 as stated in part B note B8 of this report.

A12 Segment information*Business Segments*

	15 months ended 31 March 2025				
	Property	Building materials	Others	Adjustment/ Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External	160,155	20,958	-	-	181,113
Inter-segment	-	-	-	-	-
Total	160,155	20,958	-	-	181,113
Results					
Depreciation	5,983	87	-	-	6,070
Interest income	802	736	-	-	1,538
Other non-cash expenses	-	-	-	-	-
Segment profit/(loss)	36,896	368	(2,097)	-	35,167

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A13 Other income

Included in other income for the period are miscellaneous receipts of RM 4.33 million pertaining to rental activities.

A14 (Loss)/profit before tax

Included in the (loss)/profit before tax are the following items:

	Individual Quarter		Financial Year-to-date	
	3 months ended		15 months ended	
	31/03/2025	31/03/2024	31/03/2025	31/03/2024
	RM'000	RM'000		RM'000
(a) Interest income	348	-	1,538	-
(b) Other income including investment	1,375	-	5,331	-
(c) Interest expenses	1,749	-	11,681	-
(d) Depreciation and amortization	834	-	6,070	-
(e) Write down of Trading inventories	8	-	8	-
(f) Impairment of assets	-	-	1,775	-

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Main Market Listing Requirements are not applicable.

A15 Income tax expense

	Individual Quarter		Financial Year-to-date	
	3 months ended		15 months ended	
	31.03.2025	31.03.2024	31.03.2025	31.03.2024
	RM'000	RM'000	RM'000	RM'000
Current income tax	(1,537)	-	2,104	-
Deferred tax	512	-	8,564	-
	(1,025)	-	10,668	-

The effective tax rate for the current quarter and financial period were higher than the statutory income tax rate mainly due to non-deductible expenses for tax purposes in certain subsidiaries.

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A16 (Loss)/earnings per share

	Individual Quarter		Financial Year-to-date	
	3 months ended		15 months ended	
	31.03.2025	31.03.2024	31.03.2025	31.03.2024
	RM'000	RM'000	RM'000	RM'000
(Loss)/earnings net of tax attributable to owners of the Company (RM'000)	(993)	-	24,499	-
Less: cumulative dividend on RCPS	(2,668)	-	(13,518)	-
(Loss)/earnings net of tax attributable to owners of the Company used in the computation of basic (loss)/earnings per share (RM'000)	(3,661)	-	10,981	-
Add back: cumulative dividend on RCPS	2,668	-	13,518	-
(Loss)/earnings net of tax attributable to owners of the Company used in the computation of diluted earnings per share (RM'000)	(993)	-	24,499	-
Weighted average number of ordinary shares for basic earnings per share computation ('000)	867,149	-	867,149	-
Effect of dilution – RCPS ('000)	310,000	-	310,000	-
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	1,177,149	-	1,177,149	-
Basic (loss)/earnings per share (sen)	(0.42)	-	1.27	-
Diluted (loss)/earnings per share (sen)	(0.08)	-	2.08	-

A17 Investment properties

Included is Mydin Hypermarket with a net carrying amount as at 31 March 2025 of RM59.44 million. (2023: RM62.44 million)

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A18 Inventory properties

	As at 31.03.2025	As at 31.12.2023 (Audited)
	RM’000	RM’000
Non-current		
Land held for property development	116,489	110,417
Current		
Land held for property development	-	25,667
Properties under development	28,518	30,997
Completed properties	27,139	36,736
	<u>55,657</u>	<u>93,400</u>
	<u>172,146</u>	<u>203,817</u>

As at 31.03.2025, the Group has a total land bank for development of approximately 627 acres (2023: 653 acres), comprising 465 acres (2023: 475 acres) in Sandakan and 162 acres (2023: 178 acres) in Kota Kinabalu.

On 21 March 2025, the Lands & Surveys Department of Sabah executed a compulsory acquisition of approximately 10 acres of land in Sandakan, with an acquisition value of RM3.05 million, resulting in a reduction of the company’s land bank.

Land held for property development (Current)

	As at 31.03.2025	As at 31.12.2023 (Audited)
	RM’000	RM’000
At the beginning of period/year	25,667	25,667
Sold during period/year	(25,667)	-
At the end of period/year	<u>-</u>	<u>25,667</u>

This represented the book value of the land of about 10.20 acres, the disposal of which was completed on 9 May 2024.

A19 Cash and Cash Equivalents

	As at 31.03.2025	As at 31.12.2023 (Audited)
	RM’000	RM’000
Fixed deposits	18,505	1,528
Cash on hand and at banks	32,277	23,012
Cash and bank balances	<u>50,782</u>	<u>24,540</u>
Less: deposits pledged for banking facilities	(1,075)	(1,528)
Less: bank overdrafts	(971)	(3,124)
	<u>48,736</u>	<u>19,888</u>

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A20 Loan and borrowings

The Group’s borrowings and debt securities are as follows:

	As at 31.03.2025			As at 31.12.2023 (Audited)		
	Long Term	Short Term	Total borrowings	Long Term	Short Term	Total borrowings
Secured	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Bankers’ acceptances (BA)	-	2,051	2,051	-	4,041	4,041
Revolving credits (RC)	-	83,600	83,600	-	98,500	98,500
Overdraft (OD)	-	971	971	-	3,124	3,124
Bridging loan (BL)	-	1,761	1,761	7,062	4,950	12,012
Term loans (TL)	52,229	8,838	61,067	72,219	9,795	82,014
	52,229	97,221	149,450	79,281	120,410	199,691

The interest rates for BA, RC, TL, BL and OD generally range from 1% to 2% above the cost of fund and the lending rate of the respective banks.

There are no borrowings denominated in foreign currency.

A21 Share Capital, RCPS and ICPS

	<u>No. of Ordinary Shares</u>	<u>Amount RM</u>
Share Capital		
As at 01.01.2024	444,585,469	231,343,259
Converted from ICPS (see note below)	422,563,584	203,338,864
As at 31.03.2025	<u>867,149,053</u>	<u>434,682,123</u>
	<u>No. of Preference Shares</u>	<u>Amount RM</u>
Redeemable Convertible Preference Shares (RCPS)		
As at 01.01.2024 and 31.03.2025	<u>155,000,000</u>	<u>149,172,930</u>
Irredeemable Convertible Preference Shares (ICPS)		
As at 01.01.2024	211,281,792	203,338,864
* Converted to ordinary shares	(211,281,792)	(203,338,864)
As at 31.03.2025	<u>-</u>	<u>-</u>

* The ICPS were converted at the ratio of 1 ICPS to 2 ordinary shares on 24.09.2024 in accordance with the Company’s constitution.

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Part B : Additional information required by Bursa Malaysia Securities Berhad’s Listing Requirements**B1. Group’s Financial Performance Review and Segmental Analysis Performance of the current quarter against the same quarter last year.**

As announced on 13 November 2024 the financial year end of the Group has been changed from 31 December 2024 to 31 March 2025. As such, there will be no comparative financial information available for the same quarter last year.

Overall review of the Group’s financial performance

	Individual Quarter				Financial Year to date			
	3 months ended				15 months ended			
	31.03.2025	31.03.2024	Changes		31.03.2025	31.03.2024	Changes	
	RM’000	RM’000	RM’000	%	RM’000	RM’000	RM’000	%
Revenue	18,877	-	-	-	181,113	-	-	-
Gross profit	957	-	-	-	61,997	-	-	-
(Loss)/Profit before interest and tax	(267)	-	-	-	46,848	-	-	-
(Loss)/Profit before tax	(2,018)	-	-	-	35,167	-	-	-
(Loss)/Profit after tax	(993)	-	-	-	24,499	-	-	-
(Loss)/Profit attributable to ordinary equity holders of the Company	(993)	-	-	-	24,499	-	-	-

The Group generated a total revenue of RM18.88 million and RM181.11 million for the current quarter and period under review, of which RM14.77 million (78%) and RM160.16 million (88%) were from property segment and RM4.09 million (22%) and RM20.96 million (12%) were from building materials segment respectively.

Sales of properties were at RM12.74 million and RM150.09 million, property letting at RM2.03 million and RM10.07 million for the current quarter and period under review respectively.

Sales of building materials to contractors engaged by the Group for its property development projects amounted to RM3.11 million and RM16.08 million representing 76% and 77% of the total sales of building materials of RM4.09 million and RM20.96 million for the current quarter and period under review respectively.

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B1 Performance review (cont’d)

The Group recorded a gross profit of RM62.00 million for the current period under review. After taking into account interest income and other income totaling RM6.87 million and deducting expenses of RM33.70 million (which include finance cost of RM11.68 million, other expenses of RM3.41 million, selling and marketing expenses of RM1.97 million, administrative expenses of RM16.64 million) and income tax expense of RM10.67 million, the Group incurred a profit after tax for current period under review of RM24.50 million.

Administrative expenses of RM16.64 million comprised mainly fixed and semi-fixed costs namely staff costs, directors’ remuneration, overheads and office expenses (which include depreciation RM1.19 million) of approximately RM5.06 million, RM4.81 million and RM6.79 million respectively.

B2 Current quarter compared with immediate preceding quarter

The Group recorded a loss after tax of RM0.99 million for the current quarter under review compared to profit after tax of RM 1.14 million for the immediate preceding quarter as follows:-

	Current quarter	Immediate preceding quarter	Changes	
	31.03.2025	31.12.2024		
	RM’000	RM’000	RM’000	%
Revenue	18,877	24,914	(6,037)	(32)
Gross profit	957	8,289	(7,332)	(766)
(Loss)/Profit before interest and tax	(269)	4,695	(4,964)	(1,845)
(Loss)/Profit before tax	(2,018)	2,508	(4,526)	(224)
(Loss)/Profit after tax	(993)	1,136	(2129)	(214)
(Loss)/Profit attributable to ordinary equity holders of the Company	(993)	1,136	(2129)	(214)

For the current quarter under review, revenue from the property segment and building materials segment amounted to RM14.78 million and RM4.10 million respectively as compared to preceding quarter of RM21.41 million and RM3.50 million respectively.

Revenue for the current quarter declined by RM6.04 million or 32% compared to the immediate preceding quarter, primarily due to lower property sales and the completion of two project phases in the first quarter of the financial year 2026.

B3 Commentary on Prospects

The Group continues to drive sales for its ongoing developments in Kota Kinabalu and Sandakan. The Sandakan project, Parklane Garden, achieved a 100% sales rate as of April 2025, while the Kota Kinabalu Parklane 2 project reached 82% sales rate by the end of the fifth quarter, 31 March 2025. The unbilled sales and gross development value of unsold units of these two ongoing projects amounted to approximately RM 17.44 million and RM 47.35 million respectively.

The Group anticipates that the sustained momentum from these sales will contribute positively to cash flow stability and supporting future growth.

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B3 Commentary on Prospects (cont’d)

As part of its growth strategy, WMG is actively exploring new development opportunities that align with its corporate vision. Several development plans are expected to be submitted in next financial year 2026.

The Directors remain cautiously optimistic that these measures will strengthen the financial position and overall performance of the Group.

B4 Profits forecast and profit guarantee

The above is not applicable as no profit forecast and profit guarantee were provided.

B5 Income tax expense

This is stated in note A15 to the interim financial statements.

B6 Corporate proposals

There were no corporate proposals announced but not completed as at 21 May 2025, the latest practicable date which is not earlier than 7 days from the date of issue of this interim financial statements.

B7 Group borrowings and debt securities

This is stated in note A21 to the interim financial statements.

B8 Changes in material litigation

The Group did not have any material litigation as at 21 May 2025, the latest practicable date other than:-

a. Pemborong Asas Sdn. Bhd. vs Wah Mie Realty Sdn. Bhd.

The announcement on 3 March 2025, 10 April 2025 and 25 April 2025

3 March 2025

Pemborong Asas Sdn. Bhd. (“PASB”) has on 28 February 2025 served a Payment Claim against Wah Mie Realty Sdn. Bhd. (“WMRSB”), a subsidiary of the Company under the Construction Industry Payment and Adjudication Act 2012 (“CIPAA”). PASB is claiming a sum of RM1,351,980.64, which represents balance retention sum being due and payable to PASB by WMRSB (“Payment Claim”).

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Particulars of Payment Claim

The WMRSB appointed PASB as the main contractor for the Project (as defined below). A dispute has arisen between the PASB and WMRSB under the following construction contract:

Date of Contract was made	:	14 July 2017
Project / Work Description	:	Proposed 480 units 4 Blocks, 10 storey condominium (Sri Indah Kondominium) (with subsidiary titles to be applied for) on L.9474, L.9617, PL.16447,L.12595, & L.12596 at Taman Indah Jaya, Mile 4, Jalan Lintas Selantan, Sandakan (“ Project ”) The execution and completion of building works, infrastructure, and external works. (Package 1) (“ Works ”)
Project Site Location	:	Sandakan, Sabah
Date of Payment Claim	:	17 February 2025

Below is the payment claim:

<u>Description of Work/Services</u>		<u>Amount(RM)</u>
Original Contract Sum	:	67,032,362.95
Release of 2 nd moiety of Retention Sum pursuant to Interim Certificate No.62 (Final) dated 2 December 2024 read together with Certificate of Making Good Defect dated 24 September 2024	:	1,765,993.33
Total Claimed	:	1,765,993.33
Less: Retention Sum due to Nominated Subcontractor	:	414,012.69
Total Deduction	:	414,012.69
Total Amount Claimed	:	1,351,980.64 and interests

PASB claimed that it had duly and diligently executed and completed the Works.

According to the Payment Claim served by the PASB, WMRSB seeks the following reliefs and remedies:

- a) PASB claims against WMRSB, inter alia, the following amounts:-
- (i) Balance Retention Sum of RM1,351,980.64;
 - (ii) Interests; and
 - (iii) Costs.

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Financial and Operational Impact

The Board believes that the Payment Claim is not expected to have any financial and operational impact on the Company and its subsidiaries (“Group”), as the WMRSB has a reasonably strong defence strategy regarding the claims.

Expected losses to the Group, if any

The WMRSB is exposed to the claims as stated above and may incur legal expenses. However, WMRSB believes it has a reasonably strong defence against the Payment Claim under the CIPAA, and any potential losses are not expected to be significant to the Group.

Steps taken by the Company

The Company has sought legal advice and will appoint a solicitor to act on their behalf in this matter.

10 April 2025

WMRSB had on 20 March 2025 received the letter enclosing the Notice of Adjudication dated 19 March 2025 served by the PASB. With reference to the Notice of Adjudication, WMRSB has responded to PASB with their agreement on the appointment of Mr. Daniel Tan Chun Hao of Messrs. Tan Chun Hao to act as the adjudicator for this matter.

25 April 2025

WMRSB had on 25 April 2025 received a Notice of Withdrawal of Adjudication dated 24 April 2025 from PASB. With reference to the Notice, PASB has decided not to proceed with the adjudication proceedings at this juncture and has withdrawn the adjudication proceedings.

b. Wah Mie Trading Sdn. Bhd. vs Pemborong Asas Sdn. Bhd.

The announcements on 6 March 2025, 26 March 2025, 29 April 2025 and 5 May 2025

Further development from the announcements dated 18 February 2025 which has been disclosed in 4th quarter report.

6 March 2025

The Defendants, Pemborong Asas Sdn Bhd had on 5 March 2025 informed the Sessions Court via E-Review that they were facing technical difficulties in the filing of Originating Summons in the High Court in respect of their application to transfer the matter from the Sessions Court to the High Court.

Hence, the Defendants requested Sessions Court to fix another E-Review by 2 weeks after 5 March 2025 for further updates.

Hence, the Sessions Court has fixed 25 March 2025 for next E-Review for the Defendants to apply for transfer of proceedings to the High Court.

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26 March 2025

The Defendants had on 25 March 2025 informed the Sessions Court via E-Review that they have filed the application to transfer of proceedings to the High Court under Suit No. BKI-24NCvC-52-3/2025 which the hearing is fixed on 29 April 2025. The Defendants will serve the cause papers to the Plaintiff, Wah Mie Trading Sdn Bhd in due course.

Hence, the Defendants requested Sessions Court to fix another E-Review date for further updates.

In accordance to the advice of the counsel, the Plaintiff will reply within 14 days from the receipt of the said cause papers for the transfer application.

29 April 2025

The Board of WMG wishes to inform that the hearing for Suit No. BKI-24NCvC-52-3/2025 at the High Court, which was initially fixed for 29 April 2025, has been adjourned to 15 July 2025. The adjournment is to facilitate further review, pending the outcome of the Plaintiff striking out application at the Sessions Court.

5 May 2025

The solicitors of the Plaintiff has attended a mention in the Sessions Court for pre-trial case management on 2 May 2025. Upon conclusion of the mention, the Sessions Court have issued the following directions to the parties as below:-

- (a) The Plaintiff shall file the application for striking out and serve the same to the Defendants by 9 May 2025;
- (b) The Defendants shall file and serve upon the Plaintiff their Affidavit in Opposition to striking out by 16 May 2025;
- (c) The Plaintiff shall file and serve upon the Defendants its Affidavit in Reply (if any) by 23 May 2025;
- (d) The parties shall file their respective written submission on striking out by 30 May 2025 and their submission in reply by 6 June 2025; and
- (e) The Session Court will make decision on the Plaintiff’s application for striking out on 19 June 2025.

c. Pemborong Asas Sdn. Bhd. vs Wah Mie Realty Sdn. Bhd.

The announcement on 17 April 2025

Further development from the announcement dated 20 February 2025 which has been disclosed in 4th quarter report.

WMRSB had on 16 April 2025, notified by its solicitors that the Adjudication Decision dated 16 April 2025 under CIPAA has been released and received on 16 April 2025 (“**Adjudication**”

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Decision”). Based on the Adjudication Decision, the Adjudicator has determined and delivered his decision in favour of WMRSB. The brief details of the Adjudication Decision are as follows:-

- (a) The Claimant has failed in all its claims against the Respondent for outstanding sums;
- (b) The Claimant has also failed in its claim for interest;
- (c) The Claimant is to bear the costs of the proceedings amounting to RM 62,675.92, and the Claimant is to settle any outstanding part of this sum of within 30 calendar days after receiving the Adjudication Decision;
- (d) Failing payment by the deadline in sub-paragraph (c) above, the Claimant shall pay the Respondent simple interest calculated at 5% per annum for the overdue payment until the date of full realisation; and
- (e) The appropriate payment under sub-paragraph (c) above is to be made by cheque, banker’s cheque or online transfer of funds into the Respondent’s bank account.

The Adjudication Decision marks the end of the adjudication process under CIPAA between the Claimant and Respondent in relation to this matter.

B9 (Loss)/earnings per share

This is stated in note A16 to the interim financial statements.

B10 Auditors’ report on preceding annual financial statements

The auditors’ report on the financial statements of the Company for the preceding financial year ended 31 December 2023 was not subject to any qualification.

B11 (Loss)/profit before tax

Disclosure of items as required under Appendix 9B, Part A (16) of Bursa Malaysia Securities Berhad listing requirements is stated in note A14 to the interim financial statements.

B12 Disclosure of derivatives

The Group did not enter into any derivatives during the period ended 31 March 2025 or the previous financial year ended 31 December 2023.

B13 Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 March 2025 and 31 December 2023.

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B14 Breakdown of realised and unrealized profits or losses

The above disclosure in the format prescribed by Bursa Malaysia Securities Bhd is as follows:

	As at 31.03.2025 RM'000	As at 31.03.2024 RM'000
Total accumulated losses of the Company and its subsidiaries:		
-Realised	(79,793)	(104,627)
- Unrealised	-	-
	(79,793)	(104,627)
Less: Consolidation adjustments	-	-
Total Group accumulated losses as per consolidated accounts	(79,793)	(104,627)

Part C : Authorisation for issue of interim financial statements

The Board of Directors of the Company had authorised this unaudited interim financial statements for issue on 29 May 2025.