



GAGASAN NADI CERGAS
BERHAD [201701024800]

(Incorporated in Malaysia)

**Interim Financial Statements
For The Financial Period Ended
30 June 2022**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND (2ND) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022⁽¹⁾

| | Note | Quarter Ended | | Year-To-Date Ended | |
|--|------|---------------|---------------|--------------------|---------------|
| | | 30.06.2022 | 30.06.2021 | 30.06.2022 | 30.06.2021 |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | A9 | 67,328 | 50,167 | 137,995 | 103,871 |
| Operating expenses | | (68,871) | (47,846) | (135,866) | (98,670) |
| Other operating income | | 10,078 | 14,022 | 19,510 | 23,859 |
| Finance costs | | (3,949) | (3,777) | (8,039) | (7,399) |
| (Loss)/Profit before taxation | B11 | <u>4,586</u> | <u>12,566</u> | <u>13,600</u> | <u>21,661</u> |
| Income tax expense | B6 | (2,593) | (3,014) | (5,008) | (6,100) |
| (Loss)/Profit after taxation | | <u>1,993</u> | <u>9,552</u> | <u>8,592</u> | <u>15,561</u> |
| (Loss)/Profit after taxation attributable to:- | | | | | |
| Owners of the Company | | 1,414 | 7,533 | 7,101 | 12,531 |
| Non-controlling interests | | <u>579</u> | <u>2,019</u> | <u>1,491</u> | <u>3,030</u> |
| | | <u>1,993</u> | <u>9,552</u> | <u>8,592</u> | <u>15,561</u> |
| Total comprehensive income/(loss) attributable to:- | | | | | |
| Owners of the Company | | 1,414 | 7,533 | 7,101 | 12,531 |
| Non-controlling interests | | <u>579</u> | <u>2,019</u> | <u>1,491</u> | <u>3,030</u> |
| | | <u>1,993</u> | <u>9,552</u> | <u>8,592</u> | <u>15,561</u> |
| Earnings per share attributable to owners of | | | | | |
| Basic EPS (sen) | B10 | 0.19 | 1.00 | 0.94 | 1.66 |
| Diluted EPS (sen) | B10 | <u>0.19</u> | <u>1.00</u> | <u>0.94</u> | <u>1.66</u> |

Notes:

- (1) The basis of preparation of the unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022⁽¹⁾

| | Note | Unaudited 30.6.2022 RM'000 | Audited 31.12.2021 RM'000 |
|---|------|----------------------------------|---------------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 28,164 | 27,950 |
| Inventories | | 101,292 | 86,588 |
| Right-of-use assets | | 2,185 | 2,598 |
| Trade receivables | | 482,801 | 499,129 |
| | | <u>614,442</u> | <u>616,265</u> |
| Current assets | | | |
| Inventories | | 45,028 | 49,348 |
| Contract assets | | 138,236 | 98,782 |
| Trade receivables | | 54,022 | 82,322 |
| Other receivables, deposits and prepayments | | 16,689 | 18,709 |
| Current tax assets | | 5,655 | 5,147 |
| Fixed deposits with licensed banks | | 24,041 | 38,151 |
| Cash and bank balances | | 64,828 | 66,582 |
| | | <u>348,499</u> | <u>359,041</u> |
| TOTAL ASSETS | | <u>962,941</u> | <u>975,306</u> |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | | 136,444 | 136,444 |
| Reserves | | 316,162 | 309,061 |
| Equity attributable to owners of the Company | | <u>452,606</u> | <u>445,505</u> |
| Non-controlling interests | | 6,985 | 5,494 |
| Total equity | | <u>459,591</u> | <u>450,999</u> |
| Non-current liabilities | | | |
| Borrowings | B7 | 262,756 | 269,504 |
| Deferred tax liabilities | | 77,173 | 77,668 |
| | | <u>339,929</u> | <u>347,172</u> |
| Current liabilities | | | |
| Trade payables | | 84,432 | 84,106 |
| Contract liabilities | | 18,951 | 37,216 |
| Other payables and accruals | | 14,042 | 8,032 |
| Borrowings | B7 | 43,924 | 45,712 |
| Current tax liabilities | | 2,072 | 2,069 |
| | | <u>163,421</u> | <u>177,135</u> |
| Total liabilities | | <u>503,350</u> | <u>524,307</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>962,941</u> | <u>975,306</u> |
| Number of issued shares ('000) | | 753,000 | 753,000 |
| Net asset per share attributable to Owners of the Company (RM) | | 0.60 | 0.59 |

Note:

- (1) The basis of preparation of the unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND (2ND) QUARTER
FINANCIAL PERIOD ENDED 30 JUNE 2022⁽¹⁾**

| | ← Distributable → | | Attributable to Owners of the Company | | Non-Controlling Interests | Total Equity |
|---|-------------------------|----------------------------|---------------------------------------|---------|---------------------------|--------------|
| | Share Capital RM'000 | Retained Profits RM'000 | to Owners of the Company RM'000 | | RM'000 | RM'000 |
| Balance at 1.1.2021 | | | | | | |
| - as previously reported | 136,444 | 313,557 | 450,001 | 3,894 | 453,895 | |
| - effect of adoption of IFRIC Agenda Decision | - | (4,574) | (4,574) | (2,343) | (6,917) | |
| - effect of prior years adjustment | - | 383 | 383 | - | 383 | |
| Balance at 1.1.2021 (restated) | 136,444 | 309,366 | 445,810 | 1,551 | 447,361 | |
| Profit for the financial period, representing total comprehensive income for the financial period | - | 12,531 | 12,531 | 3,030 | 15,561 | |
| Contributions by and distribution to owners of the Company: | | | | | | |
| - Dividends paid | - | (3,765) | (3,765) | - | (3,765) | |
| Balance at 30.6.2021 | 136,444 | 318,132 | 454,576 | 4,581 | 459,157 | |
| Balance at 1.1.2022 | 136,444 | 309,061 | 445,505 | 5,494 | 450,999 | |
| Profit for the financial period, representing total comprehensive income for the financial period | - | 7,101 | 7,101 | 1,491 | 8,592 | |
| Balance at 30.6.2022 (Unaudited) | 136,444 | 316,162 | 452,606 | 6,985 | 459,591 | |

Notes:

- (1) The basis of preparation of the unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND (2ND) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022⁽¹⁾

| | 6 months Ended | |
|---|-----------------------|-------------------|
| | 30.06.2022 | 30.06.2021 |
| | RM'000 | RM'000 |
| Cash flows from operating activities | | |
| Profit before taxation | 13,600 | 21,661 |
| Adjustments for:- | | |
| Depreciation of: | | |
| - property, plant and equipment | 802 | 746 |
| - right-of-use assets | 369 | 456 |
| Impairment loss: | | |
| - trade and other receivables | 257 | 364 |
| Finance cost | 8,039 | 7,399 |
| Accretion of fair value on non-current trade receivables | (12,887) | (13,639) |
| Gain on disposal of property, plant and equipment | (52) | - |
| Reversal of impairment losses under MFRS 9 | | |
| - trade and other receivables | (309) | (1,209) |
| Finance income | (390) | (633) |
| Operating profit/(loss) before working capital changes | 9,429 | 15,145 |
| (Increase)/Decrease in inventories | (2,647) | 15,984 |
| Increase in contract assets | (39,454) | (51,882) |
| Decrease in trade and other receivables | 59,586 | 49,996 |
| Increase in trade and other payables | 6,337 | (11,327) |
| (Decrease)/Increase in contract liabilities | (18,265) | - |
| Cash from operating activities | 14,986 | 17,916 |
| Income tax paid | (6,007) | (3,949) |
| Net cash from operating activities | 8,979 | 13,967 |
| Cash flows (for)/from investing activities | | |
| Finance income received | 390 | 633 |
| Increase of Right-of-use | - | - |
| (Placement)/Withdrawal of pledged fixed deposits and with tenure more than 3 months | 7,158 | 17,754 |
| Proceeds from disposal of property, plant and equipment | - | - |
| Addition to property held for future development | (7,737) | (30,822) |
| Purchase of property, plant and equipment | (964) | (1,604) |
| Net cash for investing activities | (1,153) | (14,039) |



CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND (2ND) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022⁽¹⁾ (CONT'D)

| | 6 months Ended | |
|---|-----------------------|-------------------|
| | 30.06.2022 | 30.06.2021 |
| | RM'000 | RM'000 |
| Cash flows from/(for) financing activities | | |
| Dividends paid | - | (3,765) |
| Drawdown of borrowings | 11,795 | 39,372 |
| Finance cost paid | (8,039) | (7,399) |
| Proceeds from issuance of shares to non-controlling interest in a subsidiary | - | - |
| Repayment of borrowings | (20,380) | (27,825) |
| Net cash from/(for) financing activities | (16,624) | 383 |
| Net increase in cash and cash equivalents | (8,798) | 311 |
| Cash and cash equivalents at beginning of financial period | 77,864 | 63,759 |
| Cash and cash equivalents at end of financial period | 69,066 | 64,070 |
| Cash and cash equivalents comprise: | | |
| Fixed deposits placed with licensed banks | 24,041 | 39,091 |
| Cash and bank balances | 64,828 | 56,022 |
| Bank overdrafts | (4,859) | (3,086) |
| | 84,010 | 92,027 |
| Less: Fixed deposits pledged to licensed banks and with tenure more than 3 months | (14,944) | (27,957) |
| | 69,066 | 64,070 |

Notes:

- (1) The basis of preparation of the unaudited Condensed Consolidated Statement of Cash Flow is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.



A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of Gagasan Nadi Cergas Berhad ("Gagasan Nadi" or "the Company") and its subsidiaries (collectively known as "the Group") are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

This interim financial report should be read together with the audited Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this report.

A2. Summary of Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited Annual Financial Statements for the year ended 31 December 2021.

The financial statements of the Group have been prepared in accordance with Malaysia Financial Reporting Standard ("MFRS") and the requirements of the Companies Act 2016.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standard Board ("MASB") and effective during the

| | |
|---|----------------|
| Annual Improvements to MFRS Standards 2018- 2020 | 1 January 2022 |
| Amendments to MFRS 3: Reference to the Conceptual Framework | 1 January 2022 |
| Amendments to MFRS 116: Property, Plant and Equipment - Proceed before Intended Use | 1 January 2022 |
| Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract | 1 January 2022 |

The adoption of the above accounting standards, amendments and interpretations is not expected to have any material impact on the Group's financial statements.



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A3. Auditors' report on preceding annual financial statements

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2021.

A4. Seasonal or cyclical factors

The Group's performance has not been materially affected by any seasonal or cyclical factors during the current quarter and year-to-date.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current quarter and year-to-date.

A6. Changes in estimates

There were no material changes in estimates for the current quarter and year-to-date.

A7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year-to-date.

A8. Dividends paid

There was no payment of dividend during the current quarter.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental information

| | Construction RM'000 | Concession and Facility Management RM'000 | Utility Services RM'000 | Property Development RM'000 | Others RM'000 | Consolidation Adjustments RM'000 | Total RM'000 |
|---|------------------------|--|-------------------------------|-----------------------------------|------------------|--|-----------------|
| 30.6.22 | | | | | | | |
| Revenue | | | | | | | |
| External revenue | 66,196 | 7,888 | 2,184 | 61,727 | - | - | 137,995 |
| Inter-segment revenue | 49,200 | 1,795 | 290 | (6,063) | 4,260 | (49,482) | - |
| | <u>115,396</u> | <u>9,683</u> | <u>2,474</u> | <u>55,664</u> | <u>4,260</u> | <u>(49,482)</u> | <u>137,995</u> |
| Results | | | | | | | |
| Segment results | (722) | 1,821 | 773 | 10,447 | (9) | (2,830) | 9,480 |
| Accretion of fair value on non-current trade receivables | - | 12,887 | - | - | - | - | 12,887 |
| Impairment losses: | (159) | - | - | (98) | - | - | (257) |
| Depreciation: | | | | | | | |
| - property, plant and equipment | (550) | (115) | (240) | (54) | - | 157 | (802) |
| - right-of-use assets | (357) | - | - | (12) | - | - | (369) |
| Finance income | 74 | 245 | 19 | 20 | 32 | - | 390 |
| Finance costs | (275) | (5,609) | - | (3,493) | (42) | 1,380 | (8,039) |
| Reversal of impairment losses | - | 309 | - | - | - | - | 309 |
| Profit/(Loss) before taxation | <u>(1,989)</u> | <u>9,538</u> | <u>552</u> | <u>6,810</u> | <u>(19)</u> | <u>(1,293)</u> | <u>13,599</u> |
| Income tax expense | - | (2,669) | - | (2,244) | (95) | - | (5,008) |
| Profit/(Loss) after taxation | <u>(1,989)</u> | <u>6,869</u> | <u>552</u> | <u>4,566</u> | <u>(114)</u> | <u>(1,293)</u> | <u>8,591</u> |
| Assets | | | | | | | |
| Segment assets | 124,228 | 562,079 | 14,277 | 243,024 | 21,465 | (7,786) | 957,287 |
| Unallocated asset: Tax refundable | | | | | | | 5,654 |
| Consolidated total assets | | | | | | | <u>962,941</u> |
| Additions to non-current assets other than financial instruments: | | | | | | | |
| - property, plant and equipment | 73 | - | 315 | 627 | - | - | 1,015 |
| - inventories - land for property development | <u>-</u> | <u>-</u> | <u>-</u> | <u>7,737</u> | <u>-</u> | <u>-</u> | <u>7,737</u> |
| Liabilities | | | | | | | |
| Segment liabilities | 101,947 | 202,259 | 3,434 | 115,738 | 2,963 | (2,236) | 424,105 |
| Unallocated liabilities: | | | | | | | |
| - Deferred tax liabilities | | | | | | | 77,173 |
| - Provision for taxation | | | | | | | 2,072 |
| Consolidated total liabilities | | | | | | | <u>503,350</u> |

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental information

| | Construction RM'000 | Concession and Facility Management RM'000 | Utility Services RM'000 | Property Development RM'000 | Others RM'000 | Consolidation Adjustments RM'000 | Total RM'000 |
|---|------------------------|--|-------------------------------|-----------------------------------|------------------|--|-----------------|
| 30.6.21 | | | | | | | |
| Revenue | | | | | | | |
| External revenue | 63,980 | 7,892 | 1,568 | 30,431 | - | - | 103,871 |
| Inter-segment revenue | 19,960 | 1,704 | - | 6,646 | 4,260 | (32,570) | - |
| | <u>83,940</u> | <u>9,596</u> | <u>1,568</u> | <u>37,077</u> | <u>4,260</u> | <u>(32,570)</u> | <u>103,871</u> |
| Results | | | | | | | |
| Segment results | 1,599 | 2,157 | 506 | 12,183 | (316) | (985) | 15,144 |
| Accretion of fair value on non-current trade receivables | - | 13,639 | - | - | - | - | 13,639 |
| Impairment losses: | | | | | | | |
| - trade receivable | (14) | (284) | - | (65) | - | - | (363) |
| Depreciation: | | | | | | | |
| - property, plant and equipment | (520) | (196) | (173) | (12) | - | 155 | (746) |
| - right-of-use assets | (396) | - | - | (60) | - | - | (456) |
| Finance income | 76 | 231 | 6 | 13 | 307 | - | 633 |
| Finance costs | (212) | (6,333) | - | (1,314) | (63) | 523 | (7,399) |
| Reversal of impairment losses | 37 | - | 1,172 | - | - | - | 1,209 |
| Profit/(Loss) before taxation | <u>570</u> | <u>9,214</u> | <u>1,511</u> | <u>10,745</u> | <u>(72)</u> | <u>(307)</u> | <u>21,661</u> |
| Income tax expense | <u>(287)</u> | <u>(2,521)</u> | <u>(150)</u> | <u>(3,106)</u> | <u>(36)</u> | <u>-</u> | <u>(6,100)</u> |
| Profit/(Loss) after taxation | <u>283</u> | <u>6,693</u> | <u>1,361</u> | <u>7,639</u> | <u>(108)</u> | <u>(307)</u> | <u>15,561</u> |
| Assets | | | | | | | |
| Segment assets | 102,706 | 587,720 | 14,867 | 194,247 | 26,728 | (5,308) | 920,960 |
| Unallocated asset: Tax refundable | | | | | | | <u>3,887</u> |
| Consolidated total assets | | | | | | | <u>924,847</u> |
| Additions to non-current assets other than financial instruments: | | | | | | | |
| - property, plant and equipment | 194 | - | 1,276 | 134 | - | - | 1,604 |
| - inventories - land for property development | <u>105</u> | <u>-</u> | <u>-</u> | <u>30,717</u> | <u>-</u> | <u>-</u> | <u>30,822</u> |
| Liabilities | | | | | | | |
| Segment liabilities | 62,967 | 229,964 | 426 | 79,566 | 4,145 | (584) | 376,484 |
| Unallocated liabilities: | | | | | | | |
| - Deferred tax liabilities | | | | | | | 77,199 |
| - Provision for taxation | | | | | | | <u>5,472</u> |
| Consolidated total liabilities | | | | | | | <u>459,155</u> |



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment during the current quarter and year-to-date.

A11. Significant Events Subsequent to the End of the Interim Financial Period

There were no material events subsequent to the end of the financial quarter that have not been reflected in this interim financial report.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the period ended 30 June 2022.

A13. Contingent assets and contingent liabilities

Save as disclosed below, there were no other contingent assets and contingent liabilities as at the date of this interim report.

**Unaudited
As at 30.6.2022
RM'000**

Financial guarantee contract in relation to corporate guarantee given
to third parties in the ordinary course of business.

54,064

A14. Capital commitments

There were no capital commitments as at the end of the current and previous corresponding financial periods.

A15. Related party transactions

There were no significant related party transactions as at the date of this interim report.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

Results for current quarter

The Group recorded a higher revenue of RM67.3 million in current quarter as compared to RM50.1 million in the preceding year corresponding quarter. The higher revenue recorded for the current financial quarter was mainly attributable to higher revenue contribution from the Group's property development segment, i.e., the Ulu Yam and Antara Residences projects. The Group recorded a lower profit before tax of RM4.6 million in the current quarter as compared to a profit before tax of RM12.5 million in the corresponding quarter last year. The lower profit before tax for the current quarter despite a higher revenue was mainly attributable to lower receipt of facilitation fund in respect of a government affordable homes project and lower margin from construction projects.

B2. Comparison with immediate preceding quarter's results

The Group registered a lower revenue of RM67.3 million for the current financial quarter as compared to RM70.7 million in the preceding quarter. The Group recorded a profit before tax of RM4.6 million in the current quarter as compared to a profit before tax of RM9.0 million in the preceding quarter. The lower profit before tax in the preceding quarter was mainly due to lower construction margin and lower profit from property development segment.

B3. Commentary on prospects

The outlook for the property and construction sector remained challenging during the transition to endemic phase of the prolonged Covid-19 of two (2) years and coupled with the onset of inflation felt in the global market.

Despite the Group's construction order book which stands at approximately RM595 million and with continuous tendering for new jobs, the Board expects the performance of the construction segment to be affected by the challenging operating environment of high material costs, labour shortage and COVID-19 pandemic.

The performance of the Group's facility management is expected to remain stable and sustainable.

The property development segment is expected to contribute significantly for the financial year 2022 with the progress of Antara Residence Project and the Selindung Ulu Yam Project, the latter being a project under Rumah Selangorku ("RSKU") and PPAM affordable housing programme. This segment has a total unbilled sale of RM80.4 million which is expected to be booked in as revenue over the next 2 years. The Group targets to launch the Rumah Idaman affordable homes project in Bukit Jelutong with Gross Development Value of approximately RM308 million during second half of current financial year.

The Board of Directors is optimistic about the Group's ability to continue to achieve satisfactory performance for the financial year ending 2022.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the quarter under review.

B5. Status of corporate proposals

There were no corporate proposals announced and not completed.

B6. Income tax expenses

| | Current Quarter 30.06.2022 RM'000 | Year-To- Date 30.06.2022 RM'000 |
|------------------------------------|--|--|
| Malaysia income tax | | |
| - current year | 3,061 | 5,503 |
| Deferred tax asset | <u>(468)</u> | <u>(495)</u> |
| | <u>2,593</u> | <u>5,008</u> |
| Effective tax rates ⁽¹⁾ | 56.54% | 36.82% |

Note:

- (1) The Group's effective tax rate for the current quarter and financial year-to-date is higher than the statutory tax rate of 24%. It is mainly due to certain expenses not being deductible for tax purposes as well as the higher taxable income from collection of Availability Charges from Concession Projects. The qualifying expenditure for concession projects is only restricted to 91% of total construction costs, hence the remaining 9% of the Availability Charges collected during the current quarter and year-to-date was deemed as taxable income resulting in the increase in tax expense.



B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B7. Bank borrowings

The Group's bank borrowings as at 30 June 2022 are as follows:

| | Unaudited As at 30.6.2022 RM'000 |
|-------------------------------|---|
| Current: | |
| Lease liabilities | 267 |
| Islamic financing / Term loan | 18,798 |
| Bonds | 20,000 |
| Bank overdraft | 4,859 |
| | <hr/> 43,924 <hr/> |
| Non-current: | |
| Lease liabilities | 1,372 |
| Islamic financing / Term loan | 181,384 |
| Bonds | 80,000 |
| | <hr/> 262,756 <hr/> |
| Total | <hr/> 306,680 <hr/> |

All the borrowings are secured and denominated in Ringgit Malaysia.

B8. Material litigation

There were no material litigation involving the Group as at the date of this report.

B9. Dividend

The Board of Directors did not recommend any dividend for the current quarter under review.



B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B10. Earnings per share

The basic and diluted earnings per share ("EPS") are calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period ended are as follows:

| | Quarter Ended | | Year-To-Date | |
|--|----------------------|-------------------|---------------------|-------------------|
| | 30.06.2022 | 30.06.2021 | 0 | 30.06.2021 |
| (Loss)/Profit attribute to owners of the Company (RM'000) | 1,414 | 7,533 | 7,101 | 12,531 |
| Weighted average number of ordinary shares in issue ('000) | <u>753,000</u> | <u>753,000</u> | <u>753,000</u> | <u>753,000</u> |
| Basic EPS (sen) ⁽¹⁾ | 0.19 | 1.00 | 0.94 | 1.66 |
| Diluted EPS (sen) ^{(1) & (2)} | 0.19 | 1.00 | 0.94 | 1.66 |

Notes:

- (1) The basic earnings per share is computed based on profit after tax attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 30 June 2022.
- (2) Diluted earnings per share is equivalent to the basic earnings per share of the Company for the individual quarter ended 30 June 2022 as the Company does not have any convertible options as at the end of the reporting period.



B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Disclosure on selected expense/income items as required by the Listing Requirements

| | Current Quarter 30.06.2022 RM'000 | Year-To-Date 0 RM'000 |
|---|--|--------------------------------------|
| Profit before taxation is arrived at after charging/(crediting):- | | |
| Depreciation : | | |
| - property, plant and equipment | 430 | 802 |
| - right-of-use asset | 185 | 369 |
| Impairment losses | 257 | 257 |
| Finance cost | 3,949 | 8,039 |
| Accretion of fair value on non-current trade receivables | (6,395) | (12,887) |
| Finance income | (186) | (390) |
| Gain on disposal of property, plant and equipment | (52) | (52) |
| Reversal of impairment losses | (211) | (309) |

Other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements of Bursa Securities are not applicable.

B12. Derivative

The Group did not enter into any derivative during the current quarter under review.