

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2025

	UNAUDITED AS AT 31/05/2025 RM'000	AUDITED AS AT 31/05/2024 RM'000
ASSETS		
Non-current assets		
Investments (Note 1)	379,724	513,359
Current assets		
Other receivables, deposit and prepayments	2,115	2,026
Current tax assets	788	628
Fixed deposits with licensed institutions	118,373	71,716
Bank balance	14,389	15,979
	135,665	90,349
TOTAL ASSETS	515,389	603,708
EQUITY AND LIABILITIES		
Equity		
Share capital	143,026	140,000
Fair value reserves	88,952	210,497
Retained profits	282,747	252,639
Total equity attributable to owners of the Company	514,725	603,136
Current liabilities		
Other payables and accruals	664	572
TOTAL LIABILITIES	664	572
TOTAL EQUITY AND LIABILITIES	515,389	603,708
Net asset value per share (RM) (Note 2)	3.65	4.31

Notes:-

- Investments shown here as at 31 May 2025 are taken at market value.
- The net asset value per share of the Company is calculated based on the net assets at the end of the reporting period of RM514,725,005 (31.05.2024 : RM603,135,510) divided by the number of shares in issue at the end of the reporting period of 141,036,359 (31.05.2024 : 140,000,000).

(The Condensed Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2024)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR TO DATE ENDED 31 MAY 2025

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2024 RM'000	CURRENT YEAR TO DATE 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2024 RM'000
Revenue (Note B2)	5,043	5,869	14,473	14,663
Other income	-	-	35	-
Operating expenses (Note B2)				
- Professional fees and other operating expenses	(2,545)	(2,856)	(11,307)	(10,924)
Profit before taxation	2,498	3,013	3,201	3,739
Taxation (Note B6)	(177)	(139)	(596)	(756)
Profit after taxation	2,321	2,874	2,605	2,983
Earnings per share (sen)				
- Basic (Note B11)	1.65	2.05	1.85	2.13
- Diluted (Note B11)	1.65	2.05	1.85	2.13

* 4th Quarter

** For the 12 months of the financial year

(The Condensed Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2024)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2025

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2024 RM'000	CURRENT YEAR TO DATE 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2024 RM'000
Profit for the year	2,321	2,874	2,605	2,983
Other comprehensive income/(loss):				
Items that may be recycled to Retained Profits:				
Net fair value changes in investments	7,319	64,582	(80,188)	124,024
Total comprehensive income/(loss) for the year	9,640	67,456	(77,583)	127,007

*4th Quarter

** For the 12 months of the financial year

(The Condensed Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2024)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MAY 2025

	<i>Non-distributable</i>		<i>Distributable</i>	
	Share	FVOCI	Retained	Total
	Capital	Reserve	Profits	Equity
	RM'000	RM'000	RM'000	RM'000
At 31.05.2023/ 01.06.2023	140,000	89,134	246,995	476,129
Profit after taxation	-	-	2,983	2,983
Other comprehensive income:				
-Fair value changes of equity instruments	-	124,024	-	124,024
Total comprehensive income for the year	-	124,024	2,983	127,007
Transfer to retained profits arising from disposal of investments	-	(2,661)	2,661	-
At 31.05.2024	140,000	210,497	252,639	603,136
At 31.05.2024/ 01.06.2024	140,000	210,497	252,639	603,136
Profit after taxation	-	-	2,605	2,605
Other comprehensive loss:				
-Fair value changes of equity instruments	-	(80,188)	-	(80,188)
Total comprehensive (loss)/income for the year	-	(80,188)	2,605	(77,583)
Transfer to retained profits arising from disposal of investments	-	(41,357)	41,357	-
Transactions with owners of the Company:				
-Issuance of ordinary share pursuant to Dividend Reinvestment Plan ("DRP")	3,026	-	(3,026)	-
-Interim dividend paid	-	-	(10,828)	(10,828)
	3,026	-	(13,854)	(10,828)
At 31.05.2025	143,026	88,952	282,747	514,725

(The Condensed Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2024)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2025

	12 MONTHS ENDED 31/05/2025 RM'000	12 MONTHS ENDED 31/05/2024 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	3,201	3,739
Increase in other receivables, deposit and prepayments	(89)	(34)
Increase in other payables and accruals	92	28
Proceeds from disposal of quoted investments	62,711	3,571
Purchase of quoted investments	(9,264)	(64,580)
CASH FOR OPERATIONS	56,651	(57,276)
Income tax paid	(756)	(751)
NET CASH FOR OPERATING ACTIVITIES	55,895	(58,027)
CASH FLOWS FOR INVESTING ACTIVITY		
Additions of fixed deposits with tenure more than 3 months	(46,307)	(61,627)
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from issuance of shares	3,026	-
Dividend paid	(13,854)	-
NET CASH FOR FINANCING ACTIVITIES	(10,828)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,240)	(119,654)
CASH AND CASH EQUIVALENTS AS AT 1 JUNE	26,068	145,722
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	24,828	26,068
 Cash and cash equivalents comprise the following:-		
Fixed deposits with licensed institutions	118,373	71,716
Bank balances	14,389	15,979
	132,762	87,695
Less:-		
Fixed deposits with tenure of more than 3 months	(107,934)	(61,627)
	24,828	26,068

(The Condensed Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2024)

PART A - EXPLANATORY NOTES

A1 Basis of preparation

The condensed interim financial statements, other than for financial instruments have been prepared under the historical cost convention.

This Condensed Report has also been prepared in accordance with the requirements of MFRS 134 *Interim Financial Reporting*, International Accounting Standard (IAS) 34 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2024. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the financial year ended 31 May 2024.

A2 Significant accounting policies

2.1 Changes in Accounting Policies

During the current financial year, the Company has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

Amendments to MFRS 101: Non-current Liabilities with Covenants

Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the financial statements of the Company.

The Company has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Company upon its initial application except as follows:-

MFRS 18 'Presentation and Disclosure in Financial Statements' will replace MFRS 101 'Presentation of Financial Statements' upon its adoption. This new standard sets out the new requirements for the presentation and disclosure of information in the primary financial statements and notes. The potential impact of the new standard on the financial statements of the Company has yet to be assessed.

A2 Significant accounting policies (con't)

2.2 Critical Accounting Estimates and Judgements

Key Sources of Estimation Uncertainty

Management believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year other than as disclosed below:-

(a) Impairment of Non-Trade Receivables

The loss allowances for non-trade financial assets are based on assumptions about risk of default (probability of default) and expected if a default happens (loss given default). It also requires the Company to assess whether there is a significant increase in credit risk of the non-trade financial asset at the reporting date. The Company uses judgement in making these assumptions and selecting appropriate inputs to the impairment calculation, based on the past payment trends, existing market conditions and forward-looking information. The carrying amount of other receivables as at the reporting date is disclosed in Note 6 to the financial statements.

(b) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Company recognises tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax expense and deferred tax balances in the period in which such determination is made.

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the Company's accounting policies which will have a significant effect on the amounts recognised in the financial statements.

2.3 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.

Financial Assets Through Other Comprehensive Income

The financial assets are initially measured at fair value plus transaction costs. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes taken up in other comprehensive income and accumulated in the fair value reserve, except for the recognition of impairment, interest income and foreign exchange difference of a debt instrument which are recognised directly in profit or loss. The fair value changes do not include interest and dividend income.

A2 Significant accounting policies (con't)

2.3 Financial Instruments (con't)

(b) Financial Liabilities

Financial Liabilities Through Profit or Loss

The financial liabilities are initially measured at fair value. Subsequent to the initial recognition, the financial liabilities 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 expense.

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.

2.4 Net Asset Value Per Ordinary Share

Net asset value per ordinary share is calculated by dividing the net assets by the number of ordinary shares issued at the end of the reporting period.

2.5 Revenue and Other Operating Income

(a) Dividend Income

Dividend income from investment is recognised when the right to receive dividend payment is established.

(b) Interest Income

Interest income is recognised on an accrual basis using the effective interest method.

A3 Auditors' opinion on preceding annual financial statements

The Company's Financial Statements for the financial year ended 31 May 2024 were not qualified by the auditors.

A4 Seasonality or cyclicity of operations

As the Company is a closed-end fund, it is dependent on the performance of the companies in which it has invested.

A5 Individually significant items

There are no significant items affecting the assets, liabilities, equity, net income or cash flows during the current quarter.

A6 Changes in estimates

There were no significant changes in estimates that have a material effect on the current quarter-to-date.

A7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

During the financial period to-date, the Company increased its issued and paid up share capital from RM140,000,000 as at 30 November 2024 to RM143,026,168 as at 31 May 2025 by way of issuance of 1,036,359 new ordinary shares pursuant to the dividend reinvestment plan ("DRP") at the price of RM2.92 per ordinary share.

There were no cancellations, repurchases, resale of equity securities and repayment of debt for the financial year to date.

A8 Dividend paid

On 27 September 2024, an interim dividend of RM0.1041 per ordinary share amounted to RM13,854,397 was declared, of which RM3,026,168 (21.84%) was reinvested into icapital.biz Berhad new share pursuant to its DRP while the balance RM10,828,229 was paid in cash on 4 December 2024.

A9 Segmental reporting

No segmental information is presented as the Company is a closed-end fund and operates primarily in Malaysia.

The Company's investments are managed as a portfolio of equity investments. The fund manager of the Company is responsible for allocating resources for investment in accordance with the overall investment strategies as set out in the prospectus. The fund manager assesses the performance of the investments portfolio and provides updates to the Board of Directors on the financial performance of the Company's investments.

A10 Valuations of property, plant and equipment

No valuation was carried out as the Company does not have any property, plant and equipment.

A11 Subsequent event

There were no material events subsequent to the end of the interim period reported that have not been reflected in the financial statements for the said period.

A12 Changes in the composition of the Company

There were no changes in the composition of the Company during the current quarter-to-date.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets pending as at 31 May 2025.

A14 Significant related party transactions

The Company has a related party transaction ("RPT") with Capital Dynamics Asset Management Sdn Bhd ("CDAM"), the Fund Manager of the Company.

In accordance with the requirements in the MMLR, which took effect on 27 January 2015, the provision of investment advisory services by Capital Dynamics Sdn Bhd ("CDSB") to the Fund is regarded as a RPT. CDSB is regarded as a related party because it is a person connected with Capital Dynamics Global Private Limited who is a major shareholder of CDAM.

The amounts transacted with CDAM and CDSB during the current quarter and cumulative quarter to-date are as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2025	31/05/2024	31/05/2025	31/05/2024
	RM'000	RM'000	RM'000	RM'000
Fund management fees - CDAM	966	979	4,156	3,750
Investment advisory fees - CDSB	966	979	4,156	3,750

A15 Significant events during the financial year

There has been no further development since the last Bursa announcement on 21 November 2024.

The Fund will make further announcements on the developments of the above appeals as and when is necessary.

PART B - AS REQUIRED BY THE LISTING REQUIREMENTS

B1 Statement of Investment Portfolio (Para 9.40)

	Description of Investment	Industry	Shares (unit)	Fair Value (RM)	Fair Value as a Percentage of Net Assets (%)
Long-Term Investments					
Malaysia -100%					
1	Apex Healthcare Berhad	Health Care	6,406,950	13,646,804	2.65
2	APM Automotive Holdings Berhad	Industrial Products & Services	4,697,800	16,113,454	3.13
3	Bioalpha Holdings Berhad	Consumer Products & Services	45,216,100	1,130,403	0.22
4	Bioalpha Holdings Berhad - ICPS	Consumer Products & Services	7,665,250	38,326	0.01
5	Capital A Berhad	Consumer Products & Services	43,000,000	36,550,000	7.10
6	Capital A Berhad - RCUIDS	Consumer Products & Services	986,400	858,168	0.17
7	Capital A Berhad - Warrants	Consumer Products & Services	4,880,366	976,073	0.19
8	EUPE Corporation Berhad	Property	100,000	99,500	0.02
9	Fraser & Neave Holdings Berhad	Consumer Products & Services	1,061,100	28,968,030	5.63
10	Hibiscus Petroleum Berhad	Oil & Gas Producers	9,172,080	13,024,354	2.53
11	HPMT Holdings Berhad	Industrial Products & Services	1,802,700	396,594	0.08
12	Kelington Group Berhad	Industrial Products & Services	16,579,700	57,199,965	11.11
13	Kronologi Asia Berhad	Technology	37,334,880	8,960,371	1.74
14	Kronologi Asia Berhad - Warrants	Technology	6,222,480	342,236	0.07
15	Luxchem Corporation Berhad	Industrial Products & Services	5,006,800	2,127,890	0.41
16	Oceancash Pacific Berhad	Consumer Products & Services	3,145,200	1,179,450	0.23
17	OCK Group Berhad	Telecommunications Service Providers	6,159,900	2,463,960	0.48
18	Padini Holdings Berhad	Consumer Products & Services	25,510,050	54,081,306	10.50
19	Parkson Holdings Berhad	Consumer Products & Services	22,942,298	4,244,325	0.82
20	Salutica Berhad	Consumer Products & Services	1,700,200	365,543	0.07
21	Sam Engineering & Equipment (M) Berhad	Industrial Products & Services	18,154,400	70,075,984	13.61
22	Shangri-La Hotels (M) Berhad	Consumer Products & Services	900,000	1,557,000	0.30
23	Suria Capital Holdings Berhad	Transportation & Logistics	11,894,380	19,031,008	3.70
24	Tong Herr Resources Berhad	Industrial Products & Services	1,888,100	2,699,983	0.52
25	United Plantations Berhad	Plantation	1,561,200	35,532,912	6.90
26	Unisem (M) Berhad	Technology	3,027,400	6,024,526	1.17
27	Wellcall Holdings Berhad	Industrial Products & Services	1,454,100	2,035,740	0.40
	Total Investments		288,469,834	379,723,905	73.76

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
FINANCIAL REPORT FOR THE YEAR ENDED 31 MAY 2025
NOTES TO THE FINANCIAL REPORT

B2 Review of performance (Para 9.40)

For the year ended 31 May 2025, the Company recorded a profit before tax of RM3.20 million, compared with profit before tax of RM3.74 million in the preceding year ended 31 May 2024.

As shown in the following table, the decrease of profit before tax for the year ended 31 May 2025 was mainly due to higher operating expenses.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2024 RM'000	CURRENT YEAR TO DATE 31/05/2025 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2024 RM'000
Revenue Consist of:-				
Interest income	951	782	3,344	3,939
Dividend income	4,092	5,087	11,129	10,724
	5,043	5,869	14,473	14,663
Other income	-	-	35	-
Operating Expenses Consist of:-				
Professional fees and other operating expenses	(2,545)	(2,856)	(11,307)	(10,924)
Profit before taxation	2,498	3,013	3,201	3,739
Taxation	(177)	(139)	(596)	(756)
Profit after taxation	2,321	2,874	2,605	2,983
Other comprehensive income/(loss):				
Net fair value changes in investments	7,319	64,582	(80,188)	124,024
Total comprehensive income/(loss) for the period/year	9,640	67,456	(77,583)	127,007

As the Company is a closed-end fund, a better indication of its performance would be the movement of its Net Assets Value ("NAV"). The Company's NAV decreased by 17.18% to RM514.72 million as at 31 May 2025 compared with RM603.14 million as at 31 May 2024 mainly due to decrease in net fair value changes in investments. This resulted in a decrease of NAV per share as at 31 May 2025 to RM3.65, compared with NAV per share of RM4.31 as at 31 May 2024.

	31/05/2025 RM	31/05/2024 RM
Total Net Asset Value	514,725,005	603,135,510
Net Asset Value per share	3.65	4.31
Share Price	2.52	3.16

B3 Comparison with immediate preceding quarter's results

In the fourth quarter ended 31 May 2025, the Company recorded a profit before tax of RM3.20 million, compared to RM0.70 million of profit before tax in the immediate preceding quarter. The Company's NAV per share as at 31 May 2025 was RM3.65 compared to RM3.58 in the immediate preceding quarter.

The following items are not applicable to the Company:-

- (a) Interest expense;
- (b) Depreciation and amortization;
- (c) Provision for and write off of receivables;
- (d) Provision for and write off of inventories;
- (e) Gain or loss on disposal of unquoted investments or properties;
- (f) Foreign exchange gain or loss;
- (g) Gain or loss on derivatives; and
- (h) Exceptional items (with details).

B4 Commentary by Fund Manager – Prospects Para (9.40)

For top-down/market-timing investors – please read this section.

A Multipolar World Is Urgently Needed

President Trump euphemistically called his 2 April 2025 tariffs as “Liberation Day”, which is a laugh. I call them Trump's tariff imperialism. For all intents and purposes, it is classic imperialism for the rest of the world.

The United States has been enjoying trade surplus with Brazil for 15 years (United States has a good trade surplus with Brazil, which totaled US\$7.4 billion in 2024, according to the [Office of the U.S. Trade Representative](#)) and Brazil is facing a hefty 50% tariff punishment. Why? Donald Trump demands Brazil stop the court trial of ex-President Jair Bolsonaro and wants to oust current President Lula of Brazil. The United States impoverished Vietnam with the long, unnecessary and massively costly Vietnam War. The United States never paid Vietnam any war reparations, left the country with unexploded landmines and Vietnamese still suffering from Orange Agent and Trump has the impudence to impose 20% plus 40% transshipping tariff on Vietnam. Trump's tariff imperialism was clearly exemplified by his tariff assault on China.

August will soon be here. Trump's tariff imperialism is not going according to his plan if he has one in the first instance. His tariff imperialism will be a lot more chaotic than what his administration has ever anticipated. As August approaches, America still has no trade deal with Malaysia, Japan, South Korea, Brazil, the EU, and many more countries. Meanwhile, while the US economy seems to be still expanding, early signs of tariff-induced inflation are creeping in.

A 25% tariff on Malaysia will certainly hurt the Malaysian economy, and some sectors, like our furniture exporters, will be hurt badly. The situation is made worse by the fact that no firm trade deal between Malaysia and US has been reached. And this uncertainty is worsened by the fact that Trump's grand tariff imperialism is in the main still open-ended.

When President Trump launched his tariff imperialism on 2 April 2025 China was the only country in the world that had the strength, the courage and the wisdom to retaliate against the United States. This timely retaliation saved the global economy from another Great Depression and fortunately, also bought extra space for all the other countries that were bashed by America's tariff imperialism to negotiate from a strengthened position.

For long term value investors – please read this section.

icapital.biz Berhad is a Malaysia-focused fund, with an objective of long-term capital appreciation based on the Bamboo value investing philosophy of Capital Dynamics. icapital.biz Berhad is not allowed to sell short, invest in derivatives or undertake any borrowings.

Margin Of Safety, Again

When we deal with unknowns, there are two types: the *known* unknowns and the *unknown* unknowns. All the policies of President Trump 2.0 produce both types of unknowns. These are what make the current environment very hard to deal with and why investing in icapital.biz Bhd makes plenty of good sense.

To invest in such an environment, investors need to have a margin of safety. Alert shareowners may notice that the cash holdings of icapital.biz Bhd have increased significantly. This positions your Fund very well for any eventualities.

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NOTES TO THE FINANCIAL REPORT

Yet, icapital.biz Bhd delivers attractive returns. On a 3-year basis, from 5 Jul 2022 to 4 Jul 2025, your Fund has delivered superior returns (table 1).

Table 1

	Annualised Return	Cumulative Return
Fund's NAV	8.66%	28.34%
Fund's Market Price	9.73%	32.17%
MSCI Malaysia	2.06%	6.33%

Over a longer 5-year period, from 4 Jul 2020 to 4 Jul 2025, both the share price and the NAV of icapital.biz Berhad have achieved impressive returns of 7.53% p.a. and 7.18% p.a. respectively, significantly outperforming the MSCI Malaysia Index, which decreased by 1.73% p.a. (figure 1).

On a cumulative basis, its share price and the NAV have achieved impressive cumulative returns of 43.81% and 41.46% respectively, significantly outperforming the MSCI Malaysia Index, which decreased by 8.38%. (figure 2)

Figure 1

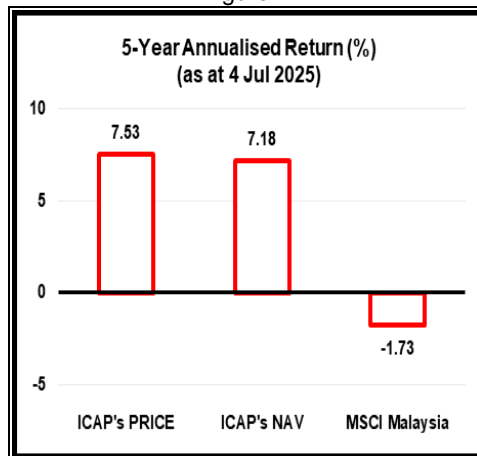
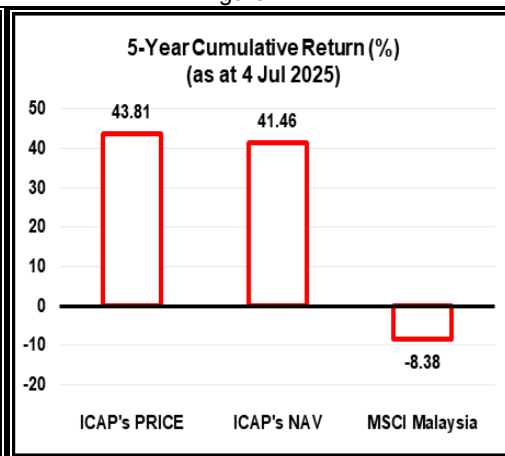


Figure 2



With the margin of safety it provides, investing in icapital.biz Berhad in such unprecedented times make a lot investing sense. Shareowners may want to remember that since 2024, icapital.biz Bhd pays regular annual dividend. So far, it has not paid any dividend for calendar year 2025.

B5 Financial forecast / profit guarantee

The Company has not given any financial forecast or profit guarantee for the year.

B6 Taxation

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2025	31/05/2024	31/05/2025	31/05/2024
	RM'000	RM'000	RM'000	RM'000
Current tax:				
- for the period/year	177	139	592	752
- under provision in the previous financial period/year	-	-	4	4
Tax expense	177	139	596	756

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
FINANCIAL REPORT FOR THE YEAR ENDED 31 MAY 2025
NOTES TO THE FINANCIAL REPORT

B6 Taxation (con't)

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

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2025	31/05/2024	31/05/2025	31/05/2024
	RM'000	RM'000	RM'000	RM'000
Profit before taxation	2,589	3,013	3,201	3,739
Tax at the statutory rate of 24%	621	723	768	897
Tax effects of:-				
Tax-exempt dividends	(14)	(170)	(403)	(288)
Single tier dividends	(968)	(1,050)	(2,268)	(2,286)
Non-deductible expenses	538	636	2,495	2,429
Under provision of current tax in the previous financial period/year	-	-	4	4
Tax expense	177	139	596	756

B7 Status of corporate proposals

There was no corporate proposal announced during the current quarter or the current financial quarter-to-date.

B8 Borrowings and debt securities

There were no group borrowings and debt securities outstanding as at the end of the reporting year.

B9 Changes in material litigation

Except as noted in Note A15(a), there was no material litigation pending as at 31 May 2025.

B10 Dividend

On 27 September 2024, the Board of Directors has declared an interim dividend of RM0.1041 per ordinary share of the Company ("Share") in respect of financial year ending 31 May 2025 ("Interim Dividend"). The Interim Dividend amounted to RM13,854,397 of which RM10,828,229 was paid on 4 December 2024 and the balance of RM3,026,168 (21.84%) was reinvested into new Shares of the Company pursuant to its Dividend Reinvestment Plan (DRP) on 6 December 2024.

Under the written procedures established by the Company pursuant to the Securities Industry (Central Depositories) (Foreign Ownership) Regulations 1996, foreigners who hold Shares which are within the prescribed limit of 20% of the total number of issued Shares ("Prescribed Limit") shall be entitled to the Interim Dividend and are entitled to participate in the DRP provided that such participation will not result in a breach of the Prescribed Limit.

B11 Earnings per share

a) Basic Earnings Per Share

The basic earnings per share for the current quarter under review and cumulative quarter ended are computed as follows:-

	Current Quarter Ended 31/05/2025 RM'000	Cumulative Quarter Ended 31/05/2025 RM'000
Profit after taxation	2,321	2,605
Number ordinary share capital in issue at RM1.00 each	141,036	141,036
Basic earnings per share (sen)	1.65	1.85

b) Diluted Earnings Per Share

The diluted earnings per ordinary share is equal to the basic earnings per ordinary share as there were no potential dilutive ordinary shares outstanding at the end of the reporting year.

B12 Net asset value

The net asset value per share is calculated in accordance with the Securities Commission Malaysia's Guidelines for Public Offerings of Securities of Closed-end Funds.

B13 Investments

As at 31 May 2025, the Company did not have any investments in:-

- (1) securities listed on other stock exchanges;
- (2) other investment vehicles;
- (3) securities of unlisted companies; and
- (4) derivatives other than warrants, transferable subscriptions rights and convertible loan stocks.

B14 Soft Commission

The manager or their delegates have not received any soft commission during the year under review from its brokers/dealers by virtue of transaction conducted for the closed-end fund.

BY ORDER OF THE BOARD

Tai Yit Chan (MAICSA No.7009143) (SSM PC No.: 202008001023)

SECRETARY