



SOUTHERN SCORE BUILDERS BERHAD
(Registration No. 200301019817 (622237-D))
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024**

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

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

	Individual Quarter		Cumulative Quarter	
	3-month ended		3-month ended	
	Current Year	Preceding Year	Current Year To-	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	39,493	28,610	39,493	28,610
Cost of sales	(27,218)	(21,224)	(27,218)	(21,224)
Gross Profit	12,275	7,386	12,275	7,386
Other income	379	608	379	608
Administrative expenses	(2,284)	(1,837)	(2,284)	(1,837)
Operating Profit	10,370	6,157	10,370	6,157
Share of loss of an associate	(1)	-	(1)	-
Finance costs	(283)	(101)	(283)	(101)
Profit before tax	10,086	6,056	10,086	6,056
Tax expense	(2,428)	(1,311)	(2,428)	(1,311)
Profit after tax / Total comprehensive income	7,658	4,745	7,658	4,745
Profit after tax / Total comprehensive income attributable to:				
Owners of the Company	7,658	4,745	7,658	4,745
Earnings per share (sen)				
Basic/ diluted ⁽²⁾	0.34	0.21	0.34	0.21

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 audited financial statements of Southern Score Builders Berhad ("**the Company**") for the financial year ended ("**FYE**") 30 June 2024, as well as the accompanying explanatory notes attached to this interim financial report.
- (2) Basic earnings per share ("**EPS**") and diluted EPS are the same as the Company did not have any potential dilutive securities during the period.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	Unaudited	Audited
	As at 30.09.2024	As at 30.06.2024
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	1,591	1,692
Investment in an associate	247	248
Fixed deposits with licensed banks	8,017	7,938
Total Non-Current Assets	9,855	9,878
CURRENT ASSETS		
Contract assets	9,319	20,527
Trade receivables	172,959	143,258
Other receivables	5,182	4,773
Short term deposit placement	36,426	37,515
Cash and bank balances	9,125	22,299
Total Current Assets	233,011	228,372
TOTAL ASSETS	242,866	238,250
EQUITY AND LIABILITIES		
EQUITY		
Share capital	117,042	117,042
Retained earnings	48,326	40,668
TOTAL EQUITY	165,368	157,710
LIABILITIES		
NON-CURRENT LIABILITIES		
Finance lease liabilities	68	108
Deferred tax liabilities	159	159
Total Non-Current Liabilities	227	267
CURRENT LIABILITIES		
Contract liabilities	11,133	5,113
Trade payables	44,250	55,083
Other payables	2,156	1,414
Finance lease liabilities	159	158
Borrowings	15,680	14,347
Tax payable	3,893	4,158
Total Current Liabilities	77,271	80,273
TOTAL LIABILITIES	77,498	80,540
TOTAL EQUITY AND LIABILITIES	242,866	238,250
Net assets per share (RM) ⁽²⁾	0.07	0.07

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)⁽¹⁾

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 audited financial statements of the Company for the FYE 30 June 2024, as well as the accompanying explanatory notes attached to this interim financial report.
- (2) The net assets per share as at 30 September 2024 and 30 June 2024 were calculated based on the enlarged share capital of the Group of 2,272,589,562 ordinary shares upon completion of the Regularisation Plan.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY⁽¹⁾

	SHARE CAPITAL	DISTRIBUTABLE RETAINED EARNINGS	TOTAL EQUITY
	RM'000	RM'000	RM'000
As at 1 July 2023	117,042	31,942	148,984
Dividend paid	-	(22,726)	(22,726)
Total profit or loss and other comprehensive income for the year	-	31,452	31,452
As at 30 June 2024	117,042	40,668	157,710
As at 1 July 2024	117,042	40,668	157,710
Total profit or loss and other comprehensive income for the period	-	7,658	7,658
As at 30 September 2024	117,042	48,326	165,368

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 audited financial statements of the Company for the FYE 30 June 2024, as well as the accompanying explanatory notes attached to this interim financial report.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS⁽¹⁾

	Current year to-date 30.09.2024 RM'000	Preceding year to-date 30.09.2023 RM'000
OPERATING ACTIVITIES		
Profit before tax	10,086	6,056
Adjustments:		
Depreciation of property, plant and equipment	121	67
Share of loss of an associate	1	-
Interest expense	283	101
Interest income	(115)	(211)
Operating profit before working capital changes	10,376	6,013
Changes in working capital:		
Contract assets/ liabilities	17,228	819
Receivables	(30,136)	(12,292)
Payables	(10,062)	(1,139)
Cash used in operations	(12,594)	(6,599)
Interest paid	(231)	-
Interest received	13	19
Income tax paid	(2,693)	(5,473)
Net cash used in operating activities	(15,505)	(12,053)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(21)	(68)
Interest received	50	135
Net cash generated from investing activities	29	67
FINANCING ACTIVITIES		
Repayment of finance lease liabilities	(39)	(37)
Drawdown of loan	5,682	-
Repayment of loan	(4,347)	-
Interest received	79	57
Interest paid	(81)	(101)
Placement of fixed deposits	(79)	(82)
Net cash generated from/ (used in) financing activities	1,215	(163)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(14,261)	(12,149)
CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD	49,814	66,826
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD	35,553	54,677

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)⁽¹⁾

	Current year to-date 30.09.2024 RM'000	Preceding year to-date 30.09.2023 RM'000
CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	8,017	7,800
Short term deposit placement	36,426	58,519
Cash and bank balances	9,125	1,151
Bank overdraft	(9,998)	(4,993)
	<u>43,570</u>	<u>62,477</u>
Less: Fixed deposits pledged	(8,017)	(7,800)
	<u>35,553</u>	<u>54,677</u>

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 audited financial statements of the Company for the FYE 30 June 2024, as well as the accompanying explanatory notes attached to this interim financial report.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

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 accounting policies, estimates and judgements adopted in these interim financial statements are consistent with those adopted in the audited financial statements of the Group for the FYE 30 June 2024. This interim financial report should be read in conjunction with the audited financial statements of the Company for the FYE 30 June 2024.

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 September 2024.

A2. Significant Accounting Policies

A2.1 Adoption of Amendments/Improvements to MFRSs

At the beginning of the financial period, the Group adopted new standards/amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2023.

Initial application of the new standards/amendments/improvements to the standards did not have material impact to the financial statements, except for:-

Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies

The amendments change the requirements in MFRS 101 with regard to disclosure of accounting policies. The amendments replace all instances of the term ‘significant’ with ‘material’. Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, if can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in MFRS 101 are also amended to clarify that accounting policy information that related to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. The Malaysia Accounting Standards Board has also developed guidance and examples to explain and demonstrate the application of the ‘four-step materiality process’ described in MFRS Practice Statement 2.

The amendments have had an impact on the Group’s disclosures of accounting policies but not on the measurement, recognition on presentation of any items in the Group’s financial statements

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

A2. Significant Accounting Policies (Cont'd)

A2.2 Standards Issued But Not Yet Effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's financial statements are disclosed below. The Group intends to adopt these new and amended standards and interpretations, if applicable, when they become effective in the respective financial period.

Amendments to MFRSs effective from annual periods beginning on or after 1 January 2024:-

Amendments to MFRS 16*	Leases: Leases Liability in a Sales and Leaseback
Amendments to MFRS 101*	Presentation of Financial Statements: Non-current Liabilities with Covenants
Amendments to MFRS 101	Presentation of Financial Statements: Classification of Liabilities as Current or Non-current
Amendments to MFRS 107* and MFRS 7*	Statement of Cash Flows and Financial Instruments: Disclosures: Supplier Finance Arrangements

Amendments to MFRSs effective from annual periods beginning on or after 1 January 2025:-

Amendments to MFRS 121*	The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability
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Amendments to MFRSs effective for annual periods beginning on or after 1 January 2026:-

Amendments to MFRS 9 and MFRS 7	Financial Instruments - Disclosures: Amendments to the Classification and Measurement of Financial Instruments
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Annual Improvements to MFRS Accounting Standards – Volume 11

Amendments to MFRSs effective from annual periods beginning on or after 1 January 2027:-

MFRS 18	Presentation and Disclosure in Financial Statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures

Amendments to MFRSs effective for a date yet to be confirmed:-

Amendments to MFRS 10 and MFRS 128	Consolidated Financial Statements and Investments in Associate and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
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* Not applicable to the Group's operations.

The initial application of the above standards, amendments and interpretations are not expected to have any financial impact to the financial statements of the Group upon its first adoption.

A3 Auditor's Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the FYE 30 June 2024 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 FIRST QUARTER ENDED 30 SEPTEMBER 2024

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

No dividends were paid by the Company in 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 30 September 2024.

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.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

A14 Capital Commitment

	30.09.2024	30.09.2023
	RM'000	RM'000
<u>Capital expenditures</u>		
Authorised and contracted for:		
- Investment in a subsidiary	20,655	-

On 30 August 2024, the shareholders approved the proposed acquisition of 1,275,000 ordinary shares equivalent to 51% of the total issued capital of SJEE Engineering Sdn. Bhd. (“**SJEE**”) for a total purchase consideration of RM22,950,000 (“Proposed Acquisition”). A deposit of RM2,295,000 representing 10% of the total purchase consideration was paid upon signing of share sale agreement on 13 May 2024. The Proposed Acquisition has not been completed as at the reporting date.

A15 Significant Related Party Transactions

	Individual Quarter		Cumulative Quarter	
	3-month ended		3-month ended	
	Current Year	Preceding Year	Current Year To-	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Progress billing and retention sum issued to companies in which certain directors have interests	32,662	-	32,662	-
Progress billing and retention sum issued to companies in which persons connected to a Director have interests	-	4,304	-	4,304
Event space renting and refreshment expenses paid to a company in which persons connected to a Director have interests	12	-	12	-
Purchase of building materials from a partnership in which certain director has interest	17	-	17	-

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

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

B1 Review of Financial Performance

	Individual Quarter 3-month ended				Cumulative Quarter 3-month ended			
	Current Year		Preceding Year		Current Year To- Date		Preceding Year Corresponding Period	
	Quarter		Quarter		Date		Period	
	30.09.2024		30.09.2023		30.09.2024		30.09.2023	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Turnkey construction services	39,493	100.00%	24,165	84.46%	39,493	100.00%	24,165	84.46%
Main construction services	-	0.00%	4,445	15.54%	-	0.00%	4,445	15.54%
Total revenue	39,493	100.00%	28,610	100.00%	39,493	100.00%	28,610	100.00%

The Group recorded a total revenue of RM39.49 million for the current financial quarter which was RM10.88 million or 38.04% higher than the revenue of RM28.61 million recorded for the preceding year's corresponding quarter. The increase in revenue for the current financial quarter compared to the preceding year's corresponding quarter was mainly due to commencement of a new project, i.e. piling works of Platinum Melati Residences project which started in July 2024.

In line with the increase in revenue, the Group's profit before tax increased by RM4.03 million or 66.55% from RM6.06 million in the preceding year's corresponding quarter to RM10.09 million in the current financial quarter.

B2 Comparison with Immediate Preceding Quarter's Results

	Individual Quarter		Changes	
	Current Quarter	Preceding Quarter		
	30.09.2024	30.06.2024	RM'000	%
	RM'000	RM'000	RM'000	%
Revenue	39,493	63,584	(24,091)	(37.89)
Profit before tax	10,086	17,079	(6,993)	(40.95)

The Group's revenue decreased by RM24.09 million or 37.89% from RM63.58 million in the immediate preceding quarter to RM39.49 million in the current financial quarter mainly due to project Vista Harmoni Sentul Residences is towards project completion and slight delay in construction progress at Berlian Setapak 2 Residences and PV 22 Residences piling work.

In line with decrease in revenue, the Group's profit before tax decreased by RM6.99 million or 40.95% from RM17.08 million in the immediate preceding quarter to RM10.09 million in the current financial quarter.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

B3 Prospects

In the latest Quarterly Construction Statistics for Malaysia's Third Quarter of 2024, a report unveiled by the Department of Statistics Malaysia on 11 November 2024, the construction sector continues to sustain its momentum with positive growth of 22.9% (in comparison to 20.2% in the second quarter of 2024) with the work done value amounting to RM41.1 billion in the third quarter of 2024 (in comparison to RM38.9 billion in the second quarter of 2024).

The Group continues to focus on the construction business by actively participating in project tendering across both the public and private sectors and has successfully secure awards amounting to RM933 million in year 2024. The prospect for the construction business remains promising with the order book of RM1.3 billion in hand.

On the other hand, we are excited about prospect of SJEE, a future 51% owned subsidiary of the Group as it is poised to benefit from the data centre boom in Malaysia. Upon completion of the acquisition, SJEE is expected to contribute positively to the growth of the Group.

The Board is confident of the Group's performance for the financial year 2025, backed by our twin engines of growth – progressive growth in the construction management services and accelerated expansion in the impending M&E division.

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 (“**PGA**”) with Super Advantage Property Sdn Bhd (“**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**”)

On 11 September 2024, the Company announced that it had entered into Third Supplemental PGA (“**3rd Supplemental PGA**”) with the Vendor to vary Profit Guarantee Period in conjunction with a change in financial year end of Southern Score Sdn Bhd group from December year end to June year end, details as below:-

- (i) the Southern Score Sdn Bhd group shall achieve a minimum profit after tax of RM10 million for the financial year ended 31 December 2022 (“**FYE 2022**”);
- (ii) the Southern Score Sdn Bhd group shall achieve a minimum cumulative profit after tax of RM20 million for the financial period ended 30 June 2023 (“**FPE 2023**”) and financial year ended 30 June 2024 (“**FYE 2024**”); 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 period ending 31 December 2024 (“**FPE 2025**”), which shall be equivalent to RM80 million on a cumulative basis for the period of FYE 2022 to FPE 2025 (“**Revised Profit Guarantee Period**”)

Based on the audited results of the Southern Score Sdn Bhd group for FYE 2022, FPE 2023 and FYE 2024, Southern Score Sdn Bhd group recorded a profit after tax of RM 32.02 million, RM 22.42 million and RM29.86 million respectively, therefore achieving the minimum profit after tax of RM10 million for the FYE 2022 and minimum cumulative profit after tax of RM20 million for the FPE 2023 and FYE 2024 under the 3rd Supplemental PGA.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

B4 Profit Forecast (Cont'd)

The Directors of the Company are pleased to inform that the Southern Score Sdn Bhd group has successfully achieved the targeted profit guarantee of RM80 million before the end of the Revised Profit Guarantee Period.

B5 Taxation

Tax expense comprises the following:

	3-month ended		3-month ended	
	Current Year Quarter 30.09.2024 RM'000	Preceding Year Corresponding Quarter 30.09.2023 RM'000	Current Year To- Date 30.09.2024 RM'000	Preceding Year Corresponding Period 30.09.2023 RM'000
Income Tax	2,428	1,311	2,428	1,311
Deferred tax	-	-	-	-
	<u>2,428</u>	<u>1,311</u>	<u>2,428</u>	<u>1,311</u>
Effective tax rate	24.1%	21.6%	24.1%	21.6%

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial period. The effective tax rate was slightly higher than the statutory tax rate mainly due to the impact of non-deductibility of corporate exercise expenses.

B6 Status of Corporate Proposals Announced but Not Completed

On 13 May 2024, on behalf of the Board of Directors, Kenanga Investment Bank Berhad announced that the Company had entered into the following agreements:

- (i) a conditional shares sale and purchase agreement with Ngo Hea Bing ("**NHB**") for the proposed acquisition by the Company of 1,275,000 ordinary shares in SJEE ("**SSA**"), representing 51% equity interest in SJEE for a total cash consideration of RM22,950,000 ("**Proposed Acquisition**"); and
- (ii) a conditional shareholders' agreement with NHB to regulate the relationship as well as the respective rights and obligations of shareholders of SJEE and to govern the conduct of the business and affairs of SJEE upon completion of the Proposed Acquisition.

The Proposed Acquisition is not conditional upon any other corporate exercises undertaken or to be undertaken by the Company.

The completion of the Proposed Acquisition is conditional upon the fulfilment or waiver (as case may be) of the conditions precedent as set out in the SSA.

On 12 August 2024, on behalf of the Board of Directors, Kenanga Investment Bank Berhad announced that the Company had entered into a supplementary agreement with NHB to amend and add certain terms and conditions in the SSA.

The Proposed Acquisition was duly passed by the shareholders of the Company in the extraordinary general meeting ("**EGM**") held on 30th August 2024.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

B6 Status of Corporate Proposals Announced but Not Completed (Cont'd)

On 12 November 2024, on behalf of the Board of Directors, Kenanga Investment Bank Berhad announced that the Company and NHB had mutually agreed to extend the Conditional Period for a further period of 2 months, commencing from 13 November 2024 up and until 12 January 2025 to enable the parties to fulfil the conditions precedent.

Save for the above, there are no other 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:

	Unaudited As at 30.09.2024 RM'000	Audited As at 30.06.2024 RM'000
Short Term Borrowings		
- Finance lease liabilities	159	158
- Local bill purchased	5,682	4,347
- Bank overdraft	9,998	10,000
	<hr/> 15,839	<hr/> 14,505
Long Term Borrowings		
- Finance lease liabilities	68	108
	<hr/> 15,907	<hr/> 14,613

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

No dividend has been declared or recommend for payment by the Company during the current financial quarter and current financial year-to-date.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

B10 Earnings Per Share

The basic and diluted EPS 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 3-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To- Date	Preceding Year Corresponding Period
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
Profit attributable to owners of the Company (RM'000)	7,658	4,745	7,658	4,745
Weighted average number of ordinary shares in issue ('000)	2,272,590	2,272,590	2,272,590	2,272,590
Basic/Diluted earnings per share (sen)⁽¹⁾	0.34	0.21	0.34	0.21

Note:

(1) The basic EPS and diluted EPS are the same as the Company did not have any potential dilutive securities during the period.

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 3-month ended		Cumulative Quarter 3-month ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To- Date	Preceding Year Corresponding Period
	30.09.2024 RM'000	30.09.2023 RM'000	30.09.2024 RM'000	30.09.2023 RM'000
Interest income	115	211	115	211
Fair value gain on short-term deposits	261	398	261	398
Depreciation	(121)	(67)	(121)	(67)
Finance costs	(283)	(101)	(283)	(101)
Share of loss of an associate	(1)	-	(1)	-

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 FIRST QUARTER ENDED 30 SEPTEMBER 2024

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 September 2024, the total proceeds generated from the private placement exercise of RM108.61 million ("**Private Placement Proceeds**") have been utilised as follows:

Details of utilisation	Original proposed utilisation	Proposed Variation ⁽¹⁾	Revised utilisation	Actual Utilisation	Balance Unutilised	Original timeframe for the utilisation (from the Completion Date on 9 Nov 2022)	Revised timeframe for the utilisation (from the date of EGM on 7 May 2024 for the Proposed Variation)
	RM'000	RM'000	RM'000	RM'000	RM'000		
Injection of funds to TSPC	21,800	(21,800)	-	-	-	Within 18 months	-
Purchase of building materials	25,000	5,000	30,000	(25,000)	5,000	Within 18 months	Within 18 months
Repayment of contractors	25,000	15,000	40,000	(26,300)	13,700	Within 18 months	Within 18 months
Acquiring/ rent of construction assets	18,000	(15,000)	3,000	(2,700)	300	Within 18 months	Within 12 months
Acquiring of office	5,000	(5,000)	-	-	-	Within 18 months	-
Working capital	9,410	-	9,410	(5,510)	3,900	Within 24 months	Within 12 months
Estimated expenses in relation to the regularisation plan	4,400	-	4,400	(4,400)	-	Within 1 month	-
Business and/or assets to be acquired	-	21,800	21,800	(2,295)	19,505	-	Within 24 months
Total	108,610	-	108,610	(66,205)	42,405		

Note:

(1) On 7 May 2024, the Company had obtained its shareholders' approval in an EGM to vary and extend the timeframe for the utilisation of the Private Placement Proceeds ("**Proposed Variation**"), details of which are set out in Section 2 of the circular to shareholders of the Company in relation to the Proposed Variation dated 22 April 2024.