

VIP Gloves Limited
Preliminary final report - cover
Preliminary final report

1. Company details

Name of entity:	VIP Gloves Limited
ABN:	83 057 884 876
Reporting period:	For the year ended 30 June 2025
Previous period:	For the year ended 30 June 2024

2. Results for announcement to the market

				\$
Revenues from ordinary activities	down	49.2%	to	1,457,761
Loss from ordinary activities after tax	down	82.0%	to	(479,646)
Loss for the year	down	82.0%	to	(479,646)

Comments

The loss for the Group after providing for income tax amounted to \$479,646 (30 June 2024: \$2,659,830).

The Group has continued to strategically trim down the expenses \$495,730 (2024: \$2,935,760) mainly due to lower payroll and the absence of the \$631,147 write downs during the previous financial year. As a result, the loss after income tax was also lower at \$479,646 (2024: \$2,659,830).

Revenue for the FY2025 dropped substantially to \$1,457,761 (2024: \$2,867,812), caused by lower market demand for glove products which also led to selling price pressure during the year. Revenue results in the last quarter were encouraging. On the back of lower revenue the gross loss increased marginally to \$40,589 (2024:\$358) .

The operations at the glove manufacturing facility remained suspended during the financial year, following the temporary shut down of the plant operations since December 2022. Hence the Company mainly focused on trading and reselling of a wide range of glove products, whilst awaiting a suitable time for resumption of manufacturing activities. Thus allowing the Company to ensure its long-term business relationships with its customer base.

While external market pressures are expected to persist in the near term, the Group is currently in the final stages of negotiation for a substantial order of approximately 200 million nitrile gloves. If successfully concluded, this contract would represent a significant milestone for the Group, providing a material uplift to revenue, strengthening near-term cash flow resilience, and supporting the Group's future expansion initiatives. In addition to reinforcing the Group's competitive position, this development demonstrates its ability to secure large-scale demand, which provides a strong basis of confidence in the Group's long-term sustainability and growth prospects.

The Group holds letters of financial support and undertaking from two significant shareholders to provide financial assistance to enable the Group to continue business operations if required.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	(0.40)	(0.25)

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended, or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any): None; the financial statements are in the process of being audited.

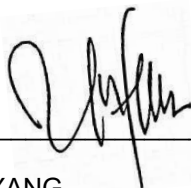
11. Attachments

Details of attachments (if any):

The Preliminary Final Report of VIP Gloves Limited for the year ended 30 June 2025 is attached.

12. Signed

Signed



Chin Kar YANG
Managing Director

Date: 13 September 2025

VIP Gloves Limited

ABN 83 057 884 876

Preliminary final report - 30 June 2025

VIP Gloves Limited
Corporate directory
30 June 2025

Directors	Alfonso Hin Ming CHU - Non-Executive Director, Independent and Board Chair Chin Kar YANG – Managing Director Kay Wen CHEN - Executive Director Gang ZHOU - Non-Executive Director, Independent Hui ZHOU - Non-Executive Director, Independent
Company secretary	Mark William MAINE
Registered office	C/- Coote & Associates C7, 1-3 The Esplanade, Mount Pleasant, WA 6153 Australia
Principal place of business	No. 17 Jalan Perusahaan 1, Kawasan Perusahaan, Beranang 43700 Beranang, Selangor Darul Ehsan Malaysia
Share register	Boardroom Limited Level 8, 210 George Street Sydney NSW 2000 Investor phone number: (Australia) 1300 737 760 Investor phone number: (Overseas) +61 (0) 2 9290 9600
Auditor	Hall Chadwick Melbourne Chartered Accountants Level 14. 440 Collins Street Melbourne VIC 3000 Australia
Bankers	Westpac Banking Corporation Ltd, Melbourne, Australia Hong Leong Bank, Kuala Lumpur, Malaysia
Stock exchange listing	VIP Gloves Limited shares are listed on the National Stock Exchange of Australia (NSX code: VIP)
Website	www.vipglove.com.my

VIP Gloves Limited
Contents
30 June 2025

Statement of profit or loss and other comprehensive income	3
Statement of financial position	4
Statement of changes in equity	5
Statement of cash flows	6
Notes to the financial statements	7

General information

The financial statements cover VIP Gloves Limited as a Group consisting of VIP Gloves Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is VIP Gloves Limited's functional and presentation currency.

VIP Gloves Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2025

	Note	Consolidated 2025 \$	2024 \$
Revenue			
Revenue		1,457,761	2,867,812
Cost of goods sold		(1,498,350)	(2,868,170)
Gross (loss) / profit		(40,589)	(358)
Other income		56,654	275,622
Interest revenue		19	666
Expenses			
Employee benefits expense		(109,666)	(561,786)
Depreciation and amortisation expense		(49,695)	(176,161)
Impairment of property, plant & equipment		-	(631,147)
Impairment of other receivables (Land sale proceeds receivable)		(196,972)	-
Legal and professional fees		(327,859)	(327,089)
Movement in provision for expected credit losses		319,134	(649,625)
Administration expenses		(44,679)	(253,355)
Finance costs		(85,993)	(336,597)
Total expenses		(495,730)	(2,935,760)
Loss before income tax expense		(479,646)	(2,659,830)
Income tax expense		-	-
Loss after income tax expense for the year		(479,646)	(2,659,830)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(325,278)	155,307
Other comprehensive income for the year, net of tax		(325,278)	155,307
Total comprehensive income for the year		<u>(804,924)</u>	<u>(2,504,523)</u>
		Cents	Cents
Basic loss per share	8	(0.061)	(0.338)
Diluted loss per share	8	(0.061)	(0.338)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

VIP Gloves Limited
Statement of financial position
As at 30 June 2025

	Note	Consolidated 2025 \$	2024 \$
Assets			
Current assets			
Cash and cash equivalents		7,972	18,117
Trade and other receivables		16,494	142,496
Security deposits		579,707	679,947
Prepayments		64,738	36,195
		668,911	876,755
Other receivables		-	2,542,950
Total current assets		668,911	3,419,705
Non-current assets			
Property, plant and equipment		37,517	104,851
Total non-current assets		37,517	104,851
Total assets		706,428	3,524,556
Liabilities			
Current liabilities			
Trade and other payables	3	3,517,916	3,709,112
Prepaid sales from nitrile glove customers		106,827	304,270
Other financial liabilities		53,691	199,317
Lease liabilities		383,541	428,257
Property sales tax liability (Malaysia)		196,360	173,316
Total current liabilities		4,258,335	4,814,272
Non-current liabilities			
Other financial liabilities		-	1,118,738
Lease liabilities		-	338,529
Total non-current liabilities		-	1,457,267
Total liabilities		4,258,335	6,271,539
Net liabilities		<u>(3,551,907)</u>	<u>(2,746,983)</u>
Equity			
Issued capital		21,669,410	21,669,410
Reserves		(1,259,696)	(934,418)
Accumulated losses		(23,961,621)	(23,481,975)
Total deficiency in equity		<u>(3,551,907)</u>	<u>(2,746,983)</u>

The above statement of financial position should be read in conjunction with the accompanying notes

VIP Gloves Limited
Statement of changes in equity
For the year ended 30 June 2025

	Issued capital \$	Foreign currency translation reserve \$	Accumulated losses \$	Total deficiency in equity \$
Consolidated				
Balance at 1 July 2023	21,669,410	(1,089,725)	(20,822,145)	(242,460)
Loss after income tax expense for the year	-	-	(2,659,830)	(2,659,830)
Other comprehensive income for the year, net of tax	-	155,307	-	155,307
	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	155,307	(2,659,830)	(2,504,523)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 30 June 2024	<u>21,669,410</u>	<u>(934,418)</u>	<u>(23,481,975)</u>	<u>(2,746,983)</u>

	Issued capital \$	Foreign currency translation reserve \$	Accumulated losses \$	Total deficiency in equity \$
Consolidated				
Balance at 1 July 2024	21,669,410	(934,418)	(23,481,975)	(2,746,983)
Loss after income tax expense for the year	-	-	(479,646)	(479,646)
Other comprehensive income for the year, net of tax	-	(325,278)	-	(325,278)
	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	(325,278)	(479,646)	(804,924)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 30 June 2025	<u>21,669,410</u>	<u>(1,259,696)</u>	<u>(23,961,621)</u>	<u>(3,551,907)</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

VIP Gloves Limited
Statement of cash flows
For the year ended 30 June 2025

	Note	Consolidated 2025 \$	2024 \$
Cash flows from operating activities			
Receipts from customers		1,793,524	2,640,291
Payments to suppliers and employees		(2,469,066)	(4,398,030)
		(675,542)	(1,757,739)
Interest received		19	666
Interest and other finance costs paid		(85,993)	(336,597)
Income tax refunded		-	327,137
Net cash used in operating activities	7	(761,516)	(1,766,533)
Cash flows from investing activities			
Payments for property, plant and equipment		(4,678)	(3,990)
Proceeds received from sale and leaseback transaction		2,310,496	2,359,207
Proceeds from disposal of property, plant and equipment		57,799	-
Net cash from investing activities		2,363,617	2,355,217
Cash flows from financing activities			
Proceeds from equity pending issue		36,229	-
Repayment of borrowings and term loan		(1,269,579)	(522,493)
Payment of lease liabilities		(383,245)	(409,991)
Proceeds from / (repayment) of borrowings from related parties		5,215	4,980
Convertible note deposits refunded		-	(98,706)
Net cash used in financing activities		(1,611,380)	(1,026,210)
Net decrease in cash and cash equivalents		(9,279)	(437,526)
Cash and cash equivalents at the beginning of the financial year		18,117	452,891
Effects of exchange rate changes on cash and cash equivalents		(866)	2,752
Cash and cash equivalents at the end of the financial year		<u>7,972</u>	<u>18,117</u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Material accounting policy information

These general purpose financial statements for the annual reporting period ended 30 June 2025 have been prepared in accordance with Australian Accounting Standard AASB and the Corporations Act 2001, as appropriate for for-profit oriented entities. The financial statements are presented in Australian dollars, which is VIP Gloves Limited's functional currency. The financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

The accounting policies that are material to the Group are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted and if adopted, there was, and is expected to be, no material impact on these financial statements.

Going concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

For the year ended 30 June 2025, the consolidated entity recorded a loss of \$479,646, had net cash outflows from operating activities of \$761,516. As at 30 June 2025 the consolidated entity had net current liabilities of \$3,589,424.

These conditions above indicate that a material uncertainty exists that may cast significant doubt about the consolidated entity's ability to continue as a going concern, and therefore, whether it will be able to realise its assets and extinguish its assets and liabilities in the normal course of business. The ability to minimize future losses and return to profitability is dependent upon a number of factors including expansion into new markets and the supply of gloves with greater margins, a return to normalised average selling prices across the glove manufacturing industry, reducing operating costs particularly labour costs, and seeking new opportunities for the Company.

The Directors believe there are reasonable grounds to believe the consolidated entity will be able to continue as a going concern, after consideration of the following factors:

- The Group has initiated a cost reduction process, which has seen its monthly cash outflows substantially reduce in the period from 2024 through to today's date;
- Since 2024 the Group has continued to reduce corporate overheads spending;
- The Group has sold surplus assets to provide working capital and to retire debt; and
- The directors may seek to raise capital from existing and new shareholders.
- While external market pressures are expected to persist in the near term, the Group is currently in the final stages of negotiation for a substantial order of approximately 200 million nitrile gloves. If successfully concluded, this contract would represent a significant milestone for the Group, providing a material uplift to revenue, strengthening near-term cash flow resilience, and supporting the Group's future expansion initiatives. In addition to reinforcing the Group's competitive position, this development demonstrates its ability to secure large-scale demand, which provides a strong basis of confidence in the Group's long-term sustainability and growth prospects.

Accordingly, the Directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the consolidated entity does not continue as a going concern.

Large shareholder groups and a related party have written to the Company advising of their ability and intention, if needs be, to provide financial support for a period of at least 16 months from the date of this report.

Note 2. Operating segments

Identification of reportable operating segments

The Directors have considered the requirements of AASB 8 – Operating Segments and the internal reports that are reviewed by the Chief Operating Decision Maker (CODM) (the Board) in allocating resources and have concluded that at this time there are no separately identifiable segments.

The Group has determined that it has only one operating segment, being a nitrile glove manufacturing/ trading business in Malaysia. However, the consolidated entity has operated across two geographical locations, Malaysia and Australia. The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements. The information reported to the CODM is on a monthly basis.

The Company is domiciled in Australia. Revenue from external customers is generated in Malaysia. Assets are located in Malaysia and Australia.

Operating segment information

	Malaysia \$	Australia \$	elimination / unallocated \$	Total \$
Consolidated - 2025				
Revenue				
Sales to external customers	1,457,761	-	-	1,457,761
Other revenue	56,654	-	-	56,654
Interest revenue	19	-	-	19
Total revenue	<u>1,514,434</u>	<u>-</u>	<u>-</u>	<u>1,514,434</u>
EBITDA*	111,380	(455,357)	-	(343,977)
Depreciation and amortisation	(49,695)	-	-	(49,695)
Interest revenue	19	-	-	19
Finance costs	(85,993)	-	-	(85,993)
Loss before income tax expense	<u>(24,289)</u>	<u>(455,357)</u>	<u>-</u>	<u>(479,646)</u>
Income tax expense				-
Loss after income tax expense				<u>(479,646)</u>
Assets				
Segment assets	706,332	96	-	706,428
Total assets				<u>706,428</u>
Liabilities				
Segment liabilities	3,745,226	513,109	-	4,258,335
Total liabilities				<u>4,258,335</u>

Note 2. Operating segments (continued)

	Malaysia \$	Australia \$	elimination / unallocated \$	Total \$
Consolidated - 2024				
Revenue				
Sales to external customers	2,867,812	-	-	2,867,812
Other revenue	275,622	-	-	275,622
Interest revenue	666	-	-	666
Total revenue	3,144,100	-	-	3,144,100
EBITDA*	(1,910,590)	(237,138)	-	(2,147,728)
Depreciation and amortisation	(176,171)	-	-	(176,171)
Interest revenue	666	-	-	666
Finance costs	(336,593)	(4)	-	(336,597)
Loss before income tax expense	(2,422,688)	(237,142)	-	(2,659,830)
Income tax expense				-
Loss after income tax expense				(2,659,830)
Assets				
Segment assets	3,516,275	8,281	-	3,524,556
Total assets				3,524,556
Liabilities				
Segment liabilities	5,876,937	394,602	-	6,271,539
Total liabilities				6,271,539

Note 3. Trade and other payables

	Consolidated	
	2025	2024
	\$	\$
<i>Current liabilities</i>		
Trade payables	2,391,702	2,167,989
Payable - proceeds from equity securities yet to be issued	36,229	-
Other payables and accruals	1,089,985	1,541,123
	3,517,916	3,709,112

Note 4. Contingent liabilities

The Directors are not aware of any other potential liabilities or claims against the Company as at the date of this Report.

Note 5. Commitments

Committed capital expenditure at 2025 is \$NIL (2024: \$NIL).

Planned capital expenditure not yet committed at 2025 is \$NIL (2024: \$NIL),.

Note 6. Events after the reporting period

No matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Note 7. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	2025	2024
	\$	\$
Loss after income tax expense for the year	(479,646)	(2,659,830)
Adjustments for:		
Depreciation and amortisation	49,695	176,161
Impairment of property, plant and equipment	-	631,147
Provision for credit loss expense / (reversals)	(319,134)	649,625
Impairment of receivables	196,972	-
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	476,552	(500,691)
Decrease in income tax refund due	-	153,821
Decrease in other operating assets	71,697	203,404
Decrease in trade and other payables	(583,253)	(591,034)
Decrease in prepaid sales from nitrile glove customers	(197,443)	(2,452)
Increase in provision for income tax	23,044	173,316
Net cash used in operating activities	<u>(761,516)</u>	<u>(1,766,533)</u>

Note 8. Earnings per share

	Consolidated	
	2025	2024
	\$	\$
Loss after income tax	<u>(479,646)</u>	<u>(2,659,830)</u>
	Cents	Cents
Basic loss per share	(0.061)	(0.338)
Diluted loss per share	(0.061)	(0.338)
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>786,781,435</u>	<u>786,781,435</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>786,781,435</u>	<u>786,781,435</u>

There were no outstanding and options and performance rights at the end of the year.