

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	30.6.2023	30.6.2022	30.6.2023	30.6.2022
	RM'000	RM'000	RM'000	RM'000
Revenue	8,474	7,321	17,586	14,638
Cost of sales	(2,892)	(2,582)	(5,809)	(4,977)
Gross profit	5,582	4,739	11,777	9,661
Other income	4,407	1,185	4,553	1,297
Distribution and selling expenses	(248)	(211)	(476)	(491)
Administrative expenses	(2,927)	(2,557)	(6,174)	(5,632)
Other expenses	(569)	(242)	(644)	(477)
Finance income	123	(74)	275	145
Finance costs	(284)	37	(564)	(90)
Share of loss of equity-accounted joint venture	-	-	-	-
Share of loss of equity-accounted associates	50	-	46	-
Profit before taxation	6,134	2,877	8,793	4,413
Taxation	(806)	(774)	(1,683)	(1,272)
Profit for the year	5,328	2,103	7,110	3,141
Other comprehensive income	2	-	2	-
Total comprehensive income for the year	5,330	2,103	7,112	3,141
Profit for the year				
- Owner of the Company	5,068	1,800	6,814	2,835
- Minority interest	260	303	296	306
	5,328	2,103	7,110	3,141
Total comprehensive income for the year				
- Owner of the Company	5,070	1,800	6,815	2,835
- Minority interest	260	303	297	306
	5,330	2,103	7,112	3,141
Earnings per share (sen)				
(a) Basic	2.10	0.83	2.81	1.24
(b) Fully diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023 CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(the figures have not been audited)

	AS AT 30.6.2023 RM'000	AS AT 31.12.2022 RM'000
NON-CURRENT ASSETS		
<i>Property, plant and equipment</i>	92,791	91,582
<i>Investment property</i>	19,000	19,000
<i>Goodwill on consolidation</i>	1,600	1,600
<i>Investment in a joint venture</i>	-	-
<i>Investment in associates</i>	5,783	4,551
	119,174	116,733
CURRENT ASSETS		
<i>Investment in unit trusts</i>	-	12,764
<i>Investment in quoted securities</i>	16,670	-
<i>Inventories</i>	294	283
<i>Trade receivables</i>	5,400	5,391
<i>Other receivables</i>	6,922	6,500
<i>Amount owing by a joint venture</i>	5,018	3,858
<i>Tax recoverable</i>	1,874	1,780
<i>Deposits, cash and bank balances</i>	7,880	9,750
<i>Asset held for sale</i>	3,960	3,960
	48,018	44,286
CURRENT LIABILITIES		
<i>Borrowings</i>	2,882	2,883
<i>Trade payables</i>	15	15
<i>Other payables</i>	3,512	4,712
	6,409	7,610
NET CURRENT ASSETS	41,609	36,676
	160,783	153,409
REPRESENTED BY:		
<i>Share capital</i>	26,383	26,383
<i>Treasury shares</i>	(1,051)	(1,051)
<i>Foreign exchange reserve</i>	53	51
<i>Retained profits</i>	104,491	97,678
<i>Minority interest</i>	2,033	1,736
<i>Shareholders' Equity</i>	131,909	124,797
<i>Borrowings</i>	25,257	25,476
<i>Deferred tax liabilities</i>	3,617	3,136
<i>Non-current liabilities</i>	28,874	28,612
	160,783	153,409
Net assets per share (sen)	52.05	49.24

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

Note	Share Capital RM'000	Treasury Shares RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000	Total RM'000	Minority interest RM'000	Total RM'000
At 1 January 2023	26,383	(1,051)	51	97,678	123,061	1,736	124,797
Profit for the period	-	-	2	6,814	6,816	296	7,112
At 30 June 2023	26,383	(1,051)	53	104,492	129,877	2,032	131,909
At 1 January 2022	26,387	(1,354)	51	89,806	114,890	653	115,543
Addition of non-controlling interest of subsidiaries	-	-	-	-	-	245	245
Issuance of Employees' Shares Scheme ("ESS")	(4)	303	-	-	299	-	299
Profit for the period	-	-	-	2,835	2,835	306	3,141
At 30 June 2022	26,383	(1,051)	51	92,641	118,024	1,204	119,228

* Negligible

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 30.6.2023 RM'000	Preceding Year Corresponding Period 30.6.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	8,793	4,413
Adjustments for:		
Depreciation of property, plant and equipments	2,196	1,952
Allowance for expected credit losses - net	(21)	(295)
Changes in fair value of investment in quoted securities	(2,074)	-
Changes in fair value of investment in unit trust	(147)	488
Property, plant and equipments written off	26	-
Gain on investment in unit trust	(68)	(34)
Loss on disposal of investment in unit trust	182	-
(Gain)/Loss on disposal of property, plant and equipments	(131)	15
Share of loss of equity-accounted joint venture	-	-
Share of profit of equity-accounted associates	(46)	-
Unrealised (gain)/loss in foreign exchange	(531)	200
Employees' Share Scheme ("ESS") expenses	-	299
Interest expense	564	83
Interest income	(275)	(139)
Operating profit before working capital changes	<u>8,468</u>	<u>6,982</u>
(Increase) in inventories	(11)	(106)
Decrease in trade receivables	12	2,287
(Increase) in other receivables	(282)	(70)
Increase in trade payables	*	176
(Decrease) in other payables	(1,200)	(2,919)
Cash generated from operations	<u>6,987</u>	<u>6,350</u>
Interest paid	(564)	(83)
Tax paid	(1,296)	(1,220)
Tax refunded	-	120
Net cash generated from operating activities	<u><u>5,127</u></u>	<u><u>5,167</u></u>

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023 CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 30.6.2023 RM'000	Preceding Year Corresponding Period 30.6.2022 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	6	1
Proceeds from disposal of property, plant and equipments	131	8
Net changes in investment in quoted shares	12,797	-
Net changes in investment in unit trust	(14,596)	(4,507)
Purchase of property, plant and equipments	(3,431)	(8,084)
Investment in associate	(1,188)	-
Net cash used in investing activities	(6,281)	(12,582)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances to a joint venture	(1,027)	171
Addition of non-controlling interest	*	245
Drawdown/(Repayment) of term loan	(201)	13,310
Addition/(Repayment of) hire purchase and finance lease payable	(19)	139
Net cash (used in)/generated from financing activities	(1,247)	13,865
Effect of foreign exchange	531	(200)
Net (decrease)/increase in cash and cash equivalents	(2,401)	6,450
Cash and cash equivalents at beginning of period	9,750	6,649
Cash and cash equivalents at end of period (Note A15)	7,880	12,899

* Negligible

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standards 134 (MFRS134): "Interim Financial Reporting" and Rule 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2022. These explanatory notes attached to the interim financial statements 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 year ended 31 December 2022.

The accounting policies and methods of computation adopted by the Company and its subsidiaries ("Group") in this interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2022.

The adoption of the new/amended MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior and current years or changes in comparatives.

A2 Auditors' report of preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2022 was not qualified.

A3 Seasonal or cyclical factors

The Group's operations were not subject to any seasonal or cyclical changes.

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

Save for the information disclosed in this interim report, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Company during the quarter under review.

A5 Material changes in estimates

There were no changes in estimates that have a material effect in the current financial quarter.

A6 Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A7 Dividend paid

There were no dividends paid during the current financial period.

A8 Valuation of property, plant and equipments

Property, plant and equipments of the Group are stated at cost less accumulated depreciation. No valuation of property, plant and equipments was undertaken during the current quarter under review.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

A9 Segment information

	Investment holding RM'000	Recovery and recycling services RM'000	Manufacturing RM'000	Trading RM'000	Renewable energy RM'000	Others [^] RM'000	Eliminations RM'000	Total RM'000
Current Year Quarter								
30.6.2023								
Revenue								
External sales	-	7,117	-	7	1,034	316	-	8,474
Inter-segment sales	-	-	-	-	-	-	-	-
Total revenue	-	7,117	-	7	1,034	316	-	8,474
Results								
Segment results	2,165	2,974	(6)	63	1,936	303	-	7,435
Finance income	*	211	-	-	*	-	(88)	123
Finance cost	-	(2)	-	-	(370)	-	88	(284)
Depreciation	-	(603)	(3)	(110)	(424)	-	-	(1,140)
Profit/(Loss) before taxation	2,165	2,580	(9)	(47)	1,142	303	-	6,134
Current Year To Date								
30.6.2023								
Revenue								
External sales	-	15,001	-	14	1,939	632	-	17,586
Inter-segment sales	-	-	-	-	-	-	-	-
Total revenue	-	15,001	-	14	1,939	632	-	17,586
Results								
Segment results	1,944	5,911	(10)	51	2,801	581	-	11,278
Finance income	1	443	-	-	*	-	(169)	275
Finance cost	-	(5)	-	-	(728)	-	169	(564)
Depreciation	-	(1,226)	(7)	(219)	(744)	-	-	(2,196)
Profit/(Loss) before taxation	1,945	5,123	(17)	(168)	1,329	581	-	8,793
Preceding Year Corresponding Quarter								
30.6.2022								
Revenue								
External sales	-	6,441	-	2	610	268	-	7,321
Inter-segment sales	-	-	-	-	-	-	-	-
Total revenue	-	6,441	-	2	610	268	-	7,321
Results								
Segment results	(208)	2,398	(5)	21	1,494	258	-	3,958
Finance income	*	159	-	-	(106)	-	(127)	(74)
Finance cost	-	*	-	-	(90)	-	127	37
Depreciation	-	(684)	(4)	(104)	(252)	-	-	(1,044)
Profit/(Loss) before taxation	(208)	1,873	(9)	(83)	1,046	258	-	2,877
Preceding Year Corresponding Period								
30.6.2022								
Revenue								
External sales	-	13,162	-	12	928	536	-	14,638
Inter-segment sales	-	-	-	-	-	-	-	-
Total revenue	-	13,162	-	12	928	536	-	14,638
Results								
Segment results	(350)	4,377	(19)	22	1,786	494	-	6,310
Finance income	*	392	-	-	1	-	(248)	145
Finance cost	-	*	-	-	(338)	-	248	(90)
Depreciation	-	(1,360)	(7)	(208)	(377)	-	-	(1,952)
Profit/(Loss) before taxation	(350)	3,409	(26)	(186)	1,072	494	-	4,413

* Negligible

[^] This segment represents the rental of investment property.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

A9 Segment information

	Malaysia RM'000	United Kingdom RM'000	Thailand RM'000	Eliminat- ions RM'000	Total RM'000
Current Year Quarter					
30.6.2023					
Revenue					
External sales	8,474	-	-	-	8,474
Inter-segment sales	-	-	-	-	-
Total revenue	<u>8,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,474</u>
Results					
Segment results	7,372	-	63	-	7,435
Finance income	211	-	-	(88)	123
Finance cost	(372)	-	-	88	(284)
Depreciation	(1,140)	-	-	-	(1,140)
Profit before taxation	<u>6,071</u>	<u>-</u>	<u>63</u>	<u>-</u>	<u>6,134</u>
Current Year To Date					
30.6.2023					
Revenue					
External sales	17,586	-	-	-	17,586
Inter-segment sales	-	-	-	-	-
Total revenue	<u>17,586</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,586</u>
Results					
Segment results	11,215	-	63	-	11,278
Finance income	444	-	-	(169)	275
Finance cost	(733)	-	-	169	(564)
Depreciation	(2,196)	-	-	-	(2,196)
Profit before taxation	<u>8,730</u>	<u>-</u>	<u>63</u>	<u>-</u>	<u>8,793</u>
Preceding Year Corresponding Quarter					
30.6.2023					
Revenue					
External sales	7,321	-	-	-	7,321
Inter-segment sales	-	-	-	-	-
Total revenue	<u>7,321</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,321</u>
Results					
Segment results	3,958	-	-	-	3,958
Finance income	53	-	-	(127)	(74)
Finance cost	(90)	-	-	127	37
Depreciation	(1,044)	-	-	-	(1,044)
Profit before taxation	<u>2,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,877</u>
Preceding Year Corresponding Period					
30.6.2023					
Revenue					
External sales	14,638	-	-	-	14,638
Inter-segment sales	-	-	-	-	-
Total revenue	<u>14,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,638</u>
Results					
Segment results	6,310	-	-	-	6,310
Finance income	393	-	-	(248)	145
Finance cost	(338)	-	-	248	(90)
Depreciation	(1,952)	-	-	-	(1,952)
Profit before taxation	<u>4,413</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,413</u>

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the current financial period up to the date of this report that would affect the financial results for the current financial period under review.

A11 Changes in the composition of the Company

There were no changes in the composition of the Company for the current financial quarter.

A12 Contingent liabilities

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

A13 Capital commitments

	As at 30.6.2023 RM'000	As at 30.6.2022 RM'000
Acquisition of property, plant and equipments: Approved and contracted for	6,510	8,491

A14 Related party transactions

As at the end of the current quarter under review, the Group has not entered into any related party transactions.

A15 Cash and cash equivalents

	As at 30.6.2023 RM'000	As at 30.6.2022 RM'000
Cash in hand and at banks	7,880	12,899

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

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

B1 Review of performance

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.6.2023 RM'000	Preceding Year Corresponding Quarter 30.6.2022 RM'000	Current Year To Date 30.6.2023 RM'000	Preceding Year Corresponding Period 30.6.2022 RM'000
Revenue	8,474	7,321	17,586	14,638
Profit before taxation	6,134	2,877	8,793	4,413

For the quarter ended 30 June 2023, Tex Cycle and its subsidiaries ("Group") generated total revenue of RM8.5million, an increase of RM1.2million or 16% and profit before taxation of RM6.1million, an increase of RM3.2million or 113% compared to the corresponding quarter of the preceding year ended 30 June 2022 due to increase in sales demand.

Recycling and recovery division

For the quarter ended 30 June 2023, the revenue of the recycling business increased by RM0.6million or 11% as compared to that of the corresponding quarter preceding year. The increase was mainly due to increase in sales demand.

Manufacturing division

There was no sales generated from manufacturing division for current quarter ended 30 June 2023 and the corresponding quarter of the preceeding year ended 30 June 2022.

Trading division

For the quarter ended 30 June 2023, the revenue of the trading business increased by RM0.05million or 70% as compared to that of the corresponding quarter preceding year. The increase was mainly due to increase in sales demand.

Renewable energy division

For the quarter ended 30 June 2023, the renewable energy division has continued to generate revenue for the group from the solar Feed-in-Tariff ("FiT") plant and Corporate Renewable Energy Power Purchase Agreement ("CREPPA") projects. The revenue of the renewable energy division has increased by RM0.4million as compared to the corresponding quarter preceding year due to the commencement of new solar CREPPA projects, which bring in extra revenue generation to the Group in the current quarter.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

B2 Material changes in quarterly results compared to the results of the preceding quarter

	Current Year	Previous Quarter
	Quarter	31.3.2023
	30.6.2023	RM'000
	RM'000	
Revenue	8,474	9,112
Profit before taxation	6,134	2,662

The Group's revenue for the current quarter was RM8.5million as compared to the revenue for the preceding quarter of RM9.1million, a marginal decrease of RM0.6million or 7% coupled with better performance during the quarter resulted the Group making a higher profit before taxation.

B3 Prospects

In view of the current economic sentiment, there seems to be more positive signs in the market especially on the scheduled waste management business arena with much more emphasis given by the Malaysian Government through the Ministry of Environment, Natural Resources and Climate Change in terms of spearheading and pushing for compliance of waste generators and promoting the renewable energy space in order to achieve Malaysia's 2050 net zero target. Tex Cycle being already one of the key players to this ESG sector would definitely be of support towards this directive and work towards this agenda especially with the drive from BURSA and many of the financial institutions. The rejuvenated Board hereby wishes to emphasise that the Group has more appetite and open to undertake Mergers & Acquisitions ("M&As") for the greater good of all stakeholders. As such the Board and Management aim to drive Tex Cycle into becoming a stronger player in the ESG market space with its involvement in scheduled waste management and renewable energy as well as other related activities which would be a great traction in the near future.

As of the date of this quarterly report, some of the predominant progress of the Group are as follows:

- 1 On 18 July 2023, Metro Envy Sdn. Bhd. ("MESB") a wholly- owned subsidiary of the Company had entered into a Sale and Purchase Agreements ("SPA(s)") with Gorgeous Arena Sdn. Bhd. ("the Purchaser" or "GASB") for the disposal of a leasehold property held under Pajakan Negeri 1433, Lot No. 35604, Mukim Kuala Lumpur, Daerah Kuala Lumpur, Negeri Wilayah Persekutuan Kuala Lumpur measuring approximately 4,822.7 square meters in area together with a 3 storey detached industrial building constructed thereon bearing the postal address at Lot 35604, Jalan Kuchai Lama, 58200 Kuala Lumpur ("the Property") for a total purchase consideration of RM29,000,000.00 only ("Proposed Disposal"). The Proposed Disposal provides an opportunity for the Company to realise its property which has increased in value; and to provide immediate cash flow which can be channelled towards the Company's business operations for its working capital purposes.
- 2 EFS MySolar Sdn Bhd ("EFS MySolar") has secured a total of 13.5MWp where all 10.9MWp has commissioned. In addition to that, taking into account the existing running solar Feed-in-Tariff ("FiT") plant of 0.4MWp, the Group now has a total of 11.3MWp of solar projects comprising 10.3MWp of CREPPA and FiT projects located throughout the country whilst another 1.0MWp of CREPPA project located in Thailand.

Progressive announcements on the projects and M&A of the Group will be made in due course.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was published by the Group.

B5 Taxation

The taxation is calculated based on the profit for the financial period ended 30 June 2023 comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.6.2023 RM'000	Preceding Year Corresponding Quarter 30.6.2022 RM'000	Current Year To Date 30.6.2023 RM'000	Preceding Year Corresponding Period 30.6.2022 RM'000
Income tax				
Estimated tax payable for current period	735	661	1,202	1,135
Deferred tax				
Estimated deferred tax for current period	72	106	482	123
(Over)/Under provision in prior year	(1)	7	(1)	14
	<u>806</u>	<u>774</u>	<u>1,683</u>	<u>1,272</u>

B6 Status of corporate proposals

There were no corporate proposals as at the date of this report.

B7 Borrowings and debt securities

	As at 30.6.2023 RM'000	As at 30.6.2022 RM'000
<i>Short term borrowings:</i>		
Secured - Term loan	2,794	1,017
Unsecured - Hire purchase and finance lease payable	88	52
	<u>2,882</u>	<u>1,069</u>
<i>Long term borrowings:</i>		
Secured - Term loan	25,037	18,393
Unsecured - Hire purchase and finance lease payable	220	263
	<u>25,257</u>	<u>18,656</u>
	<u>28,139</u>	<u>19,725</u>

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

B8 Material litigation

There is no material litigation as at 15 August 2023.

B9 Dividends declared

No dividend has been recommended for the current financial period ended 30 June 2023.

B10 Profit before taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.6.2023 RM'000	Preceding Year Corresponding Quarter 30.6.2022 RM'000	Current Year To Date 30.6.2023 RM'000	Preceding Year Corresponding Period 30.6.2022 RM'000
Profit before taxation is arrived at after the following charges/(credits):				
Depreciation of property, plant and equipments	1,140	1,044	2,196	1,952
Allowance for expected credit losses - net	(46)	(210)	(21)	(295)
Gain on disposal of property, plant and equipments	(79)	23	(131)	15
Gain on investment in unit trusts	(15)	(18)	(68)	(34)
Employees' Share Scheme ("ESS") expenses	-	-	-	299
Changes in fair value of quoted shares	(2,074)	-	(2,074)	-
Changes in fair value of unit trusts	(713)	243	(147)	488
Gain on disposal of investment in unit trusts	515	-	182	(17)
Share of loss of equity-accounted associates	(50)	-	(46)	-
Unrealised (gain)/loss on foreign exchange	(382)	118	(531)	200
Interest income from deposits placed with licensed banks	(5)	*	(6)	*
Interest income from loans to associates	(51)	-	(136)	-
Interest income from loans to joint venture	(70)	(54)	(133)	(145)
Interest expenses on term loans	279	83	552	83
Interest expenses on finance lease liabilities	6	*	12	*

* Negligible

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 2nd Quarter Ended 30 June 2023

NOTES

B11 Earnings per share

(a) Basic earnings per ordinary share

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to ordinary shareholders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	30.6.2023	Quarter	30.6.2023	Period
		30.6.2022		30.6.2022
Net profit for the period (RM'000)	5,328	2,103	7,110	3,141
Weighted average number of ordinary shares in issue ('000)	253,442	253,442	253,442	253,442
Basic earnings per share (sen)	<u>2.10</u>	<u>0.83</u>	<u>2.81</u>	<u>1.24</u>

(b) Diluted earnings per ordinary share

Not applicable to the Company.

By Order of the Board

Lee Hai Peng

Executive Director

Selangor Darul Ehsan

Date: 15 August 2023