

**Notes on the quarterly report – 31 December 2023**

**A. EXPLANATORY NOTES AS PER MFRS 134- INTERIM FINANCIAL REPORTING**

**A1. Basis of Preparation & Changes in Accounting Policies**

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting and paragraph 9.22 of the Listings Requirements of the Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2023.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2023 except for those standards, amendments and IC interpretations which are effective from the annual period beginning 1 July 2023 and onwards. The adoption of these standards, amendments and IC interpretations does not have significant impact on the financial statements of the Group and the Company.

**A2. Seasonality or Cyclicity of Interim Operations**

The operations of the Group were not significantly affected by any seasonal or cyclical factors.

**A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period under review.

**A4. Changes in Estimates**

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

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**A5. Issues, Repurchases and Repayments of Debts and Equity Securities**

During the financial period to date, the Company issued new ordinary shares as follows:

Date	Description	Ordinary Shared Issued		
		Issued Price per share (RM)	No of Shares	Value (RM'000)
24 October 2023	3rd Tranche Placement Shares	0.6450	3,100,000	2,000
31 October 2023	4th Tranche Placement Shares	0.6016	4,360,000	2,623
20 November 2023	5th Tranche Placement Shares	0.7000	3,577,000	2,504
12 December 2023	6th Tranche Placement Shares	0.9000	1,031,800	929

Aside from the above, there are no other issuances, cancellation, repurchase, resale and repayment of debt and equity securities for the period ended 31 December 2023.

**A6. Dividends Paid**

There were no dividend paid during the current financial period to date.

**A7. Segmental Information**

Segmental information is not presented as the Group is primarily engaged in the Information and Communication Technology ("ICT") Industry.

**A8. Valuation of Property, Plant and Equipment**

There were no revaluations of property, plant and equipment since the previous annual financial statements.

**A9. Material Events Subsequent to the End of the Financial Period**

There were no material events subsequent to the end of the current financial period under review that have not been reflected.

**A10. Changes in the Composition of the Group**

There were no change in composition of the Group during the quarter under review.

**A11. Changes in Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets to be disclosed as at date of the report.

**Notes on the quarterly report – 31 December 2023**

**A12. Capital Commitments**

There are no material capital comments which require disclosure during the quarter.

**B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS**

**B1. Review of the Group Performance:**

**Current Quarter**

	<b>31 Dec 2023</b>	<b>31 Dec 2022</b>	<b>Changes</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	11,026	2,369	8,657	365%
Profit/(Loss) from Operations	380	(2,104)	2,484	-118%
Profit/(Loss) before tax	369	(2,231)	2,600	-117%
Profit/(Loss) after tax	369	(2,231)	2,600	-117%

For the current quarter of 31 December 2023, the Group reported a revenue of RM11.03 million approximately 365% higher than quarter ended 31 December 2022 which was attributed by newly secured contract undertaken during the reporting period.

The current quarter's profit after tax stood at RM0.37 million which higher compared to 31 December 2022, primarily attributable to the higher sales contracts secured during the current reporting period.

**B1. Review of the Group Performance:**

**Financial Year to Date**

	<b>31 Dec 2023</b>	<b>31 Dec 2022</b>	<b>Changes</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	15,265	4,929	10,337	210%
Profit/(Loss) from Operations	507	(3,204)	3,711	-116%
Profit/(Loss) before tax	432	(3,393)	3,825	-113%
Profit/(Loss) after tax	432	(3,393)	3,825	-113%

For the current financial year ended 31 December 2023, the Group recorded a revenue of RM15.27 million is approximately 210% higher than in the corresponding quarter ended 31 December 2022 and the profit before tax stood at RM0.68 million which were resulted by the mentioned above in the current quarter.

**Notes on the quarterly report – 31 December 2023**

**B2. Variation of Results Against Immediate-Preceding Quarter**

	<b>31 Dec</b>	<b>30 Sept</b>	<b>Changes</b>	
	<b>2023</b>	<b>2023</b>	<b>RM'000</b>	<b>%</b>
	<b>RM'000</b>	<b>RM'000</b>		
Revenue	11,026	4,239	6,787	160%
Profit from Operations	380	127	253	199%
Profit before tax	369	63	306	486%
Profit after tax	369	63	306	486%

The revenue for the current quarter reached approximately RM11.03 million, reflecting a remarkable increase of approximately 160% compared to the immediate preceding quarter, ending on 30 September 2023. This significant surge can be attributed primarily to newly secured contracts undertaken during the reporting period.

The profit before tax for the current quarter amounted to RM0.37 million, representing a notable improvement compared to the preceding quarter ended on 30 September 2023. This increase can be attributed to the higher sales volume achieved during the current quarter.

**B3. Prospects**

Currently, the Group is focusing on capitalizing on the Company's key strengths, particularly the maintenance of network and infrastructure which will enhance the recurring and existing income business model.

The Group has eagerly expanded into new projects and new orders secured throughout the period. The Group has continued to expand the business development team and to bring in more profitable projects to the Group.

The Company has always intensified its efforts in the software solutions market involving deployment and maintenance, providing recurring revenue in annual licensing, maintenance, and feature customizations.

In summary, the Group keep striving to continue in improving its efficiency and the Group profitability by focusing on better margin in product mix.

**B4. Profit Forecast or Profit Guarantee**

Not applicable as the Group did not publish any profit forecast.

**B5. Auditors' Report on Preceding Annual Financial Statements**

The latest audited financial statements for the financial year ended 30 June 2023 were not subject to any qualification.

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**B6. Tax Expense**

	<b>2023</b> <b>6 months</b> <b>Current period</b> <b>Ended</b> <b>30 Sept</b> <b>2023</b> <b>RM'000</b>	<b>2023</b> <b>6 months</b> <b>Cumulative to</b> <b>date</b> <b>30 June</b> <b>2023</b> <b>RM'000</b>
Estimated current tax payable	-	-
Deferred tax	-	-
	<hr/>	<hr/>
	-	-

**B7. Quoted and Marketable Securities**

There was no purchase or disposal of quoted and marketable securities during the quarter.

**B8. Status of Corporate Proposals.**

On 30 May 2023, the Company announced a proposed private placement up to 20,337,500 of new ordinary shares representing up to approximately 10% of the total number of issued shares of the Company, to independent third-party investor(s) excluding any treasury shares (“Placement Shares”).

Bursa Malaysia Securities Berhad (“Bursa Securities”) had, vide its letter dated 14 June 2023, approved the Placement Shares.

**Details of proposed utilisation of proceeds**

This Proposed Private Placement was completed on 11 December 2023 and 19,225,500 new ordinary shares were issued from the Private Placement raising gross proceeds of RM12,127,543 which is intended to be utilised as follows: -

<b>Details</b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Amount unutilised RM'000</b>	<b>Intended Timeframe for Utilisation</b>
Repayment of trade and other payables	3,000	3,000	-	Within 6 months
Repayment of bank borrowing	2,075	1,075	1,000	Within 6 months
Working capital	3,304	7,932	-	Within 24 months
Estimated expenses related to Proposed Private Placement	100	121	-	Upon receipt
<b>Total</b>	<b>8,479</b>	<b>12,128</b>	<b>1,000</b>	

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**B9. Borrowings**

The Group's borrowings are as follows: -

	<b>As at 31 Dec 2023 RM'000</b>
Payable within 12 months: Bank borrowings	908
Payable after 12 months: Bank borrowings	1,005
<b>Total</b>	1,913

**B10. Off Balance Sheet Financial Instruments**

There was no off-balance sheet financial instrument as at the date of this report.

**B11. Material Litigation**

Bank Pembangunan Malaysia Berhad ("BPMB"), has filed a Writ of Summons dated 15 June 2022, Statement of Claim ("Writ Action") and Notice for Application (Ex-Parte) for Mareva Injunction ("Mareva Application").

On 19 January 2024, the High Court of Kuala Lumpur had dismissed BPMB application for a Mareva Application against the Company and its subsidiary, Silver Ridge Sdn Bhd ("SRSB") on inter-parte basis.

The High Court further dismissed BPMB's oral application for an Erinford Injunction pending BPMB's appeal against the dismissal of the Mareva Application.

Given the High Court's orders above, the Ad-Interim Mareva (Ex-Parte) Order dated 22 July 2022 which was entered against the Company and SRSB is no longer in force and enforceable.

**B12. Dividends**

There was no dividend declared as at the date of this report.

**SILVER RIDGE HOLDINGS BHD**  
**(Company No.: 200401029277 (667785-W))**  
**Incorporated in Malaysia**

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**B13. Earnings / (Loss) per Share**

a) Basic Loss Per Share

	<b>Current Quarter Ended 31 Dec 2023</b>	<b>6 months Current Year To Date Ended 31 Dec 2023</b>
Profit/(loss) attributable to ordinary shareholders (RM'000)	(32)	(8)
Weighted average number of ordinary shares on issue ('000)	210,338	210,338
Earnings/(loss) per ordinary share (sen)	-	-

**B14. Realised and Unrealised Profits/(Losses) Disclosure**

	<b>As at 31 Dec 2023 RM'000</b>
Total accumulated losses of the Company and its subsidiaries:	
- Realised	(21,985)
- Unrealised	-
	<hr style="width: 100%; border: 0.5px solid black;"/> (21,985)
Less:	
Consolidation adjustments	2,017
	<hr style="width: 100%; border: 0.5px solid black;"/> (19,968)

**SILVER RIDGE HOLDINGS BHD**  
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**B15. Profit for the Period**

This is arrived at after crediting / (charging):

	<b>Current Quarter</b>	<b>Year to Date</b>
	<b>31 Dec</b>	<b>6 months</b>
	<b>2023</b>	<b>to</b>
	<b>RM'000</b>	<b>31 Dec</b>
		<b>2023</b>
		<b>RM'000</b>
Interest expenses	(11)	(75)
Depreciation of property, plant, and equipment	(84)	(168)
Depreciation of right-of-use assets	(91)	(181)
Fair value loss on other investments	(245)	(245)
Gain on termination of leases	1	1

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements for the ACE Market of Bursa Malaysia Securities Bhd are not applicable.