



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

**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, which was issued to the shareholders and submitted to Bursa Malaysia Securities Berhad on 31 July 2024.

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

	<b>Details of Sections</b>	<b>Page No. in the Annual Report 2024</b>
1.	Notes to the Financial Statements <ul style="list-style-type: none"><li>Item 6 – Loss Before Taxation</li><li>Item 32 – Significant Events Subsequent to the end of the Financial Year</li><li>Item 34 – Segment Information (operating segments)</li></ul>	Pages 93 to 94 Page 147  Page 150

Save for the abovesaid amendments, the other details and information contained in the Annual Report 2024 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: 8 August 2024

## 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	46,445,638	-
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)

## 6. LOSS BEFORE TAXATION

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

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
Net (gain)/loss on foreign exchange:				
- realised	(289,478)	(32,008)	(220)	(45,190)
- unrealised	(657,936)	1,024,461	(653,371)	992,744
Personnel expenses (including key management personnel) (Note 6(a))				
- fees, salaries, bonuses and allowances	9,076,180	13,708,367	990,750	902,830
- contribution to defined contribution plan	950,776	1,449,575	123,835	110,291
Lease expenses relating to short-term leases				
- premises	88,807	207,726	83,307	59,426
- equipments	826,800	270,757	-	-
Rental income	<u>(599,500)</u>	(639,376)	-	-
Share-based payment under ESOS	<u>477,642</u>	<u>300,932</u>	<u>101,907</u>	<u>-</u>

- (a) Included in personnel expenses are the aggregate amounts of remuneration received and receivable by the directors of the Group and of the Company during the financial year as follows:-

	Group		Company	
	2024 RM	2023 RM	2024 RM	2023 RM
<u>Directors of the Company</u>				
(i) Executive directors:				
- Salaries, bonuses and allowances	609,873	718,166	163,500	150,000
- Defined contribution plan	73,500	86,268	19,620	18,000
- Estimated monetary value of benefits-in-kind	32,000	39,200	-	7,200
	<u>715,373</u>	<u>843,634</u>	<u>183,120</u>	<u>175,200</u>
(ii) Non-executive directors:				
- Fees	<u>191,500</u>	<u>156,000</u>	<u>191,500</u>	<u>156,000</u>
<u>Directors of the subsidiaries</u>				
- Salaries, bonuses and allowances	60,000	67,500	-	-
- Defined contribution plan	7,800	8,460	-	-
- Estimated monetary value of benefits-in-kind	17,400	17,400	-	-
	<u>85,200</u>	<u>93,360</u>	<u>-</u>	<u>-</u>
	<u>992,073</u>	<u>1,092,994</u>	<u>374,620</u>	<u>331,200</u>

## NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2024 (cont'd)

### 31. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

On 31 October 2023, TA Securities Holdings Berhad ("TA Securities"), on behalf of the Company announced that the Company proposes to undertake the following:

- (i) proposed consolidation of every 30 existing ordinary shares in the Company ("ATS Shares") held by the shareholders of the Company on an entitlement date to be determined and announced later, into 1 ATS Share ("Proposed Share Consolidation"); and
- (ii) proposed reduction of the issued share capital of the Company by RM260 million pursuant to Section 116 of the Companies Act 2016 ("Proposed Share Capital Reduction").

Bursa Securities had, vide its letter dated 23 November 2023, approved the following:

- (i) Proposed Share Consolidation;
- (ii) Listing and quotation of up to 241,838,584 Consolidated Shares (assuming all of the 469,053,650 outstanding Warrants C are exercised into new ATS Shares prior to the implementation of the Proposed Share Consolidation); and
- (iii) Listing and quotation of up to 15,635,121 Consolidated Warrants C (assuming none of the 469,053,650 outstanding Warrants C are exercised prior to the implementation of the Proposed Share Consolidation).

The Proposed Share Consolidation and the Proposed Share Capital Reduction approved by the shareholders at an extraordinary general meeting convened on 22 December 2023.

On 12 January 2024, TA Securities, on behalf of the Company announced that the Share Consolidation has been completed following the listing and quotation of 226,192,659 Consolidated Shares and 15,634,256 Consolidated Warrants C on the ACE Market of Bursa Securities.

### 32. SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

- (a) Subsequent to the significant event stated in **Note 31**, TA Securities has on 9 April 2024, announced that an office copy of the sealed order of the Court confirming the Share Capital Reduction has been lodged with the Companies Commission of Malaysia. Pursuant thereto, the Share Capital Reduction of the Company shall therefore take effect and be deemed completed on 9 April 2024.
- (b) Subsequent to the financial year, the Group has initiated an internal reorganisation plan involving transferring of selected assets and liabilities between the group of subsidiaries. Upon completion of the internal reorganisation, **the glove segment of the Group will be consolidated together with the renewable energy and property segment of the Group**, marking the Group ceased its glove-making operation in ATGE and will continue to evaluate various options on the future direction of the glove business and utilisation of glove assets, including leasing the glove-making facilities for rental incomes.
- (c) On 17 April 2024, the Company entered into a conditional Share Sale Agreement ("SSA") with 2 individuals for the proposed disposal of the entire 100,000 ordinary shares in AT Glove Engineering Sdn Bhd ("ATGE"), a subsidiary of the Company, for a consideration of RM2. The proposed disposal is not expected to have material impact to the Group.

## NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2024 (cont'd)

## 34. SEGMENT INFORMATION (CONT'D)

## (a) Operating segments (cont'd)

	Fabrication and automation RM	Renewable energy and property RM	Gloves RM	Others RM	Adjustments and eliminations RM	Total RM
<b>2024</b>						
<b>Revenue</b>						
External revenue	30,236,895	720,246	1,627,422	-	-	32,584,563
Inter-segment revenue	-	-	-	-	-	-
Total revenue	30,236,895	720,246	1,627,422	-	-	32,584,563
<b>Results</b>						
Interest income	16,697	-	69	675,414	-	692,180
Finance costs	(657,413)	-	(23,681)	(739,863)	-	(1,420,957)
Share of result in associates	-	-	-	(13,080,253)	-	(13,080,253)
Segment (loss)/profit	(7,626,840)	611,367	(39,417,160)	(39,382,279)	-	(85,814,912)
Other material non-cash items:						
- Depreciation of property, plant and equipment	(2,562,997)	(455,853)	(6,131,771)	(60,087)	-	(9,210,708)
- Depreciation of right-of-use assets	(2,427,579)	(77,900)	(145,133)	-	-	(2,650,612)
- Unrealised gain on foreign exchange, net	5,359	-	(794)	653,371	-	657,936
- Fair value loss on investment in quoted shares	(1,811,480)	-	-	(35,052,045)	-	(36,863,525)
- Gain on derecognition of investment in associates	-	-	-	10,005,584	-	10,005,584
- Reversal of impairment loss on receivables	10,481	-	-	-	-	10,481
- Reversal of impairment loss on:						
Investment in associate	3,070,484	-	-	-	-	-
Property, plant and equipment	1,580	-	-	-	-	1,580