



LEFORM BERHAD

G R O U P O F C O M P A N I E S

利 峰 钢 铁 集 团

LEFORM BERHAD

Registration No. 199501001582 (330776-K)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2023

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2023**

<i>in thousands of RM</i>	Individual Quarter		Change
	Current Quarter Ended 31-Mar-23 <i>(Unaudited)</i>	Corresponding Quarter Ended 31-Mar-22 <i>(Unaudited)</i>	
Revenue	102,602	101,093	1.5%
Results from operating activities	3,555	7,684	-53.7%
Finance costs	(3,041)	(1,997)	52.3%
Finance income	87	70	24.3%
Other income	1,585	2,493	-36.4%
Profit before taxation	2,186	8,250	-73.5%
Income tax expense	(707)	(1,838)	-61.5%
Total Comprehensive income for the financial period	1,479	6,412	-76.9%
Profit attributable to:-			
Owners of the Company	1,873	6,264	-70.1%
Non-controlling interests	(394)	148	-366.2%
	1,479	6,412	-76.9%
<u>Owners of the Company</u>	1,873	6,264	-70.1%
<u>Non-controlling interests</u>	(394)	148	-366.2%
	1,479	6,412	-76.9%
Earnings per ordinary share			
Basic (sen)	0.13	0.54	-75.9%

The above unaudited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial 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**

<i>in thousands of RM</i>	As at 31-Mar-23 (Unaudited)	As at 31-Dec-22 (Audited)
Assets		
Non-current Assets		
Property, plant and equipment	128,805	126,141
Investment properties	9,702	9,758
Right-of-use assets	5,770	6,225
Goodwill	2,702	2,702
Total non-current assets	146,979	144,826
Current Assets		
Inventories	183,960	228,860
Trade and other receivables	83,514	82,472
Contract assets	946	616
Current tax assets	8,937	7,911
Derivatives Assets	136	-
Fixed deposits with licensed banks	15,908	15,604
Cash and bank balances	28,428	35,869
Total current assets	321,829	371,332
Total assets	468,808	516,158
Equity and Liabilities		
Equity		
Share capital	146,909	146,909
Reserves	73,743	85,199
Equity attributable to owners of the Company	220,652	232,108
Non-controlling interests	1,928	2,322
Total equity	222,580	234,430
Non-current liabilities		
Lease liabilities	1,169	1,398
Term loans	24,930	27,645
Deferred tax liabilities	11,395	11,395
Total non-current liabilities	37,494	40,438
Current liabilities		
Trade and other payables	21,478	57,651
Derivatives liabilities	-	337
Lease liabilities	1,201	1,307
Bankers' acceptances and trust receipts	174,123	166,942
Bank overdrafts	4,834	7,501
Term loans	7,098	7,483
Current tax liabilities	-	69
Total current liabilities	208,734	241,290
Total liabilities	246,228	281,728
Total equity and liabilities	468,808	516,158
Net assets per share attributable to owners of the Company (sen)	14.90	19.39

The above unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial 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 QUARTER ENDED 31 MARCH 2023**

<i>in thousand of RM</i>	Share Capital	Non-Distributable Revaluation Reserves	Distributable Retained Profits	Attributable to Owners of the Company	Non-controlling interests	Total equity
As at 1 January 2022	6,500	42,340	118,226	167,066	2,744	169,810
Total comprehensive income for the financial period	-	-	6,264	6,264	148	6,412
As at 31 March 2022	6,500	42,340	124,490	173,330	2,892	176,222
As at 1 January 2023	146,909	45,732	39,467	232,108	2,322	234,430
Total comprehensive income for the financial period	-	-	1,873	1,873	(394)	1,479
<u>Contribution by and distributions to owners of the Company:</u>						
Dividend to owners of the Company	-	-	(13,329)	(13,329)	-	(13,329)
As at 31 March 2023	146,909	45,732	28,011	220,652	1,928	222,580

The above unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial 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 QUARTER ENDED 31 MARCH 2023**

<i>in thousands of RM</i>	For the 3 months ended	
	31-Mar-23	31-Mar-22
Cash flows from operating activities		
Profit before taxation	2,186	8,250
Adjustments for non-cash items	3,957	2,600
Operating profit before working capital changes	<u>6,143</u>	<u>10,850</u>
Changes in working capital		
Inventories	45,855	(15,987)
Trade and other payables, including derivatives	(36,510)	11,024
Trade and other receivables, including derivatives	(1,479)	(21,505)
Cash from/(for) operations	<u>14,009</u>	<u>(15,618)</u>
Income tax paid	(1,800)	(5,345)
Net cash from/(for) operating activities	<u><u>12,209</u></u>	<u><u>(20,963)</u></u>
Cash flows for investing activities		
Additions of deposits pledged with licensed financial banks or with tenure more than 3 months	(305)	-
Interest received	87	70
Purchase of property, plant and equipment	(4,142)	(456)
Net cash for investing activities	<u><u>(4,360)</u></u>	<u><u>(386)</u></u>
Cash flows for financing activities		
Dividends paid to owners of the Company	(13,329)	-
Interest paid	(3,041)	(1,997)
Net drawdown of loans and borrowings	4,081	862
Net repayment of lease liabilities	(334)	(563)
Net cash for financing activities	<u><u>(12,623)</u></u>	<u><u>(1,698)</u></u>
Net decrease in cash and cash equivalents	(4,774)	(23,047)
Cash and cash equivalents at beginning of the financial period	<u>28,368</u>	<u>52,447</u>
Cash and cash equivalents at end of the financial period	<u><u>23,594</u></u>	<u><u>29,400</u></u>

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

LEFORM BERHAD (Registration No. 199501001582 (330776-K))
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

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

This Interim Financial Report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to this Interim Financial Report.

A2. SINGIFICANT ACCOUNTING POLICIES

The financial statements of Leform and its subsidiaries (“Group”) have been prepared in accordance with MFRSs, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The significant accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in preparation of the audited financial statements for the for the financial year ended 31 December 2022.

During the financial period the Group has adopted the following interpretations and amendments issued by the Malaysian Accounting Standards Board (“MASB”), which became effective for annual periods beginning on or after 1 January 2023:

- MFRS 17 Insurance Contracts
- Amendments to MFRS 17: Insurance Contracts
- Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 19 – Comparative Information
- Amendments to MFRS 101: 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*

The adoption of the above accounting standard(s) and/or interpretation(s) did not have any material impact on the Group’s financial statements.

LEFORM BERHAD (Registration No. 199501001582 (330776-K))
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A2. SINGIFICANT ACCOUNTING POLICIES (CON'D)

The Group has not applied in advance the following accounting standards and/or interpretations that have been issued by the MASB but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments 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

The adoption of the above accounting standards and/or interpretations is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. AUDIT QUALIFICATIONS

There was no audit qualification in the annual financial statements of the Group for the financial year ended 31 December 2022.

A4. SEASONAL OR CYCLICAL FACTORS

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

A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items that had a material effect on the assets, liabilities, equity, net income or cash flows for the current financial quarter under review.

A6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported which have a material effect on the results for the current financial quarter under review.

A7. DEBTS AND EQUITY SECURITIES

There were no issuance, repurchase, resale or repayment of debts and equity securities in the current financial quarter under review.

LEFORM BERHAD (Registration No. 199501001582 (330776-K))
PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A8. DIVIDENDS PAID

A special dividend of 0.9 sen per ordinary share totalling RM13.3 million in respect of the financial year ended 31 December 2022 was paid on 17 February 2023.

A9. SEGMENTAL INFORMATION

The Group is organised into 3 main reportable segments as follows: -

- *Manufacturing segment:* involved in manufacturing of steel products comprising steel pipes, guardrails and flat steel products.
- *Trading segment:* involved in trading of steel products which are deemed complementary to its manufacturing segment.
- *Other segment:* - involved in provision of transport and carrier services of the Group's finished steel products.

<i>In thousands of RM</i>	INDIVIDUAL QUARTER			
	31-Mar-23		31-Mar-22	
	Segmental Revenue (unaudited)	Profit Before tax (unaudited)	Segmental Revenue (unaudited)	Profit Before tax (unaudited)
Manufacturing	99,233	1,887	92,000	8,152
Trading	25,645	58	24,682	101
Transportation	650	102	601	(42)
	<u>125,528</u>	<u>2,047</u>	<u>117,283</u>	<u>8,211</u>
Elimination	<u>(22,926)</u>	<u>139</u>	<u>(16,190)</u>	<u>39</u>
	<u>102,602</u>	<u>2,186</u>	<u>101,093</u>	<u>8,250</u>

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

Pursuant to the revaluation model applied for land and buildings, the Group's land and buildings are subsequently measured at revalued amount less accumulated depreciation and any accumulated impairment losses.

The valuation of land and buildings were brought forward without amendment from the annual audited financial statements for the year ended 31 December 2022.

A11. RELATED PARTY DISCLOSURES

Since 2022, there are no related party transactions till to-date.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A12. MATERIAL EVENT SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL QUARTER

On 2 May 2023, Leform Berhad announced that LF Engineering Sdn. Bhd., a 60%-owned subsidiary of the Group, had on event date accepted the Letter of Acceptance and executed the Subcontract Agreement with Prebore Piling & Engineering Sdn. Bhd. for the appointment as Subcontractor to supply and install guardrails for Section 2 (South Klang Valley Expressway (“SKVE”) Interchange to Shah Alam Expressway (“SAE”) Interchange). The sum awarded to LF Engineering for the Subcontract is approximately RM2.9 million and the Subcontract is expected to be completed by 10 October 2023.

A13. CHANGES IN COMPOSITION OF THE GROUP

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

A14. CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets or contingent liabilities as at 31 December 2022.

A15. CAPITAL COMMITMENTS

<i>in thousands of RM</i>	31-Mar-23	31-Dec-22
Authorised and not contracted for	<u>25,988</u>	<u>30,038</u>

LEFORM BERHAD (Registration No. 199501001582 (330776-K))
PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW

Statement of Financial Position

Total assets and total liabilities as at 31 March 2023 had decreased by RM47.3 million to RM468.8 million and decreased by RM35.5 million to RM246.2 million respectively. The decrease in total assets and total liabilities are mainly due to utilisation of our inventories and reduction of cash and bank balances for repayment of trade payables which in turn reduces our total liabilities.

Statement of Cash Flows and Capital expenditure

During the financial period under review, the Group had generated net cash inflow from operating activities in the financial period ended ("FPE") 31 March 2023 as utilisation of inventories exceeds the purchases made during the period. This was offset with the repayment of trade payables as the purchased which we made in 2022 was due for payment in the current quarter.

Net cash outflow for investing activities in the FPE 31 March 2023 amounted to RM4.4 million was mainly due to the progress payment of our construction of new warehouse storage facility, headquarters and workers' accommodation.

Cash generated for financing activities increased from RM1.7 million to RM12.6 million was mainly due to special dividend of 0.9 sen paid out on 17 February 2023 amounting to RM13.3 million and also higher interest paid due to more bank facilities were drawdown in the financial year ended ("FYE") 2022 and also increased in OPR rate by 1.0% whereby Q1 2022 OPR rate is 1.75% while Q1 2023 is 2.75%. These were partially offset with the drawdown of bankers' acceptances and trust receipts.

Analysis of Performance of All Operating Segments

Q1 2023 vs Q1 2022

Revenue had increased by 1.5% from RM101.1 million to RM102.6 million in Q1 2023. The increase was contributed by the higher volume sold in Q1 2023. However, this was offset by the lower average selling prices as Q1 2022 fetches a higher average selling price due to a global supply chain disruption as there were stricter regulations of steel production and removal of export rebates in China as well as re-opening of the economy after the national lockdown policies lifted in the FYE 2021.

Despite the higher revenue, profit before tax had reduces from RM8.3 million to RM2.2 million mainly due to the lower gross profit margin. These was widened with the additional finance expenses as more bank facilities were drawdown for the purchase of inventories in the FYE 2022 and higher administrative expenses resulted from higher directors' fees, bonuses and increments paid to employees.

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B1. OPERATING SEGMENTS REVIEW (CON'D)

Analysis of Performance of All Operating Segments (CON'D)

Manufacturing Segment

Q1 2023 vs Q1 2022

Revenue for manufacturing segment increased by RM7.2 million to RM99.2 million mainly due to higher volume sold in Q1 2023. However, this was offset with the lower average selling prices as compared to higher average selling prices in Q1 2022.

Profit before tax had reduced from RM8.1 million in Q1 2022 to RM1.9 million in Q1 2023 mainly due to the lower gross profit margin and higher operating expenses such as finance costs and staff costs.

Trading Segment

Q1 2023 vs Q1 2022

Revenue for trading segment increased slightly by 3.6% from RM24.7 million to RM25.6 million mainly due to higher sales volume. Similar to manufacturing segment, the average selling price for our trading steel products had reduced which offset the increase in higher volume.

Profit before tax on the other hand had reduced to RM0.06 million in Q1 2023 from RM0.1 million in Q2 2022 mainly due to lower margin, higher staff costs arising from bonus and increments and is offset with other income arising from higher sales of scrap item.

Transportation Segment

Q1 2023 vs Q1 2022

Revenue for transportation segment slightly increased by RM0.05 million while the segment achieved a profit before tax of RM0.1 million mainly due to lower staff costs as there are lower headcount in the reporting quarter.

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B2. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

<i>in thousands of RM</i>	Segmental Revenue				Segmental Profit/(Loss) before tax			
	31-Mar-23	31-Dec-22	Changes		31-Mar-23	31-Dec-22	Changes	
			Amount	%			Amount	%
Manufacturing	99,233	80,779	18,454	23%	1,887	(10,446)	12,333	-118%
Trading	25,645	23,272	2,373	10%	58	(171)	229	-134%
Transportation	650	643	7	1%	102	(50)	152	-304%
	125,528	104,694	20,834	20%	2,047	(10,667)	12,714	-119%
Elimination	(22,926)	(17,772)	(5,154)	29%	139	(4,120)	4,259	-103%
	102,602	86,922	15,680	18%	2,186	(14,787)	16,973	-115%

Revenue in Q1 2023 improved by 18.0% to RM102.6 million mainly due to higher sales volume for all segments and being offset by the slightly lower average selling prices.

The profitability of the group had improved from a loss before tax of RM14.8 million in Q4 2022 to a profit before tax of RM2.2 million. The adverse result in Q4 2022 was due to lower margin as global steel prices trended downward. In addition, there was also several one-off expenses in Q4 2022 such as the unrealised loss on derivatives of RM1.5 million and write-down in inventories of RM5.1 million which further widen the losses.

B3. COMMENTARY ON PROSPECTS

Leform is principally involved in the manufacturing and trading of steel products with raw materials accounting for more than 90% of our total cost of sales. As such, volatility of steel price, being one of the key risk factors to the business of the Group, would have impact on our margin. In view of this volatility, our management closely monitor the pricing of raw materials for procurement purposes.

From the start of the new year 2023, lacklustre international steel prices of the past year have improved and been firming up, mainly attributed to the opening up of China from its Covid-19 lockdown policies and softening of US monetary policies. However, persistent inflation and high-interest rates in most economies will limit the recovery of steel demand this year resulting in uncertainties surrounding growth forecasts.

Meanwhile, although global markets are in turmoil, Asia's scale and growth sustains the demand for steel mainly attributed to the recovery of China's economy post-Covid-19 lockdown policies.

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B3. COMMENTARY ON PROSPECTS (CONT'D)

On the domestic front, the construction sector should see some key national projects to be rolled out for the nation and raw material prices starting to stabilize coupled with labour shortage easing. Other opportunities such as the Mass Rapid Transit 3 (MRT 3), highways, flood mitigation jobs and hospital are also in the pipelines which shows a growing economy⁽¹⁾. These projects will naturally benefit the steel related companies as it will lead to higher demands. These can be seen at Leform Group as we had secured a number of projects to supply and install the guardrails.

Based on the department of statistics, prices of raw materials started to stabilize⁽²⁾ which shows that the Group can better manage its cost and margin effectively. This is crucial as our main cost is raw materials which consists 90% of our total costs of sales.

Premised on the abovementioned factors, and barring unforeseen circumstances, the Board expects the Group's prospect to improve in the upcoming financial year.

1) <https://www.thestar.com.my/business/business-news/2023/04/18/potential-upside-in-the-construction-sector>

2) <https://www.thestar.com.my/business/business-news/2023/04/07/steel-and-cement-prices-continue-to-rise-in-march>

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. INCOME TAX EXPENSE

	INDIVIDUAL QUARTER	
	Current	Corresponding
	Quarter ended	Quarter ended
	31-Mar-23	31-Mar-22
<i>in thousands of RM</i>		
Current tax		
- Current period	707	1,838
Effective tax rate	32%	22%

The Group's effective tax rate for the current quarter ended 31 March 2023 are higher than the statutory tax rate mainly due to losses incurred by some of the subsidiaries during the financial period.

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**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B6. BORROWINGS AND DEBT SECURITIES

<i>in thousands of RM</i>	31-Mar-23	31-Dec-22
<u>Secured</u>		
- Term Loans	32,028	35,128
- Lease Liabilities	2,370	2,705
- Bankers acceptance and Trust receipts	174,123	166,942
- Bank overdrafts	4,834	7,501
	<u>213,355</u>	<u>212,276</u>
Current liabilities	<u>187,256</u>	<u>183,233</u>
Non-Current liabilities	<u>26,099</u>	<u>29,043</u>

B7. CHANGES IN MATERIAL LITIGATION

There was no material litigation against the Group as at the date of this Interim Financial Report.

B8. DIVIDEND

No dividend has been proposed for the current quarter ended 31 March 2023.

B9. DERIVATIVES

The outstanding United States Dollar (“USD”) denominated forward foreign currency contracts entered as at 31 March 2023 are as follow:-

Type Derivatives	Nominal Value (USD’000)	Net Fair value assets (RM’000)	Maturity
USD denominated forward foreign exchange contracts	3,429	136	Less than 1 year

Fair value information

There was a profit arising from fair value changes of the Group’s financial assets for the current quarter under review due to the favourable exchange rate as at 31 March 2023.

Starting in April 2022, the Group has entered into derivatives financial instruments above to manage exposure to foreign currency in respect of purchases of materials by the Group. There were no changes to the Group’s financial risk management policies in managing these derivatives financial instruments and their related accounting policies.

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B10. EARNINGS /DILUTED EARNINGS PER SHARE

The calculation of basic earnings per share for the period is based on the net profit attributable to owners of the Company and the weighted average number of ordinary shares outstanding during the period as follows:-

	INDIVIDUAL QUARTER	
	31-Mar-23	31-Mar-22
Profit attributable to owners		
Of the Company (RM'000)	1,873	6,264
Weighted average number of ordinary shares in issue ('000)	1,481,013	1,170,000
Basic EPS (Sen)	0.13	0.54

The Company has not issued any dilutive instrument and hence, the diluted earnings per share is equal to the basic earnings per share.

B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Profit before tax is arrived at after taking in the following items:-

<i>in thousands of RM</i>	INDIVIDUAL QUARTER	
	Current	Corresponding
	Quarter ended 31-Mar-23	Quarter ended 31-Mar-22
(a) Interest income	87	70
(b) Interest expense	(3,041)	(1,997)
(c) Depreciation and Amortisation	(1,989)	(1,931)
(d) Net impairment gain on trade receivables	29	5
(e) Net gain on disposal of property, plant and equipment	-	1,413
(f) Net foreign exchange gain	-	(57)
(g) Reversal of inventories written down	955	-
(h) Unrealised gain on derivatives	136	-

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced as at the date of this Interim Financial Report.

B13. UTILISATION OF PROCEEDS FROM THE IPO

The status of utilisation of gross proceeds of approximately RM71.5 million from the IPO are as follows:-

	Utilisation of proceeds	Proposed utilisation		Actual utilisation		Estimated timeframe for use upon Listing
		RM'000	% ⁽¹⁾	RM'000	% ⁽²⁾	
1	Construction of new headquarters, warehouse storage facility and workers' accommodation	30,038	42.0	4,050	9.5	Within 18 months
2	Repayment of bank borrowings	14,385	20.1	11,801	27.8	Within 10 months
3	Working capital	22,361 ⁽³⁾	31.3	21,910	51.5	Within 12 months
4	Estimated listing expenses	4,749 ⁽³⁾	6.6	4,749	11.2	Within 3 months
		71,533	100.0	42,510	100.0	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 26 October 2022.

Notes:

(1) Based on the total proceeds of RM71.5 million.

(2) Based on the actual utilisation of RM42.5 million as at 15 May 2023.

(3) The balance of unutilised portion allocated for the listing expenses of RM451,000 has been re-allocated for working capital.

B14. AUTHORISATION FOR ISSUE

The Interim Financial Report have been authorised for issue by the Board of Directors ("Board") in accordance with its resolution of the Board dated 22 May 2023.