

**PASUKHAS GROUP BERHAD** Registration No.: 200501009342 (686389-A)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FIRST (1ST) QUARTER ENDED 30 SEPTEMBER 2023**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER	CORRESPONDING	TO DATE	CUMULATIVE
	30 Sep 2023	30 Sep 2022	30 Sep 2023	30 Sep 2022
	RM'000	RM'000	RM'000	RM'000
Revenue	19,012	N/A	19,012	N/A
Contract Expenses	(17,248)	N/A	(17,248)	N/A
Gross Profit	1,764	N/A	1,764	N/A
Other Operating Income	3,194	N/A	3,194	N/A
	4,958	N/A	4,958	N/A
Administrative Expenses	(2,180)	N/A	(2,180)	N/A
Other Expenses	(398)	N/A	(398)	N/A
Finance Costs	(232)	N/A	(232)	N/A
Net Impairment Losses on Financial Assets and Contract Assets	-	N/A	-	N/A
Profit Before Taxation	2,148	N/A	2,148	N/A
Income Tax Expense	11	N/A	11	N/A
Profit After Taxation	2,159	N/A	2,159	N/A
Other Comprehensive Income	-	N/A	-	N/A
Total Comprehensive Income For The Financial Period	2,159	N/A	2,159	N/A
Profit After Taxation Attributable To :-				
Owners of the Company	2,113	N/A	2,113	N/A
Non-controlling interests	46	N/A	46	N/A
	2,159	N/A	2,159	N/A
Total Comprehensive Income Attributable To :-				
Owner of the Company	2,113	N/A	2,113	N/A
Non-Controlling Interests	46	N/A	46	N/A
	2,159	N/A	2,159	N/A
Weighted average number of shares in issue ('000)	190,529	N/A	190,529	N/A
Profit per share attributable to the equity holders of the Company (sen)				
- Basic	1.11	N/A	1.11	N/A
- Diluted	1.11	N/A	1.11	N/A

**Notes:-**

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Pasukhas Group Berhad and its subsidiaries ("Group") for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial statements.

As announced on 30 December 2022, the financial year end has been changed from 31 December to 30 June. As such, there will be no comparative financial information available for the preceding year corresponding period.

**PASUKHAS GROUP BERHAD** Registration No.: 200501009342 (686389-A)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE FIRST (1ST) QUARTER ENDED 30 SEPTEMBER 2023**

	<b>UNAUDITED AS AT END OF CURRENT QUARTER 30 Sep 2023 RM'000</b>	<b>AUDITED AS AT 30 June 2023 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Investments in associates	-	-
Plant and equipment	20,585	20,765
Investment properties	12,552	13,009
Right-of-use assets	1,218	1,373
Deferred tax assets	-	-
Other investments	30,570	24,032
	<u>64,925</u>	<u>59,179</u>
<b>CURRENT ASSETS</b>		
Inventories	31,063	31,058
Contract assets	36,144	43,938
Trade receivables	30,438	22,259
Other receivables, deposits and prepayments	26,145	30,508
Current tax assets	21	70
Fixed deposits with licensed banks	6,117	6,117
Money market instruments	26	25
Cash and bank balances	4,997	7,606
	<u>134,951</u>	<u>141,581</u>
<b>TOTAL ASSETS</b>	<u>199,876</u>	<u>200,760</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	224,233	224,233
Warrant reserves	35,067	35,067
Merger deficit	(10,500)	(10,500)
Fair value reserve	17	17
Foreign exchange translation reserve	(3)	(3)
Accumulated lossess	(93,402)	(95,515)
	<u>155,412</u>	<u>153,299</u>
<b>NON-CONTROLLING INTERESTS</b>	<u>(888)</u>	<u>(934)</u>
<b>TOTAL EQUITY</b>	<u>154,524</u>	<u>152,365</u>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	1,073	1,113
Islamic medium term notes	9,550	9,525
Deferred tax liabilities	400	410
	<u>11,023</u>	<u>11,048</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	26,901	20,594
Other payables and accruals	3,032	12,139
Lease liabilities	250	320
Islamic medium term notes	1,498	1,498
Bank overdrafts	2,648	2,775
Tax Payable	-	21
	<u>34,329</u>	<u>37,347</u>
<b>TOTAL LIABILITIES</b>	<u>45,352</u>	<u>48,395</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>199,876</u>	<u>200,760</u>
Net assets per share (RM)	<u>0.81</u>	<u>0.11</u>

**Notes:-**

The comparative figures in the consolidated statement of financial position are presented as if the reorganisation had been affected from the beginning of the earliest period presented. Please refer to Note 1 Basis of Preparation.

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial statements.

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST (1ST) QUARTER ENDED 30 SEPTEMBER 2023

	<----- Share Capital	Employee Share Option Reserve	Non-Distributable		Warrant Reserve	-----> Foreign Exchange Translation Reserve	Distributable Accumulated Losses	Attributable to Owners of the Company	Non- Controlling Interests	Total Equity
	RM'000	RM'000	Merger Deficit	Fair Value Reserve	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current period to date ended 30 September 2023</b>										
<b>Balance at 1 July 2023 (Audited)</b>	224,233	-	(10,500)	17	35,067	(3)	(95,515)	153,298	(934)	152,364
Profit after taxation / Total comprehensive income for the financial period	-	-	-	-	-	-	2,113	2,113	46	2,159
Contributions by and distributions to owners of the Company:-										
- Foreign exchange translation differences	-	-	-	-	-	-	-	-	-	-
<b>Balance at 30 September 2023 (Unaudited)</b>	<u>224,233</u>	<u>-</u>	<u>(10,500)</u>	<u>17</u>	<u>35,067</u>	<u>(3)</u>	<u>(93,402)</u>	<u>155,411</u>	<u>(888)</u>	<u>154,523</u>
<b>Preceding period to date ended 30 June 2023</b>										
<b>Balance at 1 January 2022 (Audited)</b>	212,914	-	(10,500)	17	35,067	(1)	(72,170)	165,326	(324)	165,002
Loss after taxation / Total comprehensive expenses for the financial period	-	-	-	-	-	-	(22,807)	(22,807)	(318)	(23,125)
Contributions by and distributions to owners of the Company:-										
- Employee's share option exercised	-	(1,513)	-	-	-	-	-	-	-	-
- Issuance of shares upon exercise of ESOS	9,806	-	-	-	-	-	-	9,806	-	9,806
- Recognition of share option expenses	-	1,513	-	-	-	-	-	1,513	-	1,513
- Foreign exchange translation differences	-	-	-	-	-	(2)	-	(2)	-	(2)
- Acquisition of a subsidiary	-	-	-	-	-	-	(538)	(538)	(292)	(830)
<b>Balance at 30 June 2023 (Audited)</b>	<u>222,720</u>	<u>-</u>	<u>(10,500)</u>	<u>17</u>	<u>35,067</u>	<u>(3)</u>	<u>(95,515)</u>	<u>153,298</u>	<u>(934)</u>	<u>152,364</u>

**Notes:-**

The comparative figures in the consolidated statement of changes in equity are presented as if the reorganisation had been affected from the beginning of the earliest period presented. Please refer to Note 1 Basis of Preparation.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial statements.

**PASUKHAS GROUP BERHAD** Registration No.: 200501009342 (686389-A)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE FIRST (1ST) QUARTER ENDED 30 SEPTEMBER 2023**

	UNAUDITED CURRENT PERIOD TO DATE 30 Sep 2023 RM'000	AUDITED PRECEDING PERIOD TO DATE 30 June 2023 RM'000
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	2,148	(21,503)
<b>Adjustments for:-</b>		
Amortisation of transaction costs capitalised	25	153
Depreciation of plant and equipment	602	3,830
Depreciation of investment properties	75	300
Depreciation of right-of-use assets	128	660
Gain on disposal of plant and equipment	-	(112)
(Gain)/Loss on disposal of other investment	(231)	181
Gain on modification of lease terms	-	(8)
Share options to employees	-	1,513
Impairment loss on trade receivables and contract assets	-	1,731
Interest expense	240	1,873
Interest income	(9)	(418)
Fair value (gain)/loss on investment in quoted shares	(2,864)	12,786
Unrealised gain on foreign exchange	(3)	(11)
<b>Operating profit before working capital changes</b>	<b>111</b>	<b>975</b>
Increase in inventories	(5)	(740)
Net decrease/(increase) in contract	7,794	(22,104)
Increase in trade and other receivables	(3,816)	(8,044)
Decrease in trade and other payables	(2,800)	(9,350)
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>	<b>1,284</b>	<b>(39,263)</b>
Interest paid	(240)	(1,873)
Income tax refunded	28	523
<b>NET CASH FROM/(FOR) OPERATING ACTIVITIES</b>	<b>1,072</b>	<b>(40,613)</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	9	418
Purchase of Investment property	-	(7,750)
Purchase of right of use assets	-	(57)
Purchase of plant and equipment	(13)	(1,033)
Additional investment in an existing subsidiary	-	(830)
Proceeds from disposal of plant and equipment	-	1,548
Proceeds from disposal of other properties	-	585
Purchase of other investments	(3,441)	(19,024)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(3,445)</b>	<b>(26,143)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from exercise of employees' share options	-	9,806
Repayment of lease liabilities	(111)	(585)
Net repayment of Islamic medium term notes	-	(2,900)
<b>NET CASH (FOR)/FROM FINANCING ACTIVITIES</b>	<b>(111)</b>	<b>6,321</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,484)</b>	<b>(60,435)</b>
<b>EFFECTS OF FOREIGN EXCHANGE TRANSLATION</b>	<b>3</b>	<b>9</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>10,973</b>	<b>71,399</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>8,492</b>	<b>10,973</b>

**Notes:-**

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial statements.

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 : INTERIM FINANCIAL REPORTING**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting in Malaysia and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The unaudited Condensed Consolidated Interim Financial Statements should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 30 June 2023. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

**A2. Changes in Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2023.

The Group adopted the following new Accounting Standards, Amendments and IC Interpretations:-

Amendments to MFRS 3, MFRS 16, MFRS 116, MFRS 137 and MFRSs : Annual Improvements to MFRS Standards 2018-2020

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

<b>MFRS and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 101 and MFRS Practice Statement 2: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 112: International Tax Reform - Pillar Two Model Rules	1 January 2023
Amendment 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
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

**A3. Auditor's Report on Preceding Annual Financial Statements**

There were no audit qualification to the annual audited financial statements of the Group for the financial year ended 30 June 2023.

**A4. Seasonal or Cyclical Factors**

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

**A5. Unusual Items**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter and financial year-to-date under review.

**A6. Material Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect on the current financial quarter under review and financial year-to-date.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

**A7. Changes in Debts and Equity Securities**

There were no issuances, cancellations or repayments 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 under review and financial year-to-date, except for the following:-

- (i) Conversion of Warrants to Ordinary Shares

During the current quarter, there was no conversion of warrants to ordinary shares. As at 22 August 2023, 578,660,588 warrants remained unexercised and warrants expiry date is on 15 July 2024.

**A8. Dividend**

There were no dividends declared or paid during the financial year to date under review.

**A9. Segmental Information**

The segmental revenue and results for the financial year-to-date under review are as follows:-

**Revenue by Operating Segments**

	M&E Engineering Services	Manufacturing of LV switchboards	Civil Engineering and Construction Services	Trading of Transformer and Steam Coal	Rental Income	Energy Utilities Services and Power Generation	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>							
External revenue	997	-	16,828	-	-	1,187	19,012
Inter-segment revenue	-	-	-	-	-	-	-
Total segment revenue	<u>997</u>	<u>-</u>	<u>16,828</u>	<u>-</u>	<u>-</u>	<u>1,187</u>	<u>19,012</u>
<b>Segment result</b>	119	-	1,003	-	-	642	1,764
Other operating income							3,194
Administrative expenses							(2,180)
Other expenses							(398)
Finance costs							(232)
Net Impairment Losses on Financial Assets and Contract Assets			71,399				-
Tax expense			71,399				11
Profit after taxation							<u>2,159</u>

All the business segments are held by subsidiaries, thus the Group's contract expenses, operating expenses, income taxes, assets and liabilities are managed on a group basis and are not allocated to operating segments.

**Revenue by Geographical Markets**

	Current Year To Date 30 Sep 2023	
	RM'000	%
Malaysia	19,012	100
	<u>19,012</u>	<u>100</u>

**A10. Valuation of Plant and Equipment**

There was no valuation of plant and equipment in the current financial quarter under review.

**A11. Subsequent Material Events**

There was no material event subsequent to the end of the financial quarter ended 30 Sep 2023 that has not been reflected in this interim financial statements.

**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current financial quarter under review.

**A13. Contingent Assets or Liabilities**

Save as disclosed below, there were no contingent assets or contingent liabilities since the last audited financial statements of the Group for the financial year ended 30 Sep 2023:-

	Current Quarter Ended 30 Sep 2023 RM'000	Preceding Financial Period Ended 30 Jun 2023 RM'000
<b>Contingent Liability</b>		
- Bank guarantee issued	<u>5,015</u>	<u>5,015</u>

**A14. Capital Commitments**

The Group does not have any material capital commitments in respect of plant and equipment as at the end of the current financial quarter under review.

**A15. Capital Expenditure**

There were no major additions and disposals of the plant and equipment during the current financial quarter under review.

**A16. Related Party Transactions**

There were no significant transactions with related parties during the current financial period.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

The Group recorded a revenue of RM19.012 million and a gross profit of RM1.764 million for the current financial quarter. The Civil Engineering and Construction Services segment is the main contribution to the revenue. The Group's revenue was derived solely from Malaysia. There is no preceding year corresponding period comparison due to the change in financial year end from 31 December to 30 June as announced on 30 December 2022.

The Civil Engineering and Construction Services segment provided the largest contribution of RM1.003 million or 56.86% to the Group with a revenue of RM16.828 million or 88.51%. Further information is disclosed in Note A9.

The Group recorded a positive cash flow for operating activities of RM1.284 million and positive net cash flow for operating activities of RM1.072 million after adjusting for interest and income tax paid. The increase in cash and cash equivalents are mainly due to decrease in contract assets.

**B2. Comparison with Preceding Quarter's Results**

	<b>Current Quarter 30 Sep 2023 RM'000</b>	<b>Preceding Quarter 30 June 2023 RM'000</b>	<b>Variance RM'000</b>
Revenue	19,012	15,954	3,058
Profit/(Loss) before tax	2,148	(7,250)	9,398

Revenue of the Group increased from RM15.954 million to RM19.012 million amounting to RM3.058 million or 33.47% for the current financial quarter as compared to immediate preceding financial quarter mainly due to increase of revenue contributed from Civil Engineering and Construction Services. The Group reported a net profit before tax of RM2.148 million for the current financial quarter as compared to a net loss before tax of RM7.245 million in the immediate preceding quarter mainly due to increase in contribution from Civil Engineering and Construction Services segment compared to previous quarter.

**B3. Prospects**

The construction sector improved steadily by 6.8% in the first half of 2023 mainly driven by the civil engineering and special construction activities subsectors. The civil engineering subsector rebounded, supported by the acceleration of ongoing infrastructure and utilities projects, which include East Coast Rail Link (ECRL) and Large Scale Solar 4 projects. The non-residential buildings and residential buildings subsectors also registered positive growth in line with vibrant economic activities.

Pasukhas view the recently unveiled Federal Budget 2024 with optimism. Despite the absence of substantial catalysts, such as new major infrastructure projects, the budget reaffirms its commitment to previously announced initiatives, ensuring the continuity of ongoing projects. The revival of five stations for the Light Rail Transit Line 3 (LRT3), Bayan Lepas LRT, MRT Line 3 and other infrastructure projects will serve as catalysts for the construction sector. However, the proposed diesel subsidy rationalisation and changes in the sales and services tax, as outlined in Federal Budget 2024, may have an impact on earnings and potentially lead to higher operational costs.

For FY2024, the Group's Construction division will be focusing on the timely execution and completion of its outstanding order book of RM72 million. The roll-out of large-scale public infrastructure projects by the Government of Malaysia is also expected to increase the Group's opportunity for order book replenishment.

On 31 January 2023, the Company announced that Pasukhas Sdn Bhd, a wholly-owned subsidiary of the Company, had accepted a letter of award from Attractive Venture (JB) Sdn. Bhd., for the engagement and appointment of PSB to design and build the production building, warehouse and 3 storey office at Lot PTD 114164, Mukim Senai, Kulai, Johor Darul Takzim with a contract sum of RM21,000,000.00.

On 13 July 2023, the company has announced that Pasukhas Sdn. Bhd., a wholly-owned subsidiary of the Company, had enter into a Variation Order to Letter of Award dated 26 May 2022 with Exyte Malaysia Sdn. Bhd. for C04F-Sub Structure & Superstructure for K7 and 6 nos Guard Houses with a contract sum of RM11,050,000.00.

On 15 August 2023, the company announced that Pasukhas Sdn Bhd, a wholly-owned subsidiary of the Company, had accepted the Contract Variation Order (VO) to Letter of Award dated 26 May 2022 with Exyte Malaysia Sdn. Bhd. (EMSB) with a contract sum of RM8,186,141.38

On the property development front, the Group has entered into a joint venture agreement with Yayasan to undertake a mixed development project located at Jalan Tun Razak, Kuala Lumpur with an estimated gross development value of RM338.0 million.

**B3. Prospects (Continued)**

The Board believe that with the continuous growth in the Energy Utilities Services and Power Generation segment will contribute positively to the financial performance of the Group. The Renewable Energy, i.e. energy utilities services and power generation business, with the long term stable income stream derived from the energy utilities services continue to contribute positively to long term revenue and profits of the Group.

On top of the above, the Group will kick start its development project and expand into River Sand Extraction cum Trading segment in the near future.

The COVID-19 pandemic has adversely impacted the overall economy across the globe and the Group is not spared from the negative effects of the pandemic. However, as the COVID-19 pandemic gradually subsides and with the relaxation of containment measures including the reopening of international borders, the global economy is expected to gradually recover in the near future. Following this, growth in the construction and property development segment are expected to rebound, driven by resumption of business activities in the country.

Moving forward, the Group will be continuously expending efforts to secure more contracts for its civil engineering and construction as well as M&E engineering services segments. To this end, the Group aims to work with various property developers and project owners in Malaysia to secure additional M&E contracts for commercial high-rise buildings, mixed development and other specialised projects.

Premised on the above and after considering the overview of the Malaysian economy as well as the construction and property market in the longer term, the Board remains cautiously optimistic of the future prospects of the Group.

**B4. Taxation**

	<b>Current Quarter Ended 30 Sep 2023 RM'000</b>	<b>Cumulative Period-To-Date 30 Sep 2023 RM'000</b>
<b><u>Current tax expenses:</u></b>		
- for the financial year	-	-
<b><u>Deferred tax expense:</u></b>		
- for the financial year	11	11
Current Tax for the current financial period	<u>11</u>	<u>11</u>

The statutory tax rate for the current financial year is 24%.

**B5. Profit Forecast and Profit Guarantee**

The Group has not issued any profit forecast or profit guarantee during the current financial quarter under review.

**B6. Status of Corporate Proposals**

There were no corporate proposal pending completion as at the date of issuance of this interim report other than proposed share consolidation of every 10 ordinary shares in the Company into 1 share.

**B7. Status of Utilisation of Proceeds**

On 17 March 2021, the Company proposed to undertake the following:-

- Proposed Share Consolidation involving the consolidation of every 10 existing ordinary shares in the Company into 1 ("Consolidated Shares"). As at 29 March 2021, being the latest practicable date prior to the date of this report, the issued share capital of the Company comprises 1,653,990,732 shares. Pursuant to the Proposed Share Consolidation, the 1,653,990,732 shares will be consolidated into 165,399,073 Consolidated Shares.
- Proposed renounceable rights issue of up to 992,394,438 new Shares ("Rights Shares") together with up to 578,896,755 free detachable warrants in the Company ("Warrants A") on the basis of 12 Rights Shares together with 7 free Warrants A for every 2 existing Consolidated Shares held by the entitled shareholders on an entitlement date to be determined.

With the completion of the Private Placement on 21 July 2020, the Company has raised a total proceeds of RM99.199 million, which is expected to be utilised in the following manner:-

<b>Purpose</b>	<b>Proposed Amount RM'000</b>	<b>Amount Utilised RM'000</b>	<b>Amount Unutilised RM'000</b>	<b>Timeframe for Utilisation upon Listing Date</b>
Development of Yayasan Project	66,683	54,961	11,722	Within 24 months
Financing of the Factory Project	31,816	31,816	-	Within 12 months
Estimated expenses for the Corporate Exercise	700	700	-	Immediate
	<u>99,199</u>	<u>87,477</u>	<u>11,722</u>	



**B8. Group Borrowings and Debt Securities**

The total borrowings of the Group as at 30 Sep 2023 are as follows:-

	Short Term RM'000	Long Term RM'000	Total borrowings RM'000
<b>As at 1st Quarter ended 30 Sep 2023</b>			
<b>Secured</b>			
Lease liabilities	250	1,073	1,323
Islamic medium term notes	1,498	9,550	11,048
	<u>1,748</u>	<u>10,623</u>	<u>12,371</u>
<b>As at 6th Quarter ended 30 June 2023</b>			
<b>Secured</b>			
Lease liabilities	320	1,113	1,433
Islamic medium term notes	1,498	9,525	11,023
	<u>1,818</u>	<u>10,638</u>	<u>12,456</u>

All borrowings of the Group are denominated in Ringgit Malaysia.

**B9. Material Litigation**

There were no material litigation, involving the Group since the date of the last annual statement of financial position of the Group as at 30 June 2023 up to the date of this interim report, except for the following:-

**(i) In the matter of an adjudication between Pasukhas Sdn Bhd ("PSB" or "Claimant") and Empire Multiple Sdn Bhd ("EMSB" or "Respondent")**

On 6 February 2018, the wholly-owned subsidiary of the Company, Pasukhas Sdn Bhd ("PSB" or "Claimant") had served 1 Payment Claim under Section 5 of the Construction Industry Payment & Adjudication Act 2012 ("CIPAA") against Empire Multiple Sdn Bhd ("EMSB" or "Respondent"), claiming total amount of RM6,332,275.63 ("CIPAA Payment Claim") being outstanding sum due and owing by EMSB.

The CIPAA Payment Claim is related to the project known as "Sub-contract for the Supply of Materials, Labour, Machineries, Equipment & Tools for Structural Works Only for Construction & Completion of Apartment Housing Scheme which includes : (1) Apartment Block A (14 Storey) (i) 13 Storey (130 Units) Apartment (ii) 1 Storey Carpark (iii) 1 unit electrical Sub-station (2) Apartment Block B (14 Storey) (i) 13 Storey (130 units) Apartment (ii) 1 Storey Carpark (3) 1 Storey Club House and Swimming Pool (4) Guard House On lot 208397, 69040, 69041, 69042 and 69043, Taman Bintang, Bandaraya Ipoh, Mukim Hulu Kinta, Daerah Kinta, Perak Darul Ridzuan for Messrs Empire Multiple Sdn Bhd".

PSB had on 28 February 2018 instituted adjudication proceedings under the CIPAA against EMSB and both parties have been unable to agree on an adjudicator to determine the dispute.

On 26 April 2018, PSB had received a letter of acceptance of appointment as adjudicator dated 26 April 2018 from Mr James P Monteiro, the appointed Adjudicator in relation to the Proposed Terms of Appointment to act as Adjudicator under Section 23(1) of the CIPAA.

On 20 Aug 2018, PSB received the Adjudicator Decision pursuant to CIPAA dated 17 August 2018.

The Adjudicator's Decision was as follows:

(a) For the Adjudicated Sum:

- (i) The Respondents shall pay to the Claimant the sum of RM4,799,321.99; and
- (ii) Interest on the sum of RM4,799,321.99 commencing from 6 February 2018 until full settlement at a rate of 5% per annum.

(b) For the Adjudicated Costs:

- (i) The sum of RM40,000.00 as party to party costs within 10 working days from the date of release of the Adjudication Decision;
- (ii) Costs of adjudication which includes Asian International Arbitration Centre's ("AIAC") (previously known as KLRCA) registration of adjudication fee of RM265.00, appointment of adjudicator RM424.00 and administrative costs of RM60,000.00 (and GST if any) within 10 working days; and
- (iii) Interest of 5% per annum on such costs in the event of default until full settlement.

On 20 September 2018, PSB filed an application to enforce the CIPAA decision dated 17 August 2018 at Kuala Lumpur High Court.

On 28 September 2018, EMSB filed an application to stay the enforcement of the CIPAA decision & set aside the CIPAA decision dated 17 August 2018 in Ipoh High Court.

On 8 October 2018, EMSB filed an application to transfer the enforcement proceeding to Ipoh High Court. EMSB's application was dismissed.

PSB filed application to transfer EMSB's setting aside & stay proceeding to Kuala Lumpur High Court. The case management for the application to transfer EMSB's application was on 22 November 2018.

On 12 February 2019, the Kuala Lumpur High Court allowed PSB's application to enforce the CIPAA decision dated 17.8.2018 and dismissed EMSB's application to set aside and stay the CIPAA decision.

On 5 March 2019, EMSB has filed a Notice of Appeal against High Court's decision dated 12 February 2019.

**B9. Material Litigation (Continued)**

**(i) In the matter of an adjudication between Pasukhas Sdn Bhd ("PSB" or "Claimant") and Empire Multiple Sdn Bhd ("EMSB" or "Respondent")**

On 7 March 2019, PSB served a winding up notice against EMSB. EMSB have then applied for and obtained an ex-parte injunction against PSB's winding up proceeding on 27 March 2019.

EMSB was given time until 2 April 2019, to pay the adjudicated sum before PSB take a further step to file a winding up petition on EMSB.

Before winding-up proceedings could be commenced, EMSB applied for and obtained an ex parte Fortuna injunction against PSB restraining PSB from presenting the winding-up petition. This ex parte injunction was subsequently affirmed by the learned High Court judge sitting in Ipoh on 27 March 2019.

On 19 June 2019, the Ipoh High Court allowed EMSB's application for a Fortuna Injunction. PSB appealed against the Ipoh High Court's decision. On 9 December 2021, the Ipoh High Court has allowed PSB's appeal in striking off of the fortuna injunction and awarded PSB a RM20,000 subject to allocator.

On 16 February 2022, PSB had filed a winding up petition at the Kuala Lumpur High Court against Empire Multiple Sdn Bhd due to the failure on the part of the Respondent to pay the total sum of RM5,883,829.00 to PSB. The board on 10 August 2022, announced that further to hearing on winding up petition, PSB had obtained the winding up order against EMSB on 10 August 2022.

On 10 August 2022, Pasukhas Sdn Bhd had obtained the winding up order against Empire Multiple Sdn Bhd from the Court.

Further to the case management held on 22 August 2022, the Board of Directors of PASUKHAS wishes to inform that the matter has been withdrawn as it would be redundant after the winding up of Empire Multiple Sdn Bhd.

**(ii) In the matter of an adjudication between Pasukhas Sdn Bhd ("PSB" or "Plaintiff") vs Empire Multiple Sdn Bhd and 8 others ("Defendants") - Ipoh High Court Suit No. AA-22NCC-7-02/2020**

On 14 February 2020, PSB filed a Writ of Summons ("Writ") against EMSB, EMSB's directors and EMSB's auditor at Ipoh High Court. The list of Plaintiff and Defendants as follows:-

Plaintiff

1. Pasukhas Sdn Bhd ("PSB")

Defendants

1. Empire Multiple Sdn Bhd ("EMSB" or "D1")
2. Lee Kong Choong ("D2")
3. Yee Loon Ming ("D3")
4. Tan Chuan Swee ("D4")
5. Ho Seng Loong ("D5")
6. Yee Kok Ching ("D6")
7. Chai Pin Fah ("D7")
8. Phuan Eng Sing ("D8")
9. Messrs Peter Ooi & Co ("D9")

The Plaintiff claiming for, amongst others, that the 2nd to 6th defendants to the suit had carried on the business of EMSB with the intention to defraud PSB.

On 30 March 2020, the 9th defendant filed a counter-claim against PSB claiming, amongst others, for general damages for tort of abuse of process, aggravated damages and exemplary damages.

Further to the hearing held on 4 April 2022, the Board of Directors of PASUKHAS wishes to announce that the Court has allowed PSB's additional affidavit and gave the Defendants 3 weeks to file an affidavit in Reply.

The next case management for the fraudulent trading is fixed on 22 February 2024.

The Company will make further announcements on any material development on this matter.

**B10. Dividends**

There were no dividends declared or paid during the financial year-to-date under review.

**B11. Earning Per Share**

- i) Basic earning per share is calculated by dividing the profit attributable to the equity holders of the Company by the weighted average number of shares in issue for the financial period.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Year Corresponding Quarter Ended	Current Year To Date	Preceding Year Corresponding Period To Date
	30 Sep 2023	30 Sep 2022	30 Sep 2023	30 Sep 2022
Profit attributable to the equity holders of the Company (RM'000)	2,113	N/A	2,113	N/A
Weighted average number of ordinary shares in issue ('000)	190,529	N/A	190,529	N/A
Basic earning per share (sen)	1.11	N/A	1.11	N/A

- ii) Diluted earnings per share is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period adjusted for potential dilutive ordinary shares from the exercise of warrants.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Year Corresponding Quarter Ended	Current Year To Date	Preceding Year Corresponding Period To Date
	30 Sep 2023	30 Sep 2022	30 Sep 2023	30 Sep 2022
Profit attributable to the equity holders of the Company (RM'000)	2,113	N/A	2,113	N/A
Weighted average number of ordinary shares in issue ('000)	190,529	N/A	190,529	N/A
Diluted Earning per share (sen)	1.11	N/A	1.11	N/A

Notes: The diluted earning per share for individual and cumulative quarter ended 30 Sep 2023 is equivalent to the basic earning per share as the Company's warrants had an anti-dilutive effect on the basic earning per share.

**B12. Profit for the Period**

Profit before taxation is arrived at after charging / (crediting):-

	Current Quarter Ended	Cumulative
	30 Sep 2023	Year-To-Date
	RM'000	30 Sep 2023
		RM'000
(a) Interest income	(9)	(9)
(b) Other income	54	54
(c) Interest expense	240	240
(d) Depreciation and amortisation	805	805

Other disclosure items pursuant to Note 16 of Appendix 9B of the Listing Requirements are not applicable.

**B13. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 29th November 2023.

**By Order of the Board of Directors**

**WAN THEAN HOE**  
**CHIEF EXECUTIVE OFFICER**