



SEDANIA INNOVATOR BERHAD
[Registration No. 201301044527 (1074350-A)]
(“SIB” OR THE “COMPANY”)

**INTERIM FINANCIAL REPORT FOR THE
FIRST (1st) QUARTER ENDED 31 MARCH 2023**

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST (1st) QUARTER ENDED 31 MARCH 2023

	<i>Quarter Ended</i>			<i>Year-To-Date Ended</i>		
	31 Mac 2023 RM'000	31 Mac 2022 RM'000	Changes %	31 Mac 2023 RM'000	31 Mac 2022 RM'000	Changes %
Revenue	11,660	9,040	29	11,660	9,040	29
Other income	1,430	694	>100	1,430	694	>100
Cost of sales	(6,166)	(4,751)	30	(6,166)	(4,751)	30
Administration expenses	(5,039)	(4,044)	25	(5,039)	(4,044)	25
Profit from operations	1,885	939	>100	1,885	939	>100
Finance costs	(216)	(110)	97	(216)	(110)	97
Share of result of associates, net of tax	158	-	>100	158	-	>100
Profit before taxation	1,827	829	>100	1,827	829	>100
Taxation	(207)	(319)	(35)	(322)	(319)	(35)
Profit for the period, representing total comprehensive income	1,620	510	>100	1,620	510	>100
NET PROFIT ATTRIBUTABLE TO:						
- Owners of the parent	1,408	283	>100	1,408	283	>100
- Non-controlling interests	212	227	(7)	212	227	(7)
	1,620	510	>100	1,620	510	>100
TOTAL COMPREHENSIVE INCOME						
ATTRIBUTABLE TO:						
- Owners of the parent	1,408	283	>100	1,408	283	>100
- Non-controlling interests	212	227	(7)	212	227	(7)
	1,620	510	>100	1,620	510	>100
Weighted average number of ordinary shares ('000)	347,352	347,189	0.1	347,352	347,189	0.1
Earnings per share attributable to the owners of the parent (Sen):						
- Basic	0.41	0.08	>100	0.41	0.08	>100
- Diluted	0.42	0.08	>100	0.42	0.08	>100

(The unaudited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

	Unaudited as at 31 Mac 2023 RM'000	Audited as at 31 Dec 2022 RM'000
NON-CURRENT ASSET		
Property, plant and equipment	3,252	3,217
Right-of-use assets	1,314	1,563
Intangible asset	95	98
Contract assets	13,045	13,045
Deferred tax asset	840	762
Investment in associate	3,158	-
	21,704	18,685
CURRENT ASSETS		
Receivables, deposit & prepayments	17,263	11,155
Contract assets	1,816	3,381
Inventories	8,627	9,377
Short term funds	1,544	3,013
Cash and bank balances	5,875	11,477
Current tax asset	812	670
	35,937	39,073
TOTAL ASSETS	57,641	57,758
EQUITY		
Share capital	65,712	65,712
Reserves	(27,089)	(28,513)
Non-controlling interest	4,442	4,230
TOTAL EQUITY	43,065	41,430
NON-CURRENT LIABILITIES		
Bank borrowing	7,245	7,245
Lease liabilities	1,080	1,080
Deferred tax liabilities	8	8
	8,333	8,333
CURRENT LIABILITIES		
Payables, accruals & other current liabilities	3,502	2,996
Lease liabilities	465	654
Bank borrowing	2,276	4,339
Current tax liability	-	6
	6,243	7,995
TOTAL LIABILITIES	14,576	16,328
TOTAL EQUITY AND LIABILITIES	57,641	57,758
Weighted average number of ordinary shares ('000)	347,352	347,263
NET ASSETS PER SHARE (Sen)	12.40	11.93

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST (1st) QUARTER ENDED 31 MARCH 2023**

	Share Capital	ESOS Reserve	Reorganisation Reserve	Retained earnings	Total	Non- controlling interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year-to-date ended 31 March 2023							
Balance as at 1 January 2023	65,712	114	(24,440)	(4,187)	37,199	4,230	41,429
Total comprehensive income	-	-	-	1,408	1,408	212	1,620
Transactions with owners:							
Share options vested under ESOS	-	16	-	-	16	-	16
Balance as at 31 March 2023	65,712	130	(24,440)	(2,779)	38,623	4,442	43,065
Preceding year corresponding period ended 31 March 2022							
Balance as at 1 January 2022	65,649	50	(24,440)	(4,956)	36,303	4,628	40,931
Total comprehensive income	-	-	-	283	283	227	510
Balance as at 31 March 2022	65,649	50	(24,440)	(4,673)	36,586	4,855	41,441

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST (1st) QUARTER ENDED 31 MARCH 2023

	Current year to date 31 Mar 2023 RM'000	Preceding year to date 31 Mar 2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,827	829
Adjustments for:		
Depreciation of property, plant, and equipment	59	71
Depreciation of right-of-use assets	189	181
Amortisation of intangible assets	3	3
Share options granted under ESOS	16	-
Interest expense on term loan	146	79
Interest expense on lease liabilities	25	16
Interest expense on letter of credit	45	15
Income distribution from short term funds	(31)	(3)
Interest income on contract assets	(416)	(475)
Reversal of impairment losses on trade receivables	(620)	(150)
Gain on disposal of property, plant and equipment	(230)	-
Share of results in associate	(158)	-
Operating profit before working capital changes	855	566
Changes in working capital:		
Trade and other receivables	(3,306)	(494)
Inventory	750	453
Contract assets	1,981	915
Trade and other payables	(1,365)	(1,410)
	1,940	(536)
Cash (used in)/generated from operations	(1,085)	30
Tax paid	(433)	(319)
NET CASH USED IN OPERATING ACTIVITIES	(1,518)	(289)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(93)	(55)
Income distribution received from short term funds	9	3
Investment in an associate	(3,000)	(436)
NET CASH USED IN INVESTING ACTIVITIES	(3,084)	(488)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowing	-	934
Repayment of term loan	(2,063)	(474)
Repayment of lease liabilities	(190)	(178)
Interest paid	(216)	(110)
NET CASH (USED IN)/ GENERATED FROM FINANCING ACTIVITIES	(2,469)	172
NET DECREASE IN CASH AND CASH EQUIVALENTS	(7,071)	(605)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	14,490	13,307
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	7,419	12,702

Cash and cash equivalents comprised the following:

Cash and bank balances	5,875	4,180
Short term funds	1,544	8,522
	<u>7,419</u>	<u>12,702</u>

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.)

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL REPORT FOR THE FIRST (1st) QUARTER ENDED 31 MARCH 2023

A: EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2023.

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting, Rule 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022, which have been prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards, and the requirements of the Companies Act 2016 in Malaysia.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the latest audited financial statements, except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC interpretations.

a) New and revised MFRSs, Amendments to MFRSs and IC interpretations adopted during the financial period.

Title	Effective Date
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 Initial Application of MFRS 17 and MFRS 9 - <i>Comparative Information</i>	1 January 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023

b) New and revised MFRSs, Amendments to MFRSs and IC interpretations, but only effective for annual periods beginning on or after 1 January 2024.

The following are standards of the MFRSs Framework that have been issued by the Malaysian Accounting Standards Board but have not been early adopted by the Group:

Title	Effective Date
Amendments to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 101 <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

A3. Auditors’ report of preceding annual financial statements

There was no qualification to the audited financial statements of the Group for the financial year ended (“FYE”) 31 December 2022.

A4. Seasonal or cyclical factors

The business operations of the Group during the financial period under review have not been materially affected by any 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 during the quarter under review.

A6. Material changes in estimates

Not applicable as there were no estimates reported in the prior financial years.

A7. Debt and equity securities

There were no issuance, cancellation, repurchases, resale, or repayments of debt and equity securities in the current quarter and the financial period ended 31 March 2023.

A8. Segmental information

For management purposes, the Group is organised into five (5) operating segments which reflect the internal organisational and management structure according to the nature of the products and services provided. We measure the results of our segments using, among other measures, each segment's net revenue and operating income, which includes certain corporate overhead allocations.

a) Sustainable Healthcare

Provision of consumer products specialising in healthcare, personal care, household as well as baby and childcare products; and health technologies specialising in preventative healthcare technology solutions.

b) Sustainable Energy

Provision of green technology and internet of things (“IoT”) solutions for sustainable and environmentally friendly products and services.

- c) Financial Technology (“FinTech”)
 - Provision of financial technology solutions for the banking industry.
- d) Telco Technology (“TelcoTech”)
 - Providing the technology on Airtime sharing for telecommunication providers.
- e) Others
 - Others mainly comprise the provision of big data analytics services and operations relating to investment holding.

Segment assets and liabilities exclude current and deferred tax assets and liabilities.

The Group’s segmental analysis by operating segments is as follows:-

	3 months ended		3 months ended	
	31 Mac 2023 RM'000	31 Mac 2022 RM'000	31 Mac 2023 RM'000	31 Mac 2022 RM'000
Segment revenue				
Sustainable Healthcare	9,245	7,323	9,245	7,323
Sustainable Energy	40	56	40	56
FinTech	2,089	1,147	2,089	1,147
TelcoTech	286	514	286	514
Total revenue	11,660	9,040	11,660	9,040

Segment operating profit/(loss) before tax

Sustainable Healthcare	490	883	490	883
Sustainable Energy	125	(50)	125	(50)
FinTech	1,003	413	1,003	413
TelcoTech	107	(19)	107	(19)
Others	102	(398)	102	(398)
Operating profit before tax	1,827	829	1,827	829

	31 Mac 2023 RM'000	31 Mac 2022 RM'000
Segment Assets		
Sustainable Healthcare	17,833	15,129
Sustainable Energy	30,261	20,603
FinTech	4,096	4,694
TelcoTech	466	4,514
Others	3,333	6,458
Total Assets	55,989	51,398

Segment Liabilities

Sustainable Healthcare	6,673	4,446
Sustainable Energy	7,093	1,915
FinTech	428	316
TelcoTech	113	1,278
Others	261	2,159
Total Liabilities	14,568	10,114

The Group's revenue based on the geographic location of its customers is as follows:-

	3 months ended		3 months ended	
	31 Mac	31 Mac	31 Mac	31 Mac
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Malaysia	8,325	7,165	8,325	7,165
Asian countries other than Malaysia	1,619	893	1,619	893
Europe	1,716	913	1,716	913
Others	-	69	-	69
Total	11,660	9,040	11,660	9,040

Year-to-date revenue from Malaysia, Asian countries other than Malaysia and Europe contributed to approximately 71.39%, 13.89%, and 14.72% respectively of the Group's total revenue.

A9. Valuation of property, plant and equipment

The Group has not carried out any valuation of its property, plant and equipment in the current quarter.

A10. Capital commitment

There was no capital commitment recognised by the Group for the current quarter.

A11. Changes in the composition of the Group

On 28 December 2022, the Company announced that it had entered into a Share Sale Agreement ("SSA") with Encik Ariffin Bin Sabirin for the acquisition of 34,000 ordinary shares ("Sale Shares") in Wasiyyah Shoppe Berhad ("WSB"), a company incorporated in Malaysia, representing a 20% equity interest in WSB, for a purchase consideration of RM3,000,000.00 to be fully satisfied by cash.

Upon completion of the acquisition on 1 March 2023, WSB became an associate company of Sedania Group and the Company's equity interest in WSB is accounted for using the equity method in the Company's financial statements in accordance with MFRS 128.

Save as disclosed, there were no changes in the composition of the Group in the current quarter.

A12. Contingent liabilities and contingent assets

There were no changes in contingent liabilities or contingent assets since the last annual reporting period date up to the date of this report.

A13. Material events subsequent to the end of the quarter

Save as disclosed in Note B6, there were no other material events subsequent to the end of the current quarter and financial year-to-date that have not been reflected in this interim financial report.

A14. Significant related party transaction

Save as disclosed, no significant related party transaction was entered into during the current quarter.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Group's Financial Performance Review and Segmental Analysis

Overall review of the Group's financial performance

	3 months ended			3 months ended		
	31 Mar 2023 RM'000	31 Mar 2022 RM'000	Changes %	31 Mar 2023 RM'000	31 Mar 2022 RM'000	Changes %
Revenue	11,660	9,040	29	11,660	9,040	29
Operating Profit	1,885	939	>100	1,885	939	>100
Profit Before Interest and Tax	1,885	939	>100	1,885	939	>100
Profit Before Tax	1,827	829	>100	1,827	829	>100
Profit After Tax for the Period	1,620	510	>100	1,620	510	>100
Profit After Tax & Attributable to Ordinary Equity Holders of the Parent	1,408	283	>100	1,408	283	>100

(i) Statement of Profit and Loss and Other Comprehensive Income

Group revenue for 1Q 2023 was RM11.66 million, an increase of 29% from RM9.04 million in 1Q 2022. This was primarily a result of healthy contributions from Sustainable Healthcare and FinTech during the quarter under review.

Consequently, the Group recorded an operating profit before tax of RM1.83 million as compared to an operating profit before tax of RM0.83 million in 1Q 2022.

For 1Q 2022, the Group recorded a profit after tax and non-controlling interest of RM1.41 million as compared to a profit after tax of RM0.28 million for the preceding year's corresponding quarter.

A segmental breakdown and analysis by operating segments are provided under item A8 and "Segmental Analysis" below.

(ii) Statement of Financial Position

As at 31 March 2023, total equity attributable to the owners of the Company was RM43.07 million as compared to RM41.43 million as at 31 December 2022.

Total assets slightly decreased to RM57.64 million on 31 March 2023 as compared to RM57.76 million on 31 December 2022. This was primarily due to a reduction in short-term funds, inventory, and cash and bank balances as compared to 31 December 2022. However, the decrease was offset by an increase in total receivables, deposits, and prepayments from RM11.16 million on 31 December 2022 to RM17.26 million on 31 March 2023.

Total liabilities decreased from RM16.33 million as at 31 December 2022 to RM14.58 million as of 31 March 2023. The decrease in total liabilities was mainly

due to the decrease in bank borrowings and lease liabilities in the current period as a result of term loans and lease repayments.

(iii) Statement of Cash Flows

As at 31 March 2023, the Group recorded a net cash outflow of RM7.07 million. The Group has RM7.42 million in short-term deposits and bank balances, RM9.52 million in borrowings, and RM1.55 million in lease liabilities.

For the three (3) months ended 31 March 2023, the net cash used in operating activities was RM1.52 million compared to RM0.29 million used in the previous corresponding period 2022.

Net cash used in investing activities was RM3.08 million in the three (3) months ended 31 March 2023, as compared to RM0.49 million used in the previous corresponding period in 2022 mainly due to an investment in an associate company.

During the period, net cash used in financing activities was RM2.47 million as opposed to net cash generated from financing activities of RM0.17 million from the same period in 2022.

Segmental analysis

a. Current quarter ended 31 March 2023 (“1Q 2023”) compared with the previous corresponding quarter ended 31 March 2022 (“1Q 2022”):

Sustainable Healthcare

In 1Q 2023, the Sustainable Healthcare segment revenue was RM9.25 million, an increase of 26.25% or RM1.92 million compared to 1Q 2022.

The segment recorded an operating profit before tax of RM0.49 million in the current quarter as compared to the segment operating profit before tax of RM0.88 million in 1Q 2022. The decline was mostly caused by increasing costs for marketing and promotion for brand-building activities, employee benefits as a result of hiring more people to support business growth and related expenses.

Sustainable Energy

The Sustainable Energy segment recorded a revenue of RM0.04 million in 1Q 2023 as compared to RM0.06 million in 1Q 2022. The revenue from this segment was a continuation of existing maintenance and servicing contracts with a partner in providing energy-saving solutions for a financial institution and a telecommunications company. No fresh roll-outs of Sustainable Energy solutions under the energy performance contracts with key clients in the current quarter.

The segment recorded an operating profit before tax of RM0.13 million in 1Q 2023 as compared to the segment operating loss before tax of RM0.05 million in 1Q 2022 mainly due to the reversal of impairment on trade receivables in the current quarter.

FinTech

Revenue for the FinTech segment in 1Q 2023 was RM2.09 million, an increase of 82% from 1Q 2022. The significant traffic from its Tawarruq and Go Halal platforms as compared to 1Q 2022 were the biggest contributors to the revenue growth.

As a result, the segment recorded an operating profit before tax of RM1.00 million in the current quarter, compared to an RM0.41 million operating profit before tax in 1Q 2022.

TelcoTech

TelcoTech platform recorded a revenue of RM0.29 million in 1Q 2023, a decrease of 44.36% from the same period last year. This was mainly due to lower sharing platform transactions recorded in 1Q 2023 as compared to 1Q 2022 as the segment continues to see a reduced average daily transaction volume.

The segment recorded an operating profit before tax of RM0.11 million in 1Q 2023 as compared to RM0.02 million operating loss before tax in 1Q 2022.

Others

This segment comprises operations relating to investment holding company.

The segment recorded a segment operating profit before tax of RM0.10 million in 1Q 2023 as compared to a segment operating loss of RM0.40 million in 1Q 2022. This was mainly due to a share of profit in an associate amounting to RM0.16 million in the quarter under review.

B2. Comparison with the immediate preceding quarter's results

	Quarter ended		Changes %
	31 Mac 2023 RM'000	31 Dec 2022 RM'000	
Revenue	11,660	8,689	34
Operating Profit/(Loss) Before Interest and Tax	1,885	(519)	>100
Profit/ (Loss) Before Tax	1,827	(788)	>100
Profit/ (Loss) After Tax for the Period	1,620	(597)	>100
Profit/ (Loss) After Tax and Non-controlling Interest For the Period	1,408	(370)	>100

Revenue for the quarter ended 31 March 2023 increased by 34% as compared to the immediate preceding quarter ended 31 December 2022. The following table shows the revenue breakdown comparison with the immediate preceding quarter:-

	31 Mac 2023 RM'000	31 Dec 2022 RM'000	Changes + / (-) %
Segment revenue			
Sustainable Healthcare	9,245	6,673	39
Sustainable Energy	40	174	(77)
FinTech	2,089	1,546	35
TelcoTech	286	296	(3)
Total revenue	11,660	8,689	34

The higher revenue recorded in 1Q 2023 was mainly due to higher contributions from Sustainable Healthcare and FinTech Segment.

The Group recorded a profit after tax and non-controlling interest of RM1.41 million in the current quarter compared to a loss after tax and non-controlling interest of RM0.37 million in the immediate preceding quarter.

B3. Prospects for the current financial year

In 2023 we aim to grow further across all our business segments. Our Sustainable Healthcare subsidiary under the Offspring brand looks set to continue expanding into more highly populous markets while growing our average basket of eco-friendly products sold in the over 20 countries we are currently in.

This would be supported by factors such as high fertility rates being sustained and possibly even growing in several populous markets, as well as the rapidly growing awareness and demand from the masses for eco-friendly and sustainable products.

Our FinTech division also is heading towards another exciting year as it continues to grow its portfolio of Shariah-compliant FinTech solutions for financial services institutions (“FSIs”). We are hopeful that more FSIs will come onboard our services which will help them offer unique products and services to end-users.

On the Sustainable Energy front, we currently possess a healthy pipeline of energy efficiency and renewable energy projects where healthy streams of revenue will consistently be recognised immediately and over the long term.

This would be complemented by our target to become a larger enabler of energy sustainability for companies as we proactively look to obtain more new contracts from companies across various industries such as manufacturing, commercial, and hospitality.

B4. Profit forecast

The Group has not issued any profit forecast in any public documents.

B5. Taxation

	3 months ended		3 months ended	
	31 Mac 2023 RM'000	31 Mac 2022 RM'000	31 Mac 2023 RM'000	31 Mac 2022 RM'000
Tax expense recognised in profit or loss:				
Current tax provision	207	319	207	319
	207	319	207	319
Deferred Tax:				
Relating to origination of Temporary Difference	-	-	-	-
Over provision in prior years	-	-	-	-
Tax expense for the financial period	207	319	207	319

B6. Status of corporate proposals and utilisation of proceeds

There were no material corporate proposals announced but not completed as at the date of this report.

B7. Borrowings

The Group's borrowings as at the end of this financial period are as follows:

	31 Mar 2023 RM'000	31 Mar 2022 RM'000
Current liabilities		
Term loan (secured)	643	344
Revolving credit	500	500
Trade finance products	1,133	934
	<u>2,276</u>	<u>1,778</u>
Non-current liabilities		
Term loan (secured)	7,245	3,334
	<u>7,245</u>	<u>3,334</u>
Total borrowings	<u>9,521</u>	<u>5,112</u>

Note: The term loan is secured by a first legal charge against the Group's office premises.

B8. Material litigation

There were no pending material litigations against the Group which might materially and adversely affect the Group's financial position.

B9. Dividends

No dividend has been paid, declared or proposed during the quarter under review.

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B10. Earnings per share

(a) Basic earnings per share

The earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period.

	3 months ended		3 months ended	
	31 Mac 2023	31 Mac 2022	31 Mac 2023	31 Mac 2022
Profit attributable to the owners of the Company (RM'000)	1,408	283	1,408	283
Weighted average number of ordinary shares in issue ('000)	347,352	347,189	347,352	347,189
Basic earnings per share (sen)	0.41	0.08	0.41	0.08

(b) Diluted earnings per share

The diluted earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period, adjusted for the dilutive effects of potential ordinary shares from share options granted pursuant to the Employees' Share Option Scheme ("ESOS").

	3 months ended		3 months ended	
	31 Mac 2023	31 Mac 2022	31 Mac 2023	31 Mac 2022
Profit attributable to the owners of the Company (RM'000)	1,408	283	1,408	283
Weighted average number of ordinary shares in issue ('000)	347,352	347,189	347,352	347,189
Effect of dilution from share options ('000)	(10,289)	368	(10,289)	368
Adjusted weighted average number of ordinary shares applicable to diluted earnings per share ('000)	337,063	347,557	337,063	347,557
Diluted earnings per share (sen)	0.42	0.08	0.42	0.08

B11. Disclosure on selected expense/(income) items as required by the Listing Requirements

Included in profit before taxation are the following expense/(income) items:-

	3 months ended 31 Mac 2023 RM'000	3 months ended 31 Mac 2022 RM'000	3 months ended 31 Mac 2023 RM'000	3 months ended 31 Mac 2022 RM'000
Depreciation of property, plant and equipment	62	74	62	74
Depreciation of right-of-use assets	189	181	189	181
Amortisation of intangible assets	3	3	3	3
(Gain)/Loss on foreign exchange - realised	(48)	45	(48)	45
Income distribution received from short term funds	(31)	(3)	(31)	(3)
Interest income on contract assets	(416)	(475)	(416)	(475)
Interest expense	216	94	216	94
Reversal of impairment losses on trade receivables	(620)	(150)	(620)	(150)

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)

CHENG CHIA PING (MAICSA 1032514)

Company Secretaries

Kuala Lumpur

24 May 2023