



99 SPEED MART RETAIL HOLDINGS BERHAD

Registration No.: 202301017784 (1511706 - T)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

99 SPEED MART RETAIL HOLDINGS BERHAD

Registration No.: 202301017784 (1511706 - T)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	RM'000	RM'000	RM'000	RM'000
Revenue	2,418,880	2,235,583	4,843,740	4,459,337
Cost of sales	(2,184,887)	(2,046,074)	(4,370,503)	(4,046,501)
Gross profit	233,993	189,509	473,237	412,836
Other operating income	237,353	192,214	473,740	390,860
Other income	5,590	7,958	11,195	12,108
Profit from operations	476,936	389,681	958,172	815,804
Administrative and other operating expenses	(296,355)	(276,543)	(588,253)	(549,217)
Finance costs	(11,125)	(10,437)	(21,993)	(20,622)
Profit before tax	169,456	102,701	347,926	245,965
Income tax expenses	(43,923)	(27,216)	(89,239)	(63,330)
Profit for the financial period	125,533	75,485	258,687	182,635
Other comprehensive income, net of tax:-				
Item that may be reclassified				
subsequently to profit or loss				
• Currency translation differences				
for foreign operations	(2)	-	-	-
Total comprehensive income				
for the financial period	125,531	75,485	258,687	182,635
Profit for the financial period				
attributable to owners of the Company	125,533	75,485	258,687	182,635
Total comprehensive income				
attributable to owners of the Company	125,531	75,485	258,687	182,635
Basic earnings per ordinary share (sen)	1.57	0.94	3.23	2.28

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Unaudited As at 30/06/2024 RM'000	Audited As at 31/12/2023 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	520,328	479,445
Right-of-use assets	819,018	774,210
Intangible assets	8	5
Deferred tax assets	17,284	16,259
	<u>1,356,638</u>	<u>1,269,919</u>
CURRENT ASSETS		
Inventories	1,324,052	1,174,379
Trade receivables	20,323	41,906
Other receivables, deposits and prepayments	49,529	42,550
Current tax assets	126	-
Cash and bank balances	85,455	137,571
	<u>1,479,485</u>	<u>1,396,406</u>
TOTAL ASSETS	<u>2,836,123</u>	<u>2,666,325</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	474,506	474,506
Reserves	(457,010)	(457,010)
Retained profits	682,766	524,079
TOTAL EQUITY	<u>700,262</u>	<u>541,575</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Term loans	44,897	47,265
Lease liabilities	673,279	633,120
Provision for restoration costs	55,977	53,439
	<u>774,153</u>	<u>733,824</u>
CURRENT LIABILITIES		
Trade payables	1,073,620	982,140
Other payables and accruals	62,872	219,095
Contract liability	3,470	2,512
Term loans	4,740	4,670
Lease liabilities	163,225	154,909
Current tax liabilities	53,781	27,600
	<u>1,361,708</u>	<u>1,390,926</u>
TOTAL LIABILITIES	<u>2,135,861</u>	<u>2,124,750</u>
TOTAL EQUITY AND LIABILITIES	<u>2,836,123</u>	<u>2,666,325</u>
Net assets per share attributable to owners of the company (sen)	<u>8.75</u>	<u>6.77</u>

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

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	← Non-Distributable →			Distributable		
	Reserve					
	Share capital RM'000	Invested equity RM'000	Merger deficit RM'000	Currency translation reserve RM'000	Retained profits RM'000	Total equity RM'000
Balance at 1 January 2023	-	17,500	-	-	614,352	631,852
Profit (representing total comprehensive income) for the financial period	-	-	-	-	182,635	182,635
Dividends	-	-	-	-	(340,500)	(340,500)
Balance at 30 June 2023 (Unaudited)	-	17,500	-	-	456,487	473,987
Balance at 1 January 2024	474,506	-	(457,006)	(4)	524,079	541,575
Profit (representing total comprehensive income) for the financial period	-	-	-	-	258,687	258,687
Dividends	-	-	-	-	(100,000)	(100,000)
Balance at 30 June 2024 (Unaudited)	474,506	-	(457,006)	(4)	682,766	700,262

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

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	At 30/06/2024 RM'000	At 30/06/2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	347,926	245,965
Adjustments for:-		
Amortisation of trademarks	#	-
Depreciation of property and equipment	34,262	33,203
Depreciation of right-of-use assets	84,063	75,030
Equipment written off	@	-
Interest expense of financial liabilities that are at fair value through profit or loss	1,522	1,485
Interest expense on lease liabilities	20,474	19,137
Inventories written off	8,068	6,393
Gain on derecognition due to lease termination	(218)	(12)
Gain on disposal of equipment	(425)	(172)
Interest income of financial assets that are not at fair value through profit or loss	(515)	(924)
Reversal of provision for restoration costs	(67)	-
Operating profit before working capital changes	<u>495,090</u>	<u>380,105</u>
Changes in working capital:-		
Changes in inventories	(157,741)	(36,162)
Changes in trade and other receivables	(9,332)	(3,128)
Changes in trade and other payables	27,766	155,953
Changes in contract liabilities	958	(755)
Changes in amount owing by related parties	29,091	2,789
Cash generated from operations	<u>385,832</u>	<u>498,802</u>
Interest paid	(21,628)	(20,319)
Income tax paid	(64,209)	(66,823)
Net cash generated from operating activities	<u>299,995</u>	<u>411,660</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of trademarks	(3)	-
(Advances to)/Repayment from related parties	(177)	38
Interest received	515	924
Purchase of property and equipment	(75,297)	(51,440)
Proceeds from disposal of equipment	949	172
Net cash used in investing activities	<u>(74,013)</u>	<u>(50,306)</u>
Balance carried forward	<u>225,982</u>	<u>361,354</u>

- denotes RM837

@ - denotes RM1

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

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)**

	At 30/06/2024 RM'000	At 30/06/2023 RM'000
Balance brought forward	225,982	361,354
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from related parties	2,552	1,320
Repayment to a director	(411)	-
Dividends paid	(200,000)	(340,500)
Repayment of lease liabilities	(77,941)	(68,293)
Repayment of term loans	(2,298)	(2,333)
Subscriber shares	-	^
Net cash used in financing activities	(278,098)	(409,806)
Net decrease in cash and cash equivalents	(52,116)	(48,452)
Cash and cash equivalents at the beginning of financial period	137,571	85,056
Currency translation differences	-	-
Cash and cash equivalents at the end of financial period	85,455	36,604

^ - denotes RM100

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

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The interim financial report of 99 Speed Mart Retail Holdings Berhad (“99 Holdings” or the “Company”) and its subsidiaries (collectively, “the Group”) 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, Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying notes attached to the interim financial report.

The interim financial report is presented in Ringgit Malaysia (“RM”) and all values are rounded to the nearest thousand (“RM'000”) except when otherwise indicated.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Group in the preparation of this interim financial report are consistent with those used in the audited financial statements for the financial year ended 31 December 2023 except for the adoption of the new standards and amendments to the MFRSs as disclosed below:

New MFRS adopted during the financial period:

<i>Title</i>	<i>Effective Date</i>
Amendments to MFRS 16: <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 101: <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 101: <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107 and MFRS 7: <i>Supplier Finance Arrangements</i>	1 January 2024

The adoption of the above amendments to MFRSs do not have a material impact on the financial statements of the Group.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

NOTES TO THE INTERIM FINANCIAL REPORT

3. AUDITOR'S REPORT

The audited consolidated financial statements for the financial year ended 31 December 2023 was not subject to any qualifications.

4. SEASONALITY OR CYCLICALITY

The business of the Group typically experiences higher customer traffic and sales revenue during weekends, festive and promotional periods.

5. 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 quarter and financial period under review.

6. SIGNIFICANT ESTIMATES AND MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect for the financial period under review.

7. DEBT AND EQUITY SECURITIES

There were no debt and equity securities issued during the financial period under review.

8. DIVIDEND PAID

In respect of the financial year ending 31 December 2024:

First interim dividend of RM0.0125 per ordinary share,
paid on 10 June 2024

RM'000

100,000

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

NOTES TO THE INTERIM FINANCIAL REPORT

9. SEGMENT INFORMATION

Information about operating segment has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely retail of consumable merchandise and other household products.

10. PROPERTY AND EQUIPMENT

a) Acquisitions and disposals

During the 6 months ended 30 June 2024, the Group acquired fixed assets at costs of RM75.7million (2023: RM51.4million). The assets acquired comprise mainly of furniture, fittings and office equipment, racks, roll cages and shop equipment, renovation and motor vehicles.

b) Valuation

There was no valuation of the property and equipment for the financial period under review.

11. SIGNIFICANT EVENTS SUBSEQUENT TO THE REPORTING PERIOD

- (a) On 12 July 2024, the Group entered into a Sale and Purchase Agreement with third parties to acquire a piece of freehold land for a total purchase consideration of RM4,000,000. The completion of acquisition is subject to fulfilment of the terms and conditions stipulated in the Sale and Purchase Agreement.
- (b) The Company launched its initial public offering ("IPO") and issued its prospectus in relation to the IPO dated 15 August 2024 ("Prospectus"). The IPO involves the offering of 1,428,000,000 ordinary shares ("IPO Shares") of 99 Holdings in conjunction with the listing of and quotation for the entire enlarged issued ordinary shares in 99 Holdings ("Shares") on the Main Market of Bursa Securities comprising an offer for sale of up to 1,028,000,000 existing shares and a public issue of 400,000,000 new shares. Further details of the IPO are set out in the Prospectus.
- (c) On 27 August 2024, the Company announced that both Institutional Price and Final Retail Price have been fixed at RM1.65 per IPO Share.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**NOTES TO THE INTERIM FINANCIAL REPORT****12. CHANGES IN THE COMPOSITION OF THE GROUP**

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

13. CONTINGENT LIABILITIES

The Group has bank guarantees of RM20,040,400 as at 30 June 2024 (31.12.2023 - RM18,020,400) as security deposits in favour of utility provider and town councils.

14. CAPITAL COMMITMENTS

The Group's capital commitments (being the contracted capital expenditures) are as follows:

	30/06/2024	30/06/2023
	RM'000	RM'000
Contracted but not provided for:		
Acquisition of property and equipment	22,795	18,426
Construction of property	16,660	19,924
	<u>39,455</u>	<u>38,350</u>

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**NOTES TO THE INTERIM FINANCIAL REPORT****15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

	INDIVIDUAL QUARTER 3 months ended		CUMULATIVE QUARTER 6 months ended	
	30/06/2024 RM'000	30/06/2023 RM'000	30/06/2024 RM'000	30/06/2023 RM'000
<u>Transactions with companies in which certain directors have substantial financial interests:</u>				
- Administrative expenses	1,581	1,565	4,842	3,273
- Lease expense	336	288	661	573
- Maintenance and merchant charges expense	965	657	2,076	1,369
- Purchase of equipment	2,429	276	2,717	424
- Purchase of goods	18,942	11,733	40,982	27,493
- Advertising, commission and incentives income received	(2,474)	(2,194)	(4,742)	(3,801)
- Disposal of equipment	(42)	-	(332)	-
- Operating lease income	(96)	(80)	(184)	(160)
- Sale of goods	(381)	(510)	(763)	(1,233)
<u>Transactions with companies in which certain directors' close family members have substantial financial interests:</u>				
- Administrative expenses	36	38	70	80
- Lease expense	20	20	40	40
- Maintenance expense	-	1	5	1
- Printing and stationery	110	88	261	249
- Purchase of equipment	793	698	1,178	847
- Purchase of goods	22,234	21,723	51,452	44,654
- Transportation charges	88	73	130	147
- Incentives income received	(128)	-	(589)	-
<u>Transactions with certain directors:</u>				
- Lease expense	68	68	136	136
- Disposal of equipment	-	-	(210)	-

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

NOTES TO THE INTERIM FINANCIAL REPORT

16. REVIEW OF PERFORMANCE OF THE GROUP

16.1 Review of Current Quarter Performance versus Corresponding Quarter Last Year (2024-Q2 vs 2023-Q2)

The Group's revenue increased by RM183.3 million or 8.2% in 2024-Q2 primarily attributed to the positive contributions from the outlet expansion. During 2024-Q2, the Group had a net addition of 59 outlets, bringing the Group's total outlet count to 2,646 as at 30 June 2024. There was also positive impact from the bulk sales e-commerce platform that was officially launched in December 2023, which have contributed to an incremental revenue of approximately RM2.6 million to the Group in 2024-Q2.

Correspondingly, total sales transactions rose by 12.9% to 113.8 million transactions in 2024-Q2 compared to 2023-Q2. This was partially offset by a lower average basket size, which reduced by 4.2% to RM21.30.

The increased revenue led to a 23.5% increase in gross profit to RM234.0 million. The GP margin for 2024-Q2 grew by 1.2% versus 2023-Q2 primarily attributed to the Group's effort in achieving higher promotional discounts and prompt payment discounts for the goods purchased.

Other operating income mainly consists of products display fees, incentives fees, DC fees, advertising and promotional fees which rose by 23.5% to RM237.4 million in 2024-Q2 primarily due to an upward adjustment on the DC fee rate charged to the suppliers for the handling of products starting from 2024-Q1.

Administrative and other operating expenses increased by 7.2% to RM296.4 million in 2024-Q2 mainly associated with higher staff costs, utility expenses, lease expenses and depreciation of assets which is in tandem with the Group's outlet network expansion. As a percentage of revenue, the administrative and other operating expenses remained consistent at 12.3% and 12.4% in 2024-Q2 and 2023-Q2 respectively.

As a result of the foregoing, the Group's PBT rose by 65.0% to RM169.5 million and PAT rose by 66.3% to RM125.6 million in 2024-Q2. Both PBT margin and PAT margin for 2024-Q2 are higher than 2023-Q2 primarily attributed to the higher sales contribution as well as the achievement of better discounts and other operating income rates from the suppliers.

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NOTES TO THE INTERIM FINANCIAL REPORT

16. REVIEW OF PERFORMANCE OF THE GROUP (CONT'D)

16.2 Review of 6 Months Period Performance versus Corresponding Period Last Year (2024-1H vs 2023-1H)

The Group recorded a revenue of RM4,843.7 million in 2024-1H, which represents an increase of RM384.4 million or 8.6% as compared to RM4,459.3 million in 2023-1H. The Group established a net addition of 123 outlets in 2024-1H which positively contributed to the Group's revenue. The newly launched bulk sales e-commerce platform has also contributed to the Group approximately RM6.4 million of incremental revenue in 2024-1H.

Total sales transactions rose by 14.1% to 224.6 million transactions in 2024-1H. This was partially offset by a lower average basket size, which reduced by 4.8% to RM21.60.

The increased revenue led to a corresponding increase in gross profit by 14.6% to RM473.2 million in 2024-1H. The GP margin increased slightly by 0.5% to 9.8% in 2024-1H mainly due to the better promotional and prompt payment discounts received for the goods purchased.

Other operating income increased by 21.2% to RM473.7 million in 2024-1H which is mainly contributed by the higher DC fee received from the suppliers for products handlings as well as the higher products display fees and incentives fees which in line with the increase of number of outlets and higher purchases.

Administrative and other operating expenses stood at RM588.3 million in 2024-1H, represents 12.1% of revenue, which is consistent with 2023-1H at 12.3% of revenue. The Group's administrative and other operating expenses mainly consists of staff costs, utility expenses, lease expenses and depreciation of assets.

As a result of the foregoing, the Group reported PBT and PAT of RM347.9 million and RM258.7 million respectively in 2024-1H, representing an increase of 41.5% and 41.6% respectively, in tandem with the higher revenue and other operating income.

17. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS (2024-Q2 vs 2024-Q1)

The Group recorded revenue of RM2,419 million in 2024-Q2 which is 0.2% marginally lower as compared to the preceding quarter. Correspondingly, the PBT is at RM169.5 million, 5.3% lower due to lower revenue and slight increase in administrative and other operating expenses.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**NOTES TO THE INTERIM FINANCIAL REPORT**

18. PROSPECTS FOR THE GROUP

Looking ahead, the Group will remain focused on the strategic expansion of outlet network across Malaysia, particularly in the high-potential areas including the northern and east coast regions of Peninsular Malaysia as well as East Malaysia. The Group remains well-positioned to meet the demand for daily necessities of all Malaysians, driven by its promise of bringing utmost convenience and value to the local communities, making it always Near N' Save to shop at 99 Speedmart.

The Group's new bulk sales e-commerce platform introduced to the Klang Valley in December 2023 has contributed an incremental revenue to the Group at its initial stage. The Group is optimistic of its growth prospects of the online platform given the current business environment, therefore it has been rolled out to the southern region of Peninsular Malaysia in July 2024. The Group targets to gradually roll out the bulk sales operations to make it available, where feasible, to the customers located throughout the regions or states that the Group operates in.

The Group is also committed to Environmental, Social and Governance (ESG) excellence, integrating sustainable practices into the operations with ultimate targets of delivering long-term sustainable growth and enhancing shareholders' value.

19. PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**NOTES TO THE INTERIM FINANCIAL REPORT****20. PROFIT BEFORE TAX**

Profit before tax for the current quarter and current financial period is arrived at after charging/(crediting): -

	INDIVIDUAL QUARTER 3 months ended		CUMULATIVE QUARTER 6 months ended	
	30/06/2024 RM'000	30/06/2023 RM'000	30/06/2024 RM'000	30/06/2023 RM'000
Amortisation of trademarks	^	-	#	-
Depreciation of property and equipment	17,609	17,530	34,262	33,203
Depreciation of right-of-use assets	42,625	38,035	84,063	75,030
Equipment written off	-	-	@	-
Interest expense of financial liabilities that are not at fair value through profit or loss	762	768	1,522	1,485
Interest expense on lease liabilities	10,366	9,669	20,474	19,137
Inventories written off	3,999	3,048	8,068	6,393
Gain on derecognition due to lease termination	(97)	(12)	(218)	(12)
Gain on disposal of equipment	(388)	(60)	(425)	(172)
Interest income of financial assets that are not at fair value through profit or loss	(244)	(606)	(515)	(924)
Reversal of provision for restoration costs	(23)	-	(67)	-

Note:

^ - denotes RM437

- denotes RM837

@ - denotes RM1

21. TAXATION

	INDIVIDUAL QUARTER 3 months ended		CUMULATIVE QUARTER 6 months ended	
	30/06/2024 RM'000	30/06/2023 RM'000	30/06/2024 RM'000	30/06/2023 RM'000
Current tax:				
- for the financial period	44,151	25,457	90,264	62,453
Deferred tax:				
- for the financial period	(22)	1,780	(847)	877
- underprovision of tax in the previous financial year	(206)	(21)	(178)	-
	(228)	1,759	(1,025)	877
Income tax expense	43,923	27,216	89,239	63,330

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22. CORPORATE PROPOSAL

Save as disclosed below, there were no other corporate proposals announced by the Company but not completed as at the date of this interim report.

On 15 August 2024, the Company issued the Prospectus in relation to the IPO in conjunction with the listing of and quotation for the entire enlarged issued Shares in 99 Holdings on the Main Market of Bursa Securities comprising the public issue of 400,000,000 new ordinary shares in 99 Holdings (“Offer Shares”) at an issue/offer price of RM1.65 per Issue Share/Offer Share.

The listing of and quotation for the Company’s entire issued share capital on the Main Market of Bursa Securities is expected to be on 9 September 2024.

23. UTILISATION OF PROCEEDS FROM THE PUBLIC ISSUE

The gross proceeds from the Public Issue amounting to approximately RM660.0 million is expected to be utilised in the following manner:

No	Details of use of proceeds	Estimated timeframe		%
		for use from the date of our Listing	RM (million)	
1	Outlet and DC expenditure			
	(i) Expansion of network of outlets	Within 36 months	389.0	58.9
	(ii) Establishment of new distribution centres	Within 36 months	100.0	15.2
	(iii) Purchase of delivery trucks	Within 36 months	55.0	8.3
	(iv) Upgrading of existing outlets	Within 36 months	47.6	7.2
2	Repayment of existing bank borrowings	Within 6 months	45.0	6.8
3	Defray fees and expenses for the Proposed Public Issue	Within 6 months	23.4	3.6
	Total		660.0	100.0

99 SPEED MART RETAIL HOLDINGS BERHAD

Registration No.: 202301017784 (1511706 - T)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**NOTES TO THE INTERIM FINANCIAL REPORT****24. MATERIAL LITIGATION**

There is no material litigation for the current financial period to date.

25. EARNINGS PER SHARE

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30.6.2024	30.6.2023	30.6.2024	30.6.2023
Profit for the financial period attributable to the owners of the Company (RM'000)	125,533	75,485	258,687	182,635
Weighted average number of ordinary shares ('000)	8,000,000	8,000,000	8,000,000	8,000,000
Basic earnings per ordinary share (sen)	1.57	0.94	3.23	2.28

The weighted average number of ordinary shares is the enlarged issued shares of 8,000,000,000 after the Subdivision (as defined in the Prospectus) but before taking into consideration the 400,000,000 shares to be issued under the Public Issue (as defined in the Prospectus) in relation to the IPO.