



SALUTICA BERHAD
(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia)

The Board of Directors of Salutica Berhad (“Salutica” or the “Company”) (“Board”) is pleased to announce the following unaudited consolidated results for the third quarter and financial period ended (“FPE”) 31 MARCH 2025.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND FPE 31 MARCH 2025**

		Current quarter 3 months ended		Cumulative 9 months ended	
	Note	31.03.2025 RM'000	31.03.2024 RM'000	31.03.2025 RM'000	31.03.2024 RM'000
Revenue	A9	4,093	4,718	10,940	17,466
Loss from operations		(7,532)	(8,928)	(22,686)	(21,205)
Finance costs		(1)	(45)	(17)	(172)
Loss before taxation		(7,533)	(8,973)	(22,703)	(21,377)
Income tax expenses	B5	-	-	-	-
Loss for the period	B1	(7,533)	(8,973)	(22,703)	(21,377)
Other comprehensive income, net of taxation		-	-	-	-
Total comprehensive loss for the period		(7,533)	(8,973)	(22,703)	(21,377)
Loss and total comprehensive income attributable to:					
Owners of the Company		(7,533)	(8,973)	(22,703)	(21,377)
Non-controlling interest		-	-	-	-
Total comprehensive loss for the period		(7,533)	(8,973)	(22,703)	(21,377)
Loss per share Basic (Sen)	B14	(1.78)	(2.12)	(5.36)	(5.05)

Note:

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is unaudited and should be read in conjunction with the audited financial statements of the Company for the financial year ended (“FYE”) 30 June 2024 and the accompanying explanatory notes attached to the interim financial statements.



SALUTICA BERHAD

(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

	Note	As at 31.03.2025 RM'000 (Unaudited)	As at 30.6.2024 RM'000 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment		28,140	30,463
Right-Of-Use Assets		4,917	4,988
Intangible assets		809	863
Deferred tax assets		-	-
		33,866	36,314
Current assets			
Inventories		11,532	14,437
Trade and other receivables		2,870	3,042
Contract Assets		25	38
Current tax assets		846	2,779
Short term investment		16,936	30,427
Deposits, cash and bank balances		3,478	5,740
		35,687	56,463
Current liabilities			
Payables and accruals		8,156	8,632
Contract liabilities		9,136	7,103
Derivative financial instruments		-	-
Provision for warranties		57	101
Borrowings	B9	26	2,040
		17,375	17,876
NET CURRENT ASSETS			
		18,312	38,587
		52,178	74,901
EQUITY AND LIABILITIES			
Equity			
Share capital		113,362	113,362
Treasury shares		(984)	(984)
Reserves		(60,232)	(37,529)
Total equity attributable to owners of the Company		52,146	74,849
Non-controlling interests		-	-
TOTAL EQUITY		52,146	74,849
Non-current liabilities			
Borrowings	B9	32	52
		32	52
TOTAL EQUITY AND LIABILITIES			
		52,178	74,901
Net assets per ordinary share attributable to ordinary equity holders of the Company (Sen)		12.31	17.67

Note:

The Condensed Consolidated Statement of Financial Position is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2024 and the accompanying explanatory notes attached to the interim financial statements.



SALUTICA BERHAD

(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia under the Companies Act, 1965)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND FPE 31 MARCH 2025

<----- Attributable to owners of the Company ----->

<--- Non-distributable reserve --->

<- Distributable ->

	Share capital and premium RM'000	Treasury Shares RM'000	Retained Profits RM'000	Total RM'000
At 1 July 2024	113,362 ^(*)	(984)	(37,529)	74,849
Total comprehensive loss for the year	-	-	(22,703)	(22,703)
At 31 March 2025	113,362	(984)	(60,232)	52,146
At 1 July 2023	113,362 ^(*)	(984)	5,590	117,968
Total comprehensive loss for the year	-	-	(21,377)	(21,377)
At 31 March 2024	113,362	(984)	(15,787)	96,591

Note:

The Condensed Consolidated Statement of Changes in Equity is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2024 and the accompanying explanatory notes attached to the interim financial statements.

* As at 31 January 2019, the share premium account of RM53,002,368 has been transferred to share capital account.



SALUTICA BERHAD

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CONDENSED CONSOLIDATED CASH FLOWS STATEMENT FOR THE THIRD QUARTER AND FPE 31 MARCH 2025

	Note	Current Quarter ended 31.03.2025 RM'000	Preceding year corresponding quarter ended 31.03.2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss before tax for the financial period		(22,703)	(21,377)
Adjustments for:			
Property, plant and equipment			
- depreciation		3,229	5,689
- loss / (gains) on disposal		58	(36)
- write off		11	*
- impairment loss		-	1,275
Right-of-use assets depreciation		71	71
Trade receivables			
(Reversal) / loss of allowance for impairment of trade		(7,919)	28
receivables			
Bad debt		5,517	-
Amortisation of intangible assets		54	53
Finance costs		17	172
Interest income		(2)	(9)
Inventories – Reversal of slow moving		(509)	(112)
Reversal of warranties		(41)	(14)
Unrealised (gains) / loss on foreign exchange		(40)	32
Fair value gain on derivative financial instruments		-	-
Operating loss before changes in working capital		(22,257)	(14,228)
Changes in working capital:			
Inventories		3,415	11,053
Trade and other receivables		2,573	224
Trade and other payables		1,979	(4,840)
Cash generated from operations		(14,290)	(7,791)
Income tax paid		(10)	(15)
Income tax refund		1,943	-
Net cash generated from/(used in) operating activities		(12,357)	(7,806)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	B6	(1,380)	(1,337)
Capitalisation of intangible assets		-	(4)
Proceeds from disposal of property, plant and equipment		25	36
Interest Income received		2	9
Net investing cash flow		(1,353)	(1,296)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of hire-purchase creditor		(15)	(1,598)
Repayment of lease liability		(19)	(18)
Repayment of short term loan		(2,000)	(1,000)
Interest paid		(17)	(172)
Net cash from/(used in) financing activities		(2,051)	(2,788)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(15,761)	(11,890)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD		36,167	52,359



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CONDENSED CONSOLIDATED CASH FLOWS STATEMENT FOR THE THIRD QUARTER AND FPE 31 MARCH 2025

	Note	Current Quarter ended 31.03.2025 RM'000	Preceding year corresponding quarter ended 31.03.2024 RM'000
Effect of change in foreign currency exchange rates		8	(19)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		20,414	40,450
Cash and cash equivalents comprise:			
Short-term investment in an Islamic money market fund		16,936	37,727
Cash and bank balances		3,478	2,723
		20,414	40,450
Deposits with maturity more than 3 months		-	-
		20,414	40,450

* Amount is less than RM100

Note:

The Condensed Consolidated Cash Flows Statement is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2024 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

A COMPLIANCE WITH MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING AND THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”) (“LISTING REQUIREMENTS”)

A1 Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Listing Requirements.

These condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2024 and the accompanying explanatory notes therein. The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of Salutica and its subsidiary (“Group”) since the FYE 30 June 2024.

A2 Changes in accounting policies

The significant accounting policies adopted in these quarterly financial statements are consistent with those adopted as disclosed in the audited financial statements of the Group for FYE 30 June 2024.

New standards, amendments to published standards and Issue Committee (“IC”) interpretations to existing standards that are applicable to the group and are effective

The new accounting standards, amendments and improvements to published standards and IC interpretations to existing standards that are effective for the Group’s and Company’s financial year beginning on 1 July 2024 are as follows:

- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
- Amendment to MFRS 101: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101: Non-current Liabilities with Covenants
- Amendments to MFRS 107 and MFRS 7: Suppliers Finance Arrangements

The Group is currently assessing the financial impact that may arise from the adoption of these new standards, amendments and IC interpretations to existing standards on the financial statements of the Group in the financial years of initial application and none of these is expected to have a significant effect on the financial statements of the Group.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

A2 Changes in accounting policies (cont'd)

New standards early adopted by the Group

There are no new standards, amendments to published standards and IC interpretations to existing standards early adopted by the Group.

New standards, amendments to published standards and IC interpretations to existing standards that are applicable to the Group but not yet effective and not early adopted

Financial year beginning on 1 July 2025

- Amendments to MFRS 121 The Effect of Changes in Foreign Exchange Rates – Lack of Exchangeability

Financial year beginning on 1 July 2026

- Annual improvements to MFRS Accounting Standards – Volume 11
- Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments

Financial year beginning on 1 July 2027

- MFRS 18 Presentation and Disclosure in Financial Statements. MFRS101 shall be withdrawn on the application of MFRS 18.
- MFRS 19 Subsidiaries without Public Accountability: Disclosures

A3 Auditors' report on preceding annual financial statements

The auditors' report on the preceding audited financial statements of the Group for the FYE 30 June 2024 was not subject to any qualification.

A4 Seasonal or cyclical factors

The operations of the Group are affected by seasonal factors. Generally, the demand for consumer electronic goods will increase before the year-end holiday season in many countries globally.

A5 Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that is unusual because of their nature, size or incidence

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

A6 Changes in estimates

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



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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

A7 Changes in debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayments of debt and equity securities until the date of this report.

A8 Dividends paid

No dividend was paid for the current quarter.

A9 Operating segments

The Group operates in Malaysia under one operating segment – Consumer Electronics. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before taxation are mainly confined to this operating segment.

The principal activities of the Group comprise vertical integration processes covering product design and development, and manufacturing of mobile communication products, wireless electronics, and lifestyle devices.

In presenting information on the operating segment, an analysis of the revenue by geographical region is shown below where revenue is based on geographical markets where the goods are delivered rather than the origin of the customers:

Regions	Current quarter				Cumulative quarter			
	3 months ended				9 months ended			
	31.03.2025		31.03.2024		31.03.2025		31.03.2024	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Americas	3,006	73.4	2,043	43.3	6,868	62.8	6,479	37.1
Europe	605	14.8	1,002	21.2	2,092	19.1	1,892	10.8
Asia (excluding Malaysia)	386	9.4	866	18.3	1,446	13.2	6,715	38.4
Malaysia	87	2.1	635	13.5	335	3.1	1,941	11.1
Australia (including New Zealand and Oceania)	7	0.2	159	3.4	196	1.8	413	2.4
Africa (including Middle East)	2	0.1	13	0.3	3	^	26	0.2
Total	4,093	100	4,718	100	10,940	100	17,466	100

A substantial part of the Group revenue was derived from the Americas region representing 62.8% of total revenue for the 9 months ended 31 March 2025, of which, approximately 98.0% of revenue was attributable to United States of America. The second highest was from the Europe region representing 19.1% of total revenue, with the Netherlands contributing approximately 53.6% to this region.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

A10 Valuation of property, plant and equipment

There were no valuations of property, plant and equipment during the current quarter under review.

A11 Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in these interim financial statements.

A12 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

A14 Capital commitments

Capital commitments in respect of property, plant and equipment are as follow:

	As at
	31.03.2025
	RM'000
Contracted but not provided for	49

A15 Significant related party transactions

	9 months
	ended
	31.03.2025
	RM'000
Consultancy fee paid/payable	
- to a person connected with directors of the Company	147

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of performance

(i) Revenue

In the current third quarter, the Group recorded revenue of approximately RM4.1 million against RM4.7 million generated in the corresponding quarter last year, a decline of approximately RM0.6 million. This was mainly attributed to low order volume for current running models and new projects currently still at development stage.

For the 9-month period ended 31 March 2025, the Group recorded a total revenue of RM10.9 million compared to RM17.5 million in the corresponding period last year, a decrease of approximately 37.7% or RM6.6 million. The decrease was mainly due to reason as explained above.

(ii) Profit/(Loss) Before Taxation (“PBT”/ “(LBT)”)

In line with the declining revenue, the Group posted current quarter LBT of approximately RM7.5 million, representing a decrease in loss of approximately RM1.5 million compared to corresponding quarter last year LBT of approximately RM9.0 million. Besides the low order volume for current running models and higher cost incurred for holding excess resources pending the mass production approval for the new projects still under product development stage, the loss was also attributed by the impact from minimum wage increase from RM1,500 per month to RM1,700 per month with effect from 1 February 2025 and also spending on factory relay-out and newline setup for one new product namely, server for data processing center. Additionally, the Group had also recognized RM1.2 million provision for the award of costs by the Malaysia High Court on 17 January 2025 in the suit between Salutica Allied Solutions Sdn Bhd against Apple Malaysia Sdn Bhd (which the Group had already filed an appeal). Further details of this suit are as set out below in item B12 (i).

For the current period under review, the Group recorded a LBT of RM22.7 million compared to RM21.4 million loss in the corresponding period last year, representing an increase in loss of approximately RM1.3 million for the reason as mentioned above.

B2 Comment on material change in PBT / (LBT)

	Current Quarter 31.03.2025 RM'000	Preceding Quarter 31.12.2024 RM'000	Variance RM'000	%
Revenue	4,093	3,202	891	27.8%
LBT	(7,533)	(6,338)	-1,195	18.9%

The Group's revenue for the current quarter ended 31 March 2025 has increased slightly to RM4.1 million compared to RM3.2 million for the preceding quarter ended 31 December 2024 due to the higher sales volume from current running products.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B2 Comment on material change in PBT / (LBT) (cont'd)

The LBT for the current quarter was approximately RM7.5mil compared to LBT of RM6.3mil for the preceding quarter. Nonetheless, the LBT was still affected by the low order volume of current running products.

B3 Prospects

The Group will continue to pursue turnaround and put effort in developing new products and new processes through its research and development capabilities. By diversifying its product range, the Group is able to diversify its revenue stream and reduce its dependency on lifestyle electronic products which have a shorter product lifecycle as evident in securing a new customer for the manufacturing of server for data processing center as well as ongoing projects in the coffee machine pod opener and automotive tool for diagnostic businesses which are currently at various stages of product development while we had already started first shipment for handheld video game console in December 2024.

As for the FOBO brand, the Group is committed to nurturing the brand and exploring opportunities for further expansion.

Premise on the above, the Board is mindful of the challenges ahead and will continue to exercise caution and take proactive steps to manage the Group's financial resilience.

B4 Variance between actual profit and forecast profit

The Group has not provided any revenue or profit forecast in any public documents and announcements.

B5 Taxation

The Group recognises deferred tax assets on carried forward tax losses to the extent there are sufficient estimated future taxable profits and / or taxable temporary differences against which the tax losses can be utilised. The continued losses indicated the uncertainty for the Group to utilise the capital allowances and tax losses, hence, no deferred tax assets were recognised in the current quarter.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B6 Unquoted investments and properties

There were no purchases or sales of unquoted investment or properties for the current quarter.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities for the current quarter.

B8 Status of corporate proposals

On 27 January 2025, the Company announced a proposed private placement of up to 42,650,000 new ordinary shares in Salutica (“**Salutica Share(s)**” or “**Share(s)**”), representing up to approximately 10% of the total number of issued Salutica Shares, to independent third party investor(s) to be identified, at an issue price to be determined and announced at a later date in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016 (“**Private Placement**”).

Subsequently, on 7 February 2025, the Company announced that it had obtained the approval from Bursa Malaysia Securities Berhad vide its letter dated 7 February 2025. As at the date of this report, the Private Placement has not yet been implemented.

B9 Borrowings and debt securities

The Group’s borrowings as at **31 March 2025** are as follows:

	Payable within 12 months RM’000	Payable after 12 months RM’000	Total RM’000
<u>Unsecured</u>			
Finance lease liability	26	32	58

Finance lease liability is denominated in Ringgit Malaysia.

B10 Derivative financial instruments

As at the date of the statement of financial position 31 March 2025, the Group do not have any outstanding derivative financial instruments.

For the current quarter, there is no change to the Group’s financial risk management policies and objectives in managing these derivative financial instruments and its related accounting policies. The Group attempts to limit the foreign currency exchange risk by having a natural hedge between its receivables and a portion of its payables and may also enter into forward currency exchange contracts.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B11 Off balance sheet financial instruments

The Group does not have any financial instruments with off balance sheet risk as at the end of the current quarter to the date of the interim financial report.

B12 Material litigation

(i) Legal suit against Apple Malaysia Sdn. Bhd.

On 11 January 2022, Salutica Allied Solutions Sdn. Bhd. (“the Plaintiff”), a wholly-owned subsidiary of the Company had filed a Writ of Summons with the Statement of Claim dated 10 January 2022, at the High Court of Malaya in Kuala Lumpur against Apple Malaysia Sdn. Bhd. (“the Defendant”), (the “Suit”).

The Plaintiff is the owner of the Malaysian Patent No. MY-172803-A (hereinafter the “MY’803 Patent”). The Crosspair Technology is the invention claimed by the Plaintiff in the MY’803 Patent.

On 5 February 2024, Solicitors for both the Plaintiff and the Defendant have attended the Court of Appeal (Appeal No. W-02(IM)(IPCv)-1416-09/2023) in relation to the Defendant’s appeal against the dismissal of its application to disqualify the Plaintiff’s solicitors heard together with the Plaintiff’s appeal against the granting of the protective order (Appeal No: W-02(IM)(IPCv)-2057-12/23). Upon hearing both parties, the Court of Appeal has allowed the Defendant’s appeal with cost and disallowed the Plaintiff’s appeal with cost. The Plaintiff has then filed for a change of its solicitors and is now represented by Messrs LindaWang Su and Boo.

Solicitors for the parties have attended trial for the suit on 11 to 14 March 2024 and 18 to 22 March 2024. The trial continued on 1 April 2024 to 3 April 2024. The original date scheduled for parties to provide oral submissions on 23 August 2024 and the decision date on 2 October 2024 has been postponed as parties have been given an extended period to provide their written submissions in reply by 11 September 2024. The Court has on 23 August 2024 fixed 28 November 2024 for oral submissions and 17 January 2025 for its decision. The Court in delivering its decision has dismissed the Plaintiff’s claim and allowed the Defendant’s counterclaim with cost of RM1.2 million to be paid by the Plaintiff. Solicitors for the Plaintiff on 27 January 2025 had filed a notice of appeal to the Court of Appeal and on 4 February 2025 a notice of application to stay the judgement against the decision of the High Court handed down on 17 January 2025.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B12 Material litigation (cont'd)

(ii) Legal suit against Paradigm Metal Industries Sdn. Bhd.

On 11 August 2023, Salutica Allied Solutions Sdn. Bhd. (“the Plaintiff”), a wholly-owned subsidiary of the Company had filed a Writ of Summons with the Statement of Claim dated 11 August 2023, at the High Court of Malaya in Penang against Paradigm Metal Industries Sdn. Bhd. (“PMI” or “Defendant”).

Solicitors for both the Plaintiff and Defendant in the suit have on 19 October 2023 attended case management for the Defendant’s application to stay proceedings and to refer the matter to arbitration under Section 10 of the Arbitration Act 2005. By consent of the parties, the Court has allowed the Defendant’s application with no orders as to cost.

By a letter dated 8th November 2023, the Asian International Arbitration Centre in Kuala Lumpur (“AIAC”) has registered the matter under the AIAC Arbitration Rules 2023 (“the Rules”) between Salutica Allied Solutions Sdn. Bhd. as the Claimant and Paradigm Metal Industries Sdn. Bhd. as the Respondent.

The appointed panel arbitrators are as follows: -

- a) Datuk Vernon Ong Lam Kiat (as the Presiding Arbitrator)
- b) Loshini Ramarmuty
- c) Lim Hock Siang

Solicitors for the parties attended case management before the tribunal on 30 May 2024. The tribunal has given trial directions for the matter and has fixed the matter for hearing on 16 June 2025 to 20 June 2025. The original hearing date from 16 June 2025 to 20 June 2025 has been rescheduled to a new date which is from 23 September 2025 to 26 September 2025.

(iii) Legal suit against Apple South Asia Pte. Ltd.

On 16 November 2023, Salutica Allied Solutions Sdn. Bhd. (“the Plaintiff”), a wholly-owned subsidiary of the Company had filed an Originating Claim together with the Statement of Claim (“SOC”) and Particulars of Infringement at the High Court of the Republic of Singapore against Apple South Asia Pte. Ltd. (“the Defendant”), (“the Suit”).

The Plaintiff is the owner of the Singapore Patent No. 11201504174W (hereinafter the “Singapore Patent”). The CrossPair Technology is the invention claimed by the Plaintiff in the Singapore Patent.

On 16 April 2024, the Court has set security for cost at SGD70,000.00 that the Plaintiff (being a foreign entity to the suit) is to provide via a solicitor’s undertaking. This is to be provided by the Plaintiff 14 days after the determination of the Defendant’s striking out application. Solicitors for the parties attended the hearing of the Defendant’s striking out application on 3 May 2024. After the said hearing, the Court has adjourned the matter to 7 June 2024.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B12 Material litigation (cont'd)

(iii) Legal suit against Apple South Asia Pte. Ltd.(cont'd)

Solicitors for the parties have attended the hearing of the Defendant's striking out application on 4 July 2024. The Assistant Registrar of the Court has allowed the Defendant's application to strike out the Plaintiff claim. Nevertheless, the striking out is without prejudice to recommencing the action.

The Plaintiff has then on 30 September 2024 re-filed its Statement of Claim with the Particulars of Infringement both dated 30 September 2024.

On 4 February 2025, the High Court of Singapore has ordered both parties to exchange the list of documents for discovery by 18 March 2025 and to provide their respective list of witness by 1 April 2025.

The High Court of Singapore has fixed the next case conference date on 24 June 2025 pending the exchange of documents.

(iv) Legal suit against Nuheara Ltd.

On 24 June 2024, Salutica Allied Solutions Sdn. Bhd. ("the Plaintiff"), a wholly-owned subsidiary of the Company had filed a Writ together with the Statement of Claim ("SOC"), at the High Court of Malaya in Kuala Lumpur against Nuheara Ltd. ("the Defendant"), ("the Suit").

Salutica and Nuheara had entered an agreement entitled "Master Design, Development and Manufacturing Agreement" on 12 June 2018 that has an effective date of 16 April 2018 (hereinafter referred to as the "said Agreement") where the Defendant had in general appointed SAS to manufacture the Nuheara's products.

As at 21 June 2024, and after taking into account credit notes and partial payments by the Defendant effectively amounting to USD41,844.51 before this, the sum that is still owing to the Plaintiff amounts to USD1,717,486.45.

Despite numerous demands from the Plaintiff, the Defendant has failed, neglected, and/or refused to pay its debt to the Plaintiff. As such, the Plaintiff has suffered losses amounting to USD1,717,486.45 or equivalent to RM8,088,502.44 (based on the exchange rate of 4.7095 by Bank Negara Malaysia on 21 June 2024).

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SALUTICA BERHAD

(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS THIRD QUARTER ENDED 31 MARCH 2025

B12 Material litigation (cont'd)

(iv) Legal suit against Nuheara Ltd.(cont'd)

The claim pursuant to the Writ and Statement of Claim is as follows:

- a) Damages in the sum of USD1,717,486.45 or RM8,088,502.44;
- b) Pre-judgment interest at 5% per annum on sum (a) above calculated from the date of filing this action till the date of judgment;
- c) Judgment interest at 5% per annum on sum (a) and (b) above calculated from the date of judgment to the date of full settlement;
- d) Costs for this action; and
- e) Any further and/or other relief as the Honourable Court deems fit.

The Plaintiff has on 20 August 2024 obtained a judgment in default of appearance against the Defendant.

Save for the above litigations, there is no litigation involving the Group which has a material effect on the financial position of the Group and the Board is not aware of any material litigation or any proceedings pending or threatened.

B13 Proposed dividend

The Directors do not recommend any payment of dividend in respect of the current quarter.

B14 Earnings per Share ("EPS")

BASIC EPS	3 months ended		9 months ended	
	31.03.2025	31.03.2024	31.03.2025	31.03.2024
Loss attributable to owners of the Company (RM'000)	(7,533)	(8,973)	(22,703)	(21,377)
Weighted average number of ordinary shares in issue ('000) ⁽¹⁾	423,500	423,500	423,500	423,500
Basic EPS (sen)	(1.78)	(2.12)	(5.36)	(5.05)

⁽¹⁾ net of Treasury Shares

There was no dilution in the EPS as there was no potential diluted ordinary share outstanding as at the end of the current period under review.

**SALUTICA BERHAD**(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia)**NOTES TO THE INTERIM FINANCIAL STATEMENTS
THIRD QUARTER ENDED 31 MARCH 2025****B15 Notes to the Statement of Comprehensive Income**

	3 months ended 31.03.2025 RM'000	9 months ended 31.03.2025 RM'000
Profit from operations for the period/year is arrived at after charging/(crediting):		
Reversal of loss allowance for impairment of trade receivables	(7,481)	(7,919)
Bad debts written off	5,517	5,517
Allowance / (reversal) for slow moving inventories	44	(509)
Write-off inventories	1,430	1,460
Claim made for obsolete materials	(1,207)	(1,247)
Property, plant & equipment:		
- Depreciation	1,036	3,229
- Loss on disposal	74	69
Right-of-use asset depreciation	24	71
Provision for / (Reversal of) warranties	2	(41)
Rental of hostels	23	74
Rental of equipment / machinery	-	8
Finance costs	1	17
Interest income	(2)	(2)
Net foreign exchange (gains)/losses:		
- Realised	147	368
- Unrealised	(417)	(40)
Fair value (gains) / losses on derivative financial instruments	-	-
Fair value gains on short term investments	(135)	(532)

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements are not applicable.

B16 Authorisation for issue

The interim financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 26 May 2025.