

REDTONE DIGITAL BERHAD

Registration Number: 200201028701 (596364-U)

Date: 24 August 2023

Subject: **UNAUDITED QUARTERLY (Q4) FINANCIAL REPORT FOR
THE YEAR ENDED 30 JUNE 2023**

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | Note | 3 months ended | | Year to date ended | |
|---|------|-----------------------|-----------------------|-----------------------|------------------------------------|
| | | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 (Audited) |
| REVENUE | | 70,865 | 42,412 | 217,826 | 158,043 |
| PROFIT FROM OPERATIONS | | 12,096 | 14,765 | 53,779 | 55,607 |
| Investment related income | | 7,127 | 1,446 | 27,210 | 5,466 |
| Investment related expenses | | (12) | (45) | (12) | (3,526) |
| Finance costs | A11 | (3,230) | (183) | (3,629) | (1,079) |
| PROFIT BEFORE TAX | B7 | 15,981 | 15,983 | 77,348 | 56,468 |
| INCOME TAX EXPENSE | B6 | (6,954) | (7,447) | (18,988) | (15,992) |
| PROFIT AFTER TAX | | 9,027 | 8,536 | 58,360 | 40,476 |
| Other comprehensive item, net of tax | | | | | |
| <u>Item that will not be reclassified subsequently to profit or loss</u> | | | | | |
| Foreign currency translation | | 1 | - | 1 | - |
| Net changes in fair value of investments at fair value through other comprehensive income | | (13,403) | 2,117 | (7,920) | 13,905 |
| Total comprehensive (loss)/income for the period | | (4,375) | 10,653 | 50,441 | 54,381 |
| <u>Profit/(loss) attributable to:-</u> | | | | | |
| Owners of the Company | | 11,798 | 9,735 | 60,837 | 39,458 |
| Non-controlling interests | | (2,771) | (1,199) | (2,477) | 1,018 |
| | | <u>9,027</u> | <u>8,536</u> | <u>58,360</u> | <u>40,476</u> |
| <u>Total comprehensive (loss)/income attributable to:-</u> | | | | | |
| Owners of the Company | | (1,604) | 11,852 | 52,918 | 53,363 |
| Non-controlling interests | | (2,771) | (1,199) | (2,477) | 1,018 |
| | | <u>(4,375)</u> | <u>10,653</u> | <u>50,441</u> | <u>54,381</u> |
| <u>Earnings per share attributable to owners of the parent (sen per share):</u> | | | | | |
| - Basic, for the period | B11 | 1.53 | 1.26 | 7.87 | 5.10 |

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

UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | Note | As at 30 Jun 2023 RM'000 | As at 30 Jun 2022 RM'000 (Audited) |
|--|-------|--------------------------------|---|
| ASSETS | | | |
| Non-current Assets | | | |
| Goodwill | | 423 | 423 |
| Property, plant and equipment | | 18,678 | 4,757 |
| Right-of-use assets | | 1,744 | 3,336 |
| Investment properties | | 1,200 | 1,180 |
| Intangible assets | | 32,145 | 11,760 |
| Other investments | | 33,988 | 38,360 |
| Deferred tax assets | | 3,625 | 594 |
| | | <u>91,803</u> | <u>60,410</u> |
| Current Assets | | | |
| Inventories | | 518 | 476 |
| Trade and other receivables | A12 | 95,715 | 44,733 |
| Contract assets | | 47,116 | 63,547 |
| Tax recoverable | | 2,968 | 476 |
| Short term investments | | 70,000 | 50,007 |
| Cash and bank balances | | 123,997 | 78,318 |
| | | <u>340,314</u> | <u>237,557</u> |
| TOTAL ASSETS | | <u>432,117</u> | <u>297,967</u> |
| EQUITY AND LIABILITIES | | | |
| Equity attributable to owners of the parent | | | |
| Share capital | A7(a) | 149,813 | 149,813 |
| Treasury shares | A7(b) | (5,653) | (5,653) |
| Reserves | | 112,954 | 73,949 |
| | | <u>257,114</u> | <u>218,109</u> |
| Non-controlling interests | | 2,803 | 5,280 |
| Total Equity | | <u>259,917</u> | <u>223,389</u> |
| Non-current Liabilities | | | |
| Loans and borrowings | B8 | 1,112 | 1,213 |
| Lease liabilities | | 1,083 | 1,076 |
| Other payables | | 23,056 | - |
| Deferred tax liabilities | | 5,255 | - |
| | | <u>30,506</u> | <u>2,289</u> |
| Current Liabilities | | | |
| Trade and other payables | A13 | 87,978 | 59,795 |
| Contract liabilities | | 48,831 | 6,223 |
| Loans and borrowings | B8 | 102 | 97 |
| Lease liabilities | | 1,258 | 2,568 |
| Provision for taxation | | 3,525 | 3,606 |
| | | <u>141,694</u> | <u>72,289</u> |
| Total Liabilities | | <u>172,200</u> | <u>74,578</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>432,117</u> | <u>297,967</u> |
| Net assets per share (sen) | | <u>33.26</u> | <u>28.22</u> |

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

Equity funds less non-controlling interests divided by the number of outstanding shares in issue with voting rights.

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

REDTONE DIGITAL BERHAD

Registration Number: 200201028701 (596364-U)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Share capital | Treasury shares | Foreign exchange reserve | Revaluation reserve | FVTOCI reserve | Distributable Retained profits | Total | Non- controlling interests | Total equity |
|---|------------------|--------------------|--------------------------------|------------------------|-------------------|--------------------------------------|----------------|----------------------------------|-----------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 July 2022 | 149,813 | (5,653) | (663) | 641 | 19,751 | 54,220 | 218,109 | 5,280 | 223,389 |
| Profit for the financial year | - | - | - | - | - | 60,837 | 60,837 | (2,477) | 58,360 |
| Other comprehensive income | - | - | 1 | - | (7,920) | - | (7,919) | - | (7,919) |
| Total comprehensive income | - | - | 1 | - | (7,920) | 60,837 | 52,918 | (2,477) | 50,441 |
| Effect arising from the disposal of FVTOCI investments | - | - | - | - | (3,301) | 3,301 | - | - | - |
| Transaction with owners: - Dividend paid | - | - | - | - | - | (13,913) | (13,913) | - | (13,913) |
| At 30 June 2023 | 149,813 | (5,653) | (662) | 641 | 8,530 | 104,445 | 257,114 | 2,803 | 259,917 |
| At 1 July 2021 | 149,813 | (5,653) | (663) | 641 | 5,846 | 28,675 | 178,659 | 4,262 | 182,921 |
| Total comprehensive income | - | - | - | - | 13,905 | 39,458 | 53,363 | 1,018 | 54,381 |
| Transaction with owners: - Dividend paid | - | - | - | - | - | (13,913) | (13,913) | - | (13,913) |
| At 30 June 2022 | 149,813 | (5,653) | (663) | 641 | 19,751 | 54,220 | 218,109 | 5,280 | 223,389 |

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

UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | Year to date ended | |
|---|-----------------------|------------------------------------|
| | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 (Audited) |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from operations | 267,242 | 181,803 |
| Payment for operating expenses | (139,516) | (100,210) |
| Net tax payment | (19,337) | (14,937) |
| Other payments | (98) | (77) |
| Net cash generated from operating activities | <u>108,291</u> | <u>66,579</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Sale of property, plant and equipment | - | 11 |
| Increase in deposits and short term investments | (9,989) | (1,327) |
| Proceed from disposal of short term investment | 3,120 | - |
| Acquisition of quoted shares | (10,556) | - |
| Acquisition of property, plant and equipment | (16,145) | (1,626) |
| Acquisition of intangible assets | (10,942) | (11,760) |
| Interest received | 1,194 | 681 |
| Investment income received | - | 3,137 |
| Dividend received | 1,610 | 331 |
| Net cash used in investing activities | <u>(41,708)</u> | <u>(10,553)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Payment of lease liabilities | (2,809) | (6,395) |
| Repayment of bank borrowings and other loans | (96) | (99) |
| Dividend paid | (13,913) | (13,913) |
| Interest paid | (3,629) | (1,079) |
| Net cash used in financing activities | <u>(20,447)</u> | <u>(21,486)</u> |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 46,136 | 34,540 |
| OPENING CASH AND CASH EQUIVALENTS | <u>49,377</u> | <u>14,837</u> |
| CLOSING CASH AND CASH EQUIVALENTS | <u>95,513</u> | <u>49,377</u> |
| The closing cash and cash equivalents comprise of the following: | | |
| Deposits with financial institutions | 40,119 | 28,941 |
| Cash in hand and at banks | 83,878 | 49,377 |
| | <u>123,997</u> | <u>78,318</u> |
| Less: | | |
| Deposits pledged to financial institutions | (28,484) | (28,941) |
| | <u>95,513</u> | <u>49,377</u> |

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

UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

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 2022. 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 end of the last annual reporting period.

A2. Changes in accounting policies

The accounting policies and method of computation adopted in the preparation of the interim financial report are consistent with those adopted in the audited financial statements for the previous financial year.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning 1 July 2022.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, 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.

A3. Nature and amount of unusual items

There were no unusual items during the current quarter/year under review.

A4. Changes in estimates

There were no material changes in estimate of amount reported in the prior financial year which have a material effect in the current financial year ended 30 June 2023.

A5. Changes in the composition of the group

There were no changes in the composition of the Group for the current financial year ended 30 June 2023.

A6. Seasonality or cyclicity of interim operations

The Group's operations are not significantly affected by any seasonal or cyclical factors.

A7. Debt and equity securities

There were no issuances and repayment of debt and equity securities, share buy-back and share cancellation for the financial year ended 30 June 2023:

(a) Share capital

| | Number of Ordinary Shares | RM |
|--|--------------------------------------|-------------|
| Share capital as at 1 July 2022/30 June 2023 | 782,453,885 | 149,812,475 |

(b) Share buy-back

There was no share buy back transacted during the financial year ended 30 June 2023 and the number of treasury shares held in hand as at 30 June 2023 are as follows:

| | Average price per share RM | Number of shares | Amount RM'000 |
|---|----------------------------------|---------------------|------------------|
| Total treasury shares as at 30 June 2023 | 0.595 | 9,502,000 | 5,653 |

As at 30 June 2023, the number of outstanding shares in issue with voting rights was 772,951,885 (30 June 2022: 772,951,885) ordinary shares.

A8. Contingent liability and performance bond

(a) There is no contingent liability as at 30 June 2023 (30 June 2022: Nil).

(b) Bank guarantees of the Group are as follows:

| | As at 30 Jun 2023 RM'000 | As at 30 Jun 2022 RM'000 (Audited) |
|--|--------------------------------|---|
| Performance bonds in favour of various government and statutory bodies and private companies | 153,632 | 38,707 |

A9. Dividends paid

An interim dividend of 1.8 sen per share amounting to RM13.913 million in respect of the financial year ended 30 June 2022 was paid on 22 November 2022 (Year ended 30 June 2022: 1.8 sen per share in respect of the financial year ended 30 June 2021).

A10. Segment information

The segment information for the reportable segments by line of business for the financial year ended 30 June 2023 are as follows:-

| | Year to date 30 Jun 2023 RM'000 |
|---|---------------------------------------|
| <u>Revenue</u> | |
| Telecommunication services | 106,319 |
| Managed telecommunication network services ("MTNS") | 106,603 |
| Industry digital services | 4,904 |
| Total revenue | 217,826 |
| <u>Results</u> | |
| Telecommunication services | 27,541 |
| MTNS | 34,211 |
| Industry digital services | (5,760) |
| | 55,992 |
| Indirect corporate expenses | (2,213) |
| Profit from operations | 53,779 |
| Investment related income | 27,210 |
| Investment related expenses | (12) |
| Finance costs | (3,629) |
| Profit before tax | 77,348 |
| Income tax expense | (18,988) |
| Profit after tax | 58,360 |

A11. Finance costs

| | 3 months ended | | Year to date ended | |
|----------------------|-----------------------|-----------------------|-----------------------|------------------------------------|
| | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 (Audited) |
| Interest expense on: | | | | |
| - bank overdrafts | 8 | 1 | 8 | 1 |
| - term loans | 17 | 9 | 65 | 58 |
| - lease liabilities | 37 | 74 | 163 | 419 |
| - others | 3,118 | 22 | 3,176 | 77 |
| Bank guarantee fee | 50 | 77 | 217 | 524 |
| | 3,230 | 183 | 3,629 | 1,079 |

A12. Trade and other receivables

Trade receivables mainly consist of progress billings for government projects for MTNS, which includes building, maintaining and operating large scale Wifi hotspots, radio access network infrastructure and fibre optic infrastructure.

Receivables of the Group are as follows:

| | As at 30 Jun 2023 RM'000 | As at 30 Jun 2022 RM'000 (Audited) |
|--|---|---|
| Trade receivables | 53,430 | 37,941 |
| Other receivables | | |
| - Third parties, associates and sundry receivables | 37,263 | 2,922 |
| - Deposits | 2,061 | 2,223 |
| - Prepayments | 2,961 | 1,647 |
| | <u>42,285</u> | <u>6,792</u> |
| Total | <u>95,715</u> | <u>44,733</u> |

A13. Trade and other payables

Payables of the Group are as follows:

| | As at 30 Jun 2023 RM'000 | As at 30 Jun 2022 RM'000 (Audited) |
|---|---|---|
| Trade payables | 50,082 | 45,506 |
| Other payables | | |
| - Provision for Universal Service Fund Contribution | 6,954 | 6,122 |
| - Accruals | 4,823 | 4,833 |
| - Deposits payable | 1,740 | 1,796 |
| - Sundry payables | 24,379 | 1,538 |
| | <u>37,896</u> | <u>14,289</u> |
| Total | <u>87,978</u> | <u>59,795</u> |

UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023
ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES LR

B1. Review of group performance for the quarter ended 30 June 2023

| | 3 months ended | | % | Year to date ended | | % |
|------------------------|----------------|-------------|---------|--------------------|------------------|---------|
| | 30 Jun 2023 | 30 Jun 2022 | | 30 Jun 2023 | 30 Jun 2022 | |
| | RM'000 | RM'000 | + / (-) | RM'000 | RM'000 | + / (-) |
| | | | | | (Audited) | |
| Revenue | 70,865 | 42,412 | 67.09 | 217,826 | 158,043 | 37.83 |
| Profit from operations | 12,096 | 14,765 | -18.08 | 53,779 | 55,607 | -3.29 |
| Profit before tax | 15,981 | 15,983 | -0.01 | 77,348 | 56,468 | 36.98 |

Review of results for the quarter

For the quarter under review, the Group reported a revenue of RM70.87 million which was 67.09% higher than RM42.41 million reported in the previous year corresponding quarter resulting from higher revenue registered by the MTNS and telecommunication services segment.

The Group posted a profit from operations for the current quarter of RM12.10 million, which was 18.08% lower than RM14.77 million reported in the previous year corresponding quarter due to lower gross profit contributed by the MTNS segment.

However, the Group's pre-tax profit was still comparable to that of previous corresponding quarter due to fair value gain from investment in FVTPL category.

Review of results for the financial year

The Group reported a revenue of RM217.83 million which was 37.83% higher than RM158.04 million reported in the previous financial year mainly due to higher revenue contributed by telecommunication services and MTNS segment.

In spite of an increase in revenue this financial year, the Group posted a profit from operations for the current financial year of RM53.78 million which was 3.29% lower than the RM55.61 million reported in the previous financial year mainly due to higher amortisation and impairment of intangible assets.

The Group posted a profit before tax for the current year of RM77.35 million which was 36.98% higher than the RM56.47 million reported in the previous financial year mainly due to higher fair value gain from investment in FVTPL category.

B2. Review of results of current quarter vs preceding quarter

| | 3 months ended | | % |
|------------------------|----------------|-------------|---------|
| | 30 Jun 2023 | 31 Mar 2023 | |
| | RM'000 | RM'000 | + / (-) |
| Revenue | 70,865 | 51,318 | 38.09 |
| Profit from operations | 12,096 | 15,537 | -22.15 |
| Profit before tax | 15,981 | 19,367 | -17.48 |

Commentary on revenue

The Group reported a revenue of RM70.87 million in this current quarter which was 38.09% higher than RM51.32 million reported in the preceding quarter resulting from higher revenue contributed by the MTNS segment.

Commentary on results

In spite of an increase in revenue this quarter, the profit from operations as well as pre-tax profit was lower mainly due to higher impairment of intangible assets.

B3. Prospects and business outlook

The Board of Directors is of the view that the business and operating performance of the Group for the next financial year ending 30 June 2024 will be challenging and competitive especially for telecommunication services segment, due to intense competition in telecommunication industry. Nevertheless, the Group will continue to adopt measures to improve operational efficiencies and profitability in its core businesses. The management expects that the MTNS segment will increase its contribution to the Group while data services for enterprise market would continue to be the main focus in recurring businesses.

B4. Profit forecast

No profit forecast was announced.

B5. Corporate proposal

On 2 November 2022, Malacca Securities Sdn Bhd (“Malacca Securities”) had, on behalf of the Company, announced that the Company proposes to undertake the proposed transfer of the listing of and quotation for its entire issued share capital from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Proposed Transfer”).

On 3 November 2022, Malacca Securities had, on behalf of the Company, announced that the application for the Proposed Transfer had been submitted to the Securities Commission Malaysia. On 20 April 2023, Securities Commission Malaysia had, vide its letter dated 20 April 2023, approved the Proposed Transfer under Section 214(1) of the Capital Markets and Services Act, 2007 and under the Bumiputera equity requirement for public listed companies.

On 3 May 2023, Malacca Securities had, on behalf of the Company, announced that the application for the Proposed Transfer had been submitted to Bursa Securities. On 15 May 2023, Bursa Securities had, vide its letter dated 15 May 2023, approved the Proposed Transfer.

On 24 May 2023, Malacca Securities had, on behalf of the Company, announced that the listing of and quotation for the entire issued share capital of the Company had been transferred from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad with effect from 9.00 a.m. on Wednesday, 24 May 2023, marking the completion of the Proposed Transfer.

B6. Income tax expense

| | 3 months ended | | Year to date ended | |
|---|----------------|-------------|--------------------|-------------|
| | 30 Jun 2023 | 30 Jun 2022 | 30 Jun 2023 | 30 Jun 2022 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | | | | (Audited) |
| Current income tax: | | | | |
| Provision in current period | | | | |
| - Malaysian income tax | (4,730) | (6,556) | (16,576) | (16,584) |
| (Under)/over provision in prior years | - | - | (188) | 1,483 |
| | (4,730) | (6,556) | (16,764) | (15,101) |
| Deferred tax | | | | |
| - Origination and reversal of temporary differences | (2,224) | (891) | (2,224) | 224 |
| - Under provision of deferred tax in prior years | - | - | - | (1,115) |
| | (2,224) | (891) | (2,224) | (891) |
| Total | (6,954) | (7,447) | (18,988) | (15,992) |

The disproportionate tax charge of the Group for the current quarter was mainly due to certain expenses being disallowed for tax purpose. However, the effect of the aforesaid disallowable items was mitigated by the utilisation of previously unrecognised deferred tax assets of certain subsidiaries in the year to date tax charge.

B7. Profit before tax

| | 3 months ended | | Year to date ended | |
|--|----------------|-------------|--------------------|-------------|
| | 30 Jun 2023 | 30 Jun 2022 | 30 Jun 2023 | 30 Jun 2022 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | | | | (Audited) |
| Profit before tax is arrived at after charging/(crediting):- | | | | |
| Amortisation of intangible asset | 25,482 | - | 30,075 | 13 |
| Amortisation of development cost | - | - | - | 20 |
| Depreciation of: | | | | |
| - property, plant and equipment | 894 | 3,751 | 2,157 | 5,100 |
| - right-of-use assets | 352 | 1,409 | 2,393 | 6,311 |
| Impairment of: | | | | |
| - property, plant and equipment | 67 | 1,775 | 67 | 1,775 |
| - right-of-use assets | 704 | 850 | 704 | 850 |
| - intangible assets | 5,086 | - | 5,086 | - |
| Loss/(gain) on foreign exchange | 32 | (81) | 126 | (86) |
| (Writeback of)/allowance for doubtful debts on: | | | | |
| - trade receivables | (1,811) | 4,602 | (2,009) | 3,802 |
| - associate company | 12 | 53 | 12 | 3,526 |
| Expenses relating to leases | | | | |
| - short term leases | 253 | 220 | 920 | 793 |
| - leases of low value assets | 39 | 45 | 155 | 182 |
| Interest income | (422) | (204) | (1,276) | (819) |
| Dividend income | (446) | (228) | (1,506) | (435) |
| Fair value gain on revaluation of investment properties | (20) | - | (20) | - |
| Fair value gain on short term investment | (6,213) | - | (24,317) | - |

There were no disposal of quoted or unquoted investments or properties and gain or loss on derivatives included in the results of the current period.

B8. Loans and borrowings

Loans and borrowings of the Group are as follows:

| | As at 30 Jun 2023 RM'000 | As at 30 Jun 2022 RM'000 (Audited) |
|---|--------------------------------|---|
| Current | | |
| <u>Secured</u> | | |
| Term loan facilities, which are denominated in Ringgit Malaysia | 102 | 97 |
| Non current | | |
| <u>Secured</u> | | |
| Term loan facilities, which are denominated in Ringgit Malaysia | 1,112 | 1,213 |
| Total | <u>1,214</u> | <u>1,310</u> |

B9. Material litigation

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

B10. Dividend

The Board has declared an interim dividend of 2.5 sen per share (previous financial year ended 30 June 2022: 1.8 sen per share) in respect of the financial year ended 30 June 2023 and payable on 16 October 2023. The entitlement date has been fixed on 29 September 2023.

B11. Earnings per share

Basic earnings per share is calculated as follows:

| | 3 months ended | | Year to date ended | |
|---|-----------------------|-----------------------|-----------------------|------------------------------------|
| | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 | 30 Jun 2023 RM'000 | 30 Jun 2022 RM'000 (Audited) |
| Profit attributable to owners of the Company | 11,798 | 9,735 | 60,837 | 39,458 |
| Weighted average number of ordinary shares in issue with voting rights ('000) | 772,952 | 772,952 | 772,952 | 772,952 |
| Basic earnings per share (sen) | <u>1.53</u> | <u>1.26</u> | <u>7.87</u> | <u>5.10</u> |

There are no potential ordinary shares outstanding as at 30 June 2023. As such, the fully diluted earnings per share of the Group is not presented.