



SIAB HOLDINGS BERHAD

Registration No.: 202001043548 (1399869-A)

Interim Financial Report
For the Fourth Quarter Ended
31 December 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021⁽¹⁾

	Notes	3-MONTH ENDED		YEAR-TO-DATE	
		31.12.2021	31.12.2020 ⁽²⁾	31.12.2021	31.12.2020 ⁽²⁾
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	49,263	N/A	166,072	N/A
Cost of sales		(43,484)	N/A	(150,678)	N/A
Gross profit ("GP")		5,779	N/A	15,394	N/A
Other income		760	N/A	1,128	N/A
Administrative expenses		(2,425)	N/A	(7,074)	N/A
Net loss on impairment of financial instruments		(20)	N/A	(20)	N/A
Other expenses		(169)	N/A	(409)	N/A
Profit from Operations		3,925	N/A	9,019	N/A
Finance income		51	N/A	190	N/A
Finance costs		(375)	N/A	(1,125)	N/A
Profit before tax ("PBT")	B12	3,601	N/A	8,084	N/A
Taxation	B6	(1,228)	N/A	(2,690)	N/A
Profit after tax and other comprehensive income ("PAT")		2,373	N/A	5,394	N/A

Profit and other comprehensive income for the financial period attributable to:

• Owners of the Company		2,373	N/A	5,394	N/A
• Non-controlling interests		-	N/A	-	N/A
		2,373	N/A	5,394	N/A

Earnings per share attributable to owners of the Company

• Basic (sen) ⁽³⁾	B11	0.65	N/A	1.47	N/A
• Diluted (sen) ⁽⁴⁾	B11	0.48	N/A	1.10	N/A

Notes:

N/A – Not applicable

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 5 January 2022 included in the prospectus of Siab Holdings Berhad ("Siab" or "Company") dated 28 January 2022 ("Prospectus") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements"). There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic earnings per share is calculated based on the share capital of 367,225,083 shares in issue as at 31 December 2021.
- (4) Diluted earnings per share of the Company for the individual quarter ended 31 December 2021 and year-to-date ended 31 December 2021 is calculated based on assumed number of Shares in issue pursuant to the completion of the initial public offering ("IPO"), which is 489,634,083 shares as disclosed in Note A11. There are no dilutive instruments at the end of the financial year.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2021⁽¹⁾

	UNAUDITED	AUDITED
	As at 31.12.2021 RM'000	As at 31.12.2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	5,918	6,658
Right-of-use assets	140	205
Investment properties	5,460	5,569
Deferred tax assets	56	-
Other investments	863	836
Total non-current assets	12,437	13,268
Current Assets		
Trade and other receivables	72,580	79,941
Contract assets	46,578	59,514
Current tax assets	345	37
Cash and cash equivalents	10,583	13,379
Total current assets	130,086	152,871
TOTAL ASSETS	142,523	166,139
EQUITY AND LIABILITIES		
Equity		
Share capital	36,723	*
Invested equity	-	1,000
Merger reserve	(35,723)	-
Retained earnings	37,113	35,719
Total equity attributable to owners of the Group	38,113	36,719
Liabilities		
Non-current liabilities		
Loans and borrowings	12,244	7,847
Deferred tax liabilities	542	459
Total non-current liabilities	12,786	8,306
Current liabilities		
Trade and other payables	81,251	108,647
Contract liabilities	-	6,625
Loans and borrowings	10,236	4,400
Lease liabilities	137	177
Current tax liabilities	-	1,265
Total current liabilities	91,624	121,114
TOTAL LIABILITIES	104,410	129,420
TOTAL EQUITY AND LIABILITIES	142,523	166,139
Number of shares in issue ('000) before Public Issue⁽²⁾	367,225	367,225
NET ASSETS PER SHARE (RM)⁽²⁾	0.10	0.10

* Denotes RM3

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2021⁽¹⁾ (CONT'D)

Notes:

N/A – Not applicable

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 5 January 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Based on the share capital of 367,225,083 shares in issue factoring in that the acquisition of Siab (M) Sdn Bhd ("Siab (M)") referred to in Note A7 below which has been completed on 14 December 2021.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021⁽¹⁾⁽²⁾

	Share Capital RM'000	Invested Equity RM'000	Merger Reserve RM'000	Distributable Retained Earnings RM'000	Total attributable to owners RM'000	Total Equity RM'000
As at 1 January 2021	-	1,000	-	35,719	36,719	36,719
Effects pursuant to the acquisition of subsidiaries	36,723	(1,000)	(35,723)	-	-	-
Dividend declared	-	-	-	(4,000)	(4,000)	(4,000)
Profit for the year	-	-	-	5,394	5,394	5,394
As at 31 December 2021	36,723	-	(35,723)	37,113	38,113	38,113

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 5 January 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding period available as no interim financial report was prepared for the comparative financial period concerned.

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021⁽¹⁾

	YEAR-TO-DATE	
	31.12.2021	31.12.2020⁽²⁾
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	8,084	N/A
Adjustments for:		
Net loss on impairment of financial assets	20	N/A
Depreciation of property, plant and equipment	1,186	N/A
Depreciation of right-of-use assets	405	N/A
Depreciation of investment properties	109	N/A
Finance income	(190)	N/A
Finance costs	1,125	N/A
Gain on disposal of property, plant and equipment	(506)	N/A
Change in fair value of other investments	(23)	N/A
Operating profit before working capital changes	<u>10,210</u>	N/A
Change in working capital		
Change in trade and other receivables and prepayments	7,341	N/A
Change in trade and other payables	(29,396)	N/A
Change in contract assets	12,936	N/A
Change in contract liabilities	(6,625)	N/A
Cash used in operations	<u>(5,534)</u>	N/A
Income tax paid	(4,236)	N/A
Interest paid	(1,125)	N/A
Net cash used in operating activities	<u>(10,895)</u>	<u>N/A</u>
Cash Flows From Investing Activities		
Acquisition of property, plant and equipment	(446)	N/A
Net changes in other investments	(5)	N/A
Interest income received	190	N/A
Proceeds from disposal of property, plant and equipment	506	N/A
Net cash from investing activities	<u>245</u>	<u>N/A</u>
Cash Flows From Financing Activities		
Change in deposits pledged	252	N/A
Dividends paid	(2,000)	N/A
Net cash from loans and borrowings	5,316	N/A
Payment of lease liabilities	(379)	N/A
Net cash from financing activities	<u>3,189</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	(7,461)	N/A
Cash and cash equivalents at the beginning of the financial period	2,223	N/A
Cash and cash equivalents at the end of the financial period	<u>(5,238)</u>	<u>N/A</u>

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021⁽¹⁾ (CONT'D)

	YEAR-TO-DATE	
	31.12.2021	31.12.2020⁽²⁾
	RM'000	RM'000
Cash and cash equivalents at the end of the financial period comprises:		
Fixed deposits with licensed banks	8,075	N/A
Less: Pledged deposits	(8,075)	N/A
	-	N/A
Cash and bank balances	2,509	N/A
	2,509	N/A
Bank overdrafts	(7,747)	N/A
Cash and cash equivalents in the consolidated statement of cash flows	(5,238)	N/A

Notes:

N/A – Not applicable

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 5 January 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

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NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report of Siab Holdings Berhad (“**Siab**” or “**the Company**”) and its subsidiaries (“**the Group**”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) No. 134: Interim Financial Reporting and Rule 9.22 of the Listing Requirements.

This is the first interim financial statements on the Company’s unaudited condensed consolidated financial results for the fourth quarter ended 31 December 2021 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the Accountants’ Report dated 5 January 2022 as disclosed in the Prospectus dated 28 January 2022 and the accompanying notes attached to this interim financial report.

A2. Summary of 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 as disclosed in the Accountants’ Report dated 5 January 2022 included in the Prospectus of the Company dated 28 January 2022.

	Effective dates for financial periods beginning on or after
• Amendment to MFRS 16, <i>Leases – Covid-19-Related Rent Concessions beyond 30 June 2021</i>	1 April 2021
• Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
• Amendments to MFRS 3, <i>Business Combinations – Reference to the Conceptual Framework</i>	1 January 2022
• Amendments to MFRS 9, <i>Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
• Amendments to Illustrative Examples accompanying MFRS 16, <i>Leases (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
• Amendments to MFRS 116, <i>Property, Plant and Equipment – Proceeds before Intended Use</i>	1 January 2022
• Amendments to MFRS 137, <i>Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract</i>	1 January 2022
• Amendments to MFRS 141, <i>Agriculture (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)

A2. Summary of Significant Accounting Policies (Cont'd)

Standards issued but not yet effective

	Effective dates for financial periods beginning on or after
• MFRS 17, <i>Insurance Contracts</i>	1 January 2023
• Amendments to MFRS 17, <i>Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information</i>	1 January 2023
• Amendments to MFRS 101, <i>Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies</i>	1 January 2023
• Amendments to MFRS 108, <i>Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimate</i>	1 January 2023
• Amendments to MFRS 112, <i>Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
• Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred until further notice

A3. Auditors' report on preceding annual financial statements

Siab was incorporated on 30 December 2020 with the completion on acquisition of its subsidiary on 14 December 2021. As such, there was no auditors' report on the Group for preceding annual financial statements. However, the auditors' report for the financial year ended 31 December 2020 of Siab (M) was not subject to any qualification.

A4. Seasonal or cyclical factors

The business operations of the Group were not materially affected by seasonal and cyclical factors.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A6. Material changes in estimates

There were no material changes in the estimates that have a material effect to the Group in the current financial quarter under review.

A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)

A7. Debt and equity securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the current financial quarter under review.

On 14 December 2021, the Company had completed the acquisition of the entire issued share capital of Siab (M) of RM1,000,000 comprising 1,000,000 ordinary shares from its existing shareholders for a purchase consideration of RM36,722,508 ("**Acquisition of Siab (M)**"). The said purchase consideration has been fully satisfied by the issuance of 367,225,080 new ordinary shares of the Company at an issue price of RM0.10 per share to the shareholders of Siab (M), namely Ng Wai Hoe, Lim Mei Hwee, Tan Sok Moi, Makmur Baru Holdings Sdn. Bhd. and Alam Kota Sdn. Bhd.

On 28 January 2022, Siab issued its prospectus in conjunction with the Company's listing on the ACE Market of Bursa Securities, the Company has undertaken an IPO comprising:-

(i) Public issue of 122,409,000 new ordinary shares in the Company at an issue price of RM0.30 per share ("**IPO Price**") allocated in the following manner:-

- 24,481,800 new shares available for application by the Malaysian Public;
- 12,240,900 new shares available for application by the eligible directors, employees and persons who have contributed to the success of our Group;
- 24,481,800 new shares by way of private placement to selected investors; and
- 61,204,500 new shares by way of private placement to identified Bumiputera investors approved by Ministry of International Trade and Industry, Malaysia.

and

(ii) Offer for sale of 48,963,600 existing shares by way of private placement to selected investors at the IPO Price.

A8. Dividend

For information purpose, as disclosed in Section 12.16 of the Company's Prospectus, dividend amounting to RM2,000,000 in respect of Siab (M) which was declared for the financial year ended 31 December 2019 of which the entitlement date was on 30 July 2020, had been paid to the entitled shareholder of Siab (M) on 1 March 2021.

Save as disclosed above, there was no dividend has been paid by the Company during the financial period under review.

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)

A9. Segmental information

No geographical segment information is presented as the Group's revenue and profit or loss are confined within Malaysia.

The Group's product and services segment information for the current financial period ended 31 December 2021 is as follows:

Analysis of revenue by business segments

	3-MONTH ENDED		YEAR-TO-DATE	
	31.12.2021	31.12.2020⁽¹⁾	31.12.2021	31.12.2020⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Construction and civil engineering	48,579	N/A	164,967	N/A
ICT solutions and services	684	N/A	1,105	N/A
Total	49,263	N/A	166,072	N/A

Notes:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

A10. Valuation of property, plant and equipment

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

A11. Material events subsequent to the end of the current financial quarter

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

- (i) Public issue of 122,409,000 new ordinary shares in the Company at an issue price of RM0.30 per share (“**IPO Price**”) allocated in the following manner:-
- 24,481,800 new shares available for application by the Malaysian Public;
 - 12,240,900 new shares available for application by the eligible directors, employees and persons who have contributed to the success of our Group;
 - 24,481,800 new shares by way of private placement to selected investors; and
 - 61,204,500 new shares by way of private placement to identified Bumiputera investors approved by Ministry of International Trade and Industry, Malaysia.

and

A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)

A11. Material events subsequent to the end of the current financial quarter (Cont'd)

- (ii) Offer for sale of 48,963,600 existing shares by way of private placement to selected investors at the IPO Price.

Upon completion of the IPO, the Company is expected to be admitted to the Official List of Bursa Securities and the Company's entire enlarged issued share capital comprising 489,634,083 shares shall be listed and quoted on the ACE Market of Bursa Securities.

A12. Changes in the composition of the Group

Save as disclosed in A7, there were no material changes in the composition of the Group for the current financial quarter under review.

A13. Contingent assets and contingent liabilities

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

A14. Capital commitments

There were no material commitments during the current financial quarter under review.

A15. Related party transactions

There were no material related party transactions during the current financial quarter under review.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Performance

(a) Results for current quarter

The Group recorded revenue of RM49.26 million for the current financial quarter ended 31 December 2021.

The Group's revenue was principally derived from the construction and civil engineering segment, contributing approximately 98.61% of the total revenue for the current financial quarter ended 31 December 2021, with the Malaysian market as the sole market to the Group's revenue.

The Group registered a PBT and PAT of RM3.60 million and RM2.37 million, respectively, in the current financial quarter under review.

(b) Results for financial year-to-date

The Group recorded revenue of RM166.07 million for the year-to-date financial ended 31 December 2021.

The Group's revenue was principally derived from the construction and civil engineering segment, contributing approximately 99.33% of the total revenue for the year-to-date financial ended 31 December 2021, with the Malaysian market as the sole market to the Group's revenue.

The Group registered a PBT and PAT of RM8.08 million and RM5.39 million, respectively, for in the year-to-date financial under review.

There are no comparative figures for the preceding year available as this is the first interim financial report being announced by the Group in compliance with the Listing Requirements.

B2. Comparison with immediate preceding quarter's results

There are no comparative figures for the preceding quarter available as this is the first interim financial report for the quarter ended 31 December 2021 announcement in compliance with the Listing Requirements.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B3. Prospects and outlook

As disclosed in the Prospectus dated 28 January 2022, the outlook for the industry remains positive, in light of the growth in the construction industry in Malaysia which are driven by the following:-

- (i) Government-led initiatives and spending particularly relating to infrastructure and housing development such as East Coast Rail Link and MRT 2 as well as provision of incentives to stimulate the property market and financing through the SME-GO Scheme for qualified contractors;
- (ii) A favourable interest rate environment and increased participation from the private sector via funding and investment structures and steady population claims are also expected to support the construction industry;
- (iii) The industry is expected to be boosted by efforts from industry bodies such as Construction Industry Development Board Malaysia (“CIDB”) and Master Builders Association Malaysia (“MBAM”) by providing necessary leadership in spearheading the development of the local construction industry as well as raising profile and pushing for the betterment of the construction industry in Malaysia; and
- (iv) The introduction of the Construction Industry Payment and Adjudication Act 2012 (“CIPAA”) has also served as a strengthened mechanism to address payment disputes and facilitate adjudication within the industry.

B4. Profit Forecast or Profit Guarantee

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

B5. Status of corporate proposals

Save as disclosed in A11, there were no corporate proposals announced but not completed as at the date of this interim report.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B6. Income tax expenses

	3-MONTH ENDED		YEAR-TO-DATE	
	31.12.2021	31.12.2020 ⁽¹⁾	31.12.2021	31.12.2020 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Current tax expense	1,216	N/A	2,664	N/A
Deferred tax expense	12	N/A	26	N/A
Total tax expense	1,228	N/A	2,690	N/A
Effective tax rate (%)	34.10	N/A	33.28	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

Notes:

N/A – Not applicable

- (1) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (2) The Group's effective tax rate was higher than the statutory income tax rate is mainly due to expenses incurred related to IPO exercise, such as professional fees which are not tax deductible.
- (3) Income tax expense is recognised based on management's best estimate.

B7. Utilisation of proceeds from the IPO

Based on the IPO Price, the gross proceeds arising from the Public issue amounting to RM36.72 million is intended to be utilised in the following manner:-

Details of utilisation	Proposed utilisation	Actual utilisation	Estimated timeframe for utilisation upon listing
	RM'000	RM'000	
Purchase of land and construction of storage facility	6,098	N/A	Within 24 months
Purchase of machinery and equipment	13,125	N/A	Within 24 months
Purchase of BIM system software	3,066	N/A	Within 24 months
Upgrade software and systems	810	N/A	Within 18 months
Office expansion	300	N/A	Within 24 months
Working capital	9,300	N/A	Within 12 months
Estimated listing expenses	4,023	N/A	Within 3 months
	36,722	N/A	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 28 January 2022.

Note:

N/A – Not applicable

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B8. Bank borrowings

The Group's bank borrowings were as follows:

	UNAUDITED	AUDITED
	As at 31.12.2021	As at 31.12.2020
	RM'000	RM'000
Current:		
Hire purchase liabilities	748	886
Term loans ⁽¹⁾	1,741	684
Bank overdrafts	7,747	2,830
	10,236	4,400
Non-current:		
Hire purchase liabilities	482	773
Term loans ⁽¹⁾	11,762	7,074
	12,244	7,847
Total bank borrowings	22,480	12,247

All the Group's borrowings are secured and denominated in Ringgit Malaysia.

Notes:

N/A – Not applicable

(1) The increase was due to new term loan entered during the financial year for working capital purposes.

B9. Material litigation

Save as disclosed below, we are not engaged in any material litigation, claim or arbitration either as plaintiff or defendant and there is no proceeding pending or threatened or any fact likely to give rise to any proceeding which might materially or adversely affect our position or business as at LPD.

(i) Adjudication between Apnov Construction Sdn Bhd (“Claimant”) and Siab (M) Sdn Bhd (“Respondent”) AIAC/D/ADJ-4051-2021

The Claimant, being a subcontractor appointed by the Respondent, had initiated a proceeding under Construction Industry Payment and Adjudication Act 2012 (“CIPAA 2012”) against the Respondent by way of a notice of adjudication dated 1 December 2021, claiming for an amount of RM1,676,757.42 in respect of payment certificates no. 20 and 21, progress claim no. 23 and the release of 5% of the retention sum.

Mr. Tan Chuan Joo is appointed as the adjudicator of this matter and a notice of acceptance to act as adjudicator (“said Notice”) has been issued by the learned adjudicator to the Claimant and the Respondent by way of email on 10 January 2022. Upon receiving the physical copy of the said Notice, the Claimant is required to submit its adjudication claim to the relevant parties within 10 working days. Similarly, upon receiving the adjudication claim from the Claimant, the Respondent has 10 working days to submit its adjudication response, followed by the Claimant's adjudication reply within 5 working days from the receipt of the adjudication response.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B9. Material litigation (Cont'd)

(i) Adjudication between Apnov Construction Sdn Bhd (“Claimant”) and Siab (M) Sdn Bhd (“Respondent”) AIAC/D/ADJ-4051-2021 (cont'd)

Based on the legal opinion of the Respondent’s solicitors, the Respondent’s solicitors are of the view that the Respondent has a reasonably good chance of defending the claim.

B10. Dividend

For information purpose, as disclosed in Section 12.16 of the Company’s Prospectus, the Directors of Siab (M) had on 24 June 2021, declared a dividend per share of RM4.00 in respect of Siab (M) financial year ending 31 December 2020, amounting to RM4,000,000 (computed based on 1,000,000 ordinary shares of Siab (M) in issue).

The dividend will be entitled by the shareholders of Siab (M) prior to the completion of the Acquisition of Siab (M) on 14 December 2021 of which the entitlement date was on 24 June 2021 and payment date will be on 24 February 2022.

Save as disclosed above, there was no dividend has been declared or recommended for payment by the Board of Directors of the Company during the financial period under review.

B11. Earnings per share

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

	3-MONTH ENDED		YEAR-TO-DATE	
	31.12.2021	31.12.2020 ⁽¹⁾	31.12.2021	31.12.2020 ⁽¹⁾
Profit attributable to ordinary owners of the Company (RM'000)	2,373	N/A	5,394	N/A
Number of ordinary shares ('000)	367,225	N/A	367,225	N/A
Diluted number of ordinary shares ('000)	489,634	N/A	489,634	N/A
Basic EPS (sen) ⁽²⁾	0.65	N/A	1.47	N/A
Diluted EPS (sen) ⁽³⁾	0.48	N/A	1.10	N/A

Notes:

N/A – Not applicable

(1) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

- (2) Basic earnings per share is calculated based on the share capital of 367,225,083 shares in issue as at 31 December 2021.

- (3) Diluted earnings per share of the Company for the individual quarter ended 31 December 2021 and year-to-date ended 31 December 2021 is calculated based on the enlarged number of Shares in issue pursuant to the completion of the IPO, which is 489,634,083 shares as disclosed in Note A11. There are no dilutive instruments at the end of the financial year.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B12. Disclosure on selected expense/income items as required by the Listing Requirements

Profit before tax is arrived after charging/(crediting):

	3-MONTH ENDED		YEAR-TO-DATE	
	13.12.2021	31.12.2020⁽¹⁾	31.12.2021	31.12.2020⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	357	N/A	1,186	N/A
Depreciation of investment properties	27	N/A	109	N/A
Depreciation of right-of-use assets	171	N/A	405	N/A
Interest expense	375	N/A	1,125	N/A
Net loss on impairment of financial assets	20	N/A	20	N/A
Interest income	(51)	N/A	(190)	N/A
Rental income	(77)	N/A	(283)	N/A
Gain in fair value change of other investments	(23)	N/A	(23)	N/A
Gain on disposal of property, plant and equipment	(506)	N/A	(506)	N/A

Note:

N/A – Not applicable

(1) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

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

BY ORDER OF THE BOARD

SIAB HOLDINGS BERHAD

23 February 2022