

PASUKHAS GROUP BERHAD Registration No.: 200501009342 (686389-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 30 JUNE 2024

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 Jun 2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 Jun 2023 RM'000	CURRENT YEAR TO DATE 30 Jun 2024 RM'000	PRECEDING YEAR CUMULATIVE YEAR 30 Jun 2023 RM'000
Revenue	12,229	N/A	74,755	N/A
Contract Expenses	(17,086)	N/A	(78,122)	N/A
Gross Profit	(4,857)	N/A	(3,367)	N/A
Other Operating Income	1,311	N/A	6,680	N/A
	(3,546)	N/A	3,313	N/A
Administrative Expenses	(1,019)	N/A	(8,048)	N/A
Other Expenses	(3,310)	N/A	(8,554)	N/A
Finance Costs	(198)	N/A	(879)	N/A
Net Impairment Losses on Financial Assets and Contract Assets	(3,891)	N/A	(3,891)	N/A
Loss Before Taxation	(11,964)	N/A	(18,059)	N/A
Income Tax Expense	(87)	N/A	(66)	N/A
Loss After Taxation	(12,051)	N/A	(18,125)	N/A
Discontinued operation Profit from discontinued operation	1,030	N/A	1,030	N/A
Other comprehensive loss, net of tax Items that are or may be reclassified subsequently to profit or loss				
Exchange translation different for foreign operating	-	N/A	(2)	N/A
Total Comprehensive Expense For The Financial Period	(11,021)	N/A	(17,097)	N/A
Profit/(Loss) After Taxation Attributable To :-				
Owners of the Company - continuing operation	(11,978)	N/A	(17,966)	N/A
- discontinued operation	1,030	N/A	1,030	N/A
Non-controlling interests	(73)	N/A	(159)	N/A
	(11,021)	N/A	(17,095)	N/A
Total Comprehensive Income/(Expense) Attributable To :-				
Owners of the Company - continuing operation	(11,978)	N/A	(17,966)	N/A
- discontinued operation	1,030	N/A	1,030	N/A
Non-Controlling Interests	(73)	N/A	(159)	N/A
	(11,021)	-	(17,095)	-
Weighted average number of shares in issue ('000)	190,529	N/A	190,529	N/A
Loss per share attributable to the equity holders of the Company (sen)				
- Basic	(6.29)	N/A	(9.43)	N/A
- Diluted	(6.29)	N/A	(9.43)	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 FOURTH (4TH) QUARTER ENDED 30 JUNE 2024

	UNAUDITED AS AT END OF CURRENT QUARTER 30 Jun 2024 RM'000	AUDITED AS AT 30 June 2023 RM'000
ASSETS		
NON-CURRENT ASSETS		
Plant and equipment	1,591	20,765
Investment properties	12,708	13,009
Right-of-use assets	528	1,373
Investment in Associates	-	-
Other investments	25,603	24,032
Goodwill	-	-
	40,430	59,179
CURRENT ASSETS		
Inventories	-	31,058
Contract assets	38,637	43,938
Trade receivables	25,247	22,259
Other receivables, deposits and prepayments	9,803	30,508
Amount owing by associates	47,824	-
Current tax assets	20	70
Fixed deposits with licensed banks	3,287	6,117
Money market instruments	-	25
Cash and bank balances	8,678	7,606
	133,496	141,581
Assets included in disposal group classified as held for sale	14,524	-
TOTAL ASSETS	188,450	200,760
EQUITY AND LIABILITIES		
EQUITY		
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	(112,451)	(95,515)
	136,363	153,299
NON-CONTROLLING INTERESTS	(1,093)	(934)
TOTAL EQUITY	135,270	152,365
NON-CURRENT LIABILITIES		
Lease liabilities	393	1,113
Islamic medium term notes	7,927	9,525
Deferred tax liabilities	369	410
	8,689	11,048
CURRENT LIABILITIES		
Trade payables	24,939	20,594
Other payables and accruals	14,191	12,139
Lease liabilities	194	320
Islamic medium term notes	1,598	1,498
Bank overdrafts	2,462	2,775
Tax Payable	108	21
	43,492	37,347
Liabilities included in disposal group classified as held for sale	999	-
TOTAL LIABILITIES	53,180	48,395
TOTAL EQUITY AND LIABILITIES	188,450	200,760
Net assets per share (RM)	0.71	0.80

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 THIRD (4TH) QUARTER ENDED 30 JUNE 2024

	<----->		Non-Distributable			----->				
	Share Capital	Employee Share Option Reserve	Merger Deficit	Fair Value Reserve	Warrant Reserve	Foreign Exchange Translation Reserve	Distributable Accumulated Losses	Attributable to Owners of the Company	Non- Controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current period to date ended 31 March 2024										
Balance at 1 July 2023 (Audited)	224,233	-	(10,500)	17	35,067	(3)	(95,515)	153,299	(934)	152,365
Loss for the financial year	-	-	-	-	-	-	(16,936)	(16,936)	(159)	(17,095)
Other comprehensive expense for the financial year:-										
- Foreign exchange translation differences	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2024 (Unaudited)	<u>224,233</u>	<u>-</u>	<u>(10,500)</u>	<u>17</u>	<u>35,067</u>	<u>(3)</u>	<u>(112,451)</u>	<u>136,363</u>	<u>(1,093)</u>	<u>135,270</u>
Preceding period to date ended 30 June 2023										
Balance at 1 January 2022 (Audited)	212,914	-	(10,500)	17	35,067	(1)	(72,170)	165,327	(324)	165,003
Loss for the financial period	-	-	-	-	-	-	(22,807)	(22,807)	(318)	(23,125)
Other comprehensive expense for the financial period:-										
- Foreign exchange translation differences	-	-	-	-	-	(2)	-	(2)	-	(2)
Contributions by and distributions to owners of the Company:-										
- Employee's share option exercised	1,513	(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
- Acquisition of a subsidiary	-	-	-	-	-	-	(538)	(538)	(292)	(830)
Balance at 30 June 2023 (Audited)	<u>224,233</u>	<u>-</u>	<u>(10,500)</u>	<u>17</u>	<u>35,067</u>	<u>(3)</u>	<u>(95,515)</u>	<u>153,299</u>	<u>(934)</u>	<u>152,365</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 FOURTH (4TH) QUARTER ENDED 30 JUNE 2024

	UNAUDITED CURRENT PERIOD TO DATE 30 June 2024 RM'000	AUDITED PRECEDING PERIOD TO DATE 30 June 2023 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Loss before taxation	(18,059)	(21,503)
Adjustments for:-		
Amortisation of transaction costs capitalised	102	153
Depreciation of plant and equipment	556	3,830
Depreciation of investment properties	301	300
Depreciation of right-of-use assets	313	660
Gain on disposal of plant and equipment	-	(112)
(Gain)/Loss on disposal of other investment	(232)	181
Gain on modification of lease terms	-	(8)
Share options to employees	-	1,513
Impairment loss on trade receivables and contract assets	3,891	1,731
Interest expense	767	1,873
Interest income	(18)	(418)
Fair value loss on investment in quoted shares	2,103	12,786
Unrealised loss/(gain) on foreign exchange	2	(11)
Operating (loss)/profit before working capital changes	(10,274)	975
(Decrease)/Increase in inventories	31,058	(740)
Net decrease/(increase) in contract	1,164	(22,104)
Decrease in trade and other receivables	(23,694)	(8,044)
Increase/(Decrease) in trade and other payables	6,397	(9,350)
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES	4,651	(39,263)
Interest paid	(766)	(1,873)
Income tax refunded	168	523
Income tax paid	(31)	-
NET CASH FROM/(FOR) OPERATING ACTIVITIES	4,022	(40,613)
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	18	418
Purchase of Investment property	-	(7,750)
Purchase of right of use assets	(104)	(57)
Purchase of plant and equipment	(55)	(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	(3,442)	(19,024)
NET CASH FOR INVESTING ACTIVITIES	(3,583)	(26,143)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from exercise of employees' share options	-	9,806
Repayment of lease liabilities	(307)	(585)
Net repayment of Islamic medium term notes	(1,600)	(2,900)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(1,907)	6,321
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,468)	(60,435)
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	(2)	9
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	10,973	71,399
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	9,503	10,973

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.

NOTES TO THE CONDENSED CONSOLIDATED 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:-

- 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 and MFRS Practice Statement 2: 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
- Amendments to MFRS 112: International Tax Reform - Pillar Two Model Rules

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.

MFRS and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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 9 and MFRS 7 'Amendments to the classification and measurement of financial instruments'	1 January 2026
MFRS 18 – 'Presentation and disclosure in financial statements'	1 January 2027
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

The preceding year annual audited financial statements were not subject to any qualification.

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.

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 14 July 2024, 578,660,588 warrants remained unexercised and expired.

A8. Dividend

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

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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	(Discontinued) Energy Utilities Services and Power Generation	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	1,915	-	72,840	-	-	-	74,755
Inter-segment revenue	-	-	-	-	-	-	-
Total segment revenue	1,915	-	72,840	-	-	-	74,755
Segment result	25	-	(3,392)	-	-	-	(3,367)
Other operating income							6,680
Administrative expenses							(8,048)
Other expenses							(8,554)
Finance costs							(879)
Tax expense							(66)
Loss after taxation							(18,125)
Profit from discontinued operation, net of tax							1,030
Total Comprehensive Expense For The Financial Period							(17,095)

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 June 2024	
	RM'000	%
Malaysia	74,755	100
	74,755	100

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 June 2024 that has not been reflected in this interim financial statements.

A12. Changes in the Composition of the Group

- On 15 May 2024, Pasukhas Green Assets Sdn Bhd, a wholly owned subsidiary of the Company had entered into a Shares Sale Agreement with Full Spectrum G Sdn. Bhd. to dispose its entire 100% equity interest in IS Energy Sdn. Bhd. ("IESB") for a total consideration of Ringgit Malaysia Four Million (RM4,000,000.00) only. Upon completion, IESB shall cease to be a Subsidiary of the Company. The Proposed Disposal is expected to be completed in first quarter of financial year 2025.
- On 31 May 2024, the Company entered into a Share Subscription and Shareholders' Agreement ("SSA") with Symphony Estates Sdn Bhd ("SESB") and SL Development Sdn. Bhd. (formerly known as Pasukhas Development Sdn. Bhd.)(SLDSB), a wholly owned subsidiary to the Company, in respect of the proposed joint development of a piece of land held under Lot 20008, Seksyen 87A located at Jalan Tun Razak, Bandar Kuala Lumpur ("the Land") ("Proposed Joint Development"), pursuant to the terms and conditions of the SSA.
Pursuant to the SSA, SESB and the Company have subscribed for 70,000 and 29,999 ordinary shares of RM1.00 each respectively in SLDSB, which upon completion of the subscription, the issued and paid-up share capital of SLDSB has increased from RM1.00 to RM100,000.00 divided into 100,000 ordinary shares. Upon Completion, SLDSB shall cease to be a subsidiary to the Company.

The subscription was completed on 5 June 2024 and currently, SLDSB is a 30% owned associate company to the Group.

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 Jun 2024:-

	Current Quarter Ended 30 June 2024 RM'000	Preceding Financial Period Ended 31 Mar 2024 RM'000
Contingent Liability		
- Bank guarantee issued	3,258	3,258

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 RM12.229 million and a gross loss of RM4.857 million for the current financial quarter. The Civil Engineering and Construction Services segment is the main segment to the Company. 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 Group recorded a positive cash flow for operating activities of RM4.651million and positive net cash flow for operating activities of RM4.022 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

	Current Quarter 30 June 2024 RM'000	Preceding Quarter 31 Mar 2024 RM'000	Variance RM'000
Revenue	12,229	14,332	(2,103)
Loss before tax	(11,964)	(6,801)	(5,163)

Revenue of the Group decreased from RM14.332 million to RM12.229 million amounting to RM2.103 million or 14.67% for the current financial quarter as compared to immediate preceding financial quarter, the decrease in gross revenue mainly due to the completion of most of the projects in civil engineering and Construction services. The Group reported a net loss before tax of RM11.964 million for the current financial quarter as compared to a net loss before tax of RM6.801 million in the immediate preceding quarter, the increase in loss before tax mainly due to impairment losses on financial assets and contract assets recognised in current quarter.

B3. Prospects

Overall, for year 2024, the Malaysian economy is projected to grow within the range of 4% to 5%. The growth is envisaged to be broad-based, led by the services sector as intermediate and final services groups are anticipated to rise further driven by sustained domestic consumption and improved export activities. The retail trade, accommodation and restaurants as well as communication segments are expected to increase in line with consumption trend, while the wholesale trade segment and transport and storage subsector will benefit from higher trade-related activities. The performance of construction sector is expected to remain steady and growth by 6.3% for the year 2023, and is expected to increase by 6.8% in year 2024 following better performance in all subsectors.

However, the construction sector has remained challenging with the volatile material prices. The Company will undertake necessary steps to mitigate the impact in order to improve the Group's financial performance. In the year 2024, the Group's Construction division will be focusing on the timely execution and completion of its on-going projects and continual bidding for new projects in order to replenish the Group's order book. As of the reporting date, the Division has an outstanding order book of RM73.61million.

The Group 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 looking forward to kick start its development project and expand into River Sand Extraction cum Trading segment in the near future.

Moving forward, the Group will continue to seek opportunities to expand the Group's revenue and client base, ensure timely completion of ongoing projects, exercise prudence in business dealings and manage operational efficiency to achieve long-term sustainable and profitability growth.

B4. Taxation

	Current Quarter Ended 30 Jun 2024 RM'000	Cumulative Period-To-Date 30 Jun 2024 RM'000
Current tax expenses:		
- for the financial period	(129)	(108)
Deferred tax expense:		
- for the financial period	42	42
Current Tax for the current financial period	<u>(87)</u>	<u>(66)</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.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B6. Status of Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced but not completed at the latest practicable date which is not earlier than seven (7) days from the date of issue of this interim financial report: -

On 21 July 2021, the Company completed a Rights Issue with Warrants exercise following the listing and quotation of 991,989,752 new ordinary shares of RM0.10 each together with 578,660,588 Warrants A. The Company raise cash proceeds of RM99.199 million and the summary of the utilisation of proceeds up to the date of this interim financial report are as follows:

Purpose	Proposed Amount RM'000	Amount Utilised RM'000	Amount Unutilised RM'000	Time frame for Utilisation upon Listing Date	Intended Time frame	Proposed Revised Time frame
Development of Yayasan Project	66,683	55,803	10,880	Within 36 months	21 July 2024	21 July 2025
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>88,319</u>	<u>10,880</u>			

The Board of Directors wishes to informed that the proceeds to be use in development of Yayasan Project has yet to fully utilised. The Board requires additional time to utilise the balance proceeds. The Board has resolved to extend the time frame for the utilisation of the said proceeds for another 12 months period from 21 July 2024 to 21 July 2025.

B7. Group Borrowings and Debt Securities

The total borrowings of the Group as at 30 June 2024 are as follows:-

	Short Term RM'000	Long Term RM'000	Total borrowings RM'000
As at 30 June 2024			
Secured			
Lease liabilities	194	393	587
Islamic medium term notes	1,598	7,927	9,525
	<u>1,792</u>	<u>8,320</u>	<u>10,112</u>
As at 30 June 2023			
Secured			
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.

B8. 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.

B8. Material Litigation (Continued)

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.

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")

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B8. Material Litigation (Continued)

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 24 September 2024.

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

B9. Dividends

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

B10. Loss Per Share

i) Basic loss per share is calculated by dividing the loss 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 30 Jun 2024	Preceding Year Corresponding Quarter Ended 30 Jun 2023	Current Year To Date 30 Jun 2024	Preceding Year Corresponding Period To Date 30 Jun 2023
Loss attributable to the equity holders of the Company (RM'000)	(11,978)	N/A	(17,966)	N/A
Weighted average number of ordinary shares in issue ('000)	190,529	N/A	190,529	N/A
Basic loss per share (sen)	(6.29)	N/A	(9.43)	N/A

ii) Basic loss per share is calculated by dividing the (loss)/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 30 Jun 2024	Preceding Year Corresponding Quarter Ended 30 Jun 2023	Current Year To Date 30 Jun 2024	Preceding Year Corresponding Period To Date 30 Jun 2023
Loss attributable to the equity holders of the Company (RM'000)	(11,978)	N/A	(17,966)	N/A
Weighted average number of ordinary shares in issue ('000)	190,529	N/A	190,529	N/A
Diluted loss per share (sen)	(6.29)	N/A	(9.43)	N/A

Notes: The diluted loss per share for individual and cumulative quarter ended 31 March 2024 is equivalent to the basic earning per share as the Company's warrants had an anti-dilutive effect on the basic earning per share.

B11. Loss Before Tax

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

	Current Quarter Ended 30 Jun 2024 RM'000	Cumulative Year-To-Date 30 Jun 2024 RM'000
(a) Interest income	-	(18)
(b) Other income	856	1,871
(c) Interest expense	170	767
(d) Depreciation and amortisation	322	1,170

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

B12. 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 30th August 2024.

By Order of the Board of Directors

MAK SIEW WEI
EXECUTIVE DIRECTOR