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**HARBOUR-LINK GROUP BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE 1ST QUARTER AND FINANCIAL PERIOD ENDED 30TH SEPTEMBER 2022**

(The figures have not been audited).

	INDIVIDUAL PERIOD				CUMULATIVE PERIOD			
	CURRENT PERIOD QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CHANGES (Amount / %)		CURRENT PERIOD	PRECEDING PERIOD	CHANGES (Amount / %)	
	30/09/2022	30/09/2021	RM'000	%	30/09/2022	30/09/2021	RM'000	%
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	264,099	166,982	97,117	58%	264,099	166,982	97,117	58%
Operating expenses	(183,299)	(132,278)	(51,021)	39%	(183,299)	(132,278)	(51,021)	39%
<b>Gross profit</b>	<b>80,800</b>	<b>34,704</b>	46,096	>100%	<b>80,800</b>	34,704	46,096	>100%
Interest income	516	280	236	84%	516	280	236	84%
Other income	5,070	1,353	3,717	>100%	5,070	1,353	3,717	>100%
Administrative Expenses	(31,388)	(12,353)	(19,035)	(>100%)	(31,388)	(12,353)	(19,035)	(>100%)
Finance costs	(883)	(871)	(12)	1%	(883)	(871)	(12)	1%
Share of results of jointly controlled entity	(1)	(3)	2	67%	(1)	(3)	2	67%
Share of results of associated companies	464	345	119	34%	464	345	119	34%
<b>Profit before taxation</b>	<b>54,578</b>	<b>23,455</b>	31,123	>100%	<b>54,578</b>	23,455	31,123	>100%
Taxation	(5,864)	(2,087)	(3,777)	>100%	(5,864)	(2,087)	(3,777)	>100%
<b>Net profit for the year</b>	<b>48,714</b>	<b>21,368</b>	27,346	>100%	<b>48,714</b>	21,368	27,346	>100%
<b>Other comprehensive income:</b>								
<b>Items that may be reclassified subsequently to profit or loss:</b>								
Share of associates' other comprehensive income	729	94	635	>100%	729	94	635	>100%
Exchange difference on translation of foreign entity	681	(137)	818	>100%	681	(137)	818	>100%
Total comprehensive income for the year	50,124	21,325	28,799	>100%	50,124	21,325	28,799	>100%
Profit for the year attributable to:								
Owners of the parent	39,155	17,492	21,663	>100%	39,155	17,492	21,663	>100%
Non-Controlling Interests	9,559	3,876	5,683	>100%	9,559	3,876	5,683	>100%
	48,714	21,368	27,346	>100%	48,714	21,368	27,346	>100%
Total Comprehensive income for the year attributable to:								
Owners of the parent	40,558	17,495	23,063	>100%	40,558	17,495	23,063	>100%
Non-Controlling Interests	9,566	3,830	5,736	>100%	9,566	3,830	5,736	>100%
	50,124	21,325	28,799	>100%	50,124	21,325	28,799	>100%
Earnings per share ("EPS") (in sen)								
Basic earnings per share (sen) (Note B13)	9.81	4.38	5.43	>100%	9.81	4.38	5.43	>100%
Diluted earnings per share (sen) (Note B13)	9.81	4.38	5.43	>100%	9.81	4.38	5.43	>100%

This Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2022.

**HARBOUR-LINK GROUP BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL POSITION**

	As at	As at
	30/09/2022	30/06/2022
	RM'000	RM'000
	(Unaudited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	325,346	318,794
Investment properties	13,260	13,378
Inventories	43,861	43,861
Investment in jointly-controlled entity	37	39
Investment in associates	12,301	11,107
Other Investment	-	-
Deferred tax assets	2,880	2,789
Trade and other receivables	-	448
	<b>397,685</b>	<b>390,416</b>
<b>Current assets</b>		
Inventories	44,190	37,092
Trade and other receivables	197,495	205,855
Investment securities	54,311	43,804
Other current assets	20,538	24,433
Cash and bank balance	311,662	260,401
	<b>628,196</b>	<b>571,585</b>
<b>TOTAL ASSETS</b>	<b>1,025,881</b>	<b>962,001</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Loans and borrowings	19,790	23,965
Trade and other payables	170,019	151,315
Other current liabilities	4,035	6,028
Tax payables	11,232	9,488
	<b>205,076</b>	<b>190,796</b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	17,555	17,486
Loans and borrowings	38,257	38,850
	<b>55,812</b>	<b>56,336</b>
<b>TOTAL LIABILITIES</b>	<b>260,888</b>	<b>247,132</b>
<b>NET ASSETS</b>	<b>764,993</b>	<b>714,869</b>
<b>EQUITY</b>		
Share capital	200,200	200,200
Revenue reserves	456,464	415,906
Total shareholders' equity	656,664	616,106
Non-controlling interest	108,329	98,763
<b>TOTAL EQUITY</b>	<b>764,993</b>	<b>714,869</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)</b>	<b>1.64</b>	<b>1.54</b>

Net assets per share attributable to owner of the Company is calculated based on the net asset attributable to equity holders of owner and the issued and paid-up share capital of the Company of 400,400,004 ordinary share:

This Condensed Consolidated Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2022.

**HARBOUR-LINK GROUP BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**  
(The figures have not been audited).

	<b>CURRENT PERIOD ENDED 30/9/2022</b>	<b>COMPARABLE PERIOD ENDED 30/9/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	54,578	23,455
Adjustments for:		
Non-operating items	4,832	851
Depreciation	17,588	14,879
Interest expense	883	871
Interest income	(516)	(280)
Share of results in associates and jointly controlled entity	(463)	(343)
<b>Operating profit before changes in working capital</b>	<b>76,902</b>	<b>39,433</b>
Changes in working capital:		
Increase in inventories	(7,136)	(2,369)
Decrease/(Increase) in trade and other receivables	2,863	(11,661)
Decrease in amount due from customers for contract works	5,244	7,268
Decrease in other current liabilities	(1,553)	(3,716)
Increase in trade and other payables	12,493	5,200
<b>Net cash generated from operations activities</b>	<b>88,813</b>	<b>34,155</b>
Interest paid	(883)	(871)
Interest received	516	280
Taxes paid, net of refund	(5,308)	(2,152)
<b>Net cash generated from operating activities</b>	<b>83,138</b>	<b>31,412</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(15,274)	(1,287)
Acquisition of investment securities, net of redemption	(10,440)	(5,287)
Proceeds from disposal of property, plant and equipment	269	103
<b>Net cash used in investing activities</b>	<b>(25,445)</b>	<b>(6,471)</b>
<b>Cash flows from financing activities</b>		
Net repayment of borrowings	(5,080)	(7,617)
Net repayment of lease payables	(2,272)	(14,323)
<b>Net cash used in financing activities</b>	<b>(7,352)</b>	<b>(21,940)</b>
<b>Net increase in cash and cash equivalents</b>	<b>50,341</b>	<b>3,001</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>251,524</b>	<b>170,481</b>
<b>Cash and cash equivalents at end of period</b>	<b>301,865</b>	<b>173,482</b>

Cash and cash equivalents at the end of the financial period comprise the following:

Cash and bank balances	311,662	178,018
Bank Overdraft	(1,204)	(48)
Cash at bank pledged as securities for bank borrowings	(8,593)	(4,488)
	<u>301,865</u>	<u>173,482</u>

This Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2022

**HARBOUR-LINK GROUP BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2022**  
(The figures have not been audited).

	ATTRIBUTABLE TO EQUITY HOLDERS OF COMPANY						NON-CONTROLLING INTEREST RM'000
	TOTAL EQUITY RM'000	TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY RM'000	SHARE CAPITAL RM'000	TREASURY SHARES RM'000	NON-DISTRIBUTABLE	DISTRIBUTABLE	
					FOREIGN CURRENCY TRANSLATION RESERVE RM'000	RETAINED EARNINGS / (ACCUMULATED LOSSES) RM'000	
<b>3 MONTHS ENDED 30 SEPTEMBER 2022</b>							
<b>At 1 July 2022</b>	714,869	616,106	200,200	(887)	3,645	413,148	98,763
Total comprehensive income for the period	50,124	40,558	-	-	1,403	39,155	9,566
<b>At 30 SEPTEMBER 2022</b>	764,993	656,664	200,200	(887)	5,048	452,303	108,329
<b>3 MONTHS ENDED 30 SEPTEMBER 2021</b>							
<b>At 1 July 2021</b>	548,984	475,203	200,200	(887)	2,517	273,373	73,781
Total comprehensive income for the period	21,325	17,495	-	-	3	17,492	3,830
<b>At 30 SEPTEMBER 2021</b>	570,309	492,698	200,200	(887)	2,520	290,865	77,611

Remarks:

## **Part A – NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)**

### ***A1. Basis of Preparation***

The interim financial report is unaudited and has been prepared in accordance with the requirement of Chapter 9, Disclosure, Paragraph 9.22 of the Main Market Listing Requirement (“LR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”) and in compliance with Malaysian Financial Reporting Standards (“MFRSs”) 134, Interim Financial Reporting issued by Malaysian Accounting Standards Board (“MASB”), and should be read in conjunction with the Group’s annual audited financial statements for the year ended 30 June 2022.

The accounting policies and presentation adopted for this Unaudited Condensed Consolidated Interim Financial Information are mainly consistent with those of the Group’s audited financial statements for the financial year ended 30 June 2022, except for the following:

#### ***Effective for financial periods beginning on or after 1 July 2022:***

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 3 : Business Combinations	1 January 2022
- Reference to the Conceptual Framework	
Amendments to MFRS 116 : Property, Plant and Equipment	1 January 2022
- Proceeds before Intended Use	
Amendments to MFRS 137 : Onerous Contracts	1 January 2022
- Cost of Fulfilling a Contract	
Annual Improvements to MFRS Standards 2018 – 2020 Cycle	1 January 2022

#### **MFRSs and Amendments to MFRSs issued but not yet effective**

<b>Title</b>	<b>Effective Date</b>
MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 17 : Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101 :Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101 : Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 : Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112 : Deferred tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2023

The adoption of the said MFRSs and Amendments of MFRSs did not have any impact to the condensed financial statements.

**A2. *Report of the Auditors to the Members of Harbour-Link***

The reports of the auditors to the members of Harbour-Link Group Bhd on the financial statements for the financial year ended 30 June 2022 were not subject to any qualification and did not include any adverse comments made under Section 266 of the Companies Act, 2016.

**A3. *Seasonality or Cyclicity of Interim Operations***

The Group's results are not materially affected by any seasonal or cyclical factors for the current financial period under review.

**A4. *Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows***

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual in nature, size or incidence during current financial period ended 30 September 2022.

**A5. *Material Effect of Changes in Estimates of Amounts Reported in Prior Interim Periods or Prior Financial Years***

There were no changes in estimates of amounts reported in prior interim periods or prior financial years that have a material effect on results for the current financial period under review.

**A6. *Debt and Equity Securities***

There were no issuance of debt and equity securities, repayment of debt securities, new shares issuance, share buy-backs, share cancellations nor resale of treasury shares by the Group and the Company during the financial period under review.

**A7. *Dividend Paid***

No dividends have been paid during the current quarter and financial period to date under review.

## A8. Segment Information (Cont'd)

The Group's financial information analysed by business segment is as follows:

<b>Financial period to date 30 September 2022</b>	<b>Investment Holding RM'000</b>	<b>Shipping and Marine RM'000</b>	<b>Integrated logistics RM'000</b>	<b>Engineering RM'000</b>	<b>Property RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>REVENUE</b>							
Revenue from external sales	-	180,576	70,593	12,730	200	-	264,099
Inter-segment sales	533	5,172	3,098	-	2,365	(11,168)	-
	533	185,748	73,691	12,730	2,565	(11,168)	264,099
<b>RESULTS</b>							
(Loss)/Profit before taxation from the normal operations	<b>(824)</b>	<b>42,592</b>	<b>12,968</b>	<b>47</b>	<b>(768)</b>	<b>563</b>	<b>54,578</b>
<b>Profit before taxation includes:</b>							
Depreciation	66	13,254	4,035	74	32	127	17,588
Finance cost	49	1,353	426	41	-	(986)	883
Net impairment of trade receivables	-	17	202	-	-	-	219
Share of profit/(loss) in jointly controlled entities and associates	470	(6)	(1)	-	-	-	463

## A8. Segment Information (Cont'd)

The Group's financial information analysed by business segment is as follows:

<b>Financial period to date</b> <b>30 September 2022</b>	<b>Investment Holding</b> <b>RM'000</b>	<b>Shipping and Marine</b> <b>RM'000</b>	<b>Integrated logistics</b> <b>RM'000</b>	<b>Engineering</b> <b>RM'000</b>	<b>Property</b> <b>RM'000</b>	<b>Elimination</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>SEGMENT ASSETS</b>	23,878	509,608	338,441	94,120	74,732	(17,778)	1,023,001
Deferred tax assets	-	1,936	933	-	11	-	2,880
<b>TOTAL ASSETS</b>	<b>23,878</b>	<b>511,544</b>	<b>339,374</b>	<b>94,120</b>	<b>74,743</b>	<b>(17,778)</b>	<b>1,025,881</b>
<b>Included in measure of segment assets are:</b>							
Investment in associates	-	11,499	802	-	-	-	12,301
Investment in jointly controlled entities	-	-	37	-	-	-	37
Additional to property, plant and equipment	6	11,965	3,072	213	18	-	15,274
<b>SEGMENT LIABILITIES</b>	10,847	133,127	108,110	13,507	2,423	(24,682)	243,332
Deferred tax liabilities	72	7,135	7,852	2,456	40	-	17,555
<b>TOTAL LIABILITIES</b>	<b>10,919</b>	<b>140,262</b>	<b>115,962</b>	<b>15,963</b>	<b>2,463</b>	<b>(24,682)</b>	<b>260,887</b>



## A8. Segment Information (Cont'd)

The Group's financial information analysed by business segment is as follows:

<b>Financial period to date</b> <b>30 September 2021</b>	<b>Investment Holding</b> <b>RM'000</b>	<b>Shipping and Marine</b> <b>RM'000</b>	<b>Integrated logistics</b> <b>RM'000</b>	<b>Engineering</b> <b>RM'000</b>	<b>Property</b> <b>RM'000</b>	<b>Elimination</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>REVENUE</b>							
Revenue from external sales	-	116,374	47,809	2,046	753	-	166,982
Inter-segment sales	533	2,386	4,153	-	35	(7,107)	-
	533	110,558	51,962	2,046	788	(7,107)	166,982
<b>RESULTS</b>							
(Loss)/Profit before taxation from the normal operations	(631)	23,510	3,740	(1,871)	(179)	(1,114)	23,455
<b>Profit before taxation includes:</b>							
Depreciation	69	10,411	4,264	90	45	-	14,879
Finance cost	48	633	479	44	62	(395)	871
Net (reversal)/impairment of trade receivables	-	(31)	959	-	-	-	928
Share of profit in jointly controlled entities and associates	266	2	74	-	-	-	342

## A8. Segment Information (Cont'd)

The Group's financial information analysed by business segment is as follows:

<b>Financial period to date 30 September 2021</b>	<b>Investment Holding RM'000</b>	<b>Shipping and Marine RM'000</b>	<b>Integrated logistics RM'000</b>	<b>Engineering RM'000</b>	<b>Property RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>SEGMENT ASSETS</b>	17,454	339,471	255,834	84,777	75,341	(19,271)	753,606
Deferred tax assets	-	1,011	439	-	10	-	1,460
<b>TOTAL ASSETS</b>	<b>17,454</b>	<b>340,482</b>	<b>256,273</b>	<b>84,777</b>	<b>75,351</b>	<b>(19,271)</b>	<b>755,066</b>
<b>Included in measure of segment assets are:</b>							
Investment in associates	-	10,793	418	-	-	-	11,211
Investment in jointly controlled entities	-	-	652	-	-	-	652
Additional to property, plant and equipment	-	66	1,198	13	10	-	1,287
<b>SEGMENT LIABILITIES</b>	14,400	100,096	66,583	7,235	5142	(24,621)	168,835
Deferred tax liabilities	66	5,522	8,240	2,031	63	-	15,922
<b>TOTAL LIABILITIES</b>	<b>14,466</b>	<b>105,618</b>	<b>74,823</b>	<b>9,266</b>	<b>5,205</b>	<b>(24,621)</b>	<b>184,757</b>

# Harbour-Link Group Berhad (Company No: 592902-D)

## ***A9. Property, Plant and Equipment***

There was no valuation on property, plant and equipment during the current quarter and financial period ended 30 September 2022.

## ***A10. Significant Post Balance Sheet Event***

There are no material events as at 22 November 2022, being the date not earlier than 7 days from the date of this announcement that will affect the financial results of the current financial period under review.

## ***A11. Changes in Composition of the Group***

There were no changes in composition of the Group during the current financial period ended 30 September 2022.

## ***A12. Contingent Liabilities***

There was no material contingent assets and liabilities since the last annual balance sheet date to the date of this report.

## ***A13. Capital Commitments***

	<b>30 September 2022</b>	<b>30 June 2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Capital expenditure		
Authorised and contracted for	9,024	3,712
	<u>          </u>	<u>          </u>

# Harbour-Link Group Berhad (Company No: 592902-D)

## A14. Related Party Transactions

Related parties are those defined under MFRS 124: Related Party Disclosures. The Directors are of the opinion that the related party transactions and balances described below are carried out in the ordinary course of business and on commercial terms that are no more favourable than those available to other third parties.

	<b>Current period ended 30 Sept 2022 RM'000</b>	<b>Balance due from/(to) As at 30 Sept 2022 RM'000</b>
Transaction with companies in which Certain Directors of the Company have substantial interests		
Sales of goods and services	894	3,026
Purchase of goods and services	(2,762)	(866)
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## Harbour-Link Group Berhad (Company No: 592902-D)

### B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

#### B1. Review of the Performance of the Group

	Current Quarter		Changes		Cumulative Quarter		Changes	
	RM'000		(amount / %)		RM'000		(amount / %)	
	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	<b>264,099</b>	<b>166,982</b>	<b>97,117</b>	<b>58%</b>	<b>264,099</b>	<b>166,982</b>	<b>97,117</b>	<b>58%</b>
Profit Before Interest and Tax	55,461	24,326	31,135	>100%	55,461	24,326	31,135	>100%
<b>Profit Before Tax</b>	<b>54,578</b>	<b>23,455</b>	<b>31,123</b>	<b>&gt;100%</b>	<b>54,578</b>	<b>23,455</b>	<b>31,123</b>	<b>&gt;100%</b>
Profit After Tax	48,714	21,368	27,346	>100%	48,714	21,368	27,346	>100%

The Group posted revenue of RM264.10 million for the current financial period ended 30 September 2022, which is RM97.12 million or 58% higher than the preceding financial period ended 30 September 2021 of RM166.98 million. While, the profit before tax for the current financial period ended 30 September 2022 is RM54.58 million, which is RM31.12 million or more than 100% higher than the preceding financial period ended 30 September 2021 of RM23.46 million.

The Group posted other income of RM5.07 million for the current period ended 30 September 2022, which is RM3.72 million or more than 100% higher the preceding financial period ended 30 September 2021 of RM1.35 million. The increase in other income is mainly due to unrealized foreign exchange gain of RM4.77 million.

The Group posted administrative expenses of RM31.39 million for the current period ended 30 September 2022, which is RM19.04 million or more than 100% higher the preceding financial period ended 30 September 2021 of RM12.35 million. The increase in administrative expenses is mainly due to accrual of staff incentives, bonuses and increments.

For management purposes, the Group is organized into business units based on their product and services, and has following operating segments:

#### Continuing operations

- The shipping and marine segment comprises of ship owners unit, ship operator unit and agency unit.
- Integrated logistic segment comprises of transport unit, heavy lifting, equipment sales and rental unit and freight forwarding unit.
- Engineering segment
- Property segment
- Other operations mainly consist of investment, management services and treasury services.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B1. Review of the Performance of the Group

<b>Shipping and marine segment</b>	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<b>30/09/2022</b>	<b>30/09/2021</b>	<b>RM'000</b>	<b>%</b>	<b>30/09/2022</b>	<b>30/09/2021</b>	<b>RM'000</b>	<b>%</b>
<b>Revenue</b>	<b>180,576</b>	<b>116,374</b>	<b>64,202</b>	<b>55%</b>	<b>180,576</b>	<b>116,374</b>	<b>64,202</b>	<b>55%</b>
Profit Before								
Interest and Tax	43,917	24,143	19,774	82%	43,917	24,143	19,774	82%
<b>Profit Before Tax</b>	<b>42,592</b>	<b>23,510</b>	<b>19,082</b>	<b>81%</b>	<b>42,592</b>	<b>23,510</b>	<b>19,082</b>	<b>81%</b>
Profit After Tax	39,114	22,624	16,490	73%	39,114	22,624	16,490	73%

The shipping and marine segment recorded revenue of RM180.58 million which is RM64.20 million or 55% higher than the preceding financial period ended 30 September 2021 of RM116.37 million. The increase in the revenue by 55% is due to increase in ocean freight rates for intra-asia trade.

The profit before tax of RM42.59 million has increased by RM19.08 million as compared to preceding financial period ended 30 September 2021 of RM23.51 million. The reason for the significant increase in the profit before tax is due to improvement in the freight rate and better utilization of shipping space from intra-asia trade.

<b>Integrated logistics segment</b>	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<b>30/09/2022</b>	<b>30/09/2021</b>	<b>RM'000</b>	<b>%</b>	<b>30/09/2022</b>	<b>30/09/2021</b>	<b>RM'000</b>	<b>%</b>
<b>Revenue</b>	<b>70,593</b>	<b>47,809</b>	<b>22,784</b>	<b>48%</b>	<b>70,593</b>	<b>47,809</b>	<b>22,784</b>	<b>48%</b>
Profit Before								
Interest and Tax	13,396	4,337	9,059	>100%	13,396	4,337	9,059	>100%
<b>Profit Before Tax</b>	<b>12,968</b>	<b>3,740</b>	<b>9,228</b>	<b>&gt;100%</b>	<b>12,968</b>	<b>3,740</b>	<b>9,228</b>	<b>&gt;100%</b>
Profit After Tax	10,797	2,581	8,216	>100%	10,797	2,581	8,216	>100%

The integrated logistics segment recorded an increase in revenue by RM22.78 million to RM70.59 million, an increase of 48% as compared to the preceding financial period ended 30 September 2021 of RM47.81 million.

The profit before tax has recorded an increase of RM9.23 million to RM12.97 million as compared to preceding financial period ended 30 September 2021 of RM3.74 million.

The increase in the revenue and higher profit before tax is due to the opening up of market which has resulted in the increase of machinery sale and rental as well as export-oriented cargo volumes from the local manufacturing sector and the oil and gas sectors.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B1. Review of the Performance of the Group (Cont'd)

<b>Engineering segment</b>	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	<b>12,730</b>	<b>2,046</b>	<b>10,684</b>	<b>&gt;100%</b>	<b>12,730</b>	<b>2,046</b>	<b>10,684</b>	<b>&gt;100%</b>
Profit /(Loss) Before Tax and Interest	88	(1,827)	1,915	>100%	88	(1,827)	1,915	>100%
<b>Profit / (Loss) Before Tax</b>	<b>47</b>	<b>(1,871)</b>	<b>1,918</b>	<b>&gt;100%</b>	<b>47</b>	<b>(1,871)</b>	<b>1,918</b>	<b>&gt;100%</b>
Profit / (Loss) After Tax	33	(1,872)	1,905	>100%	33	(1,872)	1,905	>100%

The engineering segment recorded revenue of RM12.73 million which is RM10.68 million higher than the preceding financial period ended 30 September 2021 of RM2.05 million. The profit before tax for the current quarter is RM0.05 million as compared to a loss before tax of RM1.87 million in the preceding financial period ended 30 September 2021.

The increase in revenue is due to the current projects under review are at the advance stage as compared to preceding financial period 30 September 2021 which were at beginning stage. The profit before tax is RM0.05 million or more than 100% than the preceding financial period which is in tandem with the increase in the revenue.

<b>Property segment</b>	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	<b>200</b>	<b>753</b>	<b>( 553)</b>	<b>73%</b>	<b>200</b>	<b>753</b>	<b>( 553)</b>	<b>73%</b>
Loss Before Tax and Interest	(723)	(118)	( 605)	>100%	(723)	(118)	( 605)	>100%
<b>Loss Before Tax</b>	<b>(768)</b>	<b>(179)</b>	<b>( 589)</b>	<b>&gt;100%</b>	<b>(768)</b>	<b>(179)</b>	<b>( 589)</b>	<b>&gt;100%</b>
Loss After Tax	(681)	(192)	( 489)	>100%	(681)	(192)	( 489)	>100%

The property development division recorded revenue of RM0.20 million which is RM0.55 million lower than the preceding financial period ended 30 September 2021. The loss before tax is RM0.77 million which is RM0.59 million lower than the preceding financial period ended 30 September 2021.

The increase in loss before tax is in tandem with the decrease in revenue.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B1. Review of the Performance of the Group (Cont'd)

<b>Investment Holding</b>	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>	<u>30/09/2022</u>	<u>30/09/2021</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	-	-	-	-	-	-	-	-
Loss Before Tax and Interest	(775)	(583)	192	33%	(775)	(583)	192	33%
<b>Loss Before Tax</b>	<b>(824)</b>	<b>(631)</b>	<b>193</b>	<b>31%</b>	<b>(824)</b>	<b>(631)</b>	<b>193</b>	<b>31%</b>
Loss After Tax	(851)	(659)	192	29%	(851)	(659)	192	29%

The investment holdings recorded a loss before tax of RM0.82 million as compare to the preceding financial period ended 30 September 2021 of loss before tax of RM0.63 million.

### B2. Comparison with Preceding Quarter's Results

	Current quarter	Immediate Preceding Quarter	Changes	
	RM'000	RM'000	(amount / %)	
	<u>30/09/2022</u>	<u>30/06/2022</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	<b>264,099</b>	<b>306,294</b>	<b>(42,195)</b>	<b>(14%)</b>
Profit Before Tax and Interest	55,461	83,327	(27,866)	(33%)
<b>Profit Before Tax</b>	<b>54,578</b>	<b>81,962</b>	<b>(27,384)</b>	<b>(33%)</b>
Profit After Tax	48,714	78,684	(29,970)	(38%)

The Group posted revenue of RM264.10 million for the current quarter ended 30 September 2022 which is RM42.20 million or 14% lower than the immediate preceding quarter ended 30 June 2022 of RM306.29 million. The profit before tax for the current quarter ended 30 September 2022 is RM54.58 million, which is RM27.38 million lower than the immediate preceding quarter ended 30 June 2022 of RM81.96 million.



## Harbour-Link Group Berhad (Company No: 592902-D)

### B2. Comparison with Preceding Quarter's Results (Cont'd)

<u>Shipping and marine segment</u>	Current quarter	Immediate	Changes	
	RM'000	Preceding	(amount / %)	
	30/09/2022	Quarter	RM'000	%
		RM'000	30/06/2022	
<b>Revenue</b>	<b>180,576</b>	<b>212,025</b>	<b>(31,449)</b>	<b>(15%)</b>
Profit Before Tax and Interest	43,917	70,671	(26,754)	(38%)
<b>Profit Before Tax</b>	<b>42,592</b>	<b>67,166</b>	<b>(24,574)</b>	<b>(37%)</b>
Profit After Tax	39,114	63,436	(24,322)	(38%)

The shipping and marine segment posted a decrease in revenue of RM31.45 million or 15% in the current quarter ended 30 September 2022 of RM180.58 million as compared to RM212.03 million in the immediate preceding quarter ended 30 June 2022. The reason for the decrease in the revenue is mainly due to decrease in lifting volume and freight rates.

The decrease in profit before tax for the current quarter ended 30 September 2022 by RM24.57 million as compared to the immediate preceding quarter ended 30 June 2022 of RM67.17 million which is in tandem with decrease in revenue.

<u>Integrated logistics segment</u>	Current quarter	Immediate	Changes	
	RM'000	Preceding	(amount / %)	
	30/09/2022	Quarter	RM'000	%
		RM'000	30/06/2022	
<b>Revenue</b>	<b>70,593</b>	<b>75,199</b>	<b>(4,606)</b>	<b>(6%)</b>
Profit Before Interest and Tax	13,396	12,100	1,296	11%
<b>Profit Before Tax</b>	<b>12,968</b>	<b>11,148</b>	<b>1,820</b>	<b>16%</b>
Profit After Tax	10,797	14,874	(4,077)	(27%)

The integrated logistics segment posted a decrease in revenue of RM4.61 million or 6% in the current quarter ended 30 September 2022 of RM70.59 million as compared to RM75.20 million in the immediate preceding quarter ended 30 June 2022. The decrease revenue was due to the decrease in transporting and handling of export and import cargo volume.

The profit before tax for the current quarter ended 30 September 2022 is RM12.97 million, which is RM1.82 million higher than the immediate preceding quarter ended 30 June 2022 of RM11.15 million. The reason for the increase in profit before tax because in the immediate preceding quarter there is one-off impairment of asset RM1.44 million.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B2. Comparison with Preceding Quarter's Results (Cont'd)

	Current quarter	Immediate	Changes	
	RM'000	Preceding Quarter RM'000	(amount / %)	
<b><u>Engineering segment</u></b>	<b>30/09/2022</b>	<b>30/06/2022</b>	<b>RM'000</b>	<b>%</b>
<b>Revenue</b>	<b>12,730</b>	<b>19,216</b>	<b>(5,915)</b>	<b>(31%)</b>
Profit Before Interest and Tax	88	4,386	(4,298)	(98%)
<b>Profit Before Tax</b>	<b>47</b>	<b>4,310</b>	<b>(4,263)</b>	<b>(99%)</b>
Profit After Tax	33	3,617	(3,584)	(99%)

The engineering segment posted a decrease in revenue of RM5.92 million or 31% in the current quarter ended 30 September 2022 of RM12.73 million as compared to RM19.22 million in the immediate preceding quarter ended 30 June 2022.

The profit before tax for the current quarter ended 30 September 2022 is RM0.05 million as compared a profit before tax of RM4.31 million in the immediate preceding quarter ended 30 June 2022. The reason for the decrease in revenue and decrease in profit before tax because in the immediate preceding quarter few projects have completed thus progressive profit had been recognized.

	Current quarter	Immediate	Changes	
	RM'000	Preceding Quarter RM'000	(amount / %)	
<b><u>Property segment</u></b>	<b>30/09/2022</b>	<b>30/06/2022</b>	<b>RM'000</b>	<b>%</b>
<b>Revenue</b>	<b>200</b>	<b>211</b>	<b>( 11)</b>	<b>(5%)</b>
(Loss)/Profit Before Interest and Tax	(723)	74	(797)	>100%
<b>(Loss)/Profit Before Tax</b>	<b>(768)</b>	<b>30</b>	<b>( 798)</b>	<b>&gt;100%</b>
(Loss)/Profit Before Tax	(681)	941	(1,622)	>100%

The property segment posted a marginal decrease in revenue of RM0.01 million in the current quarter ended 30 September 2022 to RM0.2 million as compared to RM0.21 million in the immediate preceding quarter ended 30 June 2022.

The loss before tax for the current quarter ended 30 September 2022 of RM0.77 million, which is RM0.8 million lower than the immediate preceding quarter ended 30 June 2022.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B2. Comparison with Preceding Quarter's Results (Cont'd)

<u>Investment holding segment</u>	Current quarter	Immediate	Changes	
	RM'000	Preceding Quarter RM'000	(amount / %)	
	<u>30/09/2022</u>	<u>30/06/2022</u>	<u>RM'000</u>	<u>%</u>
<b>Revenue</b>	-	-	-	-
(Loss) Before Interest and Tax	(775)	(1,311)	536	41%
<b>(Loss) Before Tax</b>	<b>(824)</b>	<b>(1,422)</b>	<b>598</b>	<b>42%</b>
(Loss) After Tax	(851)	(1,349)	498	37%

The investment holdings recorded a loss before tax of RM0.82 million, a decrease of loss of RM0.6 million as compare to the immediate preceding quarter ended 30 June 2022 of RM1.42 million.

### B3. Prospects

#### Shipping and Marine Services Division

Our container freight rates within intra-asia and China trade has encountered the downward freight adjustment by 15% - 20% due to weaken cargo demand and keen competition from Main Liner Operators ("MLO") during this period. China Zero Covid Policy and our vessels' interim repair and maintenance which affected our shipping schedules have resulted in our lower cargo volume and revenue.

Domestics container shipping between East and West Malaysia and our agency activities are still stable with consistent cargo volume and favorable freight rates.

Moving forward, we foresee the freight rates to be volatile while cargo volume may remain consistent in the next quarter.

#### Integrated Logistics Division

Logistics activities are presently stable with consistent cargo movements in manufacturing, oil and gas sectors during this period especially the handling of project cargoes. On the other hand, we shall expect more machinery sales and rental to the construction and agriculture sectors which may bring more revenue in the coming quarters.

#### Engineering and Construction Division

Most of our engineering and construction contracts had come to the tail end in the previous quarter. With the current contract in hand, we foresee our revenue may reduce due to no significant new projects being secured. However, we are working hard in securing new projects in the coming months.

# Harbour-Link Group Berhad (Company No: 592902-D)

## B3. Prospects (Cont'd)

Hence for the coming year 2023, we expect to face challenges in shipping and marine services division as well as engineering and construction division due to the global economic and geopolitical uncertainties with high interest rates, inflation, weak market demands and regulatory compliances. We shall be cautious and take preventive measures to mitigate the situation including cost control while managing continuous operation quality, efficiency, and sustainability.

## B4. Profit Forecast or Profit Guarantee

Not applicable as there was no profit forecast or profit guarantee issued.

## B5. Profit before tax

	Individual Quarter		Cumulative Quarter	
	Current year Quarter	Preceding year Corresponding Quarter	Current Financial Period	Preceding Financial Period
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Profit for the period ended is stated after charging/ (crediting):</b>				
Interest income	516	280	516	280
Depreciation of plant and equipment	17,588	14,879	17,588	14,879
Finance cost	883	871	883	871
Allowance of impairment of receivables	219	928	219	928
Share of profit in associates	464	345	464	345
Share of loss in jointly controlled entities	(1)	(3)	(1)	(3)

# Harbour-Link Group Berhad (Company No: 592902-D)

## B6. Taxation

Taxation of the Group comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current period Quarter	Preceding period Corresponding Quarter	Current Financial Period	Preceding Financial Period
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax expense	6,133	1,981	6,133	1,981
Deferred tax expense: Origination and reversal of temporary difference	(269)	106	(269)	106
	<u>5,864</u>	<u>2,087</u>	<u>5,864</u>	<u>2,087</u>

The effective tax rate of the Group for the current quarter and financial period was lower than the statutory tax rate of 24 per cent principally due to exemption of taxes on profit earned in certain subsidiaries mainly from the shipping and marine segment.

## B7. Status of Corporate Proposal

There were no pending corporate proposals up to 22 November 2022, being the date not earlier than 7 days from the date of this announcement.

## Harbour-Link Group Berhad (Company No: 592902-D)

### B8. Group Borrowings and Debt Securities

The Group's borrowings as at 30 September 2022 and 30 September 2021 are as follows:

	As at 30 September 2022		
	Short Term	Long Term	Total
	RM'000	RM'000	RM'000
<b>Secured</b>			
Term loan	3,439	10,625	14,064
Bank Overdraft	1,203	-	1,203
Lease Liabilities	14,148	27,632	41,780
	<u>18,790</u>	<u>38,257</u>	<u>57,047</u>
<b>Unsecured</b>			
Bankers' Acceptance	-	-	-
Revolving Credit	1,000	-	1,000
	<u>1,000</u>	<u>-</u>	<u>1,000</u>
	<u>19,790</u>	<u>38,257</u>	<u>58,047</u>
	As at 30 September 2021		
	Short Term	Long Term	Total
	RM'000	RM'000	RM'000
<b>Secured</b>			
Term loan	4,905	14,190	19,095
Bank Overdraft	48	-	48
Lease Liabilities	15,068	20,552	35,620
	<u>20,021</u>	<u>34,742</u>	<u>54,762</u>
<b>Unsecured</b>			
Bankers' Acceptance	3,357	-	3,357
Revolving Credit	-	-	-
	<u>3,357</u>	<u>-</u>	<u>3,357</u>
	<u>23,378</u>	<u>34,742</u>	<u>58,119</u>

The above borrowings are denominated in Ringgit Malaysia.

## **Harbour-Link Group Berhad (Company No: 592902-D)**

### ***B9. Disclosure of derivatives***

The Group did not enter into any derivative contract and accordingly there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 30 September 2022.

### ***B10. Off Balance Sheet Financial Instruments***

During the financial period to-date, the Group did not enter into any contracts involving off balance sheet financial instruments. There are no financial instruments with off balance sheet risks as at 22 November 2022, being the date not earlier than 7 days from the date of this announcement.

### ***B11. Changes in Material Litigation***

There are no changes in material litigation since the last annual balance sheet date till 22 November 2022 being the date not earlier than 7 days from the date of this announcement.

### ***B12. Dividend declared***

No dividend has been recommended by the Board of Directors for the current quarter under review.

# Harbour-Link Group Berhad (Company No: 592902-D)

## B13. Earnings per Share

### Basic earnings per share

The basic earnings per share for the current quarter and financial period ended 30 September 2022 is calculated by dividing the Group's profit for the period, net of tax, attributable to owners of the parent for the current quarter and financial period of RM39,155,000 respectively by the weighted average number of ordinary shares in issue (net of treasury shares) during the current quarter and financial period ended 30 September 2022 of 398,744,000.

	Individual Quarter		Cumulative Quarter	
	Current period Quarter	Preceding Period Corresponding Quarter	Current Financial Period	Preceding Financial Period
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
<b>Earnings Per Share</b>				
Profit net of tax attributable to Owners of the parent (in RM'000)	<b>39,155</b>	17,492	<b>39,155</b>	17,492
Weighted average number of ordinary shares in issue ('000)	<b>398,744</b>	398,744	<b>398,744</b>	398,744
Basic earnings per share (sen)	<b>9.81</b>	4.38	<b>9.81</b>	4.38
Diluted earnings per share (sen)	<b>9.81</b>	4.38	<b>9.81</b>	4.38



# Harbour-Link Group Berhad (Company No: 592902-D)

## *B14. Provision of Financial Assistance*

The financial assistance provided by the Company and its subsidiaries to its non wholly-owned subsidiaries as at 30 September 2022 pursuant to paragraph 8.23(1) of the Listing Requirements.

<u>Company</u>	<b>30 September 2022</b> <b>RM'000</b>	<b>30 June 2022</b> <b>RM'000</b>
Corporate guarantees to financial institutions for credit facilities granted to: - non wholly-owned subsidiary companies	7,575	10,212
Loan or advances - non wholly-owned subsidiary companies	2,782	4,600
	-----	-----
	10,357	14,812
	=====	=====

The Provision of Financial Assistance will not have any material effect on the net assets, earnings per share, gearing, the share capital and substantial shareholders' shareholding of Harbour-Link for the financial period ended 30 September 2022.

This announcement is dated 29 November 2022.