



VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

The Board of Directors of Vsolar Group Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 30 June 2023 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June (“FYE”) 2022 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
		Quarter Ended		Changes %	Year Ended		Changes %
		30.06.2023 RM'000 (unaudited)	30.06.2022 RM'000 (unaudited)		30.06.2023 RM'000 (unaudited)	30.06.2022 RM'000 (audited)	
Revenue	A8	835	5,587	-85	8,946	10,279	-13
Cost of sales		(633)	(5,649)	-89	(7,907)	(10,008)	-21
Gross profit/(loss)		202	(62)	>100	1,039	271	>100
Other income		1,287	1,020	26	1,810	2,099	-14
Administrative expenses		(11,958)	(852)	>100	(17,524)	(28,575)	-39
(Loss)/Profit from operations		(10,469)	106	>-100	(14,675)	(26,205)	44
Finance costs		(16)	(16)	-	(65)	(70)	7
(Loss)/Profit before taxation	B11	(10,485)	90	>-100	(14,740)	(26,275)	44
Taxation		94	(45)	>100	(191)	(73)	>100
(Loss)/Profit for the financial year		(10,391)	45	>-100	(14,931)	(26,348)	43
(Loss)/Profit for the financial year attributable to:							
- Owners of the Company		(10,386)	46	>-100	(14,925)	(26,345)	43
- Non-controlling interests		(5)	(1)	>-100	(6)	(3)	-100
		(10,391)	45	>-100	(14,931)	(26,348)	43
Total comprehensive (loss)/income attributable to:							
- Owners of the Company		(10,386)	46	>-100	(14,925)	(26,345)	43
- Non-controlling interests		(5)	(1)	>-100	(6)	(3)	-100
		(10,391)	45	>-100	(14,931)	(26,348)	43
(Losses)/Earnings per share attributable to the owner of the company	B12						
Basic (sen)		(6.44)	0.03*		(9.26)	(17.03)*	

* The calculation of the weighted average number of shares in issue for the preceding corresponding period and year was adjusted for the consolidation of 30 existing shares into 1 new share on 24 May 2023. Accordingly, the basic (losses)/earnings per share for the said periods was adjusted retrospectively.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As At 30.06.2023 RM'000 (unaudited)	As At 30.06.2022 RM'000 (audited)
ASSETS			
Non-current assets			
Property, plant & equipment		4,004	4,820
Right-of-use assets		1,534	1,643
Other investment		46,113	53,651
Total non-current assets		51,651	60,114
Current assets			
Trade receivables	B13	10,412	3,945
Other receivables, deposits and prepayments		7,988	20,096
Fixed deposit placed with licensed banks		295	295
Cash and cash equivalents		30,144	26,717
Total current assets		48,839	51,053
Total assets		100,490	111,167
EQUITY AND LIABILITIES			
EQUITY			
Share capital		177,099	177,099
Reserves		(85,653)	(70,728)
Equity attributable to owners of the parent		91,446	106,371
Non-controlling interest		(44)	(38)
Total equity		91,402	106,333
LIABILITIES			
Non-current liability			
Lease liabilities		1,260	1,473
Current liabilities			
Trade payables		6,932	2,649
Other payables and accruals		479	396
Bank overdraft	B8	13	10
Lease liabilities		378	260
Provision for taxation		26	46
Total current liabilities		7,828	3,361
Total liabilities		9,088	4,834
Total equity and liabilities		100,490	111,167
Net asset per share attributable to the owners of the parent (sen)		56.74	68.78*

* The number of shares in issue as at 30 June 2022 was adjusted for the consolidation of 30 existing shares into 1 new share on 24 May 2023. Accordingly, the net assets per as at 30 June 2022 was adjusted retrospectively.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	[----- Non-distributable -----]			Distributable Accumulated losses RM'000	Total RM'000	Non-controlling interests RM'000	Total RM'000
	Share capital RM'000	Warrant reserve RM'000	ESOS reserve RM'000				
As at 1 July 2022	177,099	24,644	3,626	(98,998)	106,371	(38)	106,333
Transactions with owners:							
Cancellation of equity-settled share options ("ESOS") to employees	-	-	(3,626)	3,626	-	-	-
Total comprehensive loss for the financial year	-	-	-	(14,925)	(14,925)	(6)	(14,931)
As at 30 June 2023	177,099	24,644	-	(110,297)	91,446	(44)	91,402
As at 1 July 2021	147,029	24,644	3,449	(72,653)	102,469	(35)	102,434
Transactions with owners:							
Grant of ESOS to employees	-	-	14,897	-	14,897	-	14,897
Ordinary share issued pursuant to:-							
- ESOS	30,070	-	(14,720)	-	15,350	-	15,350
	30,070	-	177	-	30,247	-	30,247
Total comprehensive loss for the financial year	-	-	-	(26,345)	(26,345)	(3)	(26,348)
As at 30 June 2022	177,099	24,644	3,626	(98,998)	106,371	(38)	106,333

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

CONSOLIDATED STATEMENT OF CASH FLOWS

	Year Ended	
	30.06.2023	30.06.2022
	RM'000	RM'000
	(unaudited)	(audited)
Operating activities		
Loss before tax	(14,740)	(26,275)
Adjustments for:-		
Depreciation of property, plant and equipment	666	622
Depreciation of right-of-use assets	351	271
Fair value loss on other investment	9,240	6,976
Impairment loss on property, plant and equipment	2,198	-
Impairment loss on trade receivables	948	182
Interest expense	65	70
Loss on disposal of other investment	-	1,805
Property, plant and equipment written off	-	430
Share-based payments	-	14,897
Interest income	(435)	(403)
Dividend income	-	(80)
Reversal of impairment loss of trade receivables	(45)	(36)
Unrealised gain on foreign exchange	(1,281)	(1,448)
Operating loss before working capital changes	(3,033)	(2,989)
Changes in working capital:-		
Payables	4,365	2,608
Receivables	4,752	(17,340)
Cash generated from/(used in) operating activities	6,084	(17,721)
Tax refund	-	1
Interest paid	(65)	(70)
Tax paid	(211)	(111)
Net cash used in operating activities	5,808	(17,901)
Investing activities		
Purchase of property, plant and equipment	(2,048)	(500)
Net (acquisition)/disposal of other investments	-	(18,458)
Dividend received	-	80
Net cash used in investing activities	(2,048)	(18,878)
Financing activities		
Proceed from issuance of ordinary shares pursuant to		
- ESOS	-	15,350
Repayment of lease liabilities	(336)	(250)
Net cash (used in)/from financing activities	(336)	15,100
Net changes	3,424	(21,679)
Cash and cash equivalents at beginning of year	26,707	48,386
Cash and cash equivalents at the end of year	30,131	26,707
Cash and bank balances	30,144	26,717
Fixed deposits placed with licensed banks	295	295
Bank overdrafts	(13)	(10)
	30,426	27,002
Fixed deposits pledged as securities	(295)	(295)
	30,131	26,707

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in MFRS 134 – Interim Financial Reporting, the International Accounting Standard 34 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

The interim financial statements should be read in conjunction with the audited financial statements for the FYE 2022 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the FYE 2022.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the FYE 2022 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2022.

The Group has adopted the following Amendments to Standards during the financial period.

MFRS effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 1	<i>First time Adoption of Malaysian Financial Reporting Standards - Annual Improvements to MFRS Standards 2018-2020</i>
Amendments to MFRS 3	<i>Business Combinations- Reference to the Conceptual Framework</i>
Amendments to MFRS 9	<i>Financial Instruments - Annual Improvements to MFRS Standards 2018-2020</i>
Amendments to MFRS 116	<i>Property, Plant and Equipment – Proceeds before Intended Use</i>
Amendments to MFRS 137	<i>Provisions, Contingent Liabilities and Contingent Assts – Onerous Contract – Cost of Fulfilling a Contract</i>
Amendments to MFRS 141	<i>Agriculture (Annual Improvements to MFRSs 2018 – 2020 Cycle)</i>

The adoption of the above pronouncements did not have material impact on the financial statements of the Group and of the Company.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

MFRS effective for financial periods beginning on or after 1 January 2023

MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 108	<i>Accounting Policies, Changes in Accounting Estimates and Error: – Definition of Accounting Estimates</i>
Amendments to MFRS 112	<i>Income Tax – Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

A1. Basis of Preparation (cont'd)

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board (cont'd):

MFRS effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements - Classification of liabilities as current or non-current</i>

MFRS effective for financial periods beginning on or after a date yet to be confirmed

Amendments to MFRS 10 and MFRS 128	<i>Consolidated Financial Statements and Investments in Associates and Joint Ventures – Sales or Contribution of Assets between an Investor and its Associate or Joint Venture</i>
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The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A2. Qualification of financial statements

The audit report of the Group's financial statements for the FYE 2022 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the current financial quarter were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current financial quarter.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current financial quarter.

A6. Debt and equity securities

On 8 April 2022, the Company proposed consolidation of every 30 existing ordinary shares in Vsolar into 1 consolidated shares. The consolidation had been completed on 24 May 2023, in which 4,834,933,699 shares had consolidated into 161,158,039 consolidated shares.

Other than that, there were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial quarter and period.

A7. Dividend paid

There were no dividends paid during the current financial quarter.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

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

A8. Segmental information

The reportable business segment of the Group comprise the following:

- Trading : Trading of computer hardware and business of engineering solutions provider in connection with renewal energy (“RE”) business and other related engineering works.
- Solar Energy : Supply of solar energy.
- Others : Other segments comprise investment holding, trading and distribution of software, providing information technology services and dormant companies.

Year Ended 30.06.2023	Trading	Solar Energy	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	6,860	2,351	-	(265)	8,946
Result:					
Segment result	(1,546)	(3,405)	(23,003)	11,469	(16,485)
Other income	46	14	1,750	-	1,810
Finance costs	-	(55)	(10)	-	(65)
Profit/(Loss) before taxation	(1,500)	(3,446)	(21,263)	11,469	(14,740)
Taxation	8	1	(200)	-	(191)
Profit/(Loss) after taxation	(1,492)	(3,445)	(21,463)	11,469	(14,931)
Segment assets	17,871	19,992	139,909	(77,282)	100,490
Segment liabilities	30,234	44,290	91,889	(157,325)	9,088
Year Ended 30.06.2022	Trading	Solar Energy	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	8,394	2,070	-	(185)	10,279
Result:					
Segment result	21	(10,358)	(45,161)	27,194	(28,304)
Other income	-	234	1,865	-	2,099
Finance costs	-	(54)	(16)	-	(70)
Profit/(Loss) before taxation	21	(10,178)	(43,312)	27,194	(26,275)
Taxation	(33)	(37)	(3)	-	(73)
Profit/(Loss) after taxation	(12)	(10,215)	(43,315)	27,194	(26,348)
Segment assets	11,916	25,479	164,595	(90,823)	111,167
Segment liabilities	2,403	2,240	444	(253)	4,834

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

A10. Material events subsequent to the end of the current quarter

On 5 July 2023, the Company announced the conversion of Warrants B to 30 units of ordinary shares at the price of RM0.90 per share.

There were no other material event subsequent at the end of the current quarter.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial quarter and period.

A12. Contingent liabilities

The Company has given corporate guarantee of RM800,000 to Fast Track Solution Sdn Bhd, a subsidiary company as security against banking facility granted to Fast Track Solution Sdn Bhd in the form of bank overdraft.

A13. Capital commitments

There were no capital commitments as at 30 June 2023.

A14. Significant related party transactions

There were no significant related party transactions during the current financial quarter.

A15. Financial Instruments

a) Categories of Financial Instruments

The table below provides an analysis of financial instrument as at 30 June 2023 categorised as follows:

	As At 30.06.2023 Unaudited RM'000	As At 30.06.2022 Audited RM'000
Financial assets		
<u>At amortised cost</u>		
Trade receivables	10,412	3,945
Other receivables and deposits	7,678	20,039
Fixed deposit with licensed banks	295	295
Cash and cash equivalents	30,144	26,717
	48,529	50,996
<u>At fair value through profit or loss</u>		
Other investment	46,113	53,651
	46,113	53,651
	94,642	104,647

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

A15. Financial Instruments (cont'd)

a) Categories of Financial Instruments (cont'd)

The table below provides an analysis of financial instrument as at 30 June 2023 categorised as follows (cont'd):

	As At 30.06.2023 Unaudited RM'000	As At 30.06.2022 Audited RM'000
Financial liabilities		
Trade payables	6,932	2,649
Other payables and accruals	479	396
Lease liabilities	1,638	1,733
Bank overdrafts	13	10
	9,062	4,788

b) Fair Value Information

The carrying amount of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

A16. Fair Value Measurement

The financial assets maturing within the next 12 months reasonably approximate their fair values due to the relatively short-term maturity of the financial instruments.

Fair value hierarchy

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

	As At 30.06.2023 Unaudited RM'000	As At 30.06.2022 Audited RM'000
Level 1: Other investment	46,113	53,651

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review Of Performance

Statement of Profit & Loss and Other Comprehensive Income

Group Results	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Quarter Ended		Changes		Year Ended		Changes	
	30.06.2023 RM'000 (unaudited)	30.06.2022 RM'000 (unaudited)	RM'000	%	30.06.2023 RM'000 (unaudited)	30.06.2022 RM'000 (audited)	RM'000	%
Revenue	835	5,587	(4,752)	-85	8,946	10,279	(1,333)	-13
Gross profit/(loss)	202	(62)	264	>100	1,039	271	768	>100
(Loss)/Profit before tax	(10,485)	90	(10,575)	>100	(14,740)	(26,275)	11,535	48
(Loss)/Profit after tax	(10,391)	45	(10,436)	>100	(14,931)	(26,348)	11,417	47

Revenue

The Group's registered revenue of RM0.84 million for three (3) months ended 30 June 2023, representing a decrease of RM4.75 million compared to the preceding corresponding financial quarter of RM5.59 million. The decrease in revenue primarily impacted by the lower demand of computer hardware trading segment as compared to preceding corresponding financial quarter.

Gross profit/(loss)

The Group's gross profit of RM0.20 million for the three (3) months ended 30 June 2023 is higher compared to the preceding corresponding financial quarter gross loss of RM0.06 million. The gross loss in the preceding corresponding financial quarter was impacted by the higher cost incurred in the repair and maintenance of solar farm.

(Loss)/Profit after tax

The Group recorded a loss after tax of RM10.39 million for the three (3) months ended 30 June 2023 as compared to profit after tax of RM0.04 million for the preceding corresponding financial quarter. The higher loss after tax in current financial quarter was mainly attributable by fair value loss on other investment of RM9.24 million and impairment loss on property, plant and equipment of RM2.20 million.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B2. Material Changes In Financial Performance For the Quarter Compared with Immediate Preceding Quarter

Group Results	Quarter Ended		Changes (%)	
	30.06.2023 RM'000 (unaudited)	31.03.2023 RM'000 (unaudited)	RM'000	%
Revenue	835	3,374	(2,539)	-75
Gross profit	202	477	(275)	-58
(Loss)/Profit before tax	(10,485)	5,774	(16,259)	->100
(Loss)/Profit after tax	(10,391)	5,489	(15,880)	->100

Revenue

The Group recorded a decrease of RM2.54 million revenue to RM0.84 million in the current financial quarter as compared to RM3.37 million in the immediate preceding financial quarter. The lower revenue in current financial quarter contributed by lower revenue inflow from supply of spare parts for railway business as compared to immediate preceding financial quarter.

(Loss)/Profit after tax

The Group recorded a loss after tax of RM10.39 million in the current financial quarter as compared to profit after tax of RM5.49 million in the immediate preceding financial quarter. The higher loss after tax for current financial quarter was contributed by the fair value loss on other investment of RM9.24 million, impairment loss on trade receivables of RM0.95 million and impairment loss on property, plant and equipment of RM2.20 million.

B3. Current year prospects

Malaysia's solar industry is playing a pivotal role in the nation's transition towards renewable energy, with a growing emphasis on Environmental Social and Governance ("ESG"). The country has set an ambitious target to achieve 31% of its energy from renewable sources by 2025. Green Technology initiatives have been introduced to promote environmental friendly energy, including incentives for companies engaged in solar leasing.

The Group is currently engaged with several prospective customers, primarily factory owners to undertake the rooftop Solar PV Projects. The Meru Project commenced in December 2022 is expected to complete within 18 months from the commencement date. Following its completion, the Solar PV Rooftop System will commence operations within three months. In addition to the Meru Project, the Group is actively pursuing potential solar leasing contracts with building owners at various locations including Johor Bahru, Kelantan and Taiwan. With the promising prospect of solar industry in Malaysia, RE anticipates a recurring source of income through monthly leasing repayment from customers.

The outlook of the rail supporting industry is expected to remain positive with the support from the Government through the Malaysian Rail Supporting Industry Roadmap 2030 and initiatives to be undertaken under the 12th Malaysian Plan. With the rail project in the pipeline, supply of rail supporting services are expected to increase accordingly. For the current financial year, rail project is the main revenue contributor for the Group, representing 76% of total revenue with the contract from RA Integration Links Sdn Bhd to be a trading partner for the procurement and supply of spare parts to perform the intermediate overhaul of fifty (50) sets Ampang 6-Car Light Rail Vehicle for Rapid Rail Sdn. Bhd. The Group expects this will provide a stable revenue stream in the upcoming year.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. Taxation

Tax charges comprises:-

	Current Quarter Ended 30.06.2023 RM'000	Cumulative Year Ended 30.06.2023 RM'000
Current quarter/year to date	(94)	104
Underprovision in prior quarter/year	-	87
Tax expense	(94)	191

B6. Status of corporate proposals

On 8 April 2022, the Company had announced to undertake the following proposals and had submitted to Bursa Securities on 8 June 2022:

- a. Proposed diversification of the business of Vsolar and its subsidiaries (“Vsolar Group” or the “Group”) to include the sales and trading of spare parts for railway vehicles (“Proposed Diversification”). The proposed diversification had been approved by shareholders on 28 April 2023.;
- b. Proposed renounceable rights issue of up to 791,850,044 new right shares together with up to 395,925,022 free detachable warrants on the basis of 4 rights shares together with 2 Warrants C for every 1 consolidated share held by the entitled shareholders of the Company on an entitlement date to be determined. The proposed right issues had been approved by shareholders on 28 April 2023 but not completed.

Saved for the above, there were no corporate proposals announced but not completed as at the date of this report.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B7. Status of utilisation of proceeds

The Company has on 13 July 2020 completed a Renounceable Rights Issue of 1,232,492,289 Rights Shares and 821,661,526 Warrants on the ACE Market of Bursa Securities. The Renounceable Rights Issue with Warrants has raised a gross proceeds of RM36,974,769. On 1 June 2023, the Board has resolved to extend the time frame for utilisation of the proceeds for another twelve months period to 12 July 2024. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Unutilised proceeds RM'000	Utilisation timeframe (from listing of Right Shares)	Deviation Amount	Explanation (if the deviation >5 %)
Capital expenditure for development and construction of biomass/biogas plants	34,085	-	34,085	Within 48 months	-	N/A
Working Capital	2,040	-	2,040	Within 36 months from the completion of the construction of biomass/biogas plants	-	N/A
Estimated expenses for the Right Issue with Warrants	850	(850)	-	Within 1 month	-	N/A
	36,975	(850)	36,125		-	

The Company has on 18 November 2020 completed a private placement of 210,163,000 new shares. The private placement raised a gross proceeds of RM7,187,574. On 14 December 2022, the Board has resolved to extend the time frame for utilisation of the proceeds for another twelve months period to 17 November 2023. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Utilisation timeframe (from listing of Right Shares)	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	6,885	(2,370)	175	4,690	Within 36 months	-	N/A
Estimated expenses	303	(128)	(175)	-	Immediate	-	N/A
	7,188	(2,498)	-	4,690		-	

The Company has on 11 January 2021 completed a private placement of 245,193,000 new shares. The private placement raised a gross proceeds of RM9,268,295. On 11 January 2023, the Board has resolved to extend the time frame for the utilisation of the proceeds for another twelve months period to 11 January 2024. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Utilisation timeframe (from listing of Right Shares)	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	8,823	-	307	9,130	Within 36 months	-	N/A
Estimated expenses	445	(138)	(307)	-	Immediate	-	N/A
	9,268	(138)	-	9,130		-	

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B7. Status of utilisation of proceeds (cont'd)

The Company has on 17 June 2021 completed a private placement of three tranches amounted to 846,215,000 new shares. The private placement raised a gross proceeds of RM14,712,061. On 1 June 2023, the Board has resolved to extend the time frame for utilisation of the proceeds for another twelve months period to 16 June 2024. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation	Actual Utilisation	Reallocation	Unutilised proceeds	Utilisation timeframe (from listing of Right Shares)	Deviation Amount	Explanation (if the deviation >5%)
	RM'000	RM'000	RM'000	RM'000			
Working capital for Solar PV Projects	13,642	-	715	14,357	Within 36 months	-	N/A
Estimated expenses	1,070	(355)	(715)	-	Immediate	-	N/A
	<u>14,712</u>	<u>(355)</u>	<u>-</u>	<u>14,357</u>		<u>-</u>	

B8. Borrowings and debt securities

The Group did not issue any debt securities or long term borrowings during the current financial quarter. The Group's borrowings which are denominated in Ringgit Malaysia as at 30 June 2023 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term loans			
Overdraft	13	-	13

B9. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B10. Dividend

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

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B11. (Loss)/Profit before tax

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Year Ended	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit before tax is stated after crediting:-				
Dividend income	-	(85)	-	80
Foreign exchange gain	1,229	1,189	1,281	1,448
Interest income	-	-	435	403
Reversal of impairment loss on trade receivable	45	-	45	36
(Loss)/Profit before tax is stated after charging:-				
Depreciation of property, plant and equipment	187	152	666	622
Depreciation of right-of-use assets	98	68	351	271
Fair value loss on other investments	6,150	(2,462)	9,240	6,976
Gain on disposal of other investments	-	2,004	-	1,805
Impairment loss on trade receivables	948	182	948	182
Impairment loss on property, plant and equipment	2,198	-	2,198	-
Interest expense	16	16	65	70
Property, plant and equipment written off	-	430	-	430
Share-based payments	-	-	-	14,897

B12. (Losses)/Earnings per share

Basic (losses)/earnings per share is calculated by dividing the net (loss)/profit attributable to owners of parent for the period by the number of ordinary shares in issue during the period.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Year Ended	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Net (loss)/profit attributable to owners of the parent (RM'000)	(10,386)	46	(14,925)	(26,345)
Weighted average number of ordinary shares in issue ('000)	161,158	161,158	161,158	154,660
Basic & diluted (losses)/earnings per share attributable to owners of the parent (sen)*	(6.44)	0.03	(9.26)	(17.03)

* The previous year's basic loss per ordinary share has been restated to reflect the effect of the share consolidation exercise carried out during the year under review. The diluted (losses)/earnings per ordinary share is same as the basic (losses)/earnings per share as the average market price of the ordinary shares during the current financial quarter was lower than the exercise price of the warrants and the Company has no other dilutive potential ordinary shares in issue as at the end of the current financial quarter.

VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2023

B13. Trade Receivables

	As at 30.06.2023 RM'000 (unaudited)	As at 30.06.2022 RM'000 (audited)
Trade receivables	11,497	4,127
Less: Impairment losses	(1,085)	(182)
	10,412	3,945

The aging analysis of the Group's trade receivables as at 30 June 2023 is as follows:

	As at 30.06.2023 RM'000 (unaudited)	As at 30.06.2022 RM'000 (audited)
Neither past due nor impaired	346	2,579
Past due but not impaired:		
1 – 30 days	352	736
31 – 60 days	-	812
More than 61 days past due	10,799	-
Gross trade receivables	11,497	4,127
Less: Allowance for impairment loss	(1,085)	(182)
	10,412	3,945

B14. Authorisation For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the Board of Directors.

By order of the board

Wong Yuet Chyn
MAICSA 7047163
Company secretary
30 August 2023
Kuala Lumpur