



SIAB HOLDINGS BERHAD

Registration No.: 202001043548 (1399869-A)

Interim Financial Report
For The Third Quarter Ended
30 September 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023⁽¹⁾

	Notes	3-MONTH ENDED		YEAR-TO-DATE	
		Unaudited 30.09.2023 RM'000	Unaudited 30.09.2022 RM'000	Unaudited 30.09.2023 RM'000	Unaudited 30.09.2022 RM'000
Revenue	A9	42,689	46,433	146,882	108,796
Cost of sales		(41,326)	(50,811)	(148,751)	(108,667)
Gross profit/(loss)		1,363	(4,378)	(1,869)	129
Other income		91	105	455	426
Administrative expenses		(1,826)	(2,377)	(5,049)	(6,641)
Fair value gain/(loss) on investment in quoted shares		-	(3,360)	1,158	(3,360)
Other expenses		(178)	223	(416)	(318)
Loss from operations		(550)	(9,787)	(5,721)	(9,764)
Finance income		144	107	373	303
Finance costs		(770)	(455)	(2,028)	(1,298)
Loss before tax ("LBT")	B11	(1,176)	(10,135)	(7,376)	(10,759)
Taxation	B6	-	1,652	(46)	727
Loss after tax and other comprehensive income ("LAT")		(1,176)	(8,483)	(7,422)	(10,032)
Loss and other comprehensive income for the financial period attributable to:					
• Owners of the Company		(1,176)	(8,483)	(7,422)	(10,032)
• Non-controlling interests		-	-	-	-
		(1,176)	(8,483)	(7,422)	(10,032)
Losses per share attributable to owners of the Company					
• Basic (sen) ⁽²⁾	B10	(0.24)	(1.73)	(1.52)	(2.05)
• Diluted (sen) ⁽²⁾	B10	(0.24)	(1.73)	(1.52)	(2.05)

Notes:

- (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 audited financial statements for financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic and diluted loss per share is calculated based on the share capital of 489,634,083 shares in issue as at 30 September 2022 and as at 30 September 2023. There are no dilutive instruments as at the end of the current quarter.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023⁽¹⁾

	Unaudited As at 30.09.2023 RM'000	Unaudited As at 30.09.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	11,309	6,907
Right-of-use assets	4,496	10
Investment properties	5,269	5,378
Other investments	110	909
Deferred tax assets	3,632	978
Total non-current assets	24,816	14,182
Current Assets		
Trade and other receivables	80,758	70,894
Contract assets	41,714	56,072
Current tax assets	1,369	760
Investment in quoted shares	-	2,640
Cash and cash equivalents	21,343	29,312
Total current assets	145,184	159,678
TOTAL ASSETS	170,000	173,860
EQUITY AND LIABILITIES		
Equity		
Share capital	72,336	72,336
Merger reserve	(35,723)	(35,723)
Retained earnings	10,404	27,063
Total equity attributable to owners of the Group	47,017	63,676
Liabilities		
Non-current liabilities		
Loans and borrowings	16,911	21,254
Deferred tax liabilities	281	-
Total non-current liabilities	17,192	21,254
Current liabilities		
Trade and other payables	71,061	69,348
Contract liabilities	7,968	-
Loans and borrowings	26,762	19,572
Lease liabilities	-	10
Total current liabilities	105,791	88,930
TOTAL LIABILITIES	122,983	110,184
TOTAL EQUITY AND LIABILITIES	170,000	173,860
Number of shares in issue (*000) ⁽²⁾	489,634	489,634
NET ASSETS PER SHARE (RM)	0.10	0.13

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023⁽¹⁾ (CONT'D)

Notes:

- (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 audited financial statements for financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share as at 30 September 2023 and as at 30 September 2022 is calculated based on the share capital of 489,634,083 shares in issue as at 30 September 2023 and as at 30 September 2022. There are no dilutive instruments as at the end of the current quarter.

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

	<u>Share Capital</u>	<u>Merger Reserve</u>	<u>Distributable Retained Earnings</u>	<u>Total attributable to owners</u>	<u>Total Equity</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2022 (Audited)	36,723	(35,723)	37,095	38,095	38,095
Loss and total comprehensive expense for the financial year	-	-	(19,269)	(19,269)	(19,269)
Transaction with owners:					
Issuance of shares pursuant to public issue	36,723	-	-	36,723	36,723
Share issuance expenses	(1,110)	-	-	(1,110)	(1,110)
As at 31 December 2022 / 1 January 2023 (Audited)	72,336	(35,723)	17,826	54,439	54,439
Loss and total comprehensive expense for the financial period	-	-	(7,422)	(7,422)	(7,422)
As at 30 September 2023 (Unaudited)	72,336	(35,723)	10,404	47,017	47,017

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023⁽¹⁾

	YEAR-TO-DATE	
	Unaudited 30.09.2023 RM'000	Unaudited 30.09.2022 RM'000
Cash Flows from operating activities		
Loss before tax	(7,376)	(10,759)
Adjustments for:		
Depreciation of property, plant and equipment	1,918	821
Depreciation of right-of-use assets	40	129
Depreciation of investment properties	82	82
Finance income	(373)	(303)
Finance costs	2,028	1,298
Fair value loss on investment in quoted shares	(1,158)	3,360
Gain on disposal of property, plant and equipment	(75)	(38)
Gain on disposal of other investments	(73)	-
Change in fair value of other investments	(46)	(45)
Operating loss before working capital changes	(5,033)	(5,455)
Change in working capital		
Change in trade and other receivables and prepayments	346	(4,314)
Change in trade and other payables	(2,227)	(12,399)
Change in contract assets	(71)	(9,494)
Change in contract liabilities	1,096	-
Cash used in operations	(5,889)	(31,662)
Income tax paid	(849)	(1,153)
Interest paid	(2,028)	(1,298)
Net cash used in operating activities	(8,766)	(34,113)
Cash Flows from investing activities		
Acquisition of property, plant and equipment	(1,070)	(1,810)
Acquisition of right-of-use assets	(4,504)	-
Interest income received	373	303
Proceeds from disposal of property, plant and equipment	75	38
Proceeds from disposal of other investments	4,320	-
Net cash used in investing activities	(806)	(1,469)
Cash Flows from financing activities		
Change in deposits pledged	2,364	(1,288)
Net drawdown of loans and borrowings	549	17,429
Payment of lease liabilities	-	(127)
Net proceed from issuance of shares	-	35,613
Net cash from financing activities	2,913	51,627
Net decrease in cash and cash equivalents	(6,659)	(16,045)
Cash and cash equivalents at the beginning of the financial period	10,284	(4,759)
Cash and cash equivalents at the end of the financial period	(3,625)	11,286

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023⁽¹⁾ (CONT'D)

	YEAR-TO-DATE	
	Unaudited 30.09.2023 RM'000	Unaudited 30.09.2022 RM'000
Cash and cash equivalents at the end of the financial period comprises:		
Fixed deposits with licensed banks	12,308	24,416
Cash and bank balances	9,035	4,896
	<u>21,343</u>	<u>29,312</u>
Less: Pledged deposits	(9,243)	(9,362)
	<u>12,100</u>	<u>19,950</u>
Bank overdrafts	(8,475)	(8,664)
Cash and cash equivalents in the consolidated statement of cash flows	<u>(3,625)</u>	<u>11,286</u>

Note:

- (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 audited financial statements for financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

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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 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 ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

This interim financial report should be read in conjunction with the audited financial statements for financial year ended 31 December 2022 and the accompanying explanatory 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 audited financial statements for the financial year ended 31 December 2022.

A3. Auditors’ report on preceding annual financial statements

The audited financial statements of the Group for the financial year ended 31 December 2022 were 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 during the current financial quarter and financial year-to-date.

A7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the current financial quarter and financial year-to-date.

A8. Dividends

There was no dividend declared or paid for the current financial quarter and financial year-to-date.

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 quarter and financial year-to-date is as follows:

Analysis of revenue by business segments

	3-MONTH ENDED		YEAR-TO-DATE	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	RM'000	RM'000	RM'000	RM'000
Construction and civil engineering	42,689	46,854	146,658	109,215
ICT solutions and services	-	(421)	224	(419)
Total	42,689	46,433	146,882	108,796

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment during the current financial quarter and financial year-to-date.

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

Save as disclosed in Note B5, there were no material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group during the current financial quarter and financial year-to-date.

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 capital commitments incurred or known to be incurred as at the date of this interim report.

A15. Related party transactions

There were no material related party transactions during the current financial quarter and financial year-to-date.

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

B1. Review of Performance

Results for current financial quarter

For the third financial quarter ended 30 September 2023, the Group recorded a revenue of RM42.69 million, a decrease of RM3.74 million as compared to preceding year's corresponding quarter's revenue of RM46.43 million. The decrease of revenue for the current financial quarter is mainly due to lower level of construction activities from on-going projects.

The revenue of the Group is mainly derived from the construction and civil engineering segment with the Malaysian market being the sole contributor to the Group's revenue.

For the current financial quarter, the ICT solutions and services segment recorded revenue of RM0.22 million. In the preceding year's corresponding quarter, the ICT solutions and services segment had reported a reversal of accrued billing of RM0.42 million while awaiting certification of work done from consultant.

In the current financial quarter under review, the Group registered a LBT of RM1.18 million as compared to the preceding year's corresponding quarter where the Group had reported a LBT of RM10.14 million. The Group recorded LAT of RM1.18 million in the current financial quarter, as compared to the preceding year's corresponding quarter, the Group had reported LAT of RM8.48 million.

The loss for the current financial quarter is mainly attributable to lower profitability from on-going projects due to elevated cost of construction materials and rising labour cost. In contrast, the loss for preceding year's corresponding quarter was due to lower profit margin from ongoing projects, higher cost incurred for defect verification, elevated cost of construction materials, in addition to fair value loss on investment in quoted shares.

Results for financial year-to-date

For the current financial year-to-date, the Group registered a LBT and LAT of RM7.38 million and RM7.42 million, respectively as compared to preceding year-to-date where the Group had reported LBT of RM10.76 million and LAT of RM10.03 million respectively.

The loss for the current financial year to-date is mainly attributable to lower profitability from on-going projects due to elevated cost of construction materials, higher defect rectification cost incurred for completed projects in addition to labour cost rising.

The loss for preceding year-to-date was due to listing expenses, lower profit margin from ongoing projects, higher cost incurred for defect verification, elevated cost of construction materials and fair value loss on investment in quoted shares.

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

B2. Comparison with immediate preceding quarter's results

For the current third financial quarter, the Group recorded lower revenue of RM42.69 million as compared to revenue of RM67.36 million registered in the preceding second quarter. The Group recorded a LBT and LAT of RM1.18 million as compared to LBT and LAT of RM3.89 million and RM3.92 million in the immediate preceding second quarter.

The cause of the loss for the current quarter is similar to the loss registered for the immediate preceding quarter. This similarity can be attributed primarily to reduced profitability in ongoing projects, stemming from heightened costs of construction materials and rising labour expenses.

B3. Prospects and outlook

In reference to the Economic Outlook 2023 by the Malaysia Ministry of Finance, economy of Malaysia has expanded by 6.9% in the first half of 2022 underpinned by favourable momentum in the domestic economy, steady expansion in the external sector and continued improvement of the labour market conditions. The strong performance is expected to sustain, backed by an increase in private consumption and business activities as the economy transitions to endemicity phase.

In tandem with continued implementation of development programmes and projects, the economy is expected to expand further in the second half of 2023. The growth prospects have been supported by the resumption of economic and social activities and improvement in international travel activities. As indicated by the Leading Index, the economy is anticipated to gain its growth momentum in the second half of the year attributed to strong domestic demand. The domestic economy remains resilient and is forecast to expand between 4.0% to 5.0% in 2023.

As outlined in the revised Budget 2023 (“Belanjawan MADANI”), the allocation for development expenditure stands at RM99 million (inclusive of RM2 billion as contingency savings) which is the largest ever, is expected to drive growth in the local construction industry.

The Malaysian Government’s focus on home ownership is evident in Belanjawan MADANI. Ongoing initiatives include the development of New Program Perumahan Rakyat projects, with an allocation of RM367 million, and the Rumah Mesra Rakyat programme, which involves the construction of 4,250 housing units with an allocation of RM358 million. In addition, Syarikat Jaminan Kredit Perumahan is prepared to extend government guarantees of up to RM5 billion in loan value in 2023, specifically to assist borrowers without fixed incomes.

The Group’s order book stands at RM244.69 million as of 30 September 2023. The Group will continue to actively participate in tenders for real estate, infrastructure projects as well as institutional buildings. Management will continue to enhance current cost control strategies and manage operational efficiency.

B4. Profit Forecast or Profit Guarantee

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

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

B5. Status of corporate proposals

Acceptance of proposed settlement arrangement

On 19 April 2023, Siab (M) Sdn Bhd has accepted the proposed settlement arrangement with YTB Development Sdn Bhd whereby outstanding balances owing by YTB Development Sdn Bhd to the Siab Group are to be offset with properties.

The outstanding amount owing to Siab Group of RM3.37 million are to be offset with properties of amounting to RM2.98 million, consisting of two units of condominium from Impressions U-Thant Project located at Jalan U Thant, Kuala Lumpur and one unit of serviced apartment from Amber Cove located at Impression City, Malacca.

On 7 September 2023, all the sales and purchase agreements for acquiring the properties have been executed and thus, the proposed settlement arrangement is deemed completed.

Proposed Special Issue, Proposed Rights Issue with Warrants and Proposed Acquisition (Collectively, the “Proposals”)

On 18 July 2023, the Company had entered into a share sale agreement for the proposed acquisition of 2,000,000 ordinary shares, representing 100.00% equity interest in Taghill Projects Sdn Bhd (“**Taghill**”) from Wong Yih Ming, Chu Yee Hong and Yap Kek Siung (collectively referred to as Vendors), for a total purchase consideration of RM122.00 million to be fully satisfied via a combination of cash payment of RM96.00 million and RM26.00 million via the issuance of new ordinary shares in Siab (“**Consideration shares**”) (“**Proposed Acquisition**”).

In consideration of Siab acquiring shares of Taghill, the Vendors have jointly and severally provided profit guarantee of attaining profit after tax and minority interest of not less than RM24.00 million for financial year ending 31 December 2024 and 31 December 2025 on a cumulative basis.

The proposed rights issue with warrants entails the issuance of 919,512,111 rights shares together with 459,756,056 warrants on the basis of 4 rights shares for every 3 existing Siab shares with 1 warrant for every 2 rights shares subscribed. The Company intends to raise RM110.34 million from the proposed rights issue with warrants whereby RM96.00 million will be utilised as cash payment for the Proposed Acquisition (“**Proposed Rights Issue with Warrants**”).

On 17 August 2023, an application was made to Bursa Securities for the admission of the warrants to the Official List of Bursa Securities as well as the listing of and quotation for the consideration shares, rights shares, warrants, and new Siab shares to be issued from the exercise of the warrants (“**Application**”). Subsequently on 28 August 2023, the Company has applied to Bursa Securities to withdraw this Application with the intention to review the structure of the Proposals.

On 15 September 2023, the Company and Vendors had mutually agreed to vary certain terms relating to the mode of payment for the Proposed Acquisition. In relation to this, the Company and Vendors had entered into an amended and restated share sale agreement to amend, restate, specify and/or supplement the relevant provisions of the share sale agreement.

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

B5. Status of corporate proposals (Continued)

Proposed Special Issue, Proposed Rights Issue with Warrants and Proposed Acquisition (Collectively, the “Proposals”) (Continued)

The Proposals were revised to as follows:

- (i) Proposed special issue of 100,000,000 new ordinary shares in Siab (“Share(s)” or “Siab Share(s)”) representing approximately 20.42% of Siab’s existing issued shares to independent third party investor(s) to be identified at an issue price of RM0.12 per Share (“Proposed Special Issue”);
- (ii) Renounceable rights issue of 766,524,308 new Siab Shares (“Rights Shares”) together with 383,262,154 free detachable warrants (“Warrant(s)”) on the basis of 13 Rights Shares for every 10 existing Siab Shares held on an entitlement date to be determined later together with 1 Warrant for every 2 Rights Shares subscribed (“Proposed Rights Issue with Warrants”); and
- (iii) Proposed acquisition of 2,000,000 Taghill Shares from Chu Yee Hong, Wong Yih Ming and Yap Kek Siung, representing 100.00% of the equity interest in Taghill, for a total Purchase Consideration of RM122,000,000 to be fully satisfied via a combination of cash payment of RM96.00 million and issuance of 200,000,000 Consideration Shares at an issue price of RM0.13 per Share (“Proposed Acquisition”).

A second application was made to Bursa Securities on 26 September 2023 in relation to the revised Proposals. On 5 October 2023, the Company has proposed to vary the details of the Proposed Special Issue and Proposed Rights Issue with Warrants to as summarised below:

	Proposals as announced on 15 September 2023	Variation
Issue price of the Placement Shares	Issue price of the Placement Shares was fixed upfront at RM0.12 per Share.	Issue price of the Placement Shares shall be determined and fixed by the Board at a later date after obtaining the relevant approvals.
Rounding down the number of Rights Shares and Warrants	Renounceable rights issue of 766,524,308 Rights Shares together with 383,262,154 free detachable Warrants on the basis of 13 Rights Shares for every 10 existing Siab Shares held on the Entitlement Date together with 1 Warrant for every 2 Rights Shares subscribed.	Renounceable rights issue of 766,524,307 Rights Shares together with 383,262,153 free detachable Warrants on the basis of 13 Rights Shares for every 10 existing Siab Shares held on the Entitlement Date together with 1 Warrant for every 2 Rights Shares subscribed.

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

B5. Status of corporate proposals (Continued)

Proposed Special Issue, Proposed Rights Issue with Warrants and Proposed Acquisition (Collectively, the “Proposals”) (Continued)

	Proposals as announced on 15 September 2023	Variation
Undertaking and underwriting arrangement	The Placees for the Proposed Private Placement are required to provide irrevocable written undertaking(s), to subscribe in full for their respective entitlements under the Proposed Rights Issue with Warrants of 130,000,000 Rights Shares (“Undertakings”), whilst the balance 636,524,308 Rights Shares will be underwritten.	The entire 766,524,307 Rights Shares will be fully underwritten. The Placees will no longer be required to provide Undertakings to subscribe for the Proposed Rights Issue with Warrants.

On 27 October 2023, Bursa Securities had conditionally approved the Proposals.

Barring any unforeseen circumstances and subject to receipt of all relevant approvals, the Proposals are expected to be completed by the first quarter of 2024.

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

B6. Income tax expenses

	3-MONTH ENDED		YEAR-TO-DATE	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	RM'000	RM'000	RM'000	RM'000
Current tax expense	-	(189)	46	736
Deferred tax expense	-	(1,463)	-	(1,463)
Total tax expense⁽²⁾	-	(1,652)	46	727
Effective tax rate (%) ⁽¹⁾	N/A	N/A	N/A	N/A
Statutory tax rate (%)	24.00	24.00	24.00	24.00

Notes:

- (1) The Group’s effective tax rate for the current quarter and preceding year’s corresponding quarter is not applicable due to loss before taxation. The Group’s effective tax rate for the current financial year to date of 30 September 2023 and the preceding year’s financial year to date of 30 September 2022 is not applicable due to loss before taxation.
- (2) Income tax expense is recognised based on management’s best estimate.

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

B7. Status of utilisation of proceeds

Proceeds from the IPO

On 28 January 2022, the Company issued its prospectus in relation to the public issue of 122,409,000 new ordinary shares at RM0.30 per share in conjunction with the IPO exercise. The listing exercise was completed on 28 February 2022. On 22 May 2023, the Board had decided to vary the intended utilisation of the proceeds raised from the IPO exercise.

<u>Details of utilisation of proceeds</u>	<u>Proposed utilisation</u>	<u>Deviation</u>	<u>Variation⁽³⁾</u>	<u>Actual utilisation</u>	<u>Balance unutilised</u>	<u>Estimated timeframe for utilisation</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	
	<u>(A)</u>	<u>(B)</u>	<u>(C)</u>	<u>(D)</u>	<u>(A+B+C+D) = E</u>	
Purchase of land and construction of storage facility	6,098	-	-	(4,504)	1,594	Within 24 months
Purchase of machinery and equipment	13,125	-	(2,934)	(7,394)	2,797	Within 24 months
Purchase of BIM system software	3,066	-	(3,066)	-	-	Within 24 months
Upgrade software and systems	810	-	-	(810)	-	Within 18 months
Working capital	9,300	473	-	(9,773)	-	Within 12 months
Office expansion ⁽¹⁾	300	(37)	-	(263)	-	Within 24 months
Estimated listing expenses ⁽²⁾	4,023	(436)	-	(3,587)	-	Within 3 months
Repayment of bank borrowings and suppliers	-	-	-	-	-	Within 3 months
Total	36,722	-	(6,000)	(26,331)	4,391	

Notes:

- (1) Following the completion of office expansion in December 2022, the actual office expansion expenses were lower than the estimated amount, hence the excess of RM0.037 million was re-allocated for working capital purposes.
- (2) The actual listing expenses were lower than the estimated amount, hence the excess of RM0.44 million was re-allocated for working capital purposes.
- (3) The initial IPO Proceeds of RM3.07 million to purchase BIM system software and RM2.93 million to purchase 2 units of tower crane and 1 unit of truck-mounted concrete pump have been re-allocated for the repayment of bank borrowings and suppliers.

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 As at 30.09.2023 RM'000	Unaudited As at 30.09.2022 RM'000
Current:		
Hire purchase liabilities	1,225	1,462
Term loans	3,415	3,308
Bank overdrafts	8,475	8,664
Revolving credit	5,000	5,000
Recourse factoring	8,647	1,138
	<u>26,762</u>	<u>19,572</u>
Non-current:		
Hire purchase liabilities	1,625	2,525
Term loans	15,286	18,729
	<u>16,911</u>	<u>21,254</u>
Total bank borrowings	<u>43,673</u>	<u>40,826</u>

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

B9. Dividend

There was no dividend declared or paid for the current quarter and financial year-to-date.

B10. Loss per share

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

	<u>3-MONTH ENDED</u>		<u>YEAR-TO-DATE</u>	
	<u>30.09.2023</u>	<u>30.09.2022</u>	<u>30.09.2023</u>	<u>30.09.2022</u>
Loss attributable to ordinary owners of the Company (RM'000)	<u>(1,176)</u>	<u>(8,483)</u>	<u>(7,422)</u>	<u>(10,032)</u>
Number of ordinary shares ('000)	<u>489,634</u>	<u>489,634</u>	<u>489,634</u>	<u>489,634</u>
Basic loss per share (sen) ⁽¹⁾	<u>(0.24)</u>	<u>(1.73)</u>	<u>(1.52)</u>	<u>(2.05)</u>

Note:

- (1) Diluted (loss)/earnings per share for the preceding corresponding quarter, preceding year-to-date, current quarter and current financial year-to-date is calculated based on the share capital of 489,634,083 in issue as at 30 September 2023 and as at 30 September 2022. There are no dilutive instruments as at the end of the current quarter.

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

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

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

	3-MONTH ENDED		YEAR-TO-DATE	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	721	297	1,918	821
Depreciation of investment properties	27	27	82	82
Depreciation of right-of-use assets	17	19	40	129
Fair value loss/(gain) on investment in quoted shares	-	3,360	(1,158)	3,360
Interest expense	770	455	2,028	1,298
Interest income	(144)	(107)	(373)	(303)
Rental income	(77)	(77)	(232)	(232)
Gain in fair value change of other investments	(12)	(16)	(46)	(45)
Gain on disposal of other investment	(31)	-	(73)	-
Gain on disposal of property, plant and equipment	-	(38)	(75)	(38)

Save as disclosed above, the other disclosure items as required under Rule 16 of Appendix 9B of the Listing Requirements are not applicable.

BY ORDER OF THE BOARD

SIAB HOLDINGS BERHAD

27 November 2023