



LEADER STEEL HOLDINGS BERHAD
(Registration No. 199301012471 (267209-K))
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

	NOTE	CURRENT QUARTER ENDED 31 MAR			CUMULATIVE PERIOD ENDED 31 MAR		
		2025 RM'000 (Unaudited)	2024 RM'000 (Unaudited)	Changes (%)	2025 RM'000 (Unaudited)	2024 RM'000 (Unaudited)	Changes (%)
Continuing operations							
Revenue		31,435	40,350	-22	31,435	40,350	-22
Cost of sales		<u>(30,503)</u>	<u>(35,436)</u>		<u>(30,503)</u>	<u>(35,436)</u>	
Gross profit		932	4,914	-81	932	4,914	-81
Other income		937	13,915		937	13,915	
Distribution expenses		(770)	(783)		(770)	(783)	
Administrative expenses		(2,556)	(8,978)		(2,556)	(8,978)	
Finance costs		<u>(385)</u>	<u>(725)</u>		<u>(385)</u>	<u>(725)</u>	
(Loss)/Profit before tax	A7	(1,842)	8,343	-122	(1,842)	8,343	-122
Tax expenses	B5	<u>(5)</u>	<u>(666)</u>		<u>(5)</u>	<u>(666)</u>	
(LOSS)/PROFIT FOR THE PERIOD, REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME		<u>(1,847)</u>	<u>7,677</u>		<u>(1,847)</u>	<u>7,677</u>	
Net (loss)/profit for the financial period attributable to:-							
Equity holders of the company		(1,846)	7,679		(1,846)	7,679	
Non-controlling interests		<u>(1)</u>	<u>(2)</u>		<u>(1)</u>	<u>(2)</u>	
NET (LOSS)/PROFIT		<u>(1,847)</u>	<u>7,677</u>		<u>(1,847)</u>	<u>7,677</u>	
Total comprehensive (loss)/income for the financial period attributable to:-							
Equity holders of the company		(1,846)	7,679		(1,846)	7,679	
Non-controlling interests		<u>(1)</u>	<u>(2)</u>		<u>(1)</u>	<u>(2)</u>	
TOTAL COMPREHENSIVE (LOSS)/INCOME		<u>(1,847)</u>	<u>7,677</u>		<u>(1,847)</u>	<u>7,677</u>	
Basic (loss)/earnings per share (sen)	B11(a)	<u>(1.19)</u>	<u>4.97</u>		<u>(1.19)</u>	<u>4.97</u>	
Diluted (loss)/earnings per share (sen)	B11(b)	<u>(1.19)</u>	<u>4.96</u>		<u>(1.19)</u>	<u>4.96</u>	

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024.



LEADER STEEL HOLDINGS BERHAD
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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	NOTE	31 MAR 2025 RM'000 (Unaudited)	31 DEC 2024 RM'000 (Audited)
ASSETS			
Property, plant and equipment		258,571	255,290
Investment properties		52,000	52,000
Right-of-use assets		35,653	37,298
Goodwill		58	58
TOTAL NON-CURRENT ASSETS		346,282	344,646
Inventories		33,394	42,115
Receivables, deposits and prepayments		25,442	31,536
Current tax assets		2,050	1,878
Cash and bank balances		21,381	25,262
Other investments	B8	5,037	16,046
TOTAL CURRENT ASSETS		87,304	116,837
TOTAL ASSETS		433,586	461,483
EQUITY			
Share capital		75,028	75,028
Treasury shares		(2,419)	(2,419)
Reserves		269,145	270,991
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		341,754	343,600
Non-controlling interests		36	37
TOTAL EQUITY		341,790	343,637
LIABILITIES			
Borrowings	B9	19,958	20,686
Lease liabilities		159	209
Deferred tax liabilities		31,816	31,816
TOTAL NON-CURRENT LIABILITIES		51,933	52,711
Trade, other payables and accruals		8,975	17,631
Borrowings	B9	30,556	47,057
Lease liabilities		293	379
Current tax liabilities		39	68
TOTAL CURRENT LIABILITIES		39,863	65,135
TOTAL LIABILITIES		91,796	117,846
TOTAL EQUITY AND LIABILITIES		433,586	461,483
Net Assets Per Share (Sen)		221	222

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024.

**LEADER STEEL HOLDINGS BERHAD**

(Registration No. 199301012471 (267209-K))

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

	31 MAR 2025 RM'000	31 MAR 2024 RM'000
(Loss)/Profit before tax	(1,842)	8,343
Adjustments for:		
Depreciation and amortisation	1,383	1,472
Impairment losses on inventories	0	1,000
Impairment losses on trade and other receivables	0	5,000
Interest expenses	385	725
Interest income	(24)	(7)
Unrealised gain on foreign exchange	(21)	(64)
Distribution income from other investments	(91)	0
Gain on disposal of property, plant and equipment	0	(12,759)
Operating (loss)/profit before working capital changes	(210)	3,710
Changes in:-		
Inventories	8,721	(12,288)
Receivables, deposits and prepayments	6,116	9,109
Trade, other payables and accruals	(8,657)	(6,557)
Cash generated from/(used in) operations	5,970	(6,026)
Tax paid	(206)	(892)
Interest paid	(385)	(725)
Interest received	24	7
Net cash from/(used in) operating activities	5,403	(7,636)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	0	42,559
Purchase of property, plant and equipment	(3,019)	(1,425)
Purchase of right-of-use assets	0	(38)
Net investment in other investments	11,100	0
Net cash from investing activities	8,081	41,096
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (decrease)/ increase in short-term loans and borrowings	(16,511)	9,709
Payments of lease liabilities	(136)	(207)
Repayments of term loans	(729)	(120)
Proceed from term loans	0	24,690
Net cash (used in)/from financing activities	(17,376)	34,072
Currency translation differences	0	0
Net (decrease)/increase in cash and cash equivalents	(3,892)	67,532
Cash and cash equivalents brought forward	25,251	5,959
Cash and cash equivalents carried forward	21,359	73,491
<u>Cash and cash equivalents carried forward</u>		
Cash and cash equivalents	21,381	73,491
Bank overdrafts	(22)	(0)
	21,359	73,491



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

	Attributable to equity holders of the Company					Equity attributable to owners of the Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Surplus RM'000	Employee share option reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000			
Balance as at 1 January 2025	75,028	174,000	1,034	(2,419)	95,957	343,600	37	343,637
Loss for the financial period	0	0	0	0	(1,846)	(1,846)	(1)	(1,847)
Total comprehensive loss for the period	0	0	0	0	(1,846)	(1,846)	(1)	(1,847)
Transactions with owners								
Purchase of treasury shares	0	0	0	0	0	0	0	0
Total transactions with owners	0	0	0	0	0	0	0	0
Balance as at 31 March 2025	75,028	174,000	1,034	(2,419)	94,111	341,754	36	341,790

	Attributable to equity holders of the Company					Equity attributable to owners of the Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Surplus RM'000	Employee share option reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000			
Balance as at 1 January 2024	74,654	197,358	1,153	(2,210)	73,442	344,397	44	344,441
Profit for the financial period	0	0	0	0	7,679	7,679	(2)	7,677
Realisation of revaluation reserve	0	(23,358)	0	0	23,358	0	0	0
Total comprehensive (loss)/income for the period	0	(23,358)	0	0	31,037	7,679	(2)	7,677
Transactions with owners								
Purchase of treasury shares	0	0	0	0	0	0	0	0
Total transactions with owners	0	0	0	0	0	0	0	0
Balance as at 31 March 2024	74,654	174,000	1,153	(2,210)	104,479	352,076	42	352,118

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024

LEADER STEEL HOLDINGS BERHAD

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A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards 134 (MFRS134): “Interim Financial Reporting” and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited consolidated financial statements of the Leader Steel Holdings Berhad and its subsidiaries (“the Group”) for the financial year ended 31 December 2024.

Adoption of Standards, Amendments and Issues Committee (“IC”) Interpretations and changes in accounting policies

During the financial period, the Group has adopted the following Standards, Amendments and IC Interpretations:

Amendments to MFRS 121 *Lack of Exchangeability*

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

Standards issued but not yet effective

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been earlier adopted by the Group:

Title	Effective Date
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Annual Improvements to MFRS Accounting Standards—Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature - dependent Electricity</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for future financial periods.

A2. Seasonal or Cyclical Factors

The business of the Group was not affected by any significant seasonal or cyclical factors.

A3. Unusual Items

There were no items of unusual nature, size or incidence which affect assets, liabilities, equity, net income or cash flows during the current quarter under review.

A4. Changes in Accounting Estimates

There were no changes in accounting estimates of amounts reported in prior year that have a material effect in the current quarter under review.

A5. Debts and Equity or Securities

There were no issuance, cancellations, resale and repayment of debt and equity securities for the current quarter and period under review.

A6. Dividend

No dividend has been paid or proposed for the current quarter under review.

A7. (Loss)/Profit before tax

Current Quarter Ended		Cumulative Period Ended	
31-Mar 2025	31-Mar 2024	31-Mar 2025	31-Mar 2024
RM'000	RM'000	RM'000	RM'000

(Loss)/Profit before tax is arrived at after charging

Depreciation and amortisation	1,383	1,472	1,383	1,472
Interest expense	385	725	385	725
Foreign exchange loss	9	7	9	7
Impairment losses on				
- trade and other receivables	0	1,000	0	1,000
- property, plant and equipment	0	5,000	0	5,000
Other income				
- Rental income	(719)	(1,010)	(719)	(1,010)
- Gain on disposal of property, plant and equipment	0	(12,759)	0	(12,759)
- Interest income	(16)	(7)	(16)	(7)
- Distribution of income from other investments	(22)	0	(22)	0
- Unrealised foreign exchange gain	(21)	(64)	(21)	(64)
- Foreign exchange gain	(27)	(1)	(27)	(1)
- Others	(132)	(74)	(132)	(74)
	(937)	(13,915)	(937)	(13,915)

A8. Segment Information

Segmental reporting for the cumulative period ended 31 March 2025 is as below:

Cumulative Period Ended 31 March 2025	Manufacturing & Trading of Steel Products ("Steel Segment") RM'000	Trading & Processing of Minerals ("Mineral Segment") RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
- External	31,435	0	0	31,435
Total Revenue	31,435	0	0	31,435
Results				
Operating profit/(loss)	93	(167)	0	(74)
Depreciation and amortization	(1,331)	(52)	0	(1,383)
Finance cost	(382)	(3)	0	(385)
Tax expenses	(5)	0	0	(5)
Segment loss	(1,625)	(222)	0	(1,847)
31 March 2024				
Revenue				
- External	39,230	1,120	0	40,350
Total Revenue	39,230	1,120	0	40,350
Results				
Operating profit/(loss)	3,217	564	0	3,781
Depreciation and amortization	(1,416)	(56)	0	(1,472)
Gain on disposal of property, plant and equipment	12,759	0	0	12,759
Impairment losses on - inventories	0	(1,000)	0	(1,000)
- property, plant and equipment	(5,000)	0	0	(5,000)
Finance cost	(715)	(10)	0	(725)
Tax expenses	(542)	(124)	0	(666)
Segment profit/(loss)	8,303	(626)	0	7,677

A9. Events after the Interim Period

There were no subsequent event to the interim period.

A10. Changes in the Composition of the Group

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

A11. Capital Commitment

	As at 31.03.2025 RM'000	As at 31.12.2024 RM'000
Capital expenditure in respect of purchase of property, plant and equipment: Contracted but not provided for	0	7,600

A12. Changes in Contingent Liabilities

	As at 31.03.2025 RM'000	As at 31.12.2024 RM'000
Unsecured		
Corporate guarantees given to banks for credit facilities granted to		
- subsidiaries	212,180	212,180
Amount utilised		
- subsidiaries	50,514	67,743

A13. Significant Recurrent Related Party Transactions

Companies in which certain directors are deemed to have substantial financial interests	Cumulative Period ended 31 Mar 2025
Eonmetall Group Berhad and its subsidiaries	RM'000
Sales and purchases of goods	368
Rental income	223

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Current quarter compared to the corresponding quarter of previous year

For the Quarter

The Group recorded revenue of RM31.44 million for the current quarter under review, compared to RM40.35 million in the corresponding quarter of the previous year, representing a decrease of RM8.91 million or 22.08%. This decline was primarily driven by lower sales in both the Steel and Mineral segments.

The Steel Segment recorded revenue of RM31.44 million for the current quarter, down from RM39.23 million in the corresponding quarter of the previous year, marking a decrease of RM7.79 million or 19.86%. The reduction in revenue was mainly due to lower sales volume and a decrease in selling prices.

No revenue was recorded in the Mineral Segment for the current quarter due to timing of delivery. In the corresponding quarter of the previous year, this segment recorded revenue of RM1.12 million.

The Group recorded a loss before tax of RM1.84 million for the current quarter, compared to a profit before tax of RM8.34 million in the corresponding quarter of the previous year, representing a decline of RM10.18 million or 122.06%. The loss was primarily attributable to lower profit margins, driven by margin compression in the Steel Segment following a decline in steel product selling prices, in line with falling international steel prices. Additionally, profit before tax for Q1 2024 was positively impacted by a one-off gain of RM12.8 million from the disposal of a parcel of land in Kapar.

B2. Current quarter compared to the preceding quarter

	Current Quarter ended 31 Mar 2025 RM'000	Preceding Quarter Ended 31 Dec 2024 RM'000	Changes (%)
Revenue	31,435	91,132	-65.51%
Gross Profit/(Loss)	932	(381)	-344.62%
Loss Before Tax	(1,842)	(2,464)	25.24%

The Group recorded revenue of RM31.44 million for the current quarter under review, compared to RM91.13 million in the preceding quarter, representing a decrease of RM59.69 million or 65.50%. This decline was primarily attributed to lower sales in both the Steel and Mineral segments.

The Steel Segment recorded revenue of RM31.44 million for the current quarter, down from RM86.44 million in the preceding quarter, marking a decrease of RM55.00 million or 63.63%. This decline in revenue was driven by lower demand, although selling prices were higher.

No revenue was recorded in the Mineral Segment for the current quarter due to timing of delivery. In the preceding quarter, this segment recorded revenue of RM4.69 million.

The Group recorded a loss before tax of RM1.84 million for the current quarter, compared to RM2.46 million in the preceding quarter, representing a reduction in loss of RM0.62 million or 25.20%. This improvement was primarily due to a better gross profit margin.

B3. Prospects

Steel industry globally and in Malaysia is experiencing over-capacity and weakening in demand. In addition, the tariff war initiated by the United States of America (“USA”) added another factor of uncertainty for this industry.

Although the Group is not directly impacted by the imposition of tariff by the USA, the Group is not able to gauge the impact of any second order effect which may affect the Group’s profitability.

The Group will continue to remain vigilant in managing the Group’s operations and resources.

B4. Profit Forecast

Not applicable as no profit forecast was issued.

B5. Tax expenses

	Current Quarter		Cumulative Period	
	ended 31 Mar		ended 31 Mar	
	2025	2024	2025	2024
	RM’000	RM’000	RM’000	RM’000
- Current tax	(5)	(666)	(5)	(666)
- Prior year tax	0	0	0	0
- Deferred tax	0	0	0	0
Total tax expenses	(5)	(666)	(5)	(666)

Income tax is calculated at the Malaysia statutory tax rate of 24%.

B6. Audit Report

The audited report of the preceding annual financial statements ended 31 December 2024 was not subject to any qualification.

B7. Status of Corporate Proposal Announced

There are no other corporate proposals announced but not completed as at the date of issue of this announcement.

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B8. Other investments

	As at 31.03.2025 RM'000	As at 31.12.2024 RM'000
Current		
Short-term funds	5,037	16,046

B9. Borrowings

	As at 31.03.2025 RM'000	As at 31.12.2024 RM'000
Current		
<i>Secured</i>		
Banker overdraft	22	11
Bankers' acceptances	28,065	44,577
Term loans	2,469	2,469
	30,556	47,057
Non-current		
<i>Secured</i>		
Term loans	19,958	20,686
	19,958	20,686

Borrowings which are denominated in RM are subject to floating interest rate.

Interest expenses amounting to RM0.2 million were capitalized under property, plant, and equipment during the cumulative period ended 31 March 2025.

B10. Changes in Material Litigation

There were no material litigations as at the date of this announcement.

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B11. Earnings per Share (“EPS”)**(a) Basic (loss)/earnings per share**

	Current Quarter Ended 31-Mar		Cumulative Period Ended 31-Mar	
	2025	2024	2025	2024
Net (loss)/ earnings attributable to ordinary equity holders of the Company (RM’000)	(1,846)	7,679	(1,846)	7,679
Weighted average number of ordinary shares (’000)	154,588	154,533	154,588	154,533
Basic (loss)/earning per share (sen)	(1.19)	4.97	(1.19)	4.97

(b) Diluted (loss)/earnings per share

	Current Quarter Ended 31-Mar		Cumulative Period Ended 31-Mar	
	2025	2024	2025	2024
Net (loss)/ earnings attributable to ordinary equity holders of the Company (RM’000)	(1,846)	7,679	(1,846)	7,679
Weighted average number of ordinary shares (’000)	154,588	154,533	154,588	154,533
Adjustment for dilutive effect of ESOS (’000)	245	270	245	270
	154,833	154,803	154,833	154,803
Diluted (loss)/earnings per share (sen)	(1.19)	4.96	(1.19)	4.96

By the order of the Board

Datin Tan Pak Say
Managing Director
Penang

26 May 2025