



WIDAD GROUP BERHAD
Registration No.:200901014295 (857363 - U)

**INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1 JANUARY TO 31 MARCH 2022**

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WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 1st quarter ended 31 March 2022. The figures have not been audited.

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

	QUARTER ENDED		YEAR-TO-DATE	
	31.3.2022	31.3.2021	31.3.2022	31.3.2021
	RM'000	RM'000	RM'000	RM'000
Revenue	52,041	17,217	52,041	17,217
Cost of sales	(30,420)	(7,614)	(30,420)	(7,614)
Gross Profit	21,620	9,603	21,620	9,603
Other income	207	154	207	154
Administrative expenses	(6,641)	(5,825)	(6,641)	(5,825)
Other expenses	(7,225)	-	(7,225)	-
Operating profit / (loss)	7,960	3,932	7,960	3,932
Finance income	4,845	69	4,845	69
Finance costs	(3,565)	(2,453)	(3,565)	(2,453)
Profit / (loss) before tax	9,241	1,548	9,241	1,548
Tax income / (expense)	(2,834)	(610)	(2,834)	(610)
Profit / (loss) for the financial year	6,407	938	6,407	938
Other comprehensive gain/(loss), net of tax				
<i>Item that will be reclassified subsequently to profit or loss</i>				
Fair value gain/(loss) on cash flow hedge	(83)	1,927	(83)	1,927
Other comprehensive gain/(loss) for the year, net of tax	(83)	1,927	(83)	1,927
Total comprehensive income/(loss) for the financial year	6,324	2,865	6,324	2,865
Earnings per share (sen)				
- Basic	0.23	0.04	0.23	0.04
- Diluted	0.20	0.03	0.20	0.03

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 1st quarter ended 31 March 2022. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31.3.2022	Audited
	RM'000	31.12.2021
	RM'000	RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	18,778	19,429
Right-of-use assets	42,544	42,548
Contract assets	404,524	411,795
Fixed deposit with licensed banks	20,236	22,551
Deferred tax assets	8,721	8,721
Total non-current assets	<u>494,802</u>	<u>505,044</u>
Current assets		
Contract assets	177,026	168,088
Trade receivables	30,477	42,489
Other receivables	9,316	7,351
Derivative financial asset	330	413
Fixed deposit with licensed banks	30,257	8,245
Cash and bank balances	180,747	134,020
Total current assets	<u>428,153</u>	<u>360,606</u>
Total assets	<u>922,956</u>	<u>865,650</u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company		
Share capital	182,033	182,033
Cash flow hedge reserve	330	413
Retained earnings	181,877	175,470
Total equity	<u>364,240</u>	<u>357,916</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

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Interim financial statements for the 1st quarter ended 31 March 2022. The figures have not been audited.

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

	31.3.2022	Audited
	RM'000	31.12.2021
	RM'000	RM'000
EQUITY AND LIABILITIES (CONT'D)		
LIABILITIES		
Non-current liabilities		
Borrowings	318,518	126,529
Lease liabilities	500	591
Deferred tax liabilities	72,377	72,377
Total non-current liabilities	391,395	199,497
Current liabilities		
Contract liabilities	20,719	20,085
Trade payables	16,470	17,654
Other payables	13,108	12,630
Borrowings	96,084	237,564
Lease liabilities	386	392
Tax payable	20,554	19,912
Total current liabilities	167,321	308,237
Total liabilities	558,716	507,734
Total equity and liabilities	922,956	865,650
Net Tangible Assets per share (RM)	0.13	0.13

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the Group			TOTAL EQUITY RM'000
	Non-distributable		Distributable	
	SHARE CAPITAL RM'000	CASH FLOW HEDGE RM'000	RETAINED EARNINGS RM'000	
As at 1 January 2022	182,033	413	175,470	357,916
Profit for the quarter	-	-	6,407	6,407
Other comprehensive income for the quarter	-	(83)	-	(83)
Balance as at 31 March 2022	182,033	330	181,877	364,240

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	31.3.2022	Audited
	RM'000	31.12.2021
		RM'000
OPERATING ACTIVITIES		
Profit / (Loss) before tax	9,241	68,048
Adjustments for;		
Bargain purchase on acquisition of subsidiaries	-	(115,032)
Deposit written off	-	440
Depreciation of property, plant and equipment	651	2,523
Depreciation of right-of-use assets	272	1,159
Impairment loss on contract assets	-	15,973
Finance costs	3,565	19,794
Finance income	(41)	(840)
Finance income arising from contract customer	(4,805)	(14,863)
Operating profit before working capital changes	<u>8,884</u>	<u>(22,798)</u>
Changes in working capital;		
Contract balances	3,138	48,618
Payables	(702)	(7,774)
Receivables	<u>10,060</u>	<u>11,433</u>
Cash generated form operations	21,379	29,479
Finance costs paid	(3,565)	(3,738)
Interest received	41	43
Tax paid	<u>(2,193)</u>	<u>(13,832)</u>
Net cash flows from operating activities	<u>15,662</u>	<u>11,952</u>
INVESTING ACTIVITIES		
Acquisition of subsidiaries	-	(85,581)
Refund from proposed acquisition of subsidiaries	-	6,100
Interest received	-	678
Placement of maintenance reserve fund	634	(19,833)
Placement of Designated Accounts	(7,291)	(11,791)
Purchase of property, plant and equipment	-	(3,844)
Purchase of right-of-use assets	-	(44)
(Advance to)/Repayment from holding company	-	(13)
Withdrawal/(Placement) of fixed deposit	<u>(5,477)</u>	<u>17,411</u>
Net cash flows from investing activities	<u>(12,134)</u>	<u>(96,917)</u>

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)**

	31.3.2022	Audited 31.12.2021
	RM'000	RM'000
FINANCING ACTIVITIES		
Repayment to holding company	-	(12)
Interest paid	-	(15,588)
Drawdown of borrowings	-	186,303
Repayment of borrowings	(252,295)	(152,210)
Repayment of lease liabilities	(365)	(251)
(Placement)/Withdrawal of Designated Bank Accounts	-	(1,373)
Proceeds from issuance of shares pursuant to private placement and upon exercise of warrants, net of share issuance expenses	-	92,271
Proceeds from issuance of Sukuk Wakalah	310,000	-
Net cash flow from financing activities	<u>57,339</u>	<u>109,140</u>
CASH AND CASH EQUIVALENTS		
Net changes	60,868	24,175
Balance brought forward	92,377	68,202
Carried forward	<u>153,245</u>	<u>92,377</u>
Cash and cash equivalent comprise of:		
	31.3.2022	31.12.2021
	RM'000	RM'000
Cash and bank balances	180,747	134,020
Fixed deposit with licensed bank	50,493	30,796
Bank overdraft	(11,118)	(11,022)
	<u>220,122</u>	<u>153,793</u>
Less:		
Designated Bank Account	(21,323)	(14,032)
Fixed deposit with licensed bank	(24,835)	(27,550)
Maintenance Reserve Fund	(20,719)	(19,834)
	<u>153,245</u>	<u>92,377</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022

EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation

These interim financial statements are 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 paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 ("FYE 2020") and the accompanying explanatory notes attached to the interim financial report.

The accompanying explanatory notes attached to the interim financial statements 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 since FYE 2020.

A2 Significant Accounting Policies

A2.1 Adoption of Amendments/Improvements to MFRS

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the FYE 2021.

A3 Audit Report of Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

A4 Seasonal or Cyclical Factors

The business operations of the Group during the financial period under review have not been materially affected by any significant seasonal or cyclical factors.

A5 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 in the current quarter under review.

A6 Material Changes in Estimates

There were no material changes in estimates in the current quarter and period under review.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A7 Debts and Equity Securities**

On 30 March 2022, the Company's wholly-owned subsidiary, Widad Concession Sdn Bhd, issued a RM310 million Sukuk Wakalah.

Other than the above, there is no issuance, cancellation, repurchase, resale and repayment of debt and equity securities in the current quarter and period under review.

A8 Dividend

There were no dividends declared or paid in the current quarter and period under review.

A9 Segmental Reporting

Primary reporting basis by business segments:

Current Quarter and Year-to-date	IFM RM'000	Construction RM'000	Concession RM'000	TOTAL RM'000
Revenue	24,907	24,580	2,554	52,041
Segment results;				
Other income				162
Depreciation				(923)
Finance costs				(3,046)
Finance income				4,845
Taxation				(2,834)
Profit after tax				6,915

Note

IFM – Integrated Facility Management

A10 Carrying Amount of Revalued Asset

The Group does not perform any valuation of property, plant and equipment during the quarter and financial year-to-date.

A11 Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the current quarter that have not been reflected in the interim financial statement.

A12 Effect of changes in the Group Composition, Long Term Investments, Restructuring and Discontinued Operations

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

WIDAD GROUP BERHAD

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**A13 Contingent Liabilities/Assets**

There were no contingent liabilities/assets as at the end of the current quarter under review.

A14 Capital Commitment

There were no capital commitments as at the end of the current quarter under review.

A15 Significant Related Party Transactions

	QUARTER ENDED		PERIOD-TO-DATE	
	31.3.2022	31.3.2021	31.3.2022	31.3.2021
	RM'000	RM'000	RM'000	RM'000
<u>Group</u>				
Rental income of office space	147	289	147	289
<u>Company</u>				
Management fee charged to subsidiaries	1,200	750	1,200	750

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 Review of Performance****(a) Comparison with preceding year corresponding period**

	Quarter Ended			Year-to-date		
	31.3.2022	31.3.2021	Change	31.3.2022	31.3.2021	Change
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue						
Construction	24,580	1,857	>100%	24,580	1,857	>100%
IFM	24,907	15,360	62%	24,907	15,360	62%
Concession	2,554	-	100%	2,554	-	100%
Total revenue	<u>52,041</u>	<u>17,217</u>	202%	<u>52,041</u>	<u>17,217</u>	202%
Gross Profit (GP)	21,620	9,603	125%	21,620	9,603	125%
Profit before tax (PBT)	9,241	1,548	497%	9,241	1,548	497%
GP Margin	42%	56%		42%	56%	
PBT Margin	18%	9%		18%	9%	

For the quarter ended 31st March 2022, the Group recorded 203% increase in turnover as compared to same quarter last year. Both construction and IFM segment recovered from slow activities due to movement control order experienced in early 2021.

Gross profit for the quarter under review was 125% higher against same quarter preceding year. GP margin is averaged down due to lower profit margin from construction projects.

PBT improved markedly due mainly to refund of claim deductions in IFM segment amounting RM2.0 million, net finance income from concession business of RM2.80 million and charge out of sukuk related expenses amounting RM7.2 million.

(b) Comparison with Preceding Quarter's Results

	Quarter Ended		
	31.3.2022	31.12.2021	Change
	RM'000	RM'000	%
Revenue;			
Construction	24,580	4,018	512%
IFM	24,907	22,781	9%
Concession	2,554	2,553	0%
Total revenue	<u>52,041</u>	<u>29,352</u>	77%
Reclassification of revenue	-	(24,169)	
Total revenue	<u>52,041</u>	<u>5,183</u>	
Gross Profit (GP)	21,620	(38,386)	
Profit before tax (PBT)	9,241	56,715	-84%
GP Margin	42%	-131%	
PBT Margin	18%	193%	

The Group revenue jumped 77% against same period last year. Higher profitability in the quarter ended 31 March 2021 were mainly due to one-off gain on acquisition amounting RM115 million and construction expenses charge out and impairment amounting RM45 million.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B2 Prospects

Malaysia's GDP is expected to further expand in the range of 5.5% – 6.5% in 2022. The growth is projected to be driven by normalisation in economic activities arising from a high nationwide vaccination rate, resumption of projects with high multiplier effects, strong external demand and targeted travel activities, particularly for business, health and education purposes.

The Construction sector in particular, is projected to turn around by 11.5% in 2022 on account of better performance in all its subsectors. The civil engineering subsector is anticipated to regain its positive growth, following the continuation and acceleration of major infrastructure projects, such as Light Rail Transit Line 3 (LRT3), Mass Rapid Transit Line 3 (MRT3), Johor-Singapore Rapid Transit System (RTS) as well as the Pan Borneo highways in Sabah and Sarawak. Utility projects, including Baleh Hydroelectric, Sarawak Water Supply Grid Programme and Large-Scale Solar 3 plant, are also projected to spur growth.

For financial year 2022, Widad is upbeat to continuously enhance its performance and further expand its business through tenders and acquisitions of strategic businesses. As at reporting date, Widad has outstanding orderbook worth RM1.52 billion. Additionally, its newly acquired concession business will provide steady stream of income and cashflow to the Group.

The Group will further enhance its concession business following the recent announcement on the proposed acquisition of Palm Shore Holdings Sdn Bhd, which has been involved in the construction and facility management.

B3 Variance of Actual Profit from Forecast Profit

There were no profit forecast or profit guarantees released to the public.

B4 Taxation

Tax expenses comprise the following:

	YEAR ENDED	
	31.3.2022	31.3.2021
	RM'000	RM'000
Profit before tax	<u>9,241</u>	<u>1,548</u>
Tax at applicable tax rate of 24%	2,218	372
Expenses not deductible for tax purpose	616	238
Tax (income)/expense	<u>2,834</u>	<u>610</u>

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial year. The effective tax rate for the current year to date was lower than the statutory tax rate mainly due to adjustment of income not subject to tax.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B5 Status of Corporate Proposals Announced But Not Completed

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this announcement.

1. Proposed Acquisition of Palm Shore Holdings Sdn Bhd (PSHSB)

On 14 April 2021, M&A Securities Sdn Bhd ("M&A Securities"), on behalf of the Board announced that Widad Capital Sdn Bhd ("WCSB"), a subsidiary of Widad Group Berhad ("WGB") entered into a Head of Agreement ("HOA") with PSHSB and the shareholders of PSHSB (Vendors) to acquire 100% equity interest in PSHSB.

Subsequently, M&A Securities, on behalf of the Board, announced that WCSB and the Vendors have mutually agreed to extend the HOA by a further 2 months from 15 October 2021 to 14 November 2021, further 1 month from 15 November 2021 to 14 December 2021, further 1 month from 15 December 2021 to 14 January 2022, further 3 months from 15 January 2022 to 14 April 2022 and further 1 month to 17 May 2022.

On behalf of the Board of Widad, M&A Securities Sdn Bhd announced that WCSB had, on 13 May 2022 entered into the followings;

1. conditional share sale agreement with the Vendors for the proposed acquisition of 7,000,000 ordinary shares in PSHSB, representing 100% equity interest in PSHSB, for a purchase consideration of RM16,626,171.00, to be satisfied in cash, subject to adjustment and the terms of the agreement ("**Purchase Consideration**") ("**SSA**"); and
2. letter of undertaking for the repayment of debt owing by PSHSB to the Vendors amounting to RM18,373,829.00 ("**Repayment of Vendors' Advances**") whereby, WCSB undertakes the Repayment of Vendors' Advances subject to the terms of the letter of undertaking ("**LOU**")

Purchase Consideration and Repayment of Vendors Advances are collectively referred to as "**Total Consideration**" amounting to RM35,000,000.00.

2. Proposed Private Placement Exercise

On 5 January 2022, M&A Securities, on behalf of the Board of Widad announced that the Private Placement is deemed completed with the listing of 30,490,000, 121,800,00 and 16,000,000 Placement Shares on 10 February 2021, 19 March 2021 and 13 December 2021, respectively, on the ACE Market of Bursa Securities.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**B6 Group Borrowings**

	31.3.2022
	RM'000
<u>Secured</u>	
Commodity Murabahah	30,202
Term Loans	40,809
Revolving credit	21,900
Sukuk Wakalah	310,000
	<u>402,910</u>
<u>Unsecured</u>	
Term Loans	574
Bank overdraft	11,118
	<u>11,692</u>
Total borrowings	<u>414,603</u>
Total Assets	<u>922,956</u>
Borrowings over Total Assets (%)	<u>45%</u>
<u>Repayable:</u>	
Within one year	96,084
More than one year	318,518
	<u>414,603</u>

Out of the total borrowings, RM30 million is denominated in foreign currency borrowings.

B7 Derivative Financial Instrument

	Notional Amount RM'000	Asset RM'000	Liability RM'000	Net RM'000	Gain/(loss) for the period RM'000
Cross-currency swap					
- within one year	30,202	30,950	30,620	330	83
Total derivative	<u>30,202</u>	<u>30,950</u>	<u>30,620</u>	<u>330</u>	<u>83</u>

The Group entered into cross currency swap to manage its exposure in foreign currency risk arising from foreign currency borrowing, which was entered to minimise the interest cost.

The Group uses cash flow hedge to mitigate the risk of variability of future cash flows attributable to foreign currency and interest rate fluctuations over the hedging period on the foreign currency borrowing. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on remeasuring the fair value of the hedging instrument are recognised directly in OCI until such time as the hedged item affects profit or loss, then the gains or losses are transferred to the profit or loss. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the profit or loss.

The cash flow hedge of the borrowing was assessed to be highly effective and a net unrealised gain of RM329,756 (2021: RM413,076) of the Group relating to the hedging instruments are included in OCI. The unrealised gain/(loss) recognised in OCI is equal to the change in fair value used for measuring effectiveness. There is no ineffectiveness recognised in profit or loss.

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B8 Material Litigations**

There was no pending material litigation as at the date of this report.

B9 Dividends

There were no dividends declared or paid during the quarter under review.

B10 Earnings per Share**(i) Basic earnings per share**

The basic earnings per share is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares in issue during the period.

	Quarter Ended		Year-to-date	
	31.3.2022	31.3.2021	31.3.2022	31.3.2021
Profit attributable to owners of the Company (RM'000)	6,407	938	6,407	938
Weighted average number of ordinary shares in issue ('000)	2,752,500	2,492,342	2,752,500	2,492,342
Basic earnings per share (sen)	0.23	0.04	0.23	0.04

(ii) Diluted earnings per share

The diluted earnings per share is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares to be issued pursuant to the exercise of the warrant.

	Quarter Ended		Year-to-date	
	31.3.2022	31.3.2021	31.3.2022	31.3.2021
Profit attributable to owners of the Company (RM'000)	6,407	938	6,407	938
Weighted average number of ordinary shares in issue ('000)	2,752,500	2,492,342	2,752,500	2,492,342
Effects of warrants outstanding	384,567	453,702	384,567	453,702
Weightage number of ordinary shares assumed to be in issue	3,137,067	2,946,044	3,137,067	2,946,044
Diluted earnings per share (sen)	0.20	0.03	0.20	0.03

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Explanatory notes to the Interim Financial Statements for 1st quarter ended 31st March 2022**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B11 Notes to the statement of comprehensive income**

Profit for the current quarter and current year-to-date were arrived at after crediting / (charging) the following:

	QUARTER ENDED		YEAR-TO-DATE	
	31.3.2022	31.3.2021	31.3.2022	31.3.2021
	RM'000	RM'000	RM'000	RM'000
Finance income	4,845	69	4,845	69
Depreciation	(923)	(864)	(923)	(864)
Finance costs	(3,565)	(2,453)	(3,565)	(2,453)

B12 Status of utilization of proceeds raised from corporate proposal

The total proceeds generated from the private placement of RM133.5 million have been utilised as follows:-

Proposed utilisation	Intended Timeframe	Actual proceeds raised	Actual utilisation	Balance unutilised
		RM'000	RM'000	RM'000
Future expansion of business/ repayment of bank borrowings	Within 12 months	25,644	20,340	5,304
Working capital requirement	Within 12 months	43,932	43,932	-
Estimated expenses for the Private Placement	Within 1 month	2,585	2,585	-
		72,161	66,857	5,304

Note:

^ Included in the amount are payment of deposit and professional expenses for the proposed acquisition of Inovatif Mewah Sdn Bhd (IMSB) amounting RM1.52 million, earnest deposit for the proposed acquisition of Palm Shore Holdings Sdn Bhd (PSHSB) amounting RM0.70 million, payment of additional purchase consideration of Serendah Heights Sdn Bhd (SHSB) amounting RM1.80 million while the remainder was used to settle bank facilities outstanding.

However, the proposed acquisition of IMSB was aborted on 19 March 2021.