

Sports Toto Berhad

Company Registration No. : 196901000688 (9109-K)

Date: 21 February 2025

Subject: **UNAUDITED (Q2) INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2024**

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SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

**UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Group	
	31-12-2024	(Audited) 30-6-2024
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	578,938	614,201
Right-of-use assets	213,727	220,690
Other investments	145,021	139,156
Investment properties	133,133	121,356
Investment in associated companies	131,415	132,255
Deferred tax assets	44,688	35,470
Retirement benefit assets	34,828	37,218
Intangible assets	717,697	730,209
	<u>1,999,447</u>	<u>2,030,555</u>
Current assets		
Inventories	688,222	531,509
Receivables	713,846	621,617
Contract assets	8,020	8,493
Tax recoverable	6,845	25,486
Deposits, cash and bank balances	605,843	742,764
	<u>2,022,776</u>	<u>1,929,869</u>
TOTAL ASSETS	<u>4,022,223</u>	<u>3,960,424</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	135,103	135,103
Reserves	284,319	359,898
Retained earnings	700,514	663,417
Equity funds	<u>1,119,936</u>	<u>1,158,418</u>
Less : Treasury shares	(7,470)	(2,568)
Net equity funds	<u>1,112,466</u>	<u>1,155,850</u>
Non-controlling interests	68,350	70,409
Total equity	<u>1,180,816</u>	<u>1,226,259</u>
Non-current liabilities		
Retirement benefit obligations	350	351
Borrowings	790,848	788,013
Deferred tax liabilities	52,748	55,957
Lease liabilities	186,329	187,586
Other long term liabilities	43,955	49,321
	<u>1,074,230</u>	<u>1,081,228</u>
Current liabilities		
Provisions	2,912	2,137
Borrowings	756,856	654,635
Payables	654,298	627,435
Contract liabilities	261,680	299,299
Lease liabilities	23,316	30,803
Tax payable	68,115	38,628
	<u>1,767,177</u>	<u>1,652,937</u>
Total liabilities	<u>2,841,407</u>	<u>2,734,165</u>
TOTAL EQUITY AND LIABILITIES	<u>4,022,223</u>	<u>3,960,424</u>
Net assets per share (RM)	0.83	0.86

Note:

The net assets per share is calculated based on the following:

Net equity funds divided by the number of shares in issue with voting rights.

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Current Interim Period			Cumulative Period		
	3-Month 1-10-2024 to 31-12-2024 RM'000	3-Month 1-10-2023 to 31-12-2023 RM'000	+/-> %	6-Month 1-7-2024 to 31-12-2024 RM'000	6-Month 1-7-2023 to 31-12-2023 RM'000	+/-> %
Revenue	1,481,026	1,368,058	8.3	2,924,585	2,962,935	(1.3)
Profit from operations	93,850	64,152	46.3	173,422	167,090	3.8
Investment related income	11,427	7,794	46.6	19,645	15,275	28.6
Investment related expenses	(249)	-	100.0	(501)	-	100.0
Finance costs	(22,838)	(24,783)	(7.8)	(44,843)	(50,154)	(10.6)
Share of results of associated companies	451	952	(52.6)	3,353	5,708	(41.3)
Profit before tax	82,641	48,115	71.8	151,076	137,919	9.5
Taxation	(33,851)	(25,407)	33.2	(61,792)	(54,228)	13.9
Profit for the period	48,790	22,708	114.9	89,284	83,691	6.7
Profit attributable to:						
Owners of the parent	49,673	24,217	105.1	91,010	84,382	7.9
Non-controlling interests	(883)	(1,509)	(41.5)	(1,726)	(691)	149.8
	48,790	22,708	114.9	89,284	83,691	6.7
Earnings per share (sen)						
Attributable to owners of the parent						
- Basic	3.68	1.83		6.75	6.36	
Dividend per share (sen)						
- First interim - cash dividend	-	-		2.0	-	
- First interim - share dividend	-	-		-	3.0	
- Second interim - cash dividend	2.0	2.0		2.0	2.0	

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SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

**UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Current Interim Period			Cumulative Period		
	3-Month 1-10-2024 to 31-12-2024 RM'000	3-Month 1-10-2023 to 31-12-2023 RM'000	+/<-> %	6-Month 1-7-2024 to 31-12-2024 RM'000	6-Month 1-7-2023 to 31-12-2023 RM'000	+/<-> %
Profit for the period	48,790	22,708	114.9	89,284	83,691	6.7
Other comprehensive items:						
<u>Items that may be reclassified subsequently to profit or loss</u>						
Foreign currency translation	54,326	(46)	N/A	(67,495)	(21,280)	217.2
Share of an associated company's currency translation differences	617	16	3,756.3	(167)	817	N/A
<u>Item that will not be reclassified subsequently to profit or loss</u>						
Net changes in fair value of investments classified as fair value through other comprehensive income ("FVTOCI")	(4,499)	(2,135)	110.7	(8,250)	718	N/A
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	99,234	20,543	383.1	13,372	63,946	(79.1)
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:						
Owners of the parent	105,036	19,411	441.1	15,431	64,788	(76.2)
Non-controlling interests	(5,802)	1,132	N/A	(2,059)	(842)	144.5
	99,234	20,543	383.1	13,372	63,946	(79.1)

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent									
	Non-distributable						Distributable			
	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserve RM'000	FVTOCI reserve RM'000	Capital reserve RM'000	Consolidation reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
As at 1 July 2024	135,103	(2,568)	167,264	(28,116)	285,306	(64,556)	663,417	1,155,850	70,409	1,226,259
Profit for the period	-	-	-	-	-	-	91,010	91,010	(1,726)	89,284
Other comprehensive income for the period	-	-	(67,378)	(8,201)	-	-	-	(75,579)	(333)	(75,912)
Total comprehensive income for the period	-	-	(67,378)	(8,201)	-	-	91,010	15,431	(2,059)	13,372
Transactions with owners:										
Dividends	-	-	-	-	-	-	(53,913)	(53,913)	-	(53,913)
Purchase of treasury shares	-	(4,902)	-	-	-	-	-	(4,902)	-	(4,902)
	-	(4,902)	-	-	-	-	(53,913)	(58,815)	-	(58,815)
As at 31 December 2024	135,103	(7,470)	99,886	(36,317)	285,306	(64,556)	700,514	1,112,466	68,350	1,180,816
As at 1 July 2023	135,103	(15,864)	177,710	(33,687)	285,306	(64,556)	588,097	1,072,109	70,925	1,143,034
Profit for the period	-	-	-	-	-	-	84,382	84,382	(691)	83,691
Other comprehensive income for the period	-	-	(20,399)	805	-	-	-	(19,594)	(151)	(19,745)
Total comprehensive income for the period	-	-	(20,399)	805	-	-	84,382	64,788	(842)	63,946
Effects arising from disposal of investments at FVTOCI	-	-	-	(980)	-	-	980	-	-	-
Transactions with owners:										
Dividends	-	-	-	-	-	-	(72,666)	(72,666)	-	(72,666)
Purchase of treasury shares	-	(26,252)	-	-	-	-	-	(26,252)	-	(26,252)
	-	(26,252)	-	-	-	-	(72,666)	(98,918)	-	(98,918)
As at 31 December 2023	135,103	(42,116)	157,311	(33,862)	285,306	(64,556)	600,793	1,037,979	70,083	1,108,062

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD

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UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	6-Month Financial period ended 31-12-2024 RM'000	6-Month Financial period ended 31-12-2023 RM'000
OPERATING ACTIVITIES		
Receipts from customers	3,092,786	3,085,548
Payments to prize winners, suppliers, duties, taxes and other operating expenses	(3,092,132)	(3,017,456)
Other receipts	626	185
Net cash generated from operating activities	1,280	68,277
INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	229	86
Proceeds from disposal of long term investments	-	15,732
Partial payment for acquisition of subsidiary companies	(3,928)	(3,722)
Acquisition of investment in an associated company	(1,313)	-
Acquisition of investment property	(13,388)	-
Acquisition of property, plant and equipment	(21,858)	(13,604)
Acquisition of long term investments	(17,727)	(15,331)
Payment for other intangible assets	-	(712)
Dividend received	357	736
Interest received	15,901	5,694
Net repayment from associated companies of a foreign subsidiary company	347	331
Other (payments)/receipts arising from investments	(80,224)	328
Net cash used in investing activities	(121,604)	(10,462)
FINANCING ACTIVITIES		
Treasury shares acquired	(4,902)	(26,252)
Issuance of medium term notes	30,000	-
Repayment of medium term notes	(30,000)	-
Drawdown of borrowings	156,335	13,199
Repayment of borrowings	(15,409)	(14,105)
Payment of hire purchase liabilities	(138)	(150)
Payment of lease liabilities	(18,840)	(20,826)
Net advances from/(to) an associated company of foreign subsidiary companies	625	(4,346)
Dividends paid	(67,446)	(59,933)
Interest paid	(44,804)	(50,520)
Net cash generated from/(used in) financing activities	5,421	(162,933)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(114,903)	(105,118)
CASH & CASH EQUIVALENTS AT 1 JULY	742,688	632,691
Effects of exchange rate changes	(22,019)	(2,620)
CASH & CASH EQUIVALENTS AT 31 DECEMBER	605,766	524,953
	Financial period ended 31-12-2024 RM'000	Financial period ended 31-12-2023 RM'000
Cash and cash equivalents carried forward comprise the following:		
Cash and bank balances	135,397	125,048
Deposits with financial institutions	470,446	399,934
	605,843	524,982
Excluding : Cash and cash equivalents restricted for use	(77)	(29)
	605,766	524,953

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UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
NOTES TO THE INTERIM FINANCIAL REPORT

- A1 The condensed consolidated interim financial report is not audited and has been prepared in compliance with MFRS 134, Interim Financial Reporting Standards in Malaysia, International Accounting Standards 34 - Interim Financial Reporting, the Companies Act 2016 in Malaysia and applicable disclosure provision of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2024. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Group since the financial year ended 30 June 2024.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2024 except for the adoption of the new or revised standards and amendments to standards.

The Group has not early adopted new or revised standards or amendments to standards that have been issued but not yet effective for the accounting year beginning 1 July 2024.

The initial application of the MFRSs and Amendments to MFRSs, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption other than the disclosures of accounting policies in the financial statements.

- A2 The principal business operations of the Group are generally affected by overall seasonal business cycles of the countries where the Group operates.
- A3 There were no other unusual items as a result of their nature, size or incidence that had affected assets, liabilities, equity, net income or cash flows for the financial period ended 31 December 2024.

There were no changes in estimates reported in the prior financial year that had a material effect in the current financial period ended 31 December 2024.

- A4 The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during the financial period ended 31 December 2024.

The details of the share buy-back are as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
December 2024	1.45	1.51	1.49	3,291,000	4,902
TOTAL			1.49	3,291,000	4,902

The number of treasury shares held in hand as at 31 December 2024 were as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 1 July 2024	1.50	1,716,672	2,568
Increase in treasury shares	1.49	3,291,000	4,902
Total treasury shares as at 31 December 2024	1.49	5,007,672	7,470

As at 31 December 2024, the number of outstanding shares in issue with voting rights was 1,346,022,400 ordinary shares (31 December 2023 : 1,322,879,370 ordinary shares).

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UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
NOTES TO THE INTERIM FINANCIAL REPORT

- A4 Subsequent to the financial period ended 31 December 2024 and up to 19 February 2025, the Company bought back additional shares with details as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
January 2025	1.49	1.60	1.55	9,932,000	15,405
February 2025	1.55	1.60	1.59	2,590,000	4,107
TOTAL			1.56	12,522,000	19,512

The number of treasury shares held in hand as at 19 February 2025 were as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 31 December 2024	1.49	5,007,672	7,470
Increase in treasury shares	1.56	12,522,000	19,512
Total treasury shares as at 19 February 2025	1.54	17,529,672	26,982

The number of outstanding shares in issue with voting rights as at the 19 February 2025 is 1,333,500,400 ordinary shares.

- A5 During the current period ended 31 December 2024 and up to the date of this report, the Company paid the following dividends:
- third interim dividend on 19 July 2024, in respect of financial year ended 30 June 2024, of 3.0 sen per share on 1,349,313,400 ordinary shares with voting rights amounting to RM40.48 million;
 - fourth interim dividend on 18 October 2024, in respect of financial year ended 30 June 2024, of 2.0 sen per share on 1,349,313,400 ordinary shares with voting rights amounting to RM26.99 million; and
 - first interim dividend on 17 January 2025, in respect of financial year ending 30 June 2025, of 2.0 sen per share on 1,346,372,400 ordinary shares with voting rights amounting to RM26.92 million.

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UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
NOTES TO THE INTERIM FINANCIAL REPORT

A6 Segmental revenue and results for the current financial period ended 31 December 2024 were as follows:

REVENUE

	External	Inter- segment	Total
	RM'000	RM'000	RM'000
Toto betting	1,432,995	-	1,432,995
Motor dealership	1,440,051	204	1,440,255
Others	51,539	9,027	60,566
Elimination : Intersegment Revenue	-	(9,231)	(9,231)
	<u>2,924,585</u>	<u>-</u>	<u>2,924,585</u>

RESULTS

	Total RM'000
Toto betting	197,895
Motor dealership	(8,264)
Others	<u>(9,575)</u>
	180,056
Unallocated corporate expenses	<u>(6,634)</u>
Profit from operations	173,422
Interest income	19,288
Investment related income (other than interest income)	357
Investment related expenses	(501)
Finance costs	(44,843)
Share of results of associated companies	<u>3,353</u>
Profit before tax	151,076
Taxation	<u>(61,792)</u>
Profit for the period	<u>89,284</u>

A7 There were no significant events subsequent to the end of this current quarter that have not been reflected in the financial statements for the current period under review.

A8 There were no changes in the composition of the Group for the current period ended 31 December 2024 up to the date of this report including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations other than as disclosed below:

(a) Sports Toto Fitness Sdn Bhd, a wholly-owned subsidiary company of the Group was dissolved on 2 September 2024.

A9 There were no significant changes in contingent liabilities since the last annual reporting date as at 30 June 2024.

A10 There were no material changes in capital commitments since the last annual reporting date as at 30 June 2024.

SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

**UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD**

B1 The Group's core business is in the number forecast operation ("NFO") which includes toto betting and other related ancillary businesses. The Group also has strategic investments in auto retailing and provision of aftersales services and hospitality sector. The key factors (other than general economic conditions) affecting the performance of the operations of the core business in the Group are disposable income of the general public, Jackpot cycles, luck factor, illegal gaming operations and the number of draws in the current period whilst auto retailing business is affected by the automotive trend, supply chain in prestige and specialist cars in the United Kingdom ("UK").

Review of Results for the Current Quarter Vs Same Quarter of Previous Year

The summary results of the Group are as follows:

	3-Month		+/-<-> %
	1-10-2024 to 31-12-2024 RM'000	1-10-2023 to 31-12-2023 RM'000	
Revenue	<u>1,481,026</u>	<u>1,368,058</u>	8.3
Profit from operations	<u>93,850</u>	<u>64,152</u>	46.3
Profit before tax	<u>82,641</u>	<u>48,115</u>	71.8

The Group achieved 8.3% revenue growth and a 71.8% rise in pre-tax profit compared to the corresponding quarter of the previous year. This commendable performance was primarily driven by the results of STM Lottery Sdn Bhd ("STM Lottery") and H.R. Owen Plc (H.R. Owen), as further explained in the ensuing paragraphs.

For the current quarter ended 31 December 2024, STM Lottery achieved a revenue growth of 6.1% compared to the corresponding quarter of the previous year, primarily driven by improvement in average sales per draw and higher accumulated jackpot prizes in Lotto games, despite having a lower number of draws in the current quarter under review (41 draws versus 42 draws). The pre-tax profit increased by 31.5% primarily attributed to a combination of higher sales and lower prize payout in the current quarter under review.

H.R. Owen's revenue increased by 9.4% for the current quarter as compared to the corresponding quarter of last year. The sales growth was primarily driven by a positive demand within the used car sector, reflecting the mix of sales volume and increased average selling price. The improved sales was also contributed by new marque, Lotus which is now represented by the company. It reported a pre-tax loss of RM7.8 million as compared to a loss of RM15.8 million in the last year same quarter. The drop in losses reflects revenue growth amidst the challenging economic environment in the UK.

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ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD****B2 For the 6-month Period ended 31 December 2024**

	6-Month		+/<-> %
	1-7-2024 to 31-12-2024 RM'000	1-7-2023 to 31-12-2023 RM'000	
Revenue	<u>2,924,585</u>	<u>2,962,935</u>	(1.3)
Profit from operations	<u>173,422</u>	<u>167,090</u>	3.8
Profit before tax	<u>151,076</u>	<u>137,919</u>	9.5

As compared to the previous year corresponding period, the Group's revenue for the 6-month period ended 31 December 2024 was lower by 1.3%. This was mainly attributed to lower sales recorded by STM Lottery and H.R. Owen. Despite the drop in revenue, the Group reported a 9.5% increase in pre-tax profit for the current period under review, mainly driven by improved results from STM Lottery.

During the current period under review, STM Lottery reported a slight decline in revenue of 1.9% mainly due to lower number of draws conducted (81 draws versus 84 draws in the previous year corresponding period). Despite the drop in revenue, pre-tax profit increased by 10.5% mainly attributed to lower prize payout.

H.R. Owen reported an increase in revenue of 2.4% as compared to the previous year corresponding period, with positive demand within the used car sector alongside mix of sales volume and increased average selling price. In addition, the Lotus brand with its commencement of deliveries during the current reporting period has also contributed to the increase in revenue. However, with the unfavourable foreign exchange effect, it reported a marginal drop in revenue of 0.5% when converted into Ringgit Malaysia, being the reporting currency of the Group. H.R. Owen reported a higher pre-tax loss of RM19.3 million as compared to a pre-tax loss of RM15.5 million in the previous year corresponding period, resulted from higher operating expenses incurred associated with the additional new marque, as well as softer new car sales due to under performance of certain existing brands represented.

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ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD****B2 Review of 2nd Quarter's Results Vs 1st Quarter's Results of financial year ending 30 June 2025**

	3-month		
	1-7-2024 to	1-7-2024	
	31-12-2024	30-9-2024	+/<->
	RM'000	RM'000	%
Revenue	<u>1,481,026</u>	<u>1,443,559</u>	2.6
Profit from operations	<u>93,850</u>	<u>79,572</u>	17.9
Profit before tax	<u>82,641</u>	<u>68,435</u>	20.8

The Group reported a 2.6% increase in revenue and a 20.8% rise in pre-tax profit compared to the preceding quarter. The growth in revenue was primarily attributed to higher sales from STM Lottery, partially offset by a decline in revenue from H.R. Owen. The improved pre-tax profit was contributed by better performance from both STM Lottery and H.R. Owen as explained in the ensuing paragraphs.

As compared to the preceding quarter, STM Lottery registered 10.5% increase in revenue, driven by higher accumulated jackpot prizes coupled with an additional draw in the current quarter under review. Pre-tax profit rose by 18.2% reflecting the stronger revenue performance as well as lower prize payout.

H.R. Owen reported a drop in revenue of 6.2% mainly due to lower sales from the used car sector. Despite the drop in sales, it reported a lower pre-tax loss of RM7.8 million as compared to RM11.5 million pre-tax loss registered in the preceding quarter, mainly attributed to the higher profit margin earned from new car launches.

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**UNAUDITED (Q2) INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2024
ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD****B3 Future Prospects**

The Directors remain cautiously optimistic that the Group's business will remain steadfast. In regard of closure of legal NFO outlets in the two Northern states (Kedah and Perlis), we are hopeful that the legal due process will prevail, thus allowing STM Lottery to re-establish its presence in these states. Nevertheless, the NFO business is expected to continue delivering growth, in line with the ongoing popularity of our Lotto and Digit games to achieve commendable results.

Despite the prevailing uncertainties and global economy headwinds including trade policies impact, inflationary trends and regional growth disparities, the Directors are of the view that the Group's business will grow steadily and maintain positive outlook for the remaining quarters of financial year ending 30 June 2025.

B4 There was no profit forecast or profit guarantee given by the Group for financial period ended 31 December 2024.

B5 Taxation

	Current quarter RM'000	6-month Period ended 31 December 2024 RM'000
<u>Based on the results for the current quarter/period</u>		
- Malaysian income tax	36,867	67,763
- Foreign country income tax	2,099	3,433
Deferred tax		
- Origination and reversal of temporary differences	(5,115)	(9,404)
	<u>33,851</u>	<u>61,792</u>

The disproportionate tax charge of the Group for the current quarter and 6-month period ended 31 December 2024 was mainly due to certain expenses being disallowed for taxation purposes and profits in certain subsidiary companies are separately assessed for tax and not relieved by losses in other companies within the Group.

B6 There were no corporate proposals announced but not completed as at the date of this announcement.

SPORTS TOTO BERHAD

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OF BURSA MALAYSIA SECURITIES BERHAD**

B7 The Group's borrowings as at 31 December 2024 were as follows:

	Foreign currency amount '000	At end of current period RM'000
<u>Secured</u>		
<u>Long term borrowings</u>		
Medium Term Notes - Denominated in Ringgit Malaysia		599,379
Term loans - Denominated in Great Britain Pound	25,210 *	141,249
Revolving credit - Denominated in Ringgit Malaysia		50,000
Hire purchase payable - Denominated in Ringgit Malaysia		220
Total long term borrowings		<u>790,848</u>
<u>Short term borrowings</u>		
Medium Term Notes - Denominated in Ringgit Malaysia		200,000
Revolving credit - Denominated in Ringgit Malaysia		25,000
Term loan - Denominated in Philippine Peso	60,000 *	4,625
Term loan - Denominated in Great Britain Pound	1,841 *	10,315
Vehicle stocking loans - Denominated in Great Britain Pound	92,216 *	516,661
Hire purchase payable - Denominated in Ringgit Malaysia		255
Total short term borrowings		<u>756,856</u>
Total borrowings		<u><u>1,547,704</u></u>

* Converted at the respective exchange rates prevailing as at 31 December 2024

B8 There is no pending material litigation since the last annual reporting date up to the date of this announcement.

B9 The Board has declared a second interim dividend of 2.0 sen per share (Financial year 2024 : second interim dividend of 2.0 sen per share) in respect of financial year ending 30 June 2025 and payable on 18 April 2025. The entitlement date has been fixed on 28 March 2025.

Based on 1.33 billion fully paid ordinary shares in issue and with voting rights as at 19 February 2025, the second interim dividend distribution for the financial year ending 30 June 2025 will amount to RM26.7 million. With this, the total dividend distribution for the financial period ended 31 December 2024 is approximately RM53.7 million.

SPORTS TOTO BERHAD

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B10 The earnings per share is calculated by dividing profit attributable to owners of the parent of the Company by the weighted average number of ordinary shares with voting rights as follows:

	Group	
	<u>3-month</u> <u>period</u>	<u>3-month</u> <u>period</u>
	1-10-2024 to 31-12-2024	1-10-2023 to 31-12-2023
Profit attributable to owners of the parent (RM'000)	49,673	24,217
Weighted average number of shares with voting rights ('000)	1,348,778	1,323,125
Basic earnings per share (sen)	3.68	1.83

	Group	
	<u>6-month</u> <u>period</u>	<u>6-month</u> <u>period</u>
	1-7-2024 to 31-12-2024	1-7-2023 to 31-12-2023
Profit attributable to owners of the parent (RM'000)	91,010	84,382
Weighted average number of shares with voting rights ('000)	1,349,046	1,327,571
Basic earnings per share (sen)	6.75	6.36

Diluted earnings per share is the same as basic earnings per share as there were no potentially dilutive ordinary shares during the current quarter and period ended 31 December 2024.

B11 Profit before tax is stated after charging/(crediting):

	Current quarter RM'000	Financial period ended 31 December 2024 RM'000
Interest income	(11,194)	(19,288)
Dividend income	(233)	(357)
Other income excluding dividend and interest income	(1,154)	(3,361)
Depreciation of property, plant and equipment	11,061	22,294
Depreciation of right-of-use assets	9,202	18,324
Amortisation of intangible assets	485	1,011
Foreign exchange gain (net)	1,797	618
Reversal of allowance for impairment on receivables (net)	(312)	(199)
Reversal for write down of inventories (net)	(391)	(3,496)