



Dear Valued Shareholders of **AT SYSTEMATIZATION BERHAD**,

2ND ERRATA TO THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024 CONTAINED IN THE ANNUAL REPORT 2024 OF AT SYSTEMATIZATION BERHAD (“ATS” OR THE “COMPANY”)

Reference is made to the Audited Financial Statements for the financial year ended 31 March 2024 (“AFS FYE 2024”) contained in the Annual Report 2024 of the Company, and the 1st Errata which were issued to the shareholders and submitted to Bursa Malaysia Securities Berhad on 31 July 2024 and 8 August 2024 respectively.

We wish to inform that further amendments have been made to the relevant sections on the following pages of the Annual Report 2024 of the Company by this 2nd Errata, corrected and taken to be read as highlighted in **bold and underline** set out under the **Appendix II** enclosed herewith:-

	Details of Sections	Page No. in the Annual Report 2024
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Save for the abovesaid amendments, the other details and information contained in the Annual Report 2024 and the 1st Errata remain valid and unchanged.

We apologise for any inconvenience caused.

Yours faithfully
For and on behalf of
AT SYSTEMATIZATION BERHAD

CHOONG LEE AUN
Managing Director

Date: 28 August 2024

DIRECTORS' REPORT

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 31 March 2024.

PRINCIPAL ACTIVITIES

The principal activities of the Company are those of investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are set out in Note 11.

RESULTS

	Group RM	Company RM
Loss for the financial year	(85,814,912)	<u>(132,604,867)</u>
Attributable to:-		
Owners of the Company	(85,814,912)	<u>(132,604,867)</u>
	<u>(85,814,912)</u>	<u>(132,604,867)</u>

DIVIDEND

No dividend has been paid, declared or proposed by the Company since the end of the previous financial year. The directors do not recommend the payment of any dividend in respect of the current financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

BAD AND DOUBTFUL DEBTS

Before the statements of profit or loss and other comprehensive income and statements of financial position of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and have satisfied themselves that adequate allowance had been made for doubtful debts and there were no bad debts to be written off.

At the date of this report, the directors are not aware of any circumstances which would render it necessary to write off any bad debts or the amount of allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent.

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
	Note	2024 RM	2023 RM	2024 RM	2023 RM
Revenue	5	32,584,563	60,798,062	-	1,560,000
Cost of sales		(36,023,856)	(68,403,507)	-	-
Gross (loss)/profit		(3,439,293)	(7,605,445)	-	1,560,000
Other income		19,493,333	3,468,485	96,802,811	1,706,881
Administrative and general expenses		(13,394,928)	(19,705,230)	(3,279,353)	(3,301,198)
Selling and distribution expenses		(80,166)	(133,253)	-	-
		(13,475,094)	(19,838,483)	(3,279,353)	(3,301,198)
Net loss of impairment on financial instruments		(36,830,922)	(3,671,887)	(35,052,045)	-
Other expenses		(36,719,865)	(48,627,739)	(190,001,007)	(1)
Loss from operation		(70,971,841)	(76,275,069)	(131,530,494)	(34,318)
Finance costs		(1,420,957)	(3,670,828)	(739,863)	(2,863,630)
Share of results of associates		(13,080,253)	(2,752,355)	-	-
Loss before taxation	6	(85,473,051)	(82,698,252)	(132,270,357)	(2,897,948)
Taxation	7	(341,861)	(46,911)	(334,510)	(31,603)
Loss for the financial year		(85,814,912)	(82,745,163)	(132,604,867)	(2,929,551)
Loss for the financial year attributable to:-					
Owners of the Company		(85,814,912)	(82,745,163)	(132,604,867)	(2,929,551)
		(85,814,912)	(82,745,163)	(132,604,867)	(2,929,551)

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024 (cont'd)

		Group		Company	
	Note	2024 RM	2023 RM	2024 RM	2023 RM
Loss for the financial year		(85,814,912)	(82,745,163)	<u>(132,604,867)</u>	(2,929,551)
Other comprehensive income:					
Item that will not be reclassified subsequently to profit or loss					
Net change in fair value of equity instrument designated at fair value through other comprehensive income ("FVOCI")		(11,393,593)	-	<u>(11,393,593)</u>	-
Item that may be reclassified subsequently to profit or loss					
Share of other comprehensive income of associates		647,953	789,408	-	-
Total comprehensive loss for the financial year		<u>(96,560,552)</u>	<u>(81,955,755)</u>	<u>(143,998,460)</u>	<u>(2,929,551)</u>
Total comprehensive loss for the financial year attributable to:-					
Owners of the Company		(96,560,552)	(81,955,755)	(143,998,460)	(2,929,551)
		<u>(96,560,552)</u>	<u>(81,955,755)</u>	<u>(143,998,460)</u>	<u>(2,929,551)</u>
Loss per share attributable to the owners of the Company (sen)					
Basic and diluted	8	<u>(37.99)</u>	<u>(41.40)</u>		

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF FINANCIAL POSITION

AS AT 31 MARCH 2024 (cont'd)

			Group		Company
	Note	2024 RM	2023 RM	2024 RM	2023 RM
EQUITY AND LIABILITIES					
Equity					
Share capital	20	487,942,699	480,443,830	487,942,699	480,443,830
Other reserves	21	(953,214)	16,117,655	<u>(2,132,285)</u>	9,261,308
Accumulated losses		(325,098,306)	(239,283,394)	<u>(266,757,265)</u>	(134,152,398)
Total equity		161,891,179	257,278,091	219,053,149	355,552,740
Liabilities					
Non-current liabilities					
Loans and borrowings	22	8,389,537	10,340,472	41,744	84,242
Deferred tax liabilities	23	-	-	-	-
		8,389,537	10,340,472	41,744	84,242
Current liabilities					
Loans and borrowings	22	3,757,702	34,782,364	42,498	30,174,935
Payables, deposits received and accruals	24	39,662,997	52,028,245	200,620	125,795
Contract liabilities	25	484,767	484,767	-	-
		43,905,466	87,295,376	243,118	30,300,730
Total liabilities		52,295,003	97,635,848	284,862	30,384,972
TOTAL EQUITY AND LIABILITIES		214,186,182	354,913,939	219,338,011	385,937,712

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

Company	Note	Non-distributable				Fair Value Adjustment Reserve	Accumulated Losses	Total Equity
		Share Capital	Options Reserve	Warrants Reserve	Share			
		RM	RM	RM	RM	RM	RM	RM
As at 1 April 2023		480,443,830	-	9,261,308	-	(134,152,398)	355,552,740	
Comprehensive loss								
Loss for the financial year								
Fair Value on quoted investment at FVOCI								
Total comprehensive loss for the financial year								
Transactions with owners								
Private placements		5,460,564	-	-	-	-	-	5,460,564
Share issuance expenses		(108,117)	-	-	-	-	-	(108,117)
Exercise of share options		2,146,422	(477,642)	-	-	-	-	1,668,780
Share-based payments		-	477,642	-	-	-	-	477,642
Total transactions with owners		7,498,869	-	-	-	-	-	7,498,869
As at 31 March 2024		487,942,699	-	9,261,308	-	(11,393,593)	(266,757,265)	219,053,149

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
Cash flows (used in)/from operating activities				
Loss before taxation	(85,473,051)	(82,698,252)	<u>(132,270,357)</u>	(2,897,948)
Adjustments for:-				
Depreciation of property, plant and equipment	9,210,708	10,200,064	60,087	59,082
Depreciation of right-of-use assets	2,650,612	1,926,594	-	59,558
Gain on disposal of property, plant and equipment	-	-	(12,499)	-
Written off of property, plant and equipment	243,637	135,014	234,206	-
Capital reduction in a subsidiary	-	-	189,900,000	-
Fair value loss on investment in quoted shares	36,863,525	3,540,369	<u>35,052,045</u>	-
Inventories written down	-	19,295,338	-	-
Impairment loss on:				
- receivables	81,614	329,653	-	-
- investment in associates	1,348,965	7,789,392	-	-
- property, plant and equipment	34,893,258	15,065,935	-	-
Reversal of impairment loss on:				
- receivables	(10,481)	(123,335)	-	-
- investment in associates	(3,070,484)	(903,767)	-	-
- investment in subsidiaries	-	-	(46,824,262)	-
- property, plant and equipment	(1,580)	(20,883)	-	-
Loss on strike off of a subsidiary	-	-	-	1
Gain on derecognition of investment in associates	(10,005,584)	-	-	-
Gain on disposal of investment in unquoted shares	(103,736)	-	-	-
Distribution income on money market instruments	(136,092)	(105,451)	(136,092)	(105,451)
Interest income	(692,180)	(1,641,365)	(675,414)	(1,551,040)
Interest expenses	1,420,957	3,670,828	739,863	2,863,630
Share-based payment under ESOS	477,642	300,932	101,907	-
Share of result of associates	13,080,253	2,752,355	-	-
Loss on dilution of interest in associates	-	6,101,343	-	-
Unrealised (gain)/loss on foreign exchange, net	<u>(657,936)</u>	<u>1,024,461</u>	<u>(653,371)</u>	<u>992,744</u>
Operating profit/(loss) before working capital changes carried forward	120,047	(13,360,775)	45,516,113	(579,424)

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2024 (cont'd)

6. LOSS BEFORE TAXATION

Loss before taxation is arrived at after charging/(crediting):-

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
Auditors' remuneration:				
- statutory audit				
- current year	265,000	148,000	160,000	31,000
- under provision prior year	32,000	7,100	32,000	-
- non-statutory audit	39,000	5,000	39,000	5,000
Depreciation of property, plant and equipment	9,210,708	10,200,064	60,087	59,082
Depreciation of right-of-use assets	2,650,612	1,926,594	-	59,558
Gain on disposal of property, plant and equipment	-	-	(12,499)	-
Written off of property, plant and equipment	243,637	135,014	234,206	-
Capital reduction in a subsidiary	-	-	189,900,000	-
Fair value loss on investment in quoted shares	36,863,525	3,540,369	35,052,045	-
Inventories written down	-	19,295,338	-	-
Impairment loss:				
- receivables	81,614	329,653	-	-
- property, plant and equipment	34,893,258	15,065,935	-	-
- investment in associates	1,348,965	7,789,392	-	-
Reversal of impairment loss:				
- receivables	(10,481)	(123,335)	-	-
- investment in associates	(3,070,484)	(903,767)	-	-
- investment in subsidiaries	-	-	(46,824,262)	-
- property, plant and equipment	(1,580)	(20,883)	-	-
Loss on strike off of a subsidiary	-	-	-	1
Gain on disposal of investment in unquoted shares	(103,736)	-	-	-
Interest expenses on:				
- bank overdraft	499	17,671	-	-
- lease liabilities	380,544	346,662	7,838	3,027
- term loans and revolving credit	1,039,914	3,253,336	732,025	2,860,603
- others	-	53,159	-	-
Interest income from:				
- banks	(683,789)	(1,627,755)	(674,584)	(1,252,211)
- non banks	(8,391)	(13,610)	(830)	(298,829)
Distribution income on money market instruments	(136,092)	(105,451)	(136,092)	(105,451)
Gain on derecognition of investment in associates	(10,005,584)	-	-	-
Loss on dilution of interest in associates	-	6,101,343	-	-

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2024 (cont'd)

7. TAXATION

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
Current tax:-				
Malaysian income tax				
- Current year	87,168	15,308	79,817	-
- Under provision in prior financial year	254,693	31,603	254,693	31,603
Total taxation recognised in profit or loss	<u>341,861</u>	<u>46,911</u>	<u>334,510</u>	<u>31,603</u>

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% (2023: 24%) of the estimated assessable profit for the financial year.

The reconciliation of the tax amount at statutory income tax rate to the Group's and the Company's tax expense are as follows:-

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
Loss before taxation	<u>(85,473,051)</u>	<u>(82,698,252)</u>	<u>(132,270,357)</u>	<u>(2,897,948)</u>
Tax at the Malaysian statutory income tax rate of 24% (2023: 24%)	(20,513,532)	(19,847,580)	<u>(31,744,886)</u>	(695,508)
Non-deductible expenses	15,409,282	15,424,210	<u>54,964,605</u>	775,785
Non-taxable income	(3,665,427)	(4,013,778)	(23,145,360)	(29,040)
Deferred tax assets not recognised during the financial year	5,717,584	7,843,128	5,458	-
Utilisation of deferred tax not recognised previously	-	(51,237)	-	(51,237)
Effect of share of results of associates	3,139,261	660,565	-	-
Under provision of income tax in prior financial year	254,693	31,603	254,693	31,603
Total taxation recognised in profit or loss	<u>341,861</u>	<u>46,911</u>	<u>334,510</u>	<u>31,603</u>

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2024 (cont'd)

21. OTHER RESERVES

		Group		Company	
	Note	2024 RM	2023 RM	2024 RM	2023 RM
Warrants reserve	21.1	9,261,847	9,261,382	9,261,308	9,261,308
Revaluation reserve	21.2	1,187,903	5,629,614	-	-
Translation reserve	21.3	(9,371)	1,191,229	-	-
Share option reserve	21.4	-	35,430	-	-
Fair value adjustment reserve	21.5	(11,393,593)	-	<u>(11,393,593)</u>	-
		<u>(953,214)</u>	<u>16,117,655</u>	<u>(2,132,285)</u>	<u>9,261,308</u>

21.1 Warrants reserve

Included in the the warrants reserve mainly are is in respect of the Company's Warrants C, which was listed on 22 May 2020.

The main features of the Warrants C are as follow:-

	Tenure year	Issued date	Expiry date	Exercise price
Warrants C	<u>5</u>	<u>22-May-20</u>	<u>17-May-25</u>	<u>RM 1.05</u>

On 12 January 2024, the exercise price of the Warrants C was adjusted from RM0.035 to RM1.05 after the share consolidation as disclosed in Note 20 to the Financial Statements, on the basis of 30 ordinary shares into 1 ordinary share.

The movement of the Warrants during the financial year are as follows:-

Number of Warrants over ordinary shares				
	As at 01.04.2023	Issued	Converted	Share consolidation
Warrants C	<u>469,053,650</u>	<u>-</u>	<u>-</u>	<u>(453,419,394)</u>
				<u>15,634,256</u>

	As at 01.04.2022	Issued	Converted	Share consolidation
Warrants C	<u>469,053,650</u>	<u>-</u>	<u>-</u>	<u>-</u>
				<u>469,053,650</u>

21.2 Revaluation reserve

Revaluation reserves represents the surplus on revaluation of the Group's interest in freehold lands, leasehold lands, and buildings, net of tax, and share of associates' revaluation reserve, and are not available for distribution to the shareholders by way of dividends.