

EVD BERHAD

Company Registration No. 201901045325 (1354655 – D)
(INCORPORATED IN MALAYSIA)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

ANNOUNCEMENT

The Board of Directors of EVD Berhad (“EVDB” of “the Company”) is pleased to announce the following condensed consolidated financial statements for the first quarter ended 31 March 2023 which should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS ⁽¹⁾

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		QUARTER ENDED 31/03/2023	QUARTER ENDED 31/03/2022 ⁽²⁾	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽²⁾
		RM'000	RM'000	RM'000	RM'000
Revenue	B1	17,992	N/A	17,992	N/A
Cost of Sales		(13,281)	N/A	(13,281)	N/A
Gross Profit		4,711	N/A	4,711	N/A
Other Income		389	N/A	389	N/A
		5,100	N/A	5,100	N/A
Selling and marketing expenses		(141)	N/A	(141)	N/A
Administrative expenses		(2,677)	N/A	(2,677)	N/A
Other expenses		(662)	N/A	(662)	N/A
Finance costs		(23)	N/A	(23)	N/A
Profit before taxation	B2	1,597	N/A	1,597	N/A
Income tax expense	B6	(209)	N/A	(209)	N/A
Profit after taxation (PAT)		1,388	N/A	1,388	N/A
Other comprehensive income					
Foreign currency translation differences		(371)	N/A	(371)	N/A
Total comprehensive income for the financial period		1,017	N/A	1,017	N/A
PAT attributable to:					
: Owners of the Company		1,414	N/A	1,414	N/A
: Non-controlling interest		(26)	N/A	(26)	N/A
		1,388	N/A	1,388	N/A
Total comprehensive income attributable to:					
: Owners of the Company		1,043	N/A	1,043	N/A
: Non-controlling interest		(26)	N/A	(26)	N/A
		1,017	N/A	1,017	N/A
Attributable to Equity Holders of the Company:					
- Basic earnings per share (sen)	B12	0.35	N/A	0.35	N/A
- Diluted earnings per share (sen)	B12	0.05	N/A	0.05	N/A

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS ⁽¹⁾ (CONTINUED)

Notes:

1. The basis of preparation of the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
2. This is the first quarter ended 31 March 2023 announced in compliance with the ACE Market Listing Requirements (“**Listing Requirements**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”). There are no comparative figures for the preceding year’s quarter and year to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A - Not applicable

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾

		AS AT 31/03/2023	AS AT 31/12/2022
	Note	RM'000	RM'000
Non-current assets			
Equipment		4,960	5,140
Right-of-use assets		792	1,117
Deferred tax assets		120	120
Goodwill on consolidation		61,632	61,632
		67,504	68,009
Current assets			
Trade receivables		36,685	44,498
Other receivables, deposits and prepayments		2,420	1,963
Contract assets		87,228	78,531
Current tax assets		2,021	1,962
Fixed deposits with licensed banks		23,903	28,343
Cash and bank balances		14,558	20,257
		166,815	175,554
		234,319	243,563
Total assets			
Equity			
Share capital		53,909	53,780
RCPS		61,918	61,950
Warrant reserve		4,272	4,272
Foreign exchange translation reserve		314	685
Retained profits		8,815	7,401
		129,228	128,088
Non-controlling interest		(88)	(62)
		129,140	128,026
Non-current liabilities			
Borrowings	B9	216	266
Deferred tax liabilities		854	418
Lease liabilities		377	672
		1,447	1,356

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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾ (CONTINUED)

		AS AT 31/03/2023	AS AT 31/12/2022
	Note	RM'000	RM'000
Current liabilities			
Trade payables		63,137	66,755
Contract liabilities		22,817	26,484
Other payables and accruals		5,230	5,083
Lease liabilities		383	756
Borrowings	B9	11,487	13,511
Current tax liabilities		678	1,592
		<u>103,732</u>	<u>114,181</u>
Total liabilities		<u>105,179</u>	<u>115,537</u>
Total equity and liabilities		<u>234,319</u>	<u>243,563</u>
Net assets per ordinary shares attributable to owners of the Company (RM)		0.32	0.31

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2022 and accompanying explanatory notes attached to this interim financial report.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾

	Share capital	RCPS	Warrant reserve	Non-distributable Foreign exchange translation reserve	Distributable (Accumulated losses)/ Retained profits	Attributable to Owners of the Company	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2023	53,780	61,950	4,272	685	7,401	128,088	(62)	128,026
Profit after taxation for the financial period								
Other comprehensive income for the financial period:	-	-	-	-	1,414	1,414	(26)	1,388
- Foreign currency translation differences	-	-	-	(371)	-	(371)	-	(371)
Total comprehensive income for the financial period	-	-	-	(371)	1,414	1,043	(26)	1,017
Total contribution by owners of the Company:								
- Issuance of new ordinary shares	97	-	-	-	-	97	-	97
Conversion of RCPS	32	(32)	-	-	-	-	-	-
Balance as at 31 March 2023	53,909	61,918	4,272	314	8,815	129,228	(88)	129,140

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾ (CONTINUED)

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's quarter and year to-date available as no interim financial report was prepared for the comparative financial period concerned.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾

	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽²⁾
	RM'000	RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	1,597	N/A
Adjustments for :		
Depreciation of equipment	300	N/A
Depreciation of right-of-use assets	325	N/A
Interest expense on lease liabilities	10	N/A
Gain on disposal of equipment	(20)	N/A
Interest income	(218)	N/A
Interest expenses	322	N/A
Net unrealised gain on foreign exchange	(86)	N/A
Operating profit before working capital changes	2,230	N/A
Decrease in trade and other receivables	7,357	N/A
Increase in contract assets	(8,698)	N/A
Decrease in contract liabilities	(3,667)	N/A
Decrease in trade and other payables	(3,474)	N/A
Cash for operations	(6,252)	N/A
Net income tax paid	(1,000)	N/A
Net cash for operations activities	(7,252)	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income received	218	N/A
Increase in escrow and collateral account	(3)	N/A
Proceeds from disposal of equipment	20	N/A
Net increase in fixed deposits with maturity period more than 3 months and pledged with licensed banks	2,440	N/A
Purchase of equipment	(119)	N/A
Net cash from investing activities	2,556	N/A
CASH FLOWS FOR FINANCING ACTIVITIES		
Repayment of borrowings	(2,255)	N/A
Repayment of lease liabilities	(414)	N/A
Issuance of new ordinary shares	97	N/A
Interest paid	(332)	N/A
Net cash for financing activities	(2,904)	N/A

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾ (CONTINUED)

	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽²⁾
	RM'000	RM'000
NET CHANGE IN CASH AND CASH EQUIVALENTS	(7,600)	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	24,721	N/A
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	(285)	N/A
CASH AND CASH EQUIVALENT AT THE END OF THE FINANCIAL PERIOD	16,836	N/A

Cash and cash equivalents included in the statements of cash flows comprised the following amount:

	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽²⁾
	RM'000	RM'000
Fixed deposits with licensed banks	23,903	N/A
Cash and bank balances	14,558	N/A
Bank overdraft	(199)	N/A
Less:		
Fixed deposits with maturity period more than 3 months and pledged with licensed banks	(20,491)	N/A
Cash placed in collateral and Escrow account	(935)	N/A
CASH AND CASH EQUIVALENT AT THE END OF THE FINANCIAL PERIOD	16,836	N/A

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

(1) BASIS OF PREPARATION

The interim financial report of EVDB and its subsidiary (“**Group**”) are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting, issued by Malaysian Accounting Standards Board (“**MASB**”) and Chapter 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

This is the interim financial report on the Group’s condensed consolidated financial results for the first quarter ended 31 March 2023 announced in compliance with the Listing Requirements of Bursa Securities and as such, there are no comparative figures for the preceding year’s corresponding period.

The interim financial report should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.

(2) SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and presentation adopted for the interim financial reports are consistent with those adopted in the most recent annual financial statements.

(a) During the current quarter 31 March 2023, the Group has adopted the following new accounting standards and interpretation (including the consequential amendments):

MFRSs and /or IC Interpretations (Including The Consequential amendments)

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Estimates

Amendments to MFRS 112: Deferred tax related to Assets and Liabilities arising from a Single Transaction

(b) The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:

MFRSs and /or IC Interpretations (Including The Consequential amendments)

Effective Date

Amendments to MFRS 10 and MFRS 128: Sale or Contribution Of Assets between an Investor and its Associate or Joint Venture

Deferred

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

1 January 2024

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

1 January 2024

Amendments to MFRS 101: Non-current Liabilities with Covenants

1 January 2024

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact to the financial report of the Group.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (CONTINUED)

(3) AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors have expressed an unqualified opinion on the Company's statutory financial statements for the financial year ended 31 December 2022 in their report dated 25 April 2023.

(4) SEASONAL OR CYCLICAL FACTORS

The operations of the Group were not significantly affected by seasonality and cyclical factors.

(5) EXCEPTIONAL ITEMS

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

(6) MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates for the current financial quarter under review.

(7) DEBT AND EQUITY SECURITIES

During the 3-months period ended 31 March 2023, the Company has issued 1,289,500 new ordinary shares as follows:-

- (a) Conversion of redeemable convertible preferences shares of 1,489,500 at exercise price of RM0.10 per share. For clarity, pursuant to the conversion of the additional 200,000 redeemable convertible preferences shares, the 200,000 new ordinary shares will only be issued and allotted on 4 April 2023.

As at 31 March 2023, the outstanding redeemable convertible preferences shares and warrants remained at 2,476,523,792 and 86,474,336 respectively.

(8) DIVIDENDS PAID

There were no dividends paid during the financial period under review.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (CONTINUED)

(9) SEGMENTAL INFORMATION

The Group's reportable segmental information for the current financial report ended 31 March 2023 is as follows:-

a) Analysis of revenue by business segments:

	<u>Transportation</u>	<u>Healthcare</u>	<u>Others</u>	<u>Consolidated adjustment</u>	<u>Group</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	16,818	851	323	-	17,992
Inter-segment revenue	7,199	731	-	(7,930)	-
Total revenue	<u>24,017</u>	<u>1,582</u>	<u>323</u>	<u>(7,930)</u>	<u>17,992</u>
Gross profit					4,711
Net operating expenditure					1,620
Finance cost					(23)
Profit before tax					1,597
Income Tax expense					(209)
Profit after tax					<u>1,388</u>
Revenue by geographical:					
- Malaysia					17,565
- Philippines					427
					<u>17,992</u>

(10) VALUATION OF EQUIPMENT

There were no revaluations of equipment in the financial period under review. As at 31 March 2023, all equipment were stated at cost less accumulated depreciation and impairment losses.

(11) MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There were no material events subsequent to the end of the financial period.

(12) CHANGES IN THE COMPOSITION OF THE GROUP

There was no material change in the composition of the Group for the current financial quarter under review.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (CONTINUED)

(13) CAPITAL COMMITMENTS

There were no capital expenditure contracted for at the end of the financial period under review.

(14) CONTINGENT LIABILITIES AND ASSETS

There were no contingent liabilities and contingent assets as the date of this interim report.

(15) SIGNIFICANT RELATED PARTY TRANSACTION

The significant related party transactions and balances during the financial year under review as described below were carried out in the ordinary course of business and on agreed commercial terms with the related parties:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/03/2023 RM'000	QUARTER ENDED 31/03/2022 ⁽¹⁾ RM'000	PERIOD ENDED 31/03/2023 RM'000	PERIOD ENDED 31/03/2022 ⁽¹⁾ RM'000
Rentals payable	311	N/A	311	N/A

Note:

- (1) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's quarter and year to-date available as no interim financial report was prepared for the comparative financial period concerned.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(1) REVIEW OF GROUP PERFORMANCE

(a) Results for current quarter

The Group recorded revenue of RM18.0 million and profit before tax of RM1.6 million for the current financial quarter and revenue of RM30.1 million and profit before tax of RM6.2 million for preceding quarter ended 31 December 2022.

The Group's revenue mainly derived from the provision of transportation system solutions for the followings:-

- (i) System Solutions for railways and urban rail transit; and
- (ii) Intelligent Transportation System solutions for roads and highways.

Our Group revenue from provision of transportation system solutions contributed RM16.8 million for the current financial quarter and RM28.4 million for preceding quarter ended 31 December 2022.

The contribution of revenue from provision of transportation system solutions represented approximately 93% and 94% of the total revenue for the current quarter and preceding quarter respectively.

No comparative figures for the preceding corresponding quarter and preceding financial year are available as this is the first quarter ended 31 March 2023 being announced by the Company in compliance with the Listing Requirements of Bursa Securities.

(2) COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

The Group's performance for the first quarter ended 31 March 2023 (Q1 FY2023) are tabled below:

Description	CURRENT QUARTER ENDED 31/3/2023 (RM'000)	PRECEDING QUARTER ENDED 31/12/2022 (RM'000)	Variance	
			RM'000	%
Revenue	17,992	30,121	(12,129)	(40%)
Profit before tax	1,597	6,240	(4,643)	(74%)

For the current financial quarter, the Group revenue has decreased by RM12.1 million or 40% from RM30.1 million recorded in the preceding quarter ended 31 December 2022. The decrease in revenue was mainly due to revenue of projects from transportation has come to the last stage of revenue recognition, thus revenue decrease as compare to the preceding quarter ended 31 December 2022.

Profit before tax decreased by approximately RM4.6 million or 74% from RM6.2 million recorded in the preceding quarter ended 31 December 2022. The difference is due to profit margin for projects recognised in current financial quarter is lower compared to those which has been recognised in preceding quarter ended 31 December 2022.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(3) PROSPECTS

The Board believe, a good transportation system provides benefits to people, businesses, environment and the overall economy. In the past decade, Malaysia has made significant advancement toward increasing upward social mobility as it strives to become a develop nation. Considering that 75% of Malaysia is an urban region, having a reliable transportation system is crucial to create an impact on our social-economic scenario and improved connectivity.

Moving forward, the Group intends to leverage on the opportunities created by the upcoming railway, urban rail transit system and road/highway projects in Malaysia as announced by our Transport Ministry namely Mass Rapid Transit 3 (“MRT3”), East Coast Rail Link (“ECRL”) and Light Rail Transit 3 (“LRT3”), mega and large-scale projects. Further, the Group will also capitalised on the existing completed railway and highway projects to secure the service and maintenance segment which have reached the scheduled maintenance timeline, with the aims to provide additional recurrent income to the Group.

The Group intends to leverage on its track record in delivering transportation system solutions for key railway, urban rail transit system and highway projects in Malaysia to tap into the regional market, particularly the SEA countries.

On this note, the Group is confident to record steady income for 2023 as we play our role in supporting the transportation industry as an ICT system solution provider, which focuses primarily on the transportation system solutions, capitalizing on the opportunities mentioned above.

(4) PROFIT FORECAST OR GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement during the current financial quarter under review.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(5) PROFIT BEFORE TAX

Profit before tax for the period has been arrived at after (crediting)/charging:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/03/2023	QUARTER ENDED 31/03/2022 ⁽¹⁾	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
After charging:				
Depreciation:-				
- equipment	300	N/A	300	N/A
- right-of-use assets	325	N/A	325	N/A
Interest expense on lease liabilities	10	N/A	10	N/A
Interest expenses	322	N/A	322	N/A
Net unrealised gain on foreign exchange	86	N/A	86	N/A
After crediting:				
Interest income	(218)	N/A	(218)	N/A
After other comprehensive income:				
Foreign currency translation differences	(371)	N/A	(371)	N/A

Notes:

- (1) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirement of Bursa Securities. There are no comparative figures for the preceding year's quarter and year-to-date are available as no interim financial report prepared for the comparative financial period concerned.

N/A Not applicable

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(6) TAX EXPENSE

The breakdown of income tax expense are as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/03/2023 RM'000	QUARTER ENDED 31/03/2022 ⁽¹⁾ RM'000	PERIOD ENDED 31/03/2023 RM'000	PERIOD ENDED 31/03/2022 ⁽¹⁾ RM'000
Income tax expenses:				
- current financial year	27	N/A	27	N/A
- over provision in the previous financial year	-	-	-	-
	<u>27</u>	<u>N/A</u>	<u>27</u>	<u>N/A</u>
Deferred tax expense:				
- Originating and recognition of temporary differences	182	N/A	182	N/A
	<u>209</u>	<u>N/A</u>	<u>209</u>	<u>N/A</u>

Note:-

- (1) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirement of Bursa Securities. There are no comparative figures for the preceding year's quarter and year-to-date are available as no interim financial report prepared for the comparative financial period concerned.

(7) STATUS OF CORPORATE PROPOSALS

- (a) Subsequent to the completion of the regularisation plan, fund raised under the private placement, right issue and management buy-out was equivalent to RM26.6 million.

The status of utilisation of proceeds derived from the above mentioned exercise as at 31 March 2023 was as follow:-

	Proposed Utilisation RM'000	Actual Utilisation RM'000	Unutilised proceeds RM'000	Time frame for utilisation of proceeds
Working capital for Group	11,343	9,800	1,543	Within 24 months
EVE Acquisition	12,000	12,000	-	Within 12 months
Estimated expenses in relation to the Regularisation Plan	3,300	3,300	-	Within 3 months
	<u>26,643</u>	<u>25,100</u>	<u>1,543</u>	

- (b) On 27 March 2023, The Company has proposed a special issue of up to 132,323,000 new ordinary shares of the Company to Bumiputera investors to be identified or approved by the Ministry of International Trade and Industry ("Proposed special issue"). The applications had been submitted on 20 April 2023.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(9) BORROWINGS

The Group's borrowings as at 31 March 2023 were as follows:-

	<u>Current liabilities</u> RM'000	<u>Non-Current liabilities</u> RM'000	<u>Total</u> RM'000
Secured			
Group borrowings:			
- Bankers' acceptance	2,266	-	2,266
- Trust receipts	8,777	-	8,777
- Bank overdraft	199	-	199
- Hire purchase payables	245	216	461
Total	<u>11,487</u>	<u>216</u>	<u>11,703</u>

All the borrowings are secured and denominated in Ringgit Malaysia.

(10) MATERIAL LITIGATION

There were no material litigations pending on the date of this announcement.

(11) PROPOSED DIVIDENDS

The board of Directors has not recommended any dividend for the current financial quarter under review.

EVD BERHAD

Company Registration No. 201901045325 (1354655 – D)

(INCORPORATED IN MALAYSIA)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE BURSA LISTING REQUIREMENTS FOR THE ACE MARKET (CONTINUED)

(12) EARNINGS PER SHARE

The basic and diluted earnings per share for the current financial quarter and year-to-date are computed as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/03/2023	QUARTER ENDED 31/03/2022 ⁽¹⁾	PERIOD ENDED 31/03/2023	PERIOD ENDED 31/03/2022 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
(a) Basic earnings per share				
Profit after tax attributable to owners of the Company (RM'000)	1,414	N/A	1,414	N/A
Weighted average number of issued ordinary shares ('000)	406,851	N/A	406,851	N/A
Basic earnings per share (sen)	0.35	N/A	0.35	N/A
(b) Diluted earnings per share				
Profit after tax attributable to owners of the Company (RM'000)	1,414	N/A	1,414	N/A
Weighted average number of issued ordinary shares ('000)	406,851	N/A	406,851	N/A
Adjusted for redeemable convertible preference shares ('000)	2,476,538	N/A	2,476,538	N/A
Adjusted for warrant reserve ('000)	86,474	N/A	86,474	N/A
Adjusted weighted average shares ('000)	2,969,863	N/A	2,969,863	N/A
Diluted earnings per share (sen)	0.05	N/A	0.05	N/A

Notes:

- (1) This is the first quarter ended 31 March 2023 announced in compliance with the Listing Requirement of Bursa Securities. There are no comparative figures for the preceding year's quarter and year-to-date are available as no interim financial report was prepared for the comparative period concerned.

N/A Not applicable