



SOUTHERN SCORE BUILDERS BERHAD
(Formerly known as G Neptune Berhad)

(Registration No. 200301019817 (622237-D))

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

CONTENTS	PAGE
Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	1
Unaudited Condensed Consolidated Statement of Financial Position	2- 3
Unaudited Condensed Consolidated Statement of Changes In Equity	4
Unaudited Condensed Consolidated Statement of Cash Flows	5 - 6
Explanatory Notes Pursuant to Malaysian Financial Reporting Standards 134, Interim Financial Reporting	7 - 10
Explanatory Notes Pursuant to Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad	11 - 15

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME⁽¹⁾

	Individual Quarter		Cumulative Quarter	
	3-month ended		6-month ended	
	Current Year	Preceding Year	Current Year To-	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	31.12.2022	Quarter	31.12.2022	Period
		31.12.2021 ⁽²⁾	31.12.2022	31.12.2021 ⁽²⁾
	RM'000	RM'000	RM'000	RM'000
Revenue	59,347	N/A	110,473	N/A
Cost of sales	(43,275)	N/A	(83,077)	N/A
Gross Profit	16,072	N/A	27,396	N/A
Other income	857	N/A	902	N/A
Administrative expenses	(2,743)	N/A	(4,208)	N/A
Operating Profit	14,186	N/A	24,090	N/A
Reverse acquisition expenses	(14,626)	N/A	(14,626)	N/A
Share of loss of an associate	(2)	N/A	(2)	N/A
Finance costs	(1)	N/A	(3)	N/A
(Loss) / Profit before tax	(443)	N/A	9,459	N/A
Tax expense	(3,290)	N/A	(5,640)	N/A
(Loss) / Profit after tax / Total comprehensive (loss) / income	(3,733)	N/A	3,819	N/A
(Loss) / Profit after tax / Total comprehensive (loss) / income attributable to:				
Owners of the Company	(3,733)	N/A	3,819	N/A
(Loss) / Earnings per share (sen)				
Basic / diluted	(0.18)	N/A	0.19	N/A

Notes:

- (1) The basis of preparation of the unaudited condensed consolidated Statement of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the circular to shareholders of Southern Score Builders Berhad (formerly known as G Neptune Berhad) ("Company") dated 22 August 2022 in relation to amongst others, its regularisation plan ("Circular"), as well as the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the reverse acquisition of the Company by Southern Score Sdn Bhd ("Southern Score") ("Reverse Acquisition") as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (3) Basic earnings per share ("EPS") and diluted EPS are the same as the Company did not have any potential dilutive securities during the period.

N/A denotes not applicable.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	Unaudited As at 31.12.2022 RM'000	Unaudited As at 30.06.2022⁽²⁾ RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	809	807
Investment in an associate	255	258
Total Non-Current Assets	1,064	1,065
CURRENT ASSETS		
Contract assets	23,507	14,315
Trade receivables	86,565	86,982
Other receivables	415	147
Short term deposit placement	80,341	-
Cash and bank balances	27,883	3,644
Total Current Assets	218,711	105,088
TOTAL ASSETS	219,775	106,153
EQUITY AND LIABILITIES		
EQUITY		
Share capital	117,042	1,000
Retained earnings	29,530	25,711
TOTAL EQUITY	146,572	26,711
LIABILITIES		
NON-CURRENT LIABILITIES		
Finance lease liabilities	91	109
Deferred tax liabilities	68	68
Total Non-Current Liabilities	159	177
CURRENT LIABILITIES		
Contract liabilities	-	-
Trade payables	66,012	73,891
Other payables	4,233	994
Finance lease liabilities	35	34
Tax payable	2,764	4,346
Total Current Liabilities	73,044	79,265
TOTAL LIABILITIES	73,203	79,442
TOTAL EQUITY AND LIABILITIES	219,775	106,153
Net assets per share (RM)	0.06 ⁽³⁾	0.02 ⁽⁴⁾

Notes:

- (1) The basis of preparation of the unaudited condensed consolidated Statement of Financial Position are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Circular, as well as the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

- (2) The unaudited condensed consolidated Statement of Financial Position of Southern Score and its associate company, TCS SS Precast Construction Sdn Bhd (“TSPC”) (“Southern Score Group”) as at 30 June 2022 has been presented as the comparative statement of financial position following the Reverse Acquisition as explained in Note A2.1 of this interim financial report.
- (3) The net assets per share as at 31 December 2022 was calculated based on the enlarged share capital of the Group of 2,272,589,562 ordinary shares upon completion of the regularisation plan.
- (4) The net assets per share as at 30 June 2022 was calculated based on newly issued 1,680,000,000 new ordinary shares in the Company issued in exchange for 1,000,000 ordinary shares in Southern Score following the reverse acquisition as explained in Note A2.1 to these interim financial statements.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY⁽¹⁾⁽²⁾

	SHARE CAPITAL RM'000	CAPITAL RESERVE RM'000	DISTRIBUTABLE RETAINED EARNINGS RM'000	TOTAL EQUITY RM'000
As at 1 July 2022	9,793	622	(16,851)	(6,436)
Deemed cost purchase consideration	4,332	-	-	4,332
Adjustment arising from Reverse Acquisition	(8,793)	(622)	42,562	33,147
Issuance of placement shares pursuant to the regularisation plan	108,610	-	-	108,610
Issuance of settlement shares pursuant to the regularisation plan	3,100	-	-	3,100
Total profit or loss and other comprehensive income for the period	-	-	3,819	3,819
As at 31 December 2022	117,042	-	29,530	146,572

Notes:

- (1) The basis of preparation of the unaudited condensed consolidated Statement of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the circular to shareholders of the Company dated 22 August 2022 in relation to amongst others, its regularisation plan, as well as the accompanying explanatory notes attached to this interim financial report
- (2) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the preceding corresponding period being presented due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS⁽¹⁾

	Current year to- date 31.12.2022 RM'000	Preceding year to-date 31.12.2021⁽²⁾ RM'000
OPERATING ACTIVITIES		
Profit before tax	9,459	N/A
Adjustments:		
Depreciation of property, plant and equipment	88	N/A
Share of loss of an associate	2	N/A
Reverse acquisition expenses	14,626	N/A
Waiver of director fee	(361)	N/A
Interest expense	3	N/A
Interest income	(202)	N/A
Operating profit before working capital changes	<u>23,615</u>	<u>N/A</u>
Changes in working capital:		
Contract assets	(9,192)	N/A
Receivables	152	N/A
Payables	(9,619)	N/A
Cash generated from operations	<u>4,956</u>	<u>N/A</u>
Interest received	177	N/A
Income tax paid	(7,222)	N/A
Net cash used in operating activities	<u>(2,089)</u>	<u>N/A</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(90)	N/A
Net cash received from Reverse Acquisition	7	N/A
Interest received	25	N/A
Net cash used in investing activities	<u>(58)</u>	<u>N/A</u>
FINANCING ACTIVITIES		
Repayment of finance lease liabilities	(17)	N/A
Interest paid	(3)	N/A
Proceeds from issuance of placement shares pursuant to the regularisation plan	108,610	N/A
Repayment to a director	(1,864)	N/A
Net cash from financing activities	<u>106,726</u>	<u>N/A</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	104,579	N/A
CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>3,644</u>	<u>N/A</u>
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD	<u>108,223</u>	<u>N/A</u>

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

Notes:

- (1) The basis of preparation of the unaudited condensed consolidated Statement of Cash Flows are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the circular to shareholders of the Company dated 22 August 2022 in relation to amongst others, its regularisation plan, as well as the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the preceding corresponding period being presented due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

N/A denotes not applicable.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

This interim financial report is unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited consolidated Statement of Financial Position of the Southern Score Group as at 30 June 2022 has been presented as the comparative Consolidated Statement of Financial Position, due to the Reverse Acquisition as explained in Note A2.1 below. Southern Score being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

The accounting policies, estimates and judgements adopted in these interim financial statements are consistent with those adopted in the unaudited financial statements of the Southern Score Group for the period ended 30 June 2022. This interim financial report should be read in conjunction with the Accountants' Report as disclosed in the circular to shareholders of the Company dated 22 August 2022 in relation to amongst others, its regularisation plan.

The accompanying explanatory notes attached to this interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Southern Score Group since period ended 30 June 2022.

A2 Significant Accounting Policies

A2.1 MFRS 3: Business Combinations – Reverse Acquisition

On 9 July 2021, the Company announced that it had entered into a conditional share sale agreement with Super Advantage Property Sdn Bhd ("Vendor") for the acquisition by the Company of the entire issued shares in 1,000,000 ordinary shares in Southern Score, representing the entire equity interest of Southern Score held by the Vendor, for a purchase consideration of RM252 million ("Purchase Consideration") ("Acquisition"). The Purchase Consideration was satisfied through the issuance of 1,680,000,000 shares at RM0.15 per share. The Acquisition was part of the Company's regularisation plan to uplift its GN3 status. Upon completion of the regularisation plan including the Reverse Acquisition on 9 November 2022, the Company became the legal holding company of Southern Score.

In accordance with MFRS 3: Business Combinations, the aforementioned business combination between the Company and Southern Score is treated as a reverse acquisition whereby for accounting purposes, the accounting acquirer is Southern Score while the accounting acquiree is the Company.

Under the reverse acquisition method of accounting, even though the consolidated financial statements of the combined entity are issued under the name of the legal holding company, that is, the Company, the consolidated financial statements represent a continuation of the historical financial statements of the legal subsidiary, that is, Southern Score.

Accordingly, the current year-to-date unaudited consolidated Statement of Profit or Loss and Other Comprehensive Income, unaudited consolidated Statement of Changes in Equity and unaudited consolidated Statement of Cash Flow relates to the period from 1 July 2022 to 31 December 2022 of the Southern Score Group.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

A2 Significant Accounting Policies (cont'd)

A2.1 MFRS 3: Business Combinations – Reverse Acquisition (cont'd)

No comparative figures are presented for these statements as Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

- (i) The unaudited Consolidated Statement of Financial Position of the Southern Score Group as at 30 June 2022 had been presented as the comparative for the Consolidated Statement of Financial Position of the Group as at 31 December 2022.
- (ii) The fair value of the identifiable assets and liabilities of the Company as at 9 November 2022 are as follows:-

	RM'000
Other receivables	3
Cash and cash equivalents	7
Other payables	(10,304)
Total identifiable net liabilities	(10,294)
Deemed purchase consideration of the Company by Southern Score	(4,332)
Reverse acquisition expenses	(14,626)

A2.2 Adoption of Amendments/Improvements to MFRS

The accounting policies and method of computation adopted for the interim financial statements are consistent with those adopted in the Southern Score Group's audited financial statements for the financial year ended 31 December 2021, except with the adoption of the following MFRSs for financial period beginning on or after 1 January 2022:

- (i) Amendments to MFRS 3 – Business Combination: Reference to the Conceptual Framework
- (ii) Amendments to MFRS 116 – Property, Plant and Equipment: Proceeds before Intended Use
- (iii) Amendments to MFRS 137 – Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract
- (iv) Annual Improvements to MFRS Standards 2018-2020 (MFRS 1, 9 and 141)

The adoption of amendments and improvements to the new MFRSs above have not resulted in any material impact to the financial statements of the Group.

A3 Auditor's Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of Southern Score Group for the financial year ended 31 December 2021 was not subject to any qualification.

A4 Seasonal or Cyclical Factors

The operations of the Group were not subject to any seasonal or cyclical changes during the current financial quarter and current financial year-to-date.

A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

Save for the effects of the Reverse Acquisition, there were no other unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and current financial year-to-date.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

A6 Material Changes in Estimates

There were no material changes in the estimates that may have material effect on the results for the current financial quarter and current financial year-to-date.

A7 Debts and Equity Securities

Save as disclosed below, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter and current financial year-to-date.

On 20 October 2022, the Company completed its share consolidation exercise of every 10 existing ordinary shares into 1 ordinary share as part of the Company's regularisation plan.

On 9 November 2022, the Company had issued the following as part of the Company's regularisation plan:

- (i) Issuance of 1,680,000,000 new ordinary shares in the Company ("**Consideration Shares**") at an issue price of RM0.15 per share;
- (ii) Issuance of 20,666,667 new ordinary shares in the Company ("**Settlement Shares**") at an issue price of RM0.15 per share; and
- (iii) Issuance of 543,047,900 new ordinary shares in the Company ("**Placement Shares**") at an issue price of RM0.20 per share.

The movement in the Company's issued share capital is illustrated as follows:

	Number of shares (‘000)	Amount (RM'000)
Issued share capital		
As at 1 July 2022	288,750	9,793
Pursuant to share consolidation	<u>28,875</u>	<u>9,793</u>
Issuance of Consideration Shares	1,680,000	252,000
Issuance of Settlement Shares	20,667	3,100
Issuance of Placement Shares	<u>543,048</u>	<u>108,610</u>
As at 31 December 2022	<u>2,272,590</u>	<u>373,503</u>

A8 Dividends Paid

There were no dividends paid during the current financial quarter and current financial year-to-date.

A9 Segmental Reporting

Information on operating segment has not been reported as the Group's revenue, profit or loss, assets and liabilities are mainly contained to a single operating segment, namely construction. Information about geographical area has also not been reported as the Group's primary market is only Malaysia.

A10 Carrying Amount of Revalued Asset

The Group does not have a revaluation of property, plant and equipment policy.

A11 Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the current period ended 31 December 2022.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

A12 Changes in the Group Composition

Save for the effects of the regularisation plan and Reverse Acquisition disclosed in Note A2.1, there were no changes to the composition of the Group in the current quarter under review and financial year-to-date including business combinations, acquisition or disposal of subsidiaries and long-term investment, restructuring and discontinued operation.

A13 Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

A14 Capital Commitment

There were no capital commitments as at the end of the current financial quarter.

A15 Significant Related Party Transactions

	Individual Quarter		Cumulative Quarter	
	3-month ended		6-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	31.12.2022	31.12.2021 ⁽¹⁾	31.12.2022	31.12.2021 ⁽¹⁾
Progress billings issued to a company in which certain directors have interest	14,331	N/A	29,792	N/A
Accounting software expenses billed by a company in which certain directors have interest	49	N/A	69	N/A
Payment made on behalf by a company in which certain directors have interest	-	N/A	13	N/A

Notes:

- (1) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

N/A denotes not applicable.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSAMALAYSIA SECURITIES BERHAD

B1 Review of Financial Performance

For the current financial quarter, the Group recorded revenue of RM59.35 million and loss before tax of RM0.44 million. For the current financial year-to-date, the Group recorded revenue of RM110.47 million and profit before tax of RM9.46 million.

On completion of the Reverse Acquisition as detailed in Note A2.1, the Group incurred a one-off reverse acquisition expense of RM14.63 million which was charged to its consolidated statement of profit or loss and other comprehensive income. The reverse acquisition expenses was in relation to the acquisition of Southern Score which was treated as a Reverse Acquisition under MFRS 3: Business Combination. If not for the reverse acquisition expense, the Group would have recorded a profit before tax of RM14.2 million and RM24.09 million for the current financial quarter and current financial year-to-date respectively.

B2 Comparison with Immediate Preceding Quarter's Results

No comparative figures for the immediate preceding quarter's results were available due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report.

B3 Prospects

As disclosed in the Company's circular to shareholders dated 22 August 2022, the Company has the following future plans:

- (i) To further expand its construction services; and
- (ii) To venture into the manufacture of industrialised building system (IBS) products.

The Group is optimistic of its prospects given its ongoing existing projects and potential to secure new contracts in year 2023 despite the challenging business environment. As of to-date, the Group has participated in projects tendering in the public and private sector. The Group is also exploring opportunities in other projects which could yield long term and sustainable revenue.

B4 Profit Forecast

On 9 July 2021, as part of its regularisation plan, the Company announced that it had entered into a profit guarantee agreement with the Vendor whereby the Vendor had provided a profit guarantee to the Company as follows:

- (i) the Southern Score Group shall achieve a minimum profit after tax of RM10 million for the financial year ending 31 December 2022 ("**FYE 2022**");
- (ii) the Southern Score Group shall achieve a minimum profit after tax of RM20 million for the financial year ending 31 December 2023 ("**FYE 2023**"); and
- (iii) the Southern Score Group shall achieve a minimum profit after tax of any shortfall of the profit guarantee for the financial year ending 31 December 2024 ("**FYE 2024**"), which shall be equivalent to RM80 million on a cumulative basis for the period of FYE 2022 to FYE 2024 ("**Profit Guarantee Period**")

Based on the unaudited results of the Southern Score Group for financial year ended 31 December 2022, a profit after tax of RM 32.2 million was recorded.

Taking into consideration the Group's prospects as set out in Note B3, the Directors of the Company are optimistic that the Southern Score Group is likely to achieve the targeted profit over the Profit Guarantee Period.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

B5 Taxation

Tax expense comprises the following:

	Individual Quarter 3-month ended		Cumulative Quarter 6-month ended	
	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2022 ⁽¹⁾ RM'000	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2022 ⁽¹⁾ RM'000
Income Tax	3,290	N/A	5,640	N/A
Deferred tax	-	N/A	-	N/A
	<u>3,290</u>	<u>N/A</u>	<u>5,640</u>	<u>N/A</u>
Effective tax rate	23.2%	N/A	23.4%	N/A

Notes:

- (1) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

N/A denotes not applicable.

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial period.

The effective tax rate for the current quarter and year-to-date is calculated after excluding the reverse acquisition expenses. The variance between the effective tax rate and the statutory tax rate is mainly due to over provision of tax in previous year.

B6 Status of Corporate Proposals Announced but Not Completed

There are no corporate proposals announced by the Company but not completed as at the date of this interim financial report.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

B7 Group Borrowings

The details of the Group's borrowings are as follow:

	Unaudited As at 31.12.2022 RM'000	Unaudited As at 30.06.2022⁽¹⁾ RM'000
Short Term Borrowings		
- Finance lease liabilities	35	34
Long Term Borrowings		
- Finance lease liabilities	91	109
Total Borrowings	126	143

Note:

- (1) The Southern Score Group's borrowings as at 30 June 2022 have been presented as the comparative period following the Reverse Acquisition as explained in Note A2.1 of this interim financial report.

The Group's borrowings above are all secured and denominated in Ringgit Malaysia.

B8 Material Litigations

There are no material litigations pending as at the date of this interim financial report.

B9 Dividends

The Board of Directors of the Company did not declare or recommend any dividend during the current financial quarter.

B10 Earnings Per Share

The basic and diluted earnings per share is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares in issue during the period as follows:

	Individual Quarter 3-month ended		Cumulative Quarter 6-month ended	
	Current Year Quarter 31.12.2022	Preceding Year Corresponding Quarter 31.12.2021⁽¹⁾	Current Year To-Date 31.12.2022	Preceding Year Corresponding Period 31.12.2021⁽¹⁾
Profit attributable to owners of the Company (RM'000)	(3,733)	N/A	3,819	N/A
Weighted average number of ordinary shares in issue ('000)	2,061,530	N/A	2,061,530	N/A
Basic (loss)/earnings per share (sen)⁽¹⁾	(0.18)	N/A	0.19	N/A

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

If not for the reverse acquisition expenses as detailed in Note B1, the Group would have achieved profit after tax of RM10.90 million and RM18.45 million for the current financial quarter and current financial year-to-date respectively. The Group's basic earnings per share would also have been 0.53 sen and 0.89 sen for the current financial quarter and current financial year-to-date respectively.

Notes:

- (1) This is the first interim financial report for the second quarter ended 31 December 2022 announced by the Company after the completion of its regularisation plan on 9 November 2022. There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the Reverse Acquisition as explained in Note A2.1 of this interim financial report. Southern Score, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (2) The basic (loss)/earnings per share and diluted (loss)/earnings per share are the same as the Company did not have any potential dilutive securities during the period.

N/A denotes not applicable.

B11 Notes to the Statement of Profit or Loss and Other Comprehensive Income

(Loss) / Profit before taxation is arrived at after crediting / (charging) the following:

	Individual Quarter 3-month ended		Cumulative Quarter 6 -months ended	
	31.12.2022 RM'000	31.12.2021 RM'000	31.12.2022 RM'000	31.12.2021 RM'000
Interest income	157	N/A	202	N/A
Depreciation	(45)	N/A	(88)	N/A
Waiver of director fee	361	N/A	361	N/A
Finance costs	(1)	N/A	(3)	N/A
Share of loss of an associate	(2)	N/A	(2)	N/A
Reverse acquisition expenses	(14,626)	N/A	(14,626)	N/A

Save as disclosed above, the other disclosure items as required under paragraph 16 of Appendix 9B of the ACE Market Listing Requirements of Bursa Securities are not applicable.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2022

B12 Status of utilisation of proceeds raised from corporate proposal

On 9 November 2022, the Company completed its regularisation plan which includes a private placement exercise following the listing and quotation of 543,047,900 Placement Shares at an issue price of RM0.20 per share on even date. As at 31 December 2022, the total proceeds generated from the private placement exercise of RM108.61 million have been utilised as follows:-

Purpose	Intended Timeframe for Utilisation (from the Date of Listing of the Placement Shares)	Proposed Utilisation	Actual Utilisation	Balance Unutilised
		RM'000	RM'000	RM'000
Injection of funds to TSPC	Within 18 months	21,800	-	21,800
Purchase of building materials	Within 18 months	25,000	-	25,000
Repayment of contractors	Within 12 months	25,000	(3,600)	21,400
Acquiring/ rent of construction assets	Within 18 months	18,000	-	18,000
Acquiring of office	Within 18 months	5,000	-	5,000
Working capital	Within 24 months	9,410	(374)	9,036
Estimated expenses in relation to the regularisation plan	Within 1 month	4,400	(4,400)	-
Total proceeds		108,610	(8,374)	100,236