



**SOUTHERN SCORE BUILDERS BERHAD**  
**(Formerly known as G Neptune Berhad)**  
(Registration No. 200301019817 (622237-D))  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**  
**FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

<b>CONTENTS</b>	<b>PAGE</b>
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 FOURTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME<sup>(1)</sup>**

	Individual Quarter		Cumulative Quarter	
	3-month ended		6-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To- Date	Preceding Year Corresponding Period
	30.06.2023	30.06.2022 <sup>(2)</sup>	30.06.2023 <sup>(3)</sup>	30.06.2022 <sup>(2)</sup>
	RM'000	RM'000	RM'000	RM'000
Revenue	30,636	N/A	97,933	N/A
Cost of sales	(12,581)	N/A	(64,178)	N/A
<b>Gross Profit</b>	<b>18,055</b>	<b>N/A</b>	<b>33,755</b>	<b>N/A</b>
Other income	789	N/A	3,474	N/A
Administrative expenses	(2,291)	N/A	(4,478)	N/A
<b>Operating Profit</b>	<b>16,553</b>	<b>N/A</b>	<b>32,751</b>	<b>N/A</b>
Share of loss of an associate	(2)	N/A	(2)	N/A
Finance costs	(98)	N/A	(163)	N/A
<b>Profit before tax</b>	<b>16,453</b>	<b>N/A</b>	<b>32,586</b>	<b>N/A</b>
Tax expense	(3,862)	N/A	(7,198)	N/A
<b>Profit after tax / Total comprehensive income</b>	<b>12,591</b>	<b>N/A</b>	<b>25,388</b>	<b>N/A</b>
<b>Profit after tax / Total comprehensive income attributable to:</b>				
Owners of the Company	12,591	N/A	25,388	N/A
<b>Earnings per share (sen)</b>				
Basic/ diluted <sup>(4)</sup>	0.55	N/A	1.12	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 third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 ("Reverse Acquisition") as explained in Note A2.1 of this interim financial report. Southern Score Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (3) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.
- (4) 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.

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>**

	<b>Unaudited As at 30.06.2023 RM'000</b>	<b>Unaudited<sup>(2)</sup> As at 31.12.2022<sup>(2)</sup> RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	1,895	809
Investment in an associate	252	254
Fixed deposits with licensed banks	7,718	-
Total Non-Current Assets	<u>9,865</u>	<u>1,063</u>
<b>CURRENT ASSETS</b>		
Contract assets	25,572	23,507
Trade receivables	88,447	86,564
Other receivables	1,787	422
Short term deposit placement	71,121	80,341
Cash and bank balances	700	27,883
Total Current Assets	<u>187,627</u>	<u>218,717</u>
<b>TOTAL ASSETS</b>	<b><u>197,492</u></b>	<b><u>219,780</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	117,042	117,042
Retained earnings	32,018	29,356
<b>TOTAL EQUITY</b>	<b><u>149,060</u></b>	<b><u>146,398</u></b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Finance lease liabilities	266	91
Deferred tax liabilities	83	83
Total Non-Current Liabilities	<u>349</u>	<u>174</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	35,216	66,012
Other payables	1,504	4,261
Finance lease liabilities	151	35
Bank overdraft	4,995	-
Tax payable	6,217	2,900
Total Current Liabilities	<u>48,083</u>	<u>73,208</u>
<b>TOTAL LIABILITIES</b>	<b><u>48,432</u></b>	<b><u>73,382</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>197,492</u></b>	<b><u>219,780</u></b>
Net assets per share (RM) <sup>(3)</sup>	0.07	0.06

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

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**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.
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the comparative financial position in this interim financial report is as at 31 December 2022 which reflects the latest available audited financial position of Southern Score Sdn Bhd group and the unaudited financial position of the Company as at 31 December 2022.
- (3) The net assets per share as at 30 June 2023 and 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.

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY<sup>(1)</sup>**

	SHARE CAPITAL	DISTRIBUTABLE RETAINED EARNINGS	TOTAL EQUITY
	RM'000	RM'000	RM'000
<b>As at 1 Jan 2022<sup>(2)</sup></b>	<b>1,000</b>	<b>21,399</b>	<b>22,399</b>
Deemed cost purchase consideration	4,332	-	4,332
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 financial year	-	17,957	17,957
Dividend paid	-	(10,000)	(10,000)
<b>As at 31 December 2022<sup>(2)</sup></b>	<b>117,042</b>	<b>29,356</b>	<b>146,398</b>
Total profit or loss and other comprehensive income for the period	-	25,388	25,388
Dividend paid	-	(22,726)	(22,726)
<b>As at 30 June 2023<sup>(2)</sup></b>	<b>117,042</b>	<b>32,018</b>	<b>149,060</b>

**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, as well as the accompanying explanatory notes attached to this interim financial report
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the comparative financial position in this interim financial report is as at 31 December 2022 which reflects the latest available audited financial position of Southern Score Sdn Bhd group and the unaudited financial position of the Company as at 31 December 2022.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS<sup>(1)</sup>**

	Current year to- date 30.06.2023 <sup>(3)</sup> RM'000	Preceding year to- date 30.06.2022 <sup>(2)</sup> RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	32,586	N/A
<b>Adjustments:</b>		
Depreciation of property, plant and equipment	133	N/A
Share of loss of an associate	2	N/A
Waiver of director fee	(1,794)	N/A
Interest expense	163	N/A
Interest income	(399)	N/A
Operating profit before working capital changes	30,691	N/A
<b>Changes in working capital:</b>		
Contract assets/ liabilities	(2,024)	N/A
Receivables	(3,248)	N/A
Payables	(31,965)	N/A
<b>Cash used in operations</b>	<b>(6,546)</b>	<b>N/A</b>
Interest received	191	N/A
Income tax paid	(3,880)	N/A
<b>Net cash used in operating activities</b>	<b>(10,235)</b>	<b>N/A</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(905)	N/A
Interest received	137	N/A
<b>Net cash used in investing activities</b>	<b>(768)</b>	<b>N/A</b>
<b>FINANCING ACTIVITIES</b>		
Repayment of finance lease liabilities	(64)	N/A
Dividend paid	(22,726)	N/A
Interest paid	(163)	N/A
Placement of fixed deposits	(7,692)	N/A
Advance from a director	250	N/A
<b>Net cash used in financing activities</b>	<b>(30,395)</b>	<b>N/A</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(41,398)</b>	<b>N/A</b>
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b>108,224</b>	<b>N/A</b>
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD</b>	<b>66,826</b>	<b>N/A</b>

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)<sup>(1)</sup>**

	Current year to- date 30.06.2023 <sup>(3)</sup> RM'000	Preceding year to-date 30.06.2022 <sup>(2)</sup> RM'000
<b>CASH AND CASH EQUIVALENTS</b>		
Fixed deposits with licensed banks	7,718	N/A
Short term deposit placement	71,121	N/A
Cash and bank balances	700	N/A
Bank overdraft	(4,995)	N/A
	<hr/> 74,544	<hr/> N/A
Less: Fixed deposits pledged	(7,718)	N/A
	<hr/> <b>66,826</b> <hr/>	<hr/> <b>N/A</b> <hr/>

**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, as well as the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (3) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.

N/A denotes not applicable.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

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**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”).

Due to the Reverse Acquisition as explained in Note A2.1 below, Southern Score Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.

On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group’s first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the Group’s financial statements are presented as follow:

- (1) the current financial year-to-date figures for the 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 reflect a period of 6 months from 1 January 2023 to 30 June 2023; and
- (ii) the audited financial position of Southern Score Sdn Bhd group and unaudited financial position of the Company as at 31 December 2022 has been presented as the comparative figures for the condensed consolidated Statement of Financial Position.

The accounting policies, estimates and judgements adopted in these interim financial statements are consistent with those adopted in the audited financial statements of the Southern Score Sdn Bhd group for the year ended 31 December 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 Group for the period ended 30 June 2023.

**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 Sdn Bhd, representing the entire equity interest of Southern Score Sdn Bhd 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 Sdn Bhd.

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



**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

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**A2 Significant Accounting Policies (cont'd)**

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

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 Sdn Bhd.

The fair value of the identifiable assets and liabilities of the Company as at 9 November 2022 are as follows:

	<b>RM'000</b>
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 Sdn Bhd	(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 Sdn Bhd group's audited financial statements for the financial year ended 31 December 2022, except with the adoption of the following MFRSs for financial period beginning on or after 1 January 2023:

- (i) Amendments to MFRS 101 – Presentation of Financial Statements: Disclosure of Accounting Policies
- (ii) Amendments to MFRS 108 – Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates
- (iii) Amendments to MFRS 112 – Income Taxes: Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction

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 Sdn Bhd group for the financial year ended 31 December 2022 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**

There were no 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 FOURTH QUARTER ENDED 30 JUNE 2023**

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**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**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter and current financial year-to-date.

**A8 Dividends Paid**

An interim dividend of 1.0 sen per ordinary share in respect of the financial year ended 30 June 2023 amounting to RM22.73 million was paid on 18 April 2023.

**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 30 June 2023.

**A12 Changes in the Group Composition**

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.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**A15 Significant Related Party Transactions**

	Individual Quarter 3-month ended		Cumulative Quarter 6-month ended	
	Current Year Quarter 30.06.2023 RM'000	Preceding Year Corresponding Quarter 30.06.2022 <sup>(1)</sup> RM'000	Current Year To- Date 30.06.2023 <sup>(2)</sup> RM'000	Preceding Year Corresponding Period 30.06.2022 <sup>(1)</sup> RM'000
Progress billing and retention sum issued to companies in which certain Directors have interests	(1,964) <sup>(3)</sup>	N/A	45,838 <sup>(3)</sup>	N/A
Progress billing and retention sum issued to companies in which persons connected to a Director have interests	6,178	N/A	17,658	N/A
Provision of food and beverage and venue rental for the Group's event by a company in which a Director has interest	-	N/A	4	N/A

**Notes:**

- (1) This is the third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.
- (3) The Group recorded an adjustment of approximately RM2.62 million to its progress billing during the current financial quarter and current year to-date. The adjustment was made to reflect the actual development order related billing for one of the Group's projects of RM35.31 million instead of an amount of RM37.93 million which had previously been issued as progress billing by the Group.

N/A denotes not applicable.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 Review of Financial Performance**

For the current financial quarter, the Group recorded revenue of RM30.64 million and profit before tax of RM16.45 million. For the current financial year-to-date (i.e. 6-month period from 1 January 2023 to 30 June 2023), the Group recorded revenue of RM97.93 million and profit before tax of RM32.59 million.

**B2 Comparison with Immediate Preceding Quarter's Results**

	Individual Quarter		Changes	
	Current Quarter	Preceding Quarter		
	30.06.2023	31.03.2023	RM'000	%
Revenue	30,636	67,297	(36,661)	(54.47)
Profit before tax	16,453	16,134	319	1.98

The Group's revenue decreased by RM36.66 million or 54.47% from RM67.30 million in the immediate preceding quarter to RM30.64 million in the current financial quarter. The decrease in revenue was mainly due to lower progress recorded for projects which are nearing completion as well as absence of significant project delivery milestones as compared to the immediate preceding quarter whereby the Group obtained development approval for a project.

Despite the decrease in revenue, the Group's profit before tax increased by RM0.32 million from RM16.13 million in the immediate preceding quarter to RM16.45 million in the current financial quarter mainly due to lower cost of sales arising from reduction in the estimated gross development cost for one of the Group's projects.

**B3 Prospects**

The Group remains optimistic of its prospects given its ongoing existing projects and potential to secure new contracts in year 2023 in view of the post pandemic economic recovery. In the latest Quarterly Construction Statistics, Malaysia, Second Quarter 2023 released by the Department of Statistics Malaysia on 9 August 2023, Malaysia's construction sector continued to expand in the second quarter of 2023, registering an increase of 8.1 per cent year-on-year. As of to-date, the Group has continuously participated in projects tendering in the public and private sector and has also successfully secured a new contract during the last financial quarter which is expected to enhance the Group's order book for the coming financial years. The Group will continue to explore opportunities in other projects which could yield long term and sustainable revenue.

The Group is also exploring cutting-edge construction technologies that may revolutionise Malaysia's housing sector whereby on 2 June 2023, the Company announced that it had entered into a Memorandum of Understanding with MCC Overseas (M) Sdn Bhd and Guangdong Bright Dream Robotics Co Ltd ("MOU") to form a partnership to implement and develop robotic construction technologies in Malaysia. Via the MOU, the Company will be venturing into the integration of automation and robotics in the design, manufacturing and construction processes of Industrialised Building Systems (IBS) in Malaysia.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**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 Sdn Bhd 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 Sdn Bhd 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 Sdn Bhd 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 audited results of the Southern Score Sdn Bhd group for financial year ended 31 December 2022, Southern Score Sdn Bhd group recorded a profit after tax of RM 32.02 million, therefore achieving the minimum profit after tax of RM10 million for the FYE 2022 under the profit guarantee agreement.

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

**B5 Taxation**

Tax expense comprises the following:

	Individual Quarter 3-month ended		Cumulative Quarter 6-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To- Date	Preceding Year Corresponding Period
	30.06.2023	30.06.2022 <sup>(1)</sup>	30.06.2023 <sup>(2)</sup>	30.06.2022 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Income Tax	3,862	N/A	7,198	N/A
Deferred tax	-	N/A	-	N/A
	<b>3,862</b>	<b>N/A</b>	<b>7,198</b>	<b>N/A</b>
Effective tax rate	23.5%	N/A	22.1%	N/A

**Notes:**

- (1) This is the third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group’s first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.

N/A denotes not applicable.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**B5 Taxation (cont'd)**

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial period. The variance between the effective tax rate and the statutory tax rate is mainly due to non-taxable capital gains and tax exempted interest income earned from money market fund placement as well as non-taxable income arising from the waiver of debts from a director.

**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.

**B7 Group Borrowings**

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

	<b>Unaudited As at 30.06.2023 RM'000</b>	<b>Unaudited As at 31.12.2022<sup>(1)</sup> RM'000</b>
<b>Short Term Borrowings</b>		
- Finance lease liabilities	151	35
<b>Long Term Borrowings</b>		
- Finance lease liabilities	266	91
<b>Total Borrowings</b>	417	126

**Note:**

(1) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the comparative financial position in this interim financial report is as at 31 December 2022 which reflects the latest available audited financial position of Southern Score Sdn Bhd group and the unaudited financial position of the Company as at 31 December 2022.

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**

On 20 February 2023, the Board of Directors declared an interim dividend of 1.0 sen per ordinary share in respect of the financial year ended 30 June 2023 amounting to RM22.73 million to all holders of ordinary shares whose names appear in the Record of Depositors of the Company as at the close of business on 28 March 2023. The said dividends were subsequently paid on 18 April 2023.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2023**

**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		Cumulative Quarter	
	3-month ended		6-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-Date	Preceding Year Corresponding Period
	30.06.2023	30.06.2022 <sup>(1)</sup>	30.06.2023 <sup>(2)</sup>	30.06.2022 <sup>(1)</sup>
Profit attributable to owners of the Company (RM'000)	12,591	N/A	25,388	N/A
Weighted average number of ordinary shares in issue ('000)	2,272,590	N/A	2,272,590	N/A
<b>Basic earnings per share (sen)<sup>(3)</sup></b>	<b>0.55</b>	<b>N/A</b>	<b>1.12</b>	<b>N/A</b>

**Notes:**

- (1) This is the third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.
- (3) The basic earnings per share and diluted 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**

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

	Individual Quarter		Cumulative Quarter	
	3-month ended		6-months ended	
	30.06.2023	30.06.2022 <sup>(1)</sup>	30.06.2023 <sup>(2)</sup>	30.06.2022 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Interest income	210	N/A	399	N/A
Depreciation	(67)	N/A	(133)	N/A
Waiver of debt	-	N/A	1,794	N/A
Finance costs	(98)	N/A	(163)	N/A
Share of loss of an associate	(2)	N/A	(2)	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 FOURTH QUARTER ENDED 30 JUNE 2023**

**B11 Notes to the Statement of Profit or Loss and Other Comprehensive Income (cont'd)**

**Notes:**

- (1) This is the third interim financial report announced by the Company after the completion of its regularisation plan on 9 November 2022 for the fourth quarter of its financial year ended 30 June 2023. 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 Sdn Bhd, being a non-listed private limited company was not required and had not prepared any interim financial statements prior to the Reverse Acquisition.
- (2) On 8 February 2023, Southern Score Sdn Bhd had changed its financial year end from 31 December to 30 June so as to coincide with the financial year end of the Company. As such, Southern Score Sdn Bhd group's first set of audited financial statements following the change in financial year end and the issuance of its audited financial statements for the financial year ended 31 December 2022 shall cover the period from 1 January 2023 to 30 June 2023. Accordingly, the cumulative current year to-date in this interim financial report reflects a period of 6 months.

**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 30 June 2023, the total proceeds generated from the private placement exercise of RM108.61 million have been utilised as follows:

<b>Purpose</b>	<b>Intended Timeframe for Utilisation (from the Date of Listing of the Placement Shares)</b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Balance Unutilised RM'000</b>
Injection of funds to TSPC	Within 18 months	21,800	-	21,800
Purchase of building materials	Within 18 months	25,000	(11,071)	13,929
Repayment of contractors	Within 12 months	25,000	(8,497)	16,503
Acquiring/ rent of construction assets	Within 18 months	18,000	(1,932)	16,068
Acquiring of office	Within 18 months	5,000	-	5,000
Working capital	Within 24 months	9,410	(5,510)	3,900
Estimated expenses in relation to the regularisation plan	Within 1 month	4,400	(4,400)	-
<b>Total proceeds</b>		<b>108,610</b>	<b>(31,410)</b>	<b>77,200</b>