4. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

Key Sources of Estimation Uncertainty (Cont'd)

(h) Discount Rates used in Leases

Where the interest rate implicit in the lease cannot be readily determined, the Group uses the incremental borrowing rate to measure the lease liabilities. The incremental borrowing rate is the interest rate that the Group would have to pay to borrow over a similar term, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. Therefore, the incremental borrowing rate requires estimation particularly when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the incremental borrowing rate using observable inputs when available and is required to make certain entity-specific estimates.

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the accounting policies of the Group and of the Company which will have a significant effect on the amounts recognised in the financial statements other than as disclosed below:-

(a) Lease Terms

Some leases contain extension options exercisable by the Group before the end of the non-cancellable contract period. In determining the lease term, management considers all facts and circumstances including the past practice and any cost that will be incurred to change the asset if an option to extend is not taken. An extension option is only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

(b) Share-based Payments

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity investments at the date at which they are granted. The estimating of the fair value requires determining the most appropriate valuation model for a grant of equity instruments, which is dependent on the terms and conditions of the grant. This also requires determining the most appropriate inputs to the valuation model including the expected life of the option volatility and dividend yield and making assumptions about them.

4. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

4.2 FINANCIAL INSTRUMENTS

(a) Financial Assets

Financial Assets Through Profit or Loss

The financial assets are initially measured at fair value. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes recognised in profit or loss. The fair value changes do not include interest and dividend income.

Financial Assets at Amortised Cost

The financial assets are initially measured at fair value plus transaction costs except for trade receivables without significant financing component which are measured at transaction price only. Subsequent to the initial recognition, all financial assets are measured at amortised cost less any impairment losses.

(b) Financial Liabilities

Financial Liabilities at Amortised Cost

The financial liabilities are initially measured at fair value less transaction costs. Subsequent to the initial recognition, the financial liabilities are measured at amortised cost.

(c) Equity

Ordinary Shares

Ordinary shares are recorded on initial recognition at the proceeds received less directly attributable transaction costs incurred. The ordinary shares are not remeasured subsequently.

(d) Financial Guarantee Contracts

Financial guarantee contracts are recognised initially as liabilities at fair value, net of transaction costs. Subsequent to the initial recognition, the financial guarantee contracts are recognised as income in profit or loss over the period of the guarantee or, when there is no specific contractual period, recognised in profit or loss upon discharge of the guarantee. If the debtor fails to make payment relating to a financial guarantee contract when it is due and the Group, as the issuer, is required to reimburse the holder for the associated loss, the reimbursement is recognised as a liability and measured at the higher of the amount of loss allowance determined using the expected credit loss model and the amount of financial guarantee initially recognised less cumulative amortisation.

4.3 INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries (including the share options granted to employees of the subsidiaries), which are eliminated on consolidation, are stated in the financial statements of the Company at cost less impairment losses, if any.

4. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

4.4 PROPERTY AND EQUIPMENT

All items of property and equipment are initially measured at cost.

Subsequent to the initial recognition, all property and equipment, other than freehold land and buildings, are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land is not depreciated. Depreciation on other property and equipment is calculated using the straight-line method to allocate their depreciable amounts over the estimated useful lives. The principal annual depreciation rates are:-

Buildings	2%
Motor vehicles	10% – 20%
Computer software and office equipment	10% – 35%
Furniture, fixtures, electrical fittings and machinery	10%
Renovation	10%
Elevator and signboard	10%

Capital work-in-progress represent office building under construction. They are not depreciated until such time when the asset is available for use.

4.5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

(a) Short-term Leases and Leases of Low-value Assets

The Group and the Company apply the "short-term lease" and "lease of low-value assets" recognition exemption. For these leases, the Group and the Company recognise the lease payments as an operating expense on a straight-line method over the term of the lease unless another systematic basis is more appropriate.

(b) Right-of-use Assets

Right-of-use assets are initially measured at cost. Subsequent to the initial recognition, the right-of use assets are stated at cost less accumulated depreciation and any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities.

The right-of-use assets are depreciated using the straight-line method from the commencement date to the earlier of the end of the estimated useful lives of the right-of-use assets or the end of the lease term.

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4. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

4.5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (CONT'D)

(c) Lease Liabilities

Lease liabilities are initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the entities' incremental borrowing rate. Subsequent to the initial recognition, the lease liabilities are measured at amortised cost and adjusted for any lease reassessment or modifications.

4.6 INVENTORIES

Inventories are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost method and comprises all costs of purchase plus other costs incurred in bringing the inventories to their present location and condition.

5. INVESTMENTS IN SUBSIDIARIES

	The Company	
	2025	2024
	RM	RM
Unquoted shares, at cost	63,120,160	63,120,160
Accumulated impairment losses	(577,088)	-
	62,543,072	63,120,160

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5. INVESTMENTS IN SUBSIDIARIES (CONT'D)

The details of the subsidiaries are as follows:-

Name of Subsidiary	Principal Place of Business and Country of Incorporation	Percentage of Issued Share Capital Held by Parent 2025	2024	Principal Activities
Subsidiaries of the Company				
Acrux Technology Sdn. Bhd.^	Malaysia	100%	100%	Provision of ICT products and services.
GLOO Sdn. Bhd.^	Malaysia	100%	100%	Provision of broadband services.
iTworld Services (M) Sdn. Bhd.^	Malaysia	100%	100%	Provision of ICT solutions.
JOI Sdn. Bhd.^	Malaysia	100%	100%	Dormant.
Notebook Plaza Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products.
SNS Network (ICT) Sdn. Bhd.^	Malaysia	100%	100%	Provision of web-based solutions.
SNS Network (M) Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products, services and solutions, device repair and related services as well as sale of broadband services.
SNS Network Services Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products and services as well as broadband services.

^ *These subsidiaries were audited by other firms of chartered accountants.*

During the financial year, the Company has carried out a review of the recoverable amounts of its investments in certain subsidiaries that had been persistently making. A total impairment losses of RM577,088 (2024 – Nil), representing the write-down of the investments to their recoverable amounts, was recognised in "Administrative expenses" line item of the statement of profit or loss and other comprehensive income. The recoverable amount of the cost of investment in the subsidiary was based on its fair value less cost to sell ("FVLCTS") of the underlying assets. The net assets of subsidiaries were used as a proxy for its recoverable amount based on FVLCTS method and were within Level 3 of the fair value hierarchy.

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6. PROPERTY AND EQUIPMENT

	At 1.2.2024 RM	Additions (Note 30(a)) RM	Write Off (Note 26) RM	Transfer to inventories RM	Depreciation Charges (Note 26) RM	At 31.1.2025 RM
The Group						
2025						
Carrying Amount						
Freehold land	27,176,127	-	-	-	-	27,176,127
Buildings	14,042,957	300,000	-	-	(333,406)	14,009,551
Motor vehicles	2,347,563	-	-	-	(330,812)	2,016,751
Computer software and office equipment	4,129,305	19,175,672	(49,219)	(752,550)	(1,011,621)	21,491,587
Furniture, fixtures, electrical fittings and machinery	2,452,091	1,229,546	-	-	(479,179)	3,202,458
Renovation	1,170,998	433,247	-	-	(233,782)	1,370,463
Elevator and signboard	164,985	-	-	-	(23,147)	141,838
Capital work-in-progress	1,066,017	397,962	-	-	-	1,463,979
	52,550,043	21,536,427	(49,219)	(752,550)	(2,411,947)	70,872,754

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6. PROPERTY AND EQUIPMENT (CONT'D)

	At 1.2.2023 RM	Additions (Note 30(a)) RM	Disposal RM	Write Off (Note 26) RM	Transfer to inventories RM	Depreciation Charges (Note 26) RM	Impairment Loss (Note 26) RM	At 31.1.2024 RM
The Group								
2024								
Carrying Amount								
Freehold land	27,176,127	-	-	-	-	-	-	27,176,127
Buildings	14,374,298	-	-	-	-	(331,341)	-	14,042,957
Motor vehicles	2,242,032	640,929	(214,371)	-	-	(321,027)	-	2,347,563
Computer software and office equipment	4,273,383	1,538,503	(8,165)	(5,513)	(762,731)	(898,704)	(7,468)	4,129,305
Furniture, fixtures, electrical fittings and machinery	2,207,804	656,287	-	-	-	(412,000)	-	2,452,091
Renovation	1,328,573	53,142	-	-	-	(210,717)	-	1,170,998
Elevator and signboard	188,132	-	-	-	-	(23,147)	-	164,985
Capital work-in-progress	935,220	130,797	-	-	-	-	-	1,066,017
	52,725,569	3,019,658	(222,536)	(5,513)	(762,731)	(2,196,936)	(7,468)	52,550,043

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6. PROPERTY AND EQUIPMENT (CONT'D)

	At Cost RM	Accumulated Depreciation and Impairment Losses RM	Carrying Amount RM
The Group			
2025			
Freehold land	27,176,127	-	27,176,127
Buildings	16,867,044	(2,857,493)	14,009,551
Motor vehicles	3,457,620	(1,440,869)	2,016,751
Computer software and office equipment	24,976,699	(3,485,112)	21,491,587
Furniture, fixtures, electrical fittings and machinery	5,879,961	(2,677,503)	3,202,458
Renovation	2,609,193	(1,238,730)	1,370,463
Elevator and signboard	265,252	(123,414)	141,838
Capital work-in-progress	1,463,979	-	1,463,979
	82,695,875	(11,823,121)	70,872,754
2024			
Freehold land	27,176,127	-	27,176,127
Buildings	16,567,044	(2,524,087)	14,042,957
Motor vehicles	3,457,621	(1,110,058)	2,347,563
Computer software and office equipment	7,747,092	(3,617,787)	4,129,305
Furniture, fixtures, electrical fittings and machinery	4,650,415	(2,198,324)	2,452,091
Renovation	2,175,946	(1,004,948)	1,170,998
Elevator and signboard	265,252	(100,267)	164,985
Capital work-in-progress	1,066,017	-	1,066,017
	63,105,514	(10,555,471)	52,550,043

6. PROPERTY AND EQUIPMENT (CONT'D)

	At 1.2.2024 RM	Depreciation Charges (Note 26) RM	At 31.1.2025 RM
The Company			
2025			
Carrying Amount			
Computer software and office equipment	6,733	(800)	5,933

	At 1.2.2023 RM	Depreciation Charges (Note 26) RM	At 31.1.2024 RM
2024			
Carrying Amount			
Computer software and office equipment	7,533	(800)	6,733

	At Cost RM	Accumulated Depreciation RM	Carrying Amount RM
The Company			
2025			
Computer software and office equipment	8,000	(2,067)	5,933
2024			
Computer software and office equipment	8,000	(1,267)	6,733

(a) The freehold land, buildings and capital work-in-progress of the Group have been pledged to licensed banks as security for banking facilities granted to the Group as disclosed in Note 16 to the financial statements.

(b) Included in the property and equipment of the Group were motor vehicle held under hire purchase arrangements with a total carrying amount of RM1,617,929 (2024 – RM2,190,478). These assets have had been pledged as security for the hire purchase payables of the Group as disclosed in Note 16 to the financial statements.

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6. PROPERTY AND EQUIPMENT (CONT'D)

(c) Certain computer software and office equipment of the Group have been leased to customers under operating leases with rental payable monthly. The leases contain initial non-cancellable periods ranging for 3 (2024 – 3) years and their subsequent renewals are negotiated separately on a contract by contract basis.

The Group does not require a financial guarantee from the customers.

As at the reporting date, the future minimum rentals receivable under the non-cancellable operating leases are as follows:-

	The Group	
	2025 RM	2024 RM
Within 1 year	1,191,453	368,780
Between 1 and 2 years	1,058,421	352,649
Between 2 and 3 years	369,602	220,849
	2,619,476	942,278

7. RIGHT-OF-USE ASSETS

	At 1.2.2024 RM	Additions (Note 30(a)) RM	Depreciation Charges (Note 26) RM	Derecognition due to lease termination RM	At 31 1.2025 RM
The Group					
2025					
Carrying Amount					
Retail outlets	8,140,121	19,236,443	(12,112,675)	(143,877)	15,120,012

	At 1.2.2023 RM	Additions (Note 30(a)) RM	Depreciation Charges (Note 26) RM	Derecognition due to lease termination RM	At 31.1.2024 RM
2024					
Carrying Amount					
Retail outlets	16,031,893	5,183,974	(12,072,100)	(1,003,646)	8,140,121

7. RIGHT-OF-USE ASSETS (CONT'D)

(a) The Group has leased a number of retail outlets that run between 1 and 8 (2024 – 1 and 7) years, with an option to renew the lease after that date.

(b) The Group also has leases with lease terms of 12 months or less and leases of retail outlets with low value. The Group has applied the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

(c) The Group has several lease contracts that include extension and termination options. These options are negotiated by management to provide flexibility in managing the portfolio of leased asset and align with the Group's business needs. Management exercises judgement in determining whether these extension and termination options are reasonably certain to be exercised.

8. FINANCE LEASE RECEIVABLES

	The Group 2025 RM	The Group 2024 RM
Amount receivable under finance leases:-		
- Year 1	17,569,632	8,092,389
- Year 2	15,509,022	7,435,387
- Year 3	12,943,591	7,428,127
- Year 4	6,435,477	7,421,914
- Year 5	265,371	5,497,221
Undiscounted lease payments	52,723,093	35,875,038
Less: Unearned finance income	(6,533,443)	(7,235,577)
Present value of minimum lease payments receivable	46,189,650	28,639,461
Net investment in the lease payments analysed as:-		
Recoverable after 12 months	31,229,963	23,155,170
Recoverable within 12 months	14,959,687	5,484,291
	46,189,650	28,639,461

The Group's Device-as-a Service ("DaaS") plan represents a leasing scheme in which customers are granted rights and access to certain IT equipment and peripherals over a fixed period of time for agreed periodic lease payments.

The average term of finance leases entered into ranged from 3 to 5 (2024 – 3 to 5) years. Certain lease contracts include extension or early termination options. The Group is not exposed to foreign currency risk as a result of these lease arrangements as all leases are denominated in Ringgit Malaysia. Management of the Group does not consider residual risk on equipment under lease to be significant due to the existence of a secondary market with respect to the IT equipment.

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8. FINANCE LEASE RECEIVABLES (CONT'D)

The following table presents the amounts included in profit or loss:-

	The Group	
	2025 RM	2024 RM
Interest income on the net investment in finance leases (Note 23)	3,100,450	2,257,908

The Group's finance lease arrangements do not include variable lease payments. The average effective interest rate contracted is 7.20% (2024 – 7.86%) per annum.

9. INVENTORIES

	The Group	
	2025 RM	2024 RM
Trading merchandise	126,287,252	96,501,465
Recognised in profit or loss:-		
Inventories recognised as cost of sales	913,090,275	1,180,159,565
Reversal of inventories previously written down	-	(421,160)
Amount written down to net realisable value	581,770	-

10. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	2025 RM	2024 RM (Restated)	2025 RM	2024 RM (Restated)
Trade receivables				
Third parties	130,656,906	203,512,883	-	-
Allowance for impairment losses	(2,965,525)	(4,049,636)	-	-
	127,691,381	199,463,247	-	-

10. TRADE AND OTHER RECEIVABLES (CONT'D)

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Other receivables				
Third parties	77,065,498	22,159,521	-	-
Refundable deposits	5,763,383	5,055,095	1,000	2,000
	82,828,881	27,214,616	1,000	2,000
Prepaid expenses	525,655	386,385	14,250	70,000
	83,354,536	27,601,001	15,250	72,000
	211,045,917	227,064,248	15,250	72,000
Analysed as:-				
Non-current assets				
Trade receivables	3,240,719	4,610,146	-	-
Current assets				
Trade receivables	124,450,662	194,853,101	-	-
Other receivables	83,354,536	27,601,001	15,250	72,000
	207,805,198	222,454,102	15,250	72,000
	211,045,917	227,064,248	15,250	72,000
Allowance for impairment losses:-				
At 1 February	4,049,636	1,830,400	-	-
Addition during the financial year	977,044	3,050,532	-	-
Reversal during the financial year	(2,061,155)	(831,296)	-	-
At 31 January	2,965,525	4,049,636	-	-

(a) The Group's normal trade credit terms ranges from 30 to 120 (2024 – 30 to 120) days. Late interest is charged at 0.50% (2024 – 0.50%) per annum on the overdue balance.

(b) The non-lease component of the Group's DaaS plan with customer was accounted as finance leases is separated from the lease component and presented as trade receivables. Amounts recoverable after 12 months are presented separately as non-current assets.

(c) Included in other receivables of the Group are indirect taxes receivable amounting to RM45,224 (2024 – RM16,295).

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11. AMOUNT OWING BY SUBSIDIARIES

The amount owing is non-trade in nature, unsecured, interest-free and repayable on demand. The amount owing is to be settled in cash.

12. SHORT-TERM INVESTMENTS, FIXED AND SHORT-TERM DEPOSITS, CASH AND BANK BALANCES

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Fixed deposits with licensed banks	4,194,216	4,853,027	-	-
Cash and bank balances	41,595,600	35,058,452	249,766	61,395
Short-term deposits with a licensed bank	11,811,816	51,223,540	-	-
Short-term investments, at fair value	30,795,617	30,340,188	30,795,617	30,340,188
	88,397,249	121,475,207	31,045,383	30,401,583

(a) The fixed deposits with licensed banks of the Group at the end of the reporting period bore effective interest rates ranging from 0.50% to 2.60% (2024 – 0.50% to 3.10%) per annum. The fixed deposits have maturity periods ranging from 1 to 365 (2024 – 1 to 365) days for the Group.

(b) The short-term deposits with licensed banks of the Group at the end of the reporting period bore effective interest rates of 2.90% to 3.10% (2024 – 2.90% to 3.10%) per annum. The short-term deposits have maturity periods ranging from 3 to 28 (2024 – 2 to 31) days for the Group.

(c) The short-term investment represents investments in highly liquid money market instruments and deposits with financial institutions in Malaysia which are redeemable with one (1) day notice at known amounts of cash, and are subject to an insignificant risk of changes in value.

(d) Included in the fixed deposits with licensed banks of the Group at the end of the reporting period was an amount of RM3,794,216 (2023 – RM2,706,361) which has been pledged to a licensed bank as security for banking facilities granted to the Group as disclosed in Note 16 to the financial statements.

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13. SHARE CAPITAL

	The Group/The Company			
	2025	2024	2025	2024
	Number Of Shares		RM	RM
Issued and Fully Paid-Up				
Ordinary shares				
At 1 February	1,612,779,660	1,612,779,660	151,420,034	151,420,034
New shares issued under the employee share option scheme for cash	62,978,336	-	21,248,891	-
At 31 January	1,675,757,996	1,612,779,660	172,668,925	151,420,034

(a) The holders of ordinary shares are entitled to receive dividends as and when declared by the Company and are entitled to one vote per ordinary share at meetings of the Company. The ordinary shares have no par value.

(b) During the financial year, the Company increased its issued and paid-up share capital from RM151,420,034 to RM172,668,925 by way of issuance of 62,978,336 new ordinary shares from the exercise of options under the Company's Employee Share Option Scheme at the exercise prices of RM0.25 which amounted to RM15,744,584.

The new ordinary shares issued rank equally in all respects with the existing ordinary shares of the Company.

14. RESERVES

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Non-distributable reserve				
Capital reserve	(55,329,060)	(55,329,060)	-	-
Employee Share Option Reserve	130,785	2,782,865	130,785	2,782,865
Distributable reserve				
Retained earnings	158,916,485	144,778,424	576,389	654,641
	103,718,210	92,232,229	707,174	3,437,506

(a) Capital reserve

Capital reserve represents the excess of consideration paid for acquisition of subsidiaries under common control in 2023 accounted under the pooling of interest method of accounting.

14. RESERVES (CONT'D)

(b) Employee Share Option Reserve

The employee share option reserve represents the equity-settled share options granted to employees. The reserve is made up of the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of equity-settled share options, and is reduced by the expiry or exercise of the share options.

The Employee Share Option Scheme of the Company ("ESOS") is governed by the ESOS By-Laws and was approved by shareholders on 7 July 2023. The ESOS is to be in force for a period of 10 years effective from 18 August 2023.

The main features of the ESOS are as follows:-

(i) Eligible persons are employees and/or directors of the Group, attained age of 18 years on the Date of Offer, employed on a full time basis (inclusive of employee with short term contract) and is on the payroll of any company within the Group (excluding dormant subsidiaries) and his/her employment has been confirmed or such employee is serving in a specific designation under a short term contract for a fixed duration of not less than 100 days in a calendar year and been with the Group for at least 3 years.

(ii) The maximum number of new ordinary shares of the Company, which may be available under the scheme, shall not exceed in aggregate 15%, or any such amount or percentage as may be permitted by the relevant authorities of the issued and paid-up share capital of the Company at any one time during the existence of the ESOS.

(iii) The option price shall be determined by the Option Committee based on the 5-day weighted average market price of ordinary shares of the Company immediately preceding the offer date of the option, with a discount of not more than 10%.

(iv) The option may be exercised by the grantee by notice in writing to the Company in the prescribed form during the option period in respect of all or any part of the new ordinary shares of the Company comprised in the ESOS.

(v) All new ordinary shares issued upon exercise of the options granted under the ESOS will rank pari passu in all respects with the existing ordinary shares of the Company, provided always that new ordinary shares so allotted and issued, will not be entitled to any dividends, rights, allotments and/or other distributions declared, where the entitlement date of which is prior to date of allotment and issuance of the new ordinary shares.

All options granted under the ESOS are to be settled by physical delivery of ordinary shares of the Company. Their terms and conditions are as follows:-

Grant Date / Employees Entitled	Number of Options	Vesting Conditions	Contractual Life of Options
Options granted to eligible employees and directors of subsidiaries on 12 September 2023	162,360,840	20% per year	5 years

No person to whom the share option has been granted above has any right to participate by virtue of the option in any share issue of any other company.

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14. RESERVES (CONT'D)

(b) Employee Share Option Reserve (Cont'd)

The option prices and the details in the movement of the options granted are as follows:-

2025

			<------- Number of Options over Ordinary Shares ------->			
Grant Date	Exercise Price	Remaining Contractual Life of Options	At 1.2.2024	Exercised	Lapsed	At 31.1.2025
12 September 2023	RM0.25	3.6 years	162,360,840	(62,978,336)	(1,298,800)	98,083,704

2024

			<- Number of Options over Ordinary Shares ->		
Grant Date	Exercise Price	Remaining Contractual Life of Options	At 1.2.2023	Granted	At 31.1.2024
12 September 2023	RM0.25	4.6 years	-	162,360,840	162,360,840

The options which lapsed during the financial year were due to the resignation of employees.

For options exercised during the financial year, the weighted average share price at the date of exercise was RM0.25 (2024 – RM0.25).

The number of options vested and exercisable as at 31 January 2025 was 64,391,536 (2024 – 32,472,168) and have an exercise price of RM0.25 (2024 – RM0.25) and a weighted average contractual life of 3.6 (2024 – 4.6) years.

The fair values of the share options granted were estimated using a binomial model, taking into account the terms and conditions upon which the options were granted. Service and non-market conditions attached to the arrangements were not taken into account in measuring the grant date fair value.

14. RESERVES (CONT'D)

(b) Employee Share Option Reserve (Cont'd)

The inputs used in the measurement of the fair value at grant date were as follows:-

	Grant Date 12 September 2023
Fair value of share options at the grant date (RM)	0.26
Weighted average ordinary share price (RM)	0.24
Exercise price of share option (RM)	0.25
Expected volatility (%)	37.66
Expected life (years)	5
Risk free rate (%)	3.61
Expected dividend yield (%)	1.92

Expected volatility has been based on an evaluation of the historical volatility of the Company's share price over the last 5 years. Expected dividends are based on historical dividends. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions and general behaviour of option holders.

15. LEASE LIABILITIES

	The Group 2025 RM	2024 RM
At 1 February	8,415,906	16,265,187
Addition (Note 30(a))	19,236,443	5,183,974
Interest expense recognised in profit or loss (Note 25)	637,868	528,022
Changes due to termination of lease	(150,870)	(1,014,109)
Repayment of principal	(12,069,458)	(12,019,146)
Repayment of interest expense	(637,868)	(528,022)
At 31 January	15,432,021	8,415,906
Analysed by:-		
Current liabilities	10,324,312	6,639,315
Non-current liabilities	5,107,709	1,776,591
	15,432,021	8,415,906

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16. BORROWINGS

	The Group	
	2025 RM	**2024** RM
Non-current		
Secured		
Term loans	19,013	225,405
Commodity Murabahah term financing	5,497,458	6,206,705
Hire purchase payables (Note (c))	463,339	863,898
	5,979,810	7,296,008
Unsecured		
Other financing	13,404,181	16,195,702
	19,383,991	23,491,710
Current		
Secured		
Term loans	206,405	208,411
Commodity Murabahah term financing	714,115	682,782
Hire purchase payables (Note (c))	326,030	426,916
Bankers' acceptances	53,325,769	23,763,273
	54,572,319	25,081,382
Unsecured		
Other financing	4,740,600	3,987,581
	59,312,919	29,068,963

(a) The borrowings of the Group are secured by:

(i) A fixed charge on freehold land, buildings and capital work-in-progress held by the Group as disclosed in Note 6 to the financial statements;

(ii) A fixed charge on certain fixed deposits of the Group as disclosed in Note 12 to the financial statements;

(iii) A guarantee by Credit Guarantee Corporation Malaysia Berhad for 80% of the balances outstanding from the special relief term loans obtained under BizJamin Special Relief Facility-i;

(iv) A guarantee by Syarikat Jaminan Pembiayaan Perniagaan Berhad under Working Capital Guarantee Scheme for RM3,500,000 (2024 – RM3,500,000);

(v) Guarantee Scheme manage by Syarikat Jaminan Pembiayaan Perniagaan ("SJPP") under Bank Negara Malaysia's Fund of RM480,000 (2024 – RM480,000); and

(vi) Joint and several guarantees by the directors of the Company.

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16. BORROWINGS (CONT'D)

(b) The interest rate profile of the term loans is summarised below:-

	Interest Rate	Effective Interest Rate The Group 2025 %	2024 %
Term loans	Floating	3.50	3.50
Commodity Murabahah term financing	Floating/Fixed	3.50 – 4.50	3.50 – 4.50
Bankers' acceptances	Fixed	3.60 – 4.71	3.86 – 4.59
Other financing	Fixed	3.99 – 6.54	6.54

(c) Hire purchase payables

	The Group 2025 RM	2024 RM
Minimum hire purchase payments		
- not later than 1 year	355,069	475,649
- later than 1 year and not later than 5 years	475,375	832,544
- more than 5 years	25,132	100,732
	855,576	1,408,925
Less: Future finance charges	(66,207)	(118,111)
Present value of hire purchase payables	789,369	1,290,814
Analysed by:-		
Current liabilities	326,030	426,916
Non-current liabilities	463,339	863,898
	789,369	1,290,814

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16. BORROWINGS (CONT'D)

(c) Hire purchase payables (Cont'd)

(i) The Group entered into hire purchase agreements in respect of motor vehicles for periods ranging from 4 to 7 (2024 – 4 to 7) years.

(ii) The hire purchase payables are secured by the Group's property and equipment as disclosed in Note 6 to the financial statements.

(iii) The hire purchase payables of the Group at the end of the reporting period bore effective interest rates ranging from 1.71% to 6.63% (2024 – 1.07% to 7.35%) per annum.

(iv) The hire purchase payables are repayable in monthly instalments ranging from RM516 to RM6,300 (2024 – RM516 to RM6,300) and will be fully settled on various dates between 2026 and 2032 (2024 – 2026 and 2032).

(d) The other financing of the Group at the end of the reporting period comprise unsecured financing obtained from a third party for the purchase of leased assets.

17. DEFERRED TAX LIABILITIES

	At 1.2.2024 RM	Recognised in Profit or Loss (Note 27) RM	At 31.1.2025 RM
The Group			
2025			
Deferred Tax Liabilities			
Property and equipment	1,374,846	(964,587)	410,259
Other taxable temporary differences	26,000	3,667,000	3,693,000
Provisions	-	846,000	846,000
	1,400,846	3,548,413	4,949,259
Deferred Tax Assets			
Other taxable temporary differences	(11,000)	(4,000)	(15,000)
Provisions	(495,000)	390,872	(104,128)
Share option expenses	-	(35,285)	(35,285)
	(506,000)	351,587	(154,413)
	894,846	3,900,000	4,794,846

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17. DEFERRED TAX LIABILITIES (CONT'D)

	At 1.2.2023 RM	Recognised in Profit or Loss (Note 27) RM	At 31.1.2024 RM
2024			
Deferred Tax Liabilities			
Property and equipment	1,412,846	(38,000)	1,374,846
Other taxable temporary differences	-	26,000	26,000
Provisions	159,000	(159,000)	-
	1,571,846	(171,000)	1,400,846
Deferred Tax Assets			
Other taxable temporary differences	(7,000)	(4,000)	(11,000)
Provisions	(80,000)	(415,000)	(495,000)
	(87,000)	(419,000)	(506,000)
	1,484,846	(590,000)	894,846

At the end of the reporting period, the amounts of deferred tax assets not recognised (stated at gross) due to uncertainty of their realisation are as follows:

	The Group 2025 RM	2024 RM
Unused tax losses:		
- expires 31 January 2029	124,000	124,000
- expires 31 January 2032	106,000	106,000
- expires 31 January 2035	13,000	-
	243,000	230,000
Unabsorbed capital allowances	51,000	48,000
	294,000	278,000

Based on the current legislation, the unused tax losses up to the year of assessment 2018 can be carried forward until the year of assessment 2028 and the unused tax losses for 2019 onwards are allowed to be utilised for 10 consecutive years of assessment immediately following that year of assessment; whereas, the unabsorbed capital allowances are allowed to be carried forward indefinitely.

18. TRADE AND OTHER PAYABLES

	The Group		The Company	
	2025 RM	2024 RM (Restated)	2025 RM	2024 RM (Restated)
Trade payables	115,287,696	208,289,056	-	-
Other payables	65,921,938	12,437,914	1,589	68,642
Accruals	1,988,988	5,866,290	345,200	447,900
	183,198,622	226,593,260	346,789	516,542

(a) The normal trade credit term granted to the Group ranges from 45 to 60 (2024 – 45 to 60) days.

(b) Other payables of the Group include indirect taxes payable to the tax authorities amounting to RM552,456 (2024 – RM134,116).

19. CONTRACT LIABILITIES

	The Group	
	2025 RM	2024 RM
At 1 February	95,644	238,146
Advance received	186,057	493,591
Contract liabilities recognised as revenue	(187,587)	(511,058)
Provision of warranties made during the financial year	70,333	-
Provision of warranties used during the financial year	(17,872)	-
Provision of warranties reversed during the financial year	-	(125,035)
At 31 January	146,575	95,644
Represented by:-		
Customer loyalty points	33,977	35,506
Provision of warranties	112,598	60,138
	146,575	95,644

(a) The customer loyalty points relate to loyalty points not yet redeemed. The amount will be recognised as revenue when the performance obligations are satisfied.

(b) The provision for warranties relates to JOI notebook and Anker products sold in the past 1 (2024 – 1) years. The provision is based on estimates made from historical warranty data of the products sold. The Group expects to incur most of the liability over the next financial year.

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20. REVENUE

	The Group 2025 RM	The Group 2024 RM	The Company 2025 RM	The Company 2024 RM
Revenue from Contracts with Customers				
Recognised over time				
Rental income arising from ICT products	1,190,140	1,290,814	-	-
Web portal maintenance services	274,796	254,626	-	-
Management services rendered	72,000	72,000	-	-
Provision of device repair and broadband services	1,315,257	1,438,450	-	-
	2,852,193	3,055,890	-	-
Recognised at a point in time				
Sale of ICT products	1,001,226,673	1,258,687,182	-	-
Sale of trading merchandise	704,014	971,980	-	-
Provision of device repair and broadband services	13,729,867	13,399,866	-	-
	1,015,660,554	1,273,059,028	-	-
	1,018,512,747	1,276,114,918	-	-
Revenue from Other Sources				
Dividends from subsidiaries	-	-	17,400,000	12,940,000
	1,018,512,747	1,276,114,918	17,400,000	12,940,000

(a) The information on the disaggregation of revenue by geographical market is disclosed in Note 33.2 to the financial statements.

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20. REVENUE (CONT'D)

(b) The information about the performance obligations in contracts with customers is summarised below:-

Nature of Goods or Services	Timing and Method of Revenue Recognition	Significant Payment Terms	Warranty and Obligation for Returns or Refunds
Rental income arising from ICT products	When services are rendered.	Credit period of 30 days from the invoice date.	Not applicable.
Web portal maintenance services	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Management services rendered	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Provision of device repair and broadband services	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Sale of ICT products	When the goods are delivered and accepted by customers.	Credit periods ranging from 30 to 120 days from the invoice date.	Assurance warranties of 12 months are given to customers for JOI notebook and Anker products.
Sale of trading merchandise	When the goods are delivered and accepted by customers.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Provision of device repair and broadband services	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.

(c) Dividend income is recognised when the right to receive dividend payment is established.

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21. INVESTMENT REVENUE

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Interest income from fixed deposits	428,932	339,469	-	5,984

22. OTHER GAINS AND LOSSES

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Fair value gain on short-term income funds	1,103,660	1,179,300	1,103,660	1,179,300
Gain on disposal on short-term income funds	1,770	36,654	1,770	36,654
Gain on termination of leases	6,993	10,463	-	-
(Loss)/Gain on foreign exchange:				
- unrealised	114,051	151,216	-	-
- realised	(31,513)	(10,128)	-	-
	1,194,961	1,367,505	1,105,430	1,215,954

23. OTHER OPERATING INCOME

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Other income	80,589	270,291	-	14,430
Interest income on financial assets measured at amortised cost:				
- finance lease receivables	3,100,450	2,257,908	-	-
- cash and bank balances	113,998	114,417	583	258
- trade and other receivables	1,272,111	632,906	-	-
Lease income:				
- property and equipment	201,300	182,900	-	-
- right-of-use assets	5,761,947	6,953,252	-	-
Government grant received	9,000	120,255	-	-
	10,539,395	10,531,929	583	14,688

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24. REVERSAL OF/(IMPAIRMENT LOSS ON) FINANCIAL ASSETS

	The Group	
	2025 RM	2024 RM
Impairment losses on trade receivables	(977,044)	(3,050,532)
Reversal of impairment losses on trade receivables	2,061,155	831,296
	1,084,111	(2,219,236)

25. FINANCE COSTS

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Interest on:				
- term loans	306,079	337,384	-	-
- other financing	1,228,755	703,270		
- lease liabilities	637,868	528,022	-	-
- bankers' acceptance	1,492,261	2,120,972	-	-
- hire-purchase payables	47,819	61,390	-	-
	3,712,782	3,751,038	-	-
Bank charges	942,592	1,056,466	195	199
	4,655,374	4,807,504	195	199

26. PROFIT BEFORE TAXATION

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Profit before taxation is arrived at after charging/(crediting):-				
Auditors' remuneration				
Crowe Malaysia PLT:				
- audit fees	230,000	-	70,000	-
- non-audit fees	8,000	-	8,000	-
Other auditors:				
- audit fees	15,000	298,000	-	93,500
- non-audit fees	-	9,000	-	9,000
Directors' remuneration (Note 31(a))	4,723,461	4,673,749	305,584	303,968

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26. PROFIT BEFORE TAXATION (CONT'D)

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Profit before taxation is arrived at after charging/(crediting) (Cont'd):-				
Material Expenses/ (Income)				
Depreciation:				
- property and equipment (Note 6)	2,411,947	2,196,936	800	800
- right-of-use assets (Note 7)	12,112,675	12,072,100	-	-
Impairment loss on property and equipment (Note 6)	-	7,468	-	-
Loss on disposal of property and equipment (Note 6)	-	36,089	-	-
Property and equipment written off (Note 6)	49,219	5,513	-	-
Inventories written down	581,770	-	-	-
Reversal of inventories written down	-	(421,160)	-	-
Lease expenses – short-term lease payment	233,622	139,044	-	-
Bad debts written off	-	2,721	-	-
Staff advances written off	-	2,800	-	-
Deposit written off	12,415	-		
Provision for customer loyalty programme	186,057	306,541	-	-
Provision/(Reversal of provision) for warranties	52,461	(125,035)	-	-
Provision for voucher programme	-	(187,050)	-	-
Write back on customer loyalty programme expired	(173,699)	(301,508)	-	-
Write back on voucher programme expired	-	(162,831)	-	-
Employee benefit expenses	29,061,295	25,400,069	-	-
Share option expenses	2,852,226	2,782,865	21,384	20,568

26. PROFIT BEFORE TAXATION (CONT'D)

Included in employee benefit expenses are contributions made by the Group to the Employee Provident Fund ("EPF") of RM2,812,541 (2024 – RM2,954,146).

Included in directors' remuneration are contributions made by the Group to the Employee Provident Fund ("EPF") of RM363,720 (2024 – RM363,720).

The estimated monetary value of benefits-in-kind provided by the Group to the directors of the Group was RM28,000 (2024 – RM24,467).

27. INCOME TAX EXPENSE

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Current tax expense:				
- for the financial year	9,489,316	11,914,346	-	-
- (over)/underprovision in the previous financial year	(2,269,804)	181,137	1,443	32,802
	7,219,512	12,095,483	1,443	32,802
Deferred tax (Note 17):				
- for the financial year	777,800	(140,000)	-	-
- under/(over)provision in the previous financial year	3,122,200	(450,000)	-	-
	3,900,000	(590,000)	-	-
Total income tax expense	11,119,512	11,505,483	1,443	32,802

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27. INCOME TAX EXPENSE (CONT'D)

A reconciliation of income tax expense applicable to the profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and of the Company are as follows:-

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Profit before taxation	41,422,840	43,468,016	16,088,458	12,805,398
Tax at the statutory tax rate of 24% (2024 – 24%)	9,941,482	10,432,000	3,861,230	3,073,000
Tax effects of:				
Non-taxable income	(267,469)	(356,399)	(4,441,303)	(3,397,000)
Non-deductible expenses	641,272	1,775,745	580,073	324,000
Double deductions	(52,009)	(77,000)	-	-
Deferred tax asset not recognised	3,840	-	-	-
(Over)/Underprovision of current tax in the previous financial year	(2,269,804)	181,137	1,443	32,802
Under/(Over)provision of deferred taxation in the previous financial year	3,122,200	(450,000)	-	-
	11,119,512	11,505,483	1,443	32,802

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% (2024 – 24%) of the estimated assessable profit for the financial year.

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28. EARNINGS PER SHARE

(a) Basic Earnings Per Share

The basic earnings per share is calculated by dividing the consolidated profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial year.

	The Group	
	2025 RM	2024 RM
Profit after taxation attributable to owners of the Company (Basic)	30,303,328	31,962,533
Weighted average number of ordinary shares in issue (Basic)	1,618,559,234	1,612,779,660
Basic earnings per share (sen)	1.87	1.98

(b) Diluted Earnings Per Share

The diluted earnings per share is calculated by dividing the consolidated profit attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year and adjusted for the effects of dilutive potential ordinary shares.

	The Group	
	2025 RM	2024 RM
Profit after taxation attributable to owners of the Company	30,303,328	31,962,533
Weighted average number of ordinary shares in issue	1,618,559,234	1,612,779,660
Effect of dilution due to conversion of ESOS	54,130,427	*
	1,672,689,661	1,612,779,660
Diluted earnings per share (sen)	1.81	1.98

* The calculation of diluted earnings per share does not assume the potential exercise of ESOS as the effect on earnings per share is anti-dilutive.

29. DIVIDENDS

	The Company	
	2025	2024
	RM	RM
Second interim dividend of Nil (2024 – 0.25 sen) per ordinary share in respect of the previous financial year	-	4,031,949
Third interim dividend of 0.25 sen (2024 – Nil) per ordinary share in respect of the previous financial year	4,031,949	-
First interim dividend of 0.25 sen (2024 – 0.25 sen) per ordinary share in respect of the current financial year	4,031,949	4,031,949
Second interim dividend of 0.25 sen (2024 – 0.25 sen) per ordinary share in respect of the current financial year	4,050,684	4,031,949
Third interim dividend of 0.25 sen (2024 – Nil) per ordinary share in respect of the current financial year	4,050,685	-
	16,165,267	12,095,847

On 26 March 2025, the Company declared an interim dividend of 0.125 sen per ordinary share amounting to RM2,094,698 in respect of the current financial year, payable on 26 May 2025, to shareholders whose names appeared in the record of depositors on 5 May 2025. The financial statements for the current financial year do not reflect this interim dividend. Such dividend will be accounted for in equity as an appropriation of retained profits in the financial year ending 31 January 2026.

30. CASH FLOW INFORMATION

(a) The cash disbursed for the purchase of property and equipment and addition of right-of-use assets is as follows:-

	The Group	
	2025	2024
	RM	RM
Property and equipment		
Cost of property and equipment purchased (Note 6)	21,536,427	3,019,658
Less: Transfer from inventories for own use	-	(142,372)
Less: Acquired through hire purchase arrangements	-	(450,000)
Less: Trade and other payables – balances remained unpaid at financial year end	(16,302,700)	(299,516)
	5,233,727	2,127,770
Right-of-use Assets		
Cost of right-of-use assets required (Note 7)	19,236,443	5,183,974
Less: Additions of new lease liabilities (Note 15)	(19,236,443)	(5,183,974)
	-	-

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30. CASH FLOW INFORMATION (CONT'D)

(b) The reconciliations of liabilities arising from financing activities are as follows:-

	Commodity Murabahah term financing RM	Hire-purchase payables RM	Banker's acceptance RM	Other financing RM	Term loans RM	Lease liabilities RM	Total RM
The Group							
2025							
At 1 February	6,889,487	1,290,814	23,763,273	20,183,283	433,816	8,415,906	60,976,579
Changes in Financing Cash Flows							
Proceeds from drawdown	-	-	140,325,577	2,073,919	-	-	142,399,496
Repayment of principal	(677,914)	(501,445)	(110,763,081)	(4,112,421)	(208,398)	(12,069,458)	(128,332,717)
Repayment of interests	(294,206)	(47,819)	(1,492,261)	(1,228,755)	(11,873)	(637,868)	(3,712,782)
	(972,120)	(549,264)	28,070,235	(3,267,257)	(220,271)	(12,707,326)	10,353,997
Other Changes							
Acquisition of new leases	-	-	-	-	-	19,236,443	19,236,443
Derecognition due to lease termination	-	-	-	-	-	(150,870)	(150,870)
Interest expense recognised in profit or loss (Note 25)	294,206	47,819	1,492,261	1,228,755	11,873	637,868	3,712,782
	294,206	47,819	1,492,261	1,228,755	11,873	19,723,441	22,798,355
At 31 January	6,211,573	789,369	53,325,769	18,144,781	225,418	15,432,021	94,128,931

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30. CASH FLOW INFORMATION (CONT'D)

(b) The reconciliations of liabilities arising from financing activities are as follows (Cont'd):-

	Commodity Murabahah term financing RM	Hire-purchase payables RM	Banker's acceptance RM	Other financing RM	Term loans RM	Lease liabilities RM	Total RM
The Group							
2024							
At 1 February	7,959,616	1,570,738	25,127,283	-	635,050	16,265,187	51,557,874
Changes in Financing Cash Flows							
Proceeds from drawdown	-	-	234,605,274	22,081,605	-	-	256,686,879
Repayment of principal	(1,070,129)	(729,924)	(235,969,284)	(1,898,322)	(201,234)	(12,019,146)	(251,888,039)
Repayment of interests	(318,396)	(61,390)	(2,120,972)	(703,270)	(18,988)	(528,022)	(3,751,038)
	(1,388,525)	(791,314)	(3,484,982)	19,480,013	(220,222)	(12,547,168)	1,047,802
Balance carried forward	6,571,091	779,424	21,642,301	19,480,013	414,828	3,718,019	52,605,676

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30. CASH FLOW INFORMATION (CONT'D)

(b) The reconciliations of liabilities arising from financing activities are as follows (Cont'd):-

	Commodity Murabahah term financing RM	Hire-purchase payables RM	Banker's acceptance RM	Other financing RM	Term loans RM	Lease liabilities RM	Total RM
Balance brought forward	6,571,091	779,424	21,642,301	19,480,013	414,828	3,718,019	52,605,676
Other Changes							
Acquisition of new leases	-	-	-	-	-	5,183,974	5,183,974
Derecognition due to lease termination	-	-	-	-	-	(1,014,109)	(1,014,109)
Acquisition of new hire purchase liabilities	-	450,000	-	-	-	-	450,000
Interest expense recognised in profit or loss (Note 25)	318,396	61,390	2,120,972	703,270	18,988	528,022	3,751,038
	318,396	511,390	2,120,972	703,270	18,988	4,697,887	8,370,903
At 31 January	6,889,487	1,290,814	23,763,273	20,183,283	433,816	8,415,906	60,976,579

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30. CASH FLOW INFORMATION (CONT'D)

(c) The total cash outflows for leases as a lessee are as follows:-

	The Group	
	2025 RM	2024 RM
Payment of short-term lease	229,326	134,748
Payment of low-value asset	4,296	4,296
Interest paid on lease liabilities	637,868	528,022
Payment of lease liabilities	12,069,458	12,019,146
	12,940,948	12,686,212

(d) The cash and cash equivalents comprise the following:-

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Short-term deposits with a licensed bank	11,811,816	51,223,540	-	-
Fixed deposits with licensed banks	4,194,216	4,853,027	-	-
Cash and bank balances	41,595,600	35,058,452	249,766	61,395
Short-term investments (Note 12)	30,795,617	30,340,188	30,795,617	30,340,188
	88,397,249	121,475,207	31,045,383	30,401,583
Less: Fixed deposits pledged to licensed banks (Note 12)	(3,794,216)	(2,706,361)	-	-
Cash and cash equivalents	84,603,033	118,768,846	31,045,383	30,401,583

31. KEY MANAGEMENT PERSONNEL COMPENSATION

The key management personnel of the Group and of the Company include executive directors and non-executive directors of the Company and certain members of senior management of the Group and of the Company.

The key management personnel compensation during the financial year are as follows:-

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
(a) Directors				
Directors of the Company				
Short-term employee benefits:				
- fees	265,000	265,000	265,000	265,000
- salaries and other emoluments	2,823,183	2,821,993	19,200	18,400
	3,088,183	3,086,993	284,200	283,400
Defined contribution benefits	363,720	363,720	-	-
Share option expenses	1,271,558	1,223,036	21,384	20,568
Total directors' remuneration (Note 26)	4,723,461	4,673,749	305,584	303,968

The estimated monetary value of benefits-in-kind provided by the Group to the directors of the Group was RM28,000 (2024 – RM24,467).

	The Group	
	2025 RM	2024 RM
(b) Other Key Management Personnel		
Short-term employee benefits	2,144,898	2,165,250
Defined contribution benefits	278,099	280,794
Share option expenses	897,829	863,568
Total compensation for other key management personnel	3,320,826	3,309,612

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32. RELATED PARTY DISCLOSURES

(a) Subsidiaries

The subsidiaries are disclosed in Note 5 to the financial statements.

(b) Significant Related Party Transactions and Balances

In addition to the related party transactions information disclosed in the statements of cash flows, Note 11 to the financial statements, the Group and the Company also carried out the following significant transactions with the related parties during the financial year:-

	The Group		The Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Dividends received from subsidiaries	-	-	17,400,000	12,940,000
Recharge of share options expenses from subsidiaries	-	-	2,830,843	2,762,297
Lease rental paid for leases recognised as right-of-use assets for transaction with a director of the Company	42,000	42,000	-	-
Lease rental paid for leases recognised as short-term leases for transaction with a director of the Company	60,000	60,000	-	-

The significant outstanding balances of the related parties (including the allowance for impairment loss made) together with their terms and conditions are disclosed in Note 11 to the financial statements.

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33. OPERATING SEGMENTS

Operating segments are prepared in a manner consistent with the internal reporting provided to the Board of Directors and Group Chief Executive Officer as its chief operating decision maker in order to allocate resources to segments and to assess their performance on a quarterly basis. For management purposes, the Group is organised into business units based on their products and services provided. In addition, the businesses are also considered from a geographical perspective.

The Group is organised into 3 main reportable segments as follows:-

* Sale of ICT products – comprising hardware, devices and related peripherals, as well as the provision of ICT services and solutions.
* Provision of device repair and broadband services– provision of device repair and related services and sale of broadband services.
* Investment holding – dividend income.

(a) The Board of Directors and Group Chief Executive Officer assesses the performance of the reportable segments based on their operating income before unallocated corporate expenses and finance cost. The accounting policies of the reportable segments are the same as the Group's accounting policies.

(b) Segment assets and liabilities information are not provided to the Board of Directors and Group Chief Executive Officer. Hence, no disclosure is made on segment assets and liabilities.

Transactions between reportable segments are carried out on agreed terms between both parties. The effects of such inter-segment transactions are eliminated on consolidation.

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33. OPERATING SEGMENTS (CONT'D)

33.1 BUSINESS SEGMENTS

	Sale of ICT Products RM	Provision of device repair and broadband services RM	Investment Holding RM	Total RM	Consolidation Adjustments RM	The Group RM
2025						
Revenue						
External revenue	1,003,467,623	15,045,124	-	1,018,512,747	-	1,018,512,747
Inter-segment revenue	370,555,159	77,388	17,400,000	388,032,547	(388,032,547)	-
Total revenue	1,374,022,782	15,122,512	17,400,000	1,406,545,294	(388,032,547)	1,018,512,747
Results						
Segment profit	97,701,304	7,391,109	17,400,000	122,492,413	(17,651,711)	104,840,702
Net unallocated expenses						(63,417,862)
Profit before taxation						41,422,840

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33. OPERATING SEGMENTS (CONT'D)

33.1 BUSINESS SEGMENTS (CONT'D)

	Sale of ICT Products RM	Provision of device repair and broadband services RM	Investment Holding RM	Total RM	Consolidation Adjustments RM	The Group RM
2024						
Revenue						
External revenue	1,261,276,602	14,838,316	-	1,276,114,918	-	1,276,114,918
Inter-segment revenue	482,688,735	139,891	12,940,000	495,768,626	(495,768,626)	-
Total revenue	1,743,965,337	14,978,207	12,940,000	1,771,883,544	(495,768,626)	1,276,114,918
Results						
Segment profit	93,183,249	3,369,403	12,940,000	109,492,652	(13,116,139)	96,376,513
Net unallocated expenses						(52,908,497)
Profit before taxation						43,468,016

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33. OPERATING SEGMENTS (CONT'D)

33.2 GEOGRAPHICAL INFORMATION

Revenue is based on the country in which the customers are located.

The information on the disaggregation of revenue based on geographical region is summarised below:-

	At A Point in Time		Over Time		Total Group	
	2025 RM	2024 RM	2025 RM	2024 RM	2025 RM	2024 RM
The Group						
Malaysia	966,462,161	1,206,175,880	2,852,193	3,055,890	969,314,354	1,209,231,770
Hong Kong	8,609,939	14,664,712	-	-	8,609,939	14,664,712
Maldives	11,856,476	13,551,772	-	-	11,856,476	13,551,772
Singapore	25,536,434	37,535,271	-	-	25,536,434	37,535,271
Others*	3,195,544	1,131,393	-	-	3,195,544	1,131,393
	1,015,660,554	1,273,059,028	2,852,193	3,055,890	1,018,512,747	1,276,114,918

* Customers from other countries include Denmark, Thailand, Vanuatu, Indonesia, Vietnam, Australia and Brunei, each representing less than 1% of total revenue.

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33. OPERATING SEGMENTS (CONT'D)

33.3 MAJOR CUSTOMERS

The following is major customer with revenue equal to or more than 10% of the Group's total revenue

	Revenue		Segment
	2025 %	2024 %	
Customer #1	*	10.70	Sale of ICT products

* The customer contributed less than 10% to the Group's revenue.

34. CAPITAL COMMITMENTS

	The Group	
	2025 RM	2024 RM
Purchase of property and equipment	-	163,416

35. FINANCIAL INSTRUMENTS

The activities of the Group and of the Company are exposed to a variety of market risk (including foreign currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group and of the Company.

35.1 FINANCIAL RISK MANAGEMENT POLICIES

The policies in respect of the major areas of treasury activity are as follows:-

(a) Market Risk

(i) Foreign Currency Risk

The Group and the Company are exposed to foreign currency risk on transactions and balances that are denominated in currencies other than the respective functional currencies of entities within the Group. The currencies giving rise to this risk is primarily United States Dollar ("USD"). Foreign currency risk is monitored closely on an ongoing basis to ensure that the net exposure is at an acceptable level. On occasion, the Group enters into forward foreign currency contracts to hedge against its foreign currency risk. The Group also holds cash and cash equivalents denominated in foreign currencies for working capital purposes.

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35. FINANCIAL INSTRUMENTS (CONT'D)

35.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(i) Foreign Currency Risk (Cont'd)

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below:-

Foreign Currency Exposure

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Group			
2025			
Financial Assets			
Trade and other receivables	207,896,299	2,623,963	210,520,262
Short-term investments, fixed and short-term deposits, cash and bank balances	73,273,834	15,123,415	88,397,249
Finance lease receivables	46,189,650	-	46,189,650
	327,359,783	17,747,378	345,107,161
Financial Liabilities			
Trade and other payables	180,468,278	2,177,888	182,646,166
Borrowings	78,696,910	-	78,696,910
	259,165,188	2,177,888	261,343,076
Net financial assets	68,194,595	15,569,490	83,764,085
Less: Net financial assets denominated in the respective entities' functional currencies	(68,194,595)	-	(68,194,595)
Currency Exposure	-	15,569,490	15,569,490

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35. FINANCIAL INSTRUMENTS (CONT'D)

35.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(i) Foreign Currency Risk (Cont'd)

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below (Cont'd):-

Foreign Currency Exposure (Cont'd)

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Group			
2024			
Financial Assets			
Trade and other receivables	226,292,256	385,607	226,677,863
Short-term investments, fixed and short-term deposits, cash and bank balances	119,046,636	2,428,571	121,475,207
Finance lease receivables	28,639,461	-	28,639,461
	373,978,353	2,814,178	376,792,531
Financial Liabilities			
Trade and other payables	226,374,908	84,236	226,459,144
Borrowings	52,560,673	-	52,560,673
	278,935,581	84,236	279,019,817
Net financial assets	95,042,772	2,729,942	97,772,714
Less: Net financial assets denominated in the respective entities' functional currencies	(95,042,772)	-	(95,042,772)
Currency Exposure	-	2,729,942	2,729,942

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35. FINANCIAL INSTRUMENTS (CONT'D)

35.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(i) Foreign Currency Risk (Cont'd)

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below (Cont'd):-

Foreign Currency Exposure (Cont'd)

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Company			
2025			
Financial Assets			
Trade and other receivables	1,000	-	1,000
Amount owing by subsidiaries	80,112,189	-	80,112,189
Short-term investments, fixed and short-term deposits, cash and bank balances	31,043,357	2,026	31,045,383
	111,156,546	2,026	111,158,572
Financial Liabilities			
Trade and other payables	346,789	-	346,789
Net financial assets	110,809,757	2,026	110,811,783
Less: Net financial assets denominated in the respective entities' functional currencies	(110,809,757)	-	(110,809,757)
Currency Exposure	-	2,026	2,026

35. FINANCIAL INSTRUMENTS (CONT'D)

35.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(i) Foreign Currency Risk (Cont'd)

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below (Cont'd):-

Foreign Currency Exposure (Cont'd)

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Company			
2024			
Financial Assets			
Trade and other receivables	2,000	-	2,000
Amount owing by subsidiaries	61,772,406	-	61,772,406
Short-term investments, fixed and short-term deposits, cash and bank balances	30,399,465	2,118	30,401,583
	92,173,871	2,118	92,175,989
Financial Liabilities			
Trade and other payables	516,542	-	516,542
Net financial liabilities	91,657,329	2,118	91,659,447
Less: Net financial liabilities denominated in the respective entities' functional currencies	(91,657,329)	-	(91,657,329)
Currency Exposure	-	2,118	2,118

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35. FINANCIAL INSTRUMENTS (CONT'D)

35.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(i) Foreign Currency Risk (Cont'd)

Foreign Currency Risk Sensitivity Analysis

The following table details the sensitivity analysis to a reasonably possible change in the foreign currencies at the end of the reporting period, with all other variables held constant:-

	The Group	
	2025	**2024**
	RM	RM
Effects on Profit After Taxation		
USD/RM – strengthened by 5%	591,641	103,738
– weakened by 5%	(591,641)	(103,738)

	The Company	
	2025	**2024**
	RM	RM
Effects on Profit After Taxation		
USD/RM – strengthened by 5%	77	80
– weakened by 5%	(77)	(80)

There is no impact on the Company's equity.

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The exposure to interest rate risk arises mainly from long-term borrowings with variable rates. The Group and the Company adopt a policy of obtaining the most favourable interest rates available and by maintaining a balanced portfolio mix of fixed and floating rate borrowings.

The fixed rate debt instruments of the Group and of the Company are not subject to interest rate risk since neither carrying amounts nor the future cash flows will fluctuate because of a change in market interest rates.

The exposure to interest rate risk based on the carrying amounts of the financial instruments at the end of the reporting period is disclosed in Note 16 to the financial statements.