

**HARBOUR-LINK GROUP BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE 2ND QUARTER AND FINANCIAL PERIOD ENDED 31ST DECEMBER 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 / %) |       |
|   | 31/12/2022             | 31/12/2021                           | RM'000               | %     | 31/12/2022        | 31/12/2021       | RM'000               | %     |
| Revenue   | 272,211                | 214,484                              | 57,727               | 27%   | 536,310           | 373,264          | 163,046              | 44%   |
| Operating expenses  | (210,045)              | (154,251)                            | (55,794)             | 36%   | (393,344)         | (278,328)        | (115,016)            | 41%   |
| <b>Gross profit</b>   | <b>62,166</b>          | <b>60,234</b>                        | 1,932                | 3%    | <b>142,966</b>    | 94,937           | 48,029               | 51%   |
| Interest income   | 836                    | 339                                  | 497                  | >100% | 1,352             | 619              | 733                  | >100% |
| Other income  | 3,500                  | 2,288                                | 1,212                | 53%   | 8,570             | 3,641            | 4,929                | >100% |
| Administrative Expenses   | (12,124)               | (24,383)                             | 12,259               | (50%) | (43,512)          | (36,736)         | (6,776)              | 18%   |
| Finance costs   | (968)                  | (1,017)                              | 49                   | (5%)  | (1,851)           | (1,888)          | 37                   | 2%    |
| Share of results of jointly controlled entity                         | 18                     | 144                                  | (126)                | (88%) | 17                | 142              | (125)                | (88%) |
| Share of results of associated companies                              | 2,987                  | (1,072)                              | 4,059                | >100% | 3,451             | (727)            | 4,178                | >100% |
| <b>Profit before taxation</b>   | <b>56,415</b>          | <b>36,533</b>                        | 19,882               | 54%   | <b>110,993</b>    | 59,988           | 51,005               | 85%   |
| Taxation  | (3,558)                | (7,082)                              | 3,524                | (50%) | (9,422)           | (9,169)          | (253)                | 3%    |
| <b>Net profit for the year</b>  | <b>52,857</b>          | <b>29,450</b>                        | 23,407               | 79%   | <b>101,571</b>    | 50,818           | 50,753               | >100% |
| <b>Other comprehensive income:</b>                                    |                        |                                      |                      |       |                   |                  |                      |       |
| <b>Items that may be reclassified subsequently to profit or loss:</b> |                        |                                      |                      |       |                   |                  |                      |       |
| Share of associates' other comprehensive income                       | (553)                  | 14                                   | (567)                | >100% | 176               | 108              | 68                   | 63%   |
| Exchange difference on translation of foreign entity                  | (782)                  | 32                                   | (814)                | >100% | (101)             | (105)            | 4                    | (4%)  |
| Total comprehensive income for the year                               | 51,522                 | 29,496                               | 22,026               | 75%   | 101,646           | 50,821           | 50,825               | >100% |
| Profit for the year attributable to:                                  |                        |                                      |                      |       |                   |                  |                      |       |
| Owners of the parent  | 46,510                 | 22,853                               | 23,657               | >100% | 85,665            | 40,345           | 45,320               | >100% |
| Non-Controlling Interests   | 6,347                  | 6,597                                | (250)                | (4%)  | 15,906            | 10,473           | 5,433                | 52%   |
|   | 52,857                 | 29,450                               | 23,407               | 79%   | 101,571           | 50,818           | 50,753               | >100% |
| Total Comprehensive income for the year attributable to:              |                        |                                      |                      |       |                   |                  |                      |       |
| Owners of the parent  | 45,070                 | 22,879                               | 22,191               | 97%   | 85,627            | 40,374           | 45,253               | >100% |
| Non-Controlling Interests   | 6,452                  | 6,617                                | (165)                | (2%)  | 16,018            | 10,447           | 5,571                | 53%   |
|   | 51,522                 | 29,496                               | 22,026               | 75%   | 101,646           | 50,821           | 50,824               | >100% |
| Earnings per share ("EPS") (in sen)                                   |                        |                                      |                      |       |                   |                  |                      |       |
| Basic earnings per share (sen) (Note B13)                             | 11.65                  | 5.73                                 | 5.93                 | >100% | 21.47             | 10.11            | 11.36                | >100% |
| Diluted earnings per share (sen) (Note B13)                           | 11.65                  | 5.73                                 | 5.93                 | >100% | 21.47             | 10.11            | 11.36                | >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          |
|--|------------------|----------------|
|  | 31/12/2022       | 30/06/2022     |
|  | RM'000           | RM'000         |
|  | (Unaudited)      | (Audited)      |
| <b>ASSETS</b>  |                  |                |
| <b>Non-current assets</b>  |                  |                |
| Property, plant and equipment  | 326,664          | 318,794        |
| Investment properties  | 13,141           | 13,378         |
| Inventories  | 43,876           | 43,861         |
| Investment in jointly-controlled entity                                | 37               | 39             |
| Investment in associates   | 14,444           | 11,107         |
| Deferred tax assets  | 2,921            | 2,789          |
| Trade and other receivables  | -                | 448            |
|  | 401,083          | 390,416        |
| <b>Current assets</b>  |                  |                |
| Inventories  | 43,453           | 37,092         |
| Trade and other receivables  | 201,888          | 205,855        |
| Investment securities  | 144,535          | 43,804         |
| Other current assets   | 19,226           | 24,433         |
| Cash and bank balance  | 256,132          | 260,401        |
|  | 665,234          | 571,585        |
| <b>TOTAL ASSETS</b>  | <b>1,066,317</b> | <b>962,001</b> |
| <b>LIABILITIES</b>   |                  |                |
| <b>Current liabilities</b>   |                  |                |
| Loans and borrowings   | 35,499           | 23,965         |
| Trade and other payables   | 168,347          | 151,315        |
| Other current liabilities  | 3,545            | 6,028          |
| Tax payables   | 12,359           | 9,488          |
|  | 219,750          | 190,796        |
| <b>Non-current liabilities</b>   |                  |                |
| Deferred tax liabilities   | 17,658           | 17,486         |
| Loans and borrowings   | 28,002           | 38,850         |
|  | 45,660           | 56,336         |
| <b>TOTAL LIABILITIES</b>   | <b>265,410</b>   | <b>247,132</b> |
| <b>NET ASSETS</b>  | <b>800,907</b>   | <b>714,869</b> |
| <b>EQUITY</b>  |                  |                |
| Share capital  | 200,200          | 200,200        |
| Revenue reserves   | 491,568          | 415,906        |
| Total shareholders' equity   | 691,768          | 616,106        |
| Non-controlling interest   | 109,139          | 98,763         |
| <b>TOTAL EQUITY</b>  | <b>800,907</b>   | <b>714,869</b> |
| <b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)</b> | <b>1.73</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 shares:

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 31 DECEMBER 2022**  
(The figures have not been audited).

|  | <b>CURRENT<br/>PERIOD<br/>ENDED 31/12/2022</b> | <b>COMPARABLE<br/>PERIOD<br/>ENDED 31/12/2021</b> |
|--|--|---|
|  | <b>RM'000</b>                                  | <b>RM'000</b>                                     |
| <b>Cash flows from operating activities</b>                      |  |   |
| Profit before taxation   | 110,993  | 59,988  |
| Adjustments for:   |  |   |
| Non-operating items  | 789  | 1,781   |
| Depreciation   | 36,050   | 30,764  |
| Interest expense   | 1,851  | 1,888   |
| Interest income  | (1,352)  | (619)   |
| Share of results in associates and jointly controlled entity     | (3,469)  | 585   |
| <b>Operating profit before changes in working capital</b>        | <b>144,862</b>                                 | <b>94,387</b>                                     |
| Changes in working capital:                                      |  |   |
| Increase in inventories  | (6,357)  | (3,723)   |
| Decrease/(Increase) in trade and other receivables               | 4,750  | (16,109)  |
| Decrease in amount due from customers for contract works         | 7,114  | (2,123)   |
| Increase/(Decrease) in other current liabilities                 | 832  | (1,627)   |
| Increase in trade and other payables                             | 13,616   | 14,493  |
| <b>Net cash generated from operations activities</b>             | <b>164,817</b>                                 | <b>85,298</b>                                     |
| Interest paid  | (1,851)  | (1,888)   |
| Interest received  | 1,352  | 619   |
| Taxes paid, net of refund  | (8,102)  | (4,294)   |
| <b>Net cash generated from operating activities</b>              | <b>156,216</b>                                 | <b>79,735</b>                                     |
| <b>Cash flows from investing activities</b>                      |  |   |
| Acquisition of property, plant and equipment                     | (27,605)                                       | (12,446)  |
| Acquisition of investment securities, net of redemption          | (99,585)                                       | (2,677)   |
| Acquisition of non-controlling interests                         | (2,172)  | -   |
| Dividend received  | 32   | 80  |
| Decrease in short term deposits with maturity more than 3 months | -  | 30  |
| Proceeds from disposal of property, plant and equipment          | 568  | 765   |
| <b>Net cash used in investing activities</b>                     | <b>(128,762)</b>                               | <b>(14,248)</b>                                   |
| <b>Cash flows from financing activities</b>                      |  |   |
| Dividend paid  | (13,438)                                       | (3,250)   |
| Net generated / (repayment) from borrowings                      | 5,189  | (9,748)   |
| Net (repayment of) / generated from lease payables               | (24,882)                                       | (19,007)  |
| <b>Net cash used in financing activities</b>                     | <b>(33,131)</b>                                | <b>(32,005)</b>                                   |
| <b>Net increase in cash and cash equivalents</b>                 | <b>(5,677)</b>                                 | <b>33,482</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>245,847</b>                                 | <b>203,963</b>                                    |

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

|  |                |                |
|--|----------------|----------------|
| Cash and bank balances                                 | 256,132        | 205,433        |
| Bank Overdraft   | (1,692)        | (132)          |
| Cash at bank pledged as securities for bank borrowings | (8,593)        | (1,338)        |
|  | <u>245,847</u> | <u>203,963</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 6 MONTHS PERIOD ENDED 31 DECEMBER 2022**  
(The figures have not been audited).

|   | ATTRIBUTABLE TO EQUITY HOLDERS OF COMPANY |  |                            |                              |  |  | NON-<br>CONTROLLING<br>INTEREST<br>RM'000 |
|---|---|--|----------------------------|------------------------------|--|--|---|
|   | TOTAL<br>EQUITY<br>RM'000                 | TOTAL EQUITY<br>ATTRIBUTABLE TO<br>OWNERS OF THE COMPANY<br>RM'000 | SHARE<br>CAPITAL<br>RM'000 | TREASURY<br>SHARES<br>RM'000 | NON-DISTRIBUTABLE                                    | DISTRIBUTABLE  |   |
|   |   |  |                            |                              | FOREIGN CURRENCY<br>TRANSLATION<br>RESERVE<br>RM'000 | RETAINED EARNINGS /<br>(ACCUMULATED<br>LOSSES)<br>RM'000 |   |
| <b>6 MONTHS ENDED 30 SEPTEMBER 2022</b>   |   |  |                            |                              |  |  |   |
| <b>At 1 July 2022</b>                     | <b>714,869</b>                            | <b>616,106</b>   | <b>200,200</b>             | <b>(887)</b>                 | <b>3,645</b>   | <b>413,148</b>   | <b>98,763</b>                             |
| Total comprehensive income for the period | 101,648                                   | 85,630   | -                          | -                            | (35)   | 85,665   | 16,018                                    |
| Acquisition of non-controlling interest   | (2,172)                                   | -  | -                          | -                            | -  | -  | (2,172)                                   |
| Dividends on ordinary shares              | (13,438)                                  | (9,968)  | -                          | -                            | -  | (9,968)  | (3,470)                                   |
| <b>At 31 DECEMBER 2022</b>                | <b>800,907</b>                            | <b>691,768</b>   | <b>200,200</b>             | <b>(887)</b>                 | <b>3,610</b>   | <b>488,845</b>   | <b>109,139</b>                            |
| <b>6 MONTHS ENDED 31 DECEMBER 2021</b>    |   |  |                            |                              |  |  |   |
| <b>At 1 July 2021</b>                     | <b>548,984</b>                            | <b>475,203</b>   | <b>200,200</b>             | <b>(887)</b>                 | <b>2,517</b>   | <b>273,373</b>   | <b>73,781</b>                             |
| Total comprehensive income for the period | 50,795                                    | 40,348   | -                          | -                            | 3  | 40,345   | 10,447                                    |
| Dividends on ordinary shares              | (3,251)                                   | -  | -                          | -                            | -  | -  | (3,251)                                   |
| <b>At 31 DECEMBER 2021</b>                | <b>599,779</b>                            | <b>515,551</b>   | <b>200,200</b>             | <b>(887)</b>                 | <b>2,520</b>   | <b>313,718</b>   | <b>80,977</b>                             |

## **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 31 December 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***

A final dividend of 2.5 sen net per ordinary share of RM0.50 each for the financial year ended 30 June 2022 amounting to RM9,967,624 (2022: RM9,964,424) was paid on 28 December 2022.

## A8. Segment Information (Cont'd)

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

| <b>Financial period to date</b><br><b>31 December 2022</b>           | <b>Investment</b><br><b>Holding</b><br><b>RM'000</b> | <b>Shipping and</b><br><b>Marine</b><br><b>RM'000</b> | <b>Integrated</b><br><b>logistics</b><br><b>RM'000</b> | <b>Engineering</b><br><b>RM'000</b> | <b>Property</b><br><b>RM'000</b> | <b>Elimination</b><br><b>RM'000</b> | <b>Total</b><br><b>RM'000</b> |
|--|--|---|--|-------------------------------------|----------------------------------|-------------------------------------|-------------------------------|
| <b>REVENUE</b>   |  |   |  |                                     |                                  |                                     |                               |
| Revenue from external sales  | -  | 345,760   | 160,022  | 28,548                              | 1,980                            | -                                   | 536,310                       |
| Inter-segment sales  | 15,567   | 8,170   | 6,164  | -                                   | 2,530                            | (32,431)                            | -                             |
|  | <b>15,567</b>  | <b>353,930</b>  | <b>153,598</b>   | <b>28,548</b>                       | <b>4,510</b>                     | <b>(32,431)</b>                     | <b>536,310</b>                |
| <b>RESULTS</b>   |  |   |  |                                     |                                  |                                     |                               |
| (Loss)/Profit before taxation from the normal operations             | <b>(2,054)</b>                                       | <b>88,252</b>   | <b>22,290</b>  | <b>1,286</b>                        | <b>115</b>                       | <b>1,104</b>                        | <b>110,993</b>                |
| <b>Profit before taxation includes:</b>                              |  |   |  |                                     |                                  |                                     |                               |
| Depreciation   | 132  | 27,812  | 8,070  | 155                                 | 133                              | ( 252)                              | 36,050                        |
| Finance cost   | 143  | 2,647   | 783  | 83                                  | 89                               | (1,894)                             | 1,851                         |
| Net impairment of trade receivables                                  | -  | 29  | 1,623  | -                                   | -                                | -                                   | 1,652                         |
| Share of profit/(loss) in jointly controlled entities and associates | 3,461  | (10)  | 17   | -                                   | -                                | -                                   | 3,468                         |

## A8. Segment Information (Cont'd)

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

| <b>Financial period to date</b><br><b>31 December 2022</b> | <b>Investment Holding</b><br><b>RM'000</b> | <b>Shipping and Marine</b><br><b>RM'000</b> | <b>Integrated logistics</b><br><b>RM'000</b> | <b>Engineering</b><br><b>RM'000</b> | <b>Property</b><br><b>RM'000</b> | <b>Elimination</b><br><b>RM'000</b> | <b>Total</b><br><b>RM'000</b> |
|--|--|---|--|-------------------------------------|----------------------------------|-------------------------------------|-------------------------------|
| <b>SEGMENT ASSETS</b>                                      | 38,660                                     | 527,791                                     | 361,710                                      | 92,418                              | 75,312                           | (32,495)                            | 1,063,396                     |
| Deferred tax assets  | -  | 1,926                                       | 982  | -                                   | 13                               | -                                   | 2,921                         |
| <b>TOTAL ASSETS</b>  | <b>38,660</b>                              | <b>529,717</b>                              | <b>362,692</b>                               | <b>92,418</b>                       | <b>75,325</b>                    | <b>(32,495)</b>                     | <b>1,066,317</b>              |
| <b>Included in measure of segment assets are:</b>          |  |   |  |                                     |                                  |                                     |                               |
| Investment in associates                                   | -  | 13,624                                      | 820  | -                                   | -                                | -                                   | 14,444                        |
| Investment in jointly controlled entities                  | -  | -   | 37   | -                                   | -                                | -                                   | 37                            |
| Additional to property, plant and equipment                | 50   | 20,888                                      | 6,346  | 275                                 | 46                               | -                                   | 27,605                        |
| <b>SEGMENT LIABILITIES</b>                                 | 22,427                                     | 123,846                                     | 127,990                                      | 12,734                              | 2,575                            | (41,820)                            | 247,752                       |
| Deferred tax liabilities                                   | 70   | 7,114                                       | 7,989  | 2,456                               | 29                               | -                                   | 17,658                        |
| <b>TOTAL LIABILITIES</b>                                   | <b>22,497</b>                              | <b>130,960</b>                              | <b>135,979</b>                               | <b>15,190</b>                       | <b>2,604</b>                     | <b>(41,820)</b>                     | <b>265,410</b>                |



## A8. Segment Information (Cont'd)

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

| <b>Financial period to date</b><br><b>31 December 2021</b>           | <b>Investment<br/>Holding</b><br><b>RM'000</b> | <b>Shipping and<br/>Marine</b><br><b>RM'000</b> | <b>Integrated<br/>logistics</b><br><b>RM'000</b> | <b>Engineering</b><br><b>RM'000</b> | <b>Property</b><br><b>RM'000</b> | <b>Elimination</b><br><b>RM'000</b> | <b>Total</b><br><b>RM'000</b> |
|--|--|---|--|-------------------------------------|----------------------------------|-------------------------------------|-------------------------------|
| <b>REVENUE</b>   |  |   |  |                                     |                                  |                                     |                               |
| Revenue from external sales  | -  | 248,812   | 108,215  | 11,054                              | 5,183                            | -                                   | 373,264                       |
| Inter-segment sales  | 10,567   | 4,830   | 9,226  | -                                   | 72                               | (24,695)                            | -                             |
|  | <u>10,567</u>                                  | <u>253,642</u>                                  | <u>117,441</u>                                   | <u>11,054</u>                       | <u>5,255</u>                     | <u>(24,695)</u>                     | <u>373,264</u>                |
| <b>RESULTS</b>   |  |   |  |                                     |                                  |                                     |                               |
| (Loss)/Profit before taxation from the normal operations             | <b>(1,726)</b>                                 | <b>52,802</b>                                   | <b>9,396</b>                                     | <b>(2,305)</b>                      | <b>2,518</b>                     | <b>(697)</b>                        | <b>59,988</b>                 |
| <b>Profit before taxation includes:</b>                              |  |   |  |                                     |                                  |                                     |                               |
| Depreciation   | 137  | 21,366  | 8,591  | 180                                 | 90                               | 400                                 | 30,764                        |
| Finance cost   | -  | 1,149   | 1,786  | 86                                  | -                                | (1,133)                             | 1,888                         |
| Net (reversal)/impairment of trade receivables                       | -  | (140)   | 3,679  | (4)                                 | -                                | -                                   | 3,535                         |
| Share of (loss)/profit in jointly controlled entities and associates | -  | (727)   | 142  | -                                   | -                                | -                                   | (585)                         |

## A8. Segment Information (Cont'd)

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

| <b>Financial period to date</b><br><b><u>31 December 2021</u></b> | <b>Investment</b><br><b>Holding</b><br><b><u>RM'000</u></b> | <b>Shipping and</b><br><b>Marine</b><br><b><u>RM'000</u></b> | <b>Integrated</b><br><b>logistics</b><br><b><u>RM'000</u></b> | <b>Engineering</b><br><b><u>RM'000</u></b> | <b>Property</b><br><b><u>RM'000</u></b> | <b>Elimination</b><br><b><u>RM'000</u></b> | <b>Total</b><br><b><u>RM'000</u></b> |
|---|---|--|---|--|---|--|--------------------------------------|
| <b>SEGMENT ASSETS</b>   | 26,609  | 590,404  | 77,160  | 83,293                                     | 75,584                                  | (18,789)                                   | 834,265                              |
| Deferred tax assets   | -   | 980  | 244   | -  | 10                                      | -  | 1,234                                |
| <b>TOTAL ASSETS</b>   | <b>26,609</b>   | <b>591,384</b>   | <b>77,404</b>   | <b>83,293</b>                              | <b>75,594</b>                           | <b>(18,789)</b>                            | <b>835,495</b>                       |
| <b>Included in measure of segment assets are:</b>                 |   |  |   |  |   |  |                                      |
| Investment in associates  | -   | 10,793   | 418   | -  | -                                       | -  | 10,219                               |
| Investment in jointly controlled entities                         | -   | -  | 652   | -  | -                                       | -  | 651                                  |
| Additional to property, plant and equipment                       | -   | 3,308  | 9,117   | -  | 21                                      | -  | 12,446                               |
| <b>SEGMENT LIABILITIES</b>  | 15,226  | 201,121  | 22,153  | 7,141                                      | 3,787                                   | (26,167)                                   | 223,261                              |
| Deferred tax liabilities  | 66  | 5,383  | 8,170   | 2,031                                      | 63                                      | -  | 15,713                               |
| <b>TOTAL LIABILITIES</b>  | <b>15,292</b>   | <b>206,504</b>   | <b>30,323</b>   | <b>9,172</b>                               | <b>3,850</b>                            | <b>(26,167)</b>                            | <b>238,974</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 31 December 2022.

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

There are no material events as at 20 February 2023, 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 31 December 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>31 December 2022</b> | <b>30 Sept 2022</b> |
|-------------------------------|-------------------------|---------------------|
|                               | <b>RM'000</b>           | <b>RM'000</b>       |
| Capital expenditure           |                         |                     |
| Authorised and contracted for | 23,084                  | 9,024               |
|                               | =====                   | =====               |

# 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<br/>period<br/>ended<br/>31 Dec 2022<br/>RM'000</b> | <b>Balance due<br/>from/(to)<br/>As at<br/>31 Dec 2022<br/>RM'000</b> |
|---|--|---|
| Transaction with companies in which<br>Certain Directors of the Company have<br>substantial interests |  |   |
| Sales of goods and services   | 964  | 2,264   |
| Purchase of goods and services  | (3,917)  | (2,680)   |
|   | <hr/>  | <hr/>   |

## 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<br>RM'000 |                   | Changes<br>(amount / %) |            | Cumulative Quarter<br>RM'000 |               | Changes<br>(amount / %) |            |
|--------------------------------|---------------------------|-------------------|-------------------------|------------|------------------------------|---------------|-------------------------|------------|
|                                | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   | <u>31/12/2022</u>            | 31/12/2021    | <u>RM'000</u>           | <u>%</u>   |
| <b>Revenue</b>                 | <b>272,211</b>            | <b>214,484</b>    | <b>57,727</b>           | <b>27%</b> | <b>536,310</b>               | 373,264       | <b>163,046</b>          | <b>44%</b> |
| Profit Before Interest and Tax | 57,383                    | 37,550            | 19,833                  | 53%        | 112,844                      | 61,876        | 50,968                  | 82%        |
| <b>Profit Before Tax</b>       | <b>56,415</b>             | <b>36,533</b>     | <b>19,882</b>           | <b>54%</b> | <b>110,993</b>               | <b>59,988</b> | <b>51,005</b>           | <b>85%</b> |
| Profit After Tax               | 52,857                    | 29,450            | 23,407                  | 79%        | 101,571                      | 50,818        | 50,753                  | >100%      |

The Group posted revenue of RM536.31 million for the current financial period ended 31 December 2022, which is RM163.05 million or 44% higher than the preceding financial period ended 31 December 2021 of RM373.26 million. While, the profit before tax for the current financial period ended 31 December 2022 is RM110.99 million, which is RM51.01 million or 85% higher than the preceding financial period ended 31 December 2021 of RM59.99 million.

The Group posted other income of RM8.57 million for the current period ended 31 December 2022, which is RM4.93 million or more than 100% higher the preceding financial period ended 31 December 2021 of RM3.64 million. The increase in other income is mainly due to unrealized foreign exchange gain of RM4.77 million.

The Group posted administrative expenses of RM43.51 million for the current period ended 31 December 2022, which is RM6.78 million or more than 18% higher the preceding financial period ended 31 December 2021 of RM36.74 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<br/>marine segment</b> | Current Quarter<br>RM'000 |                   | Changes<br>(amount / %) |            | Cumulative Quarter<br>RM'000 |                   | Changes<br>(amount / %) |            |
|--|---------------------------|-------------------|-------------------------|------------|------------------------------|-------------------|-------------------------|------------|
|  | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   | <u>31/12/2022</u>            | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   |
| <b>Revenue</b>                         | <b>165,184</b>            | <b>140,639</b>    | <b>24,545</b>           | <b>17%</b> | <b>345,760</b>               | <b>248,812</b>    | <b>96,948</b>           | <b>39%</b> |
| Profit Before                          |                           |                   |                         |            |                              |                   |                         |            |
| Interest and Tax                       | 46,981                    | 31,011            | 15,970                  | 51%        | 90,898                       | 53,245            | 37,653                  | 71%        |
| <b>Profit Before Tax</b>               | <b>45,659</b>             | <b>30,690</b>     | <b>14,969</b>           | <b>49%</b> | <b>88,252</b>                | <b>52,802</b>     | <b>35,450</b>           | <b>67%</b> |
| Profit After Tax                       | 43,824                    | 25,928            | 17,896                  | 69%        | 82,937                       | 47,154            | 35,783                  | 76%        |

The shipping and marine segment recorded revenue of RM345.76 million which is RM96.95 million or 39% higher than the preceding financial period ended 31 December 2021 of RM248.81 million. The increase in the revenue by 39% is due to increase in ocean freight rates for Intra-Asia trade.

The profit before tax of RM88.25 million has increased by RM35.45 million as compared to preceding financial period ended 31 December 2021 of RM52.80 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<br/>logistics segment</b> | Current Quarter<br>RM'000 |                   | Changes<br>(amount / %) |            | Cumulative Quarter<br>RM'000 |                   | Changes<br>(amount / %) |                 |
|---|---------------------------|-------------------|-------------------------|------------|------------------------------|-------------------|-------------------------|-----------------|
|   | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   | <u>31/12/2022</u>            | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>        |
| <b>Revenue</b>                          | <b>89,429</b>             | <b>60,406</b>     | <b>29,023</b>           | <b>48%</b> | <b>160,022</b>               | <b>108,215</b>    | <b>51,807</b>           | <b>48%</b>      |
| Profit Before                           |                           |                   |                         |            |                              |                   |                         |                 |
| Interest and Tax                        | 9,755                     | 6,205             | 3,550                   | 57%        | 23,151                       | 10,542            | 12,609                  | >100%           |
| <b>Profit Before Tax</b>                | <b>9,322</b>              | <b>5,655</b>      | <b>3,667</b>            | <b>65%</b> | <b>22,290</b>                | <b>9,396</b>      | <b>12,894</b>           | <b>&gt;100%</b> |
| Profit After Tax                        | 8,436                     | 4,074             | 4,362                   | 100%       | 19,232                       | 6,655             | 12,577                  | >100%           |

The integrated logistics segment recorded an increase in revenue by RM51.81 million to RM160.02 million, an increase of 48% as compared to the preceding financial period ended 31 December 2021 of RM108.22 million.

The profit before tax has recorded an increase of RM12.89 million to RM22.29 million as compared to preceding financial period ended 31 December 2021 of RM9.40 million.

The increase in the revenue and higher profit before tax is due to the opening 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<br>RM'000 |                   | Changes<br>(amount / %) |                 | Cumulative Quarter<br>RM'000 |                   | Changes<br>(amount / %) |                 |
|---|---------------------------|-------------------|-------------------------|-----------------|------------------------------|-------------------|-------------------------|-----------------|
|   | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>        | <u>31/12/2022</u>            | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>        |
| <b>Revenue</b>                                | <b>15,818</b>             | <b>9,009</b>      | <b>6,809</b>            | <b>76%</b>      | <b>28,548</b>                | <b>11,054</b>     | <b>17,494</b>           | <b>&gt;100%</b> |
| Profit / (Loss)<br>Before Tax and<br>Interest | 1,281                     | (392)             | 1,673                   | >100%           | <b>1,369</b>                 | (2,219)           | 3,588                   | >100%           |
| <b>Profit / (Loss)<br/>Before Tax</b>         | <b>1,239</b>              | <b>(434)</b>      | <b>1,673</b>            | <b>&gt;100%</b> | <b>1,286</b>                 | <b>(2,305)</b>    | <b>3,591</b>            | <b>&gt;100%</b> |
| Profit / (Loss)<br>After Tax                  | 937                       | (419)             | 1,356                   | >100%           | 971                          | (2,291)           | 3,262                   | >100%           |

The engineering segment recorded revenue of RM28.55 million which is RM17.49 million higher than the preceding financial period ended 31 December 2021 of RM11.05 million. The profit before tax for the current period is RM1.29 million as compared to a loss before tax of RM2.31 million in the preceding financial period ended 31 December 2021.

The increase in revenue is due to the current projects under review are at the advance stage as compared to preceding financial period 31 December 2021 which were at beginning stage. The profit before tax is RM1.29 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<br>RM'000 |                   | Changes<br>(amount / %) |              | Cumulative Quarter<br>RM'000 |                   | Changes<br>(amount / %) |              |
|-----------------------------------|---------------------------|-------------------|-------------------------|--------------|------------------------------|-------------------|-------------------------|--------------|
|                                   | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>     | <u>31/12/2022</u>            | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>     |
| <b>Revenue</b>                    | <b>1,780</b>              | <b>4,430</b>      | <b>(2,650)</b>          | <b>(60%)</b> | <b>1,980</b>                 | <b>5,183</b>      | <b>(3,203)</b>          | <b>(62%)</b> |
| Profit Before Tax<br>and Interest | 927                       | 2,759             | (1,832)                 | (66%)        | <b>204</b>                   | 2,642             | (2,438)                 | (92%)        |
| <b>Profit Before<br/>Tax</b>      | <b>882</b>                | <b>2,698</b>      | <b>(1,816)</b>          | <b>(67%)</b> | <b>115</b>                   | <b>2,518</b>      | <b>(2,403)</b>          | <b>(95%)</b> |
| Profit/(Loss)<br>After Tax        | 441                       | 2,022             | (1,581)                 | (78%)        | <b>( 239)</b>                | 1,830             | (2,069)                 | >100%        |

The property development division recorded revenue of RM1.98 million which is RM3.20 million lower than the preceding financial period ended 31 December 2021. The profit before tax is RM0.12 million which is RM2.40 million lower than the preceding financial period ended 31 December 2021.

The decrease in profit before tax is tandem with the decrease in the revenue.

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

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

| Investment Holding           | Current Quarter<br>RM'000 |                   | Changes<br>(amount / %) |            | Cumulative Quarter<br>RM'000 |                   | Changes<br>(amount / %) |            |
|------------------------------|---------------------------|-------------------|-------------------------|------------|------------------------------|-------------------|-------------------------|------------|
|                              | <u>31/12/2022</u>         | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   | <u>31/12/2022</u>            | <u>31/12/2021</u> | <u>RM'000</u>           | <u>%</u>   |
| Revenue                      | -                         | -                 | -                       | -          | -                            | -                 | -                       | -          |
| Loss Before Tax and Interest | (1,137)                   | (1,053)           | 84                      | 8%         | (1,911)                      | (1,636)           | 275                     | 17%        |
| <b>Loss Before Tax</b>       | <b>(1,230)</b>            | <b>(1,095)</b>    | <b>135</b>              | <b>12%</b> | <b>(2,054)</b>               | <b>(1,726)</b>    | <b>328</b>              | <b>19%</b> |
| Loss After Tax               | (1,327)                   | (1,172)           | 155                     | 13%        | (2,178)                      | (1,831)           | 347                     | 19%        |

The investment holdings recorded a loss before tax of RM2.05 million as compare to the preceding financial period ended 31 December 2021 of loss before tax of RM1.73 million.

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

|                                | Current quarter   | Immediate Preceding Quarter | Changes       |           |
|--------------------------------|-------------------|-----------------------------|---------------|-----------|
|                                | RM'000            | RM'000                      | (amount / %)  |           |
|                                | <u>31/12/2022</u> | <u>30/09/2022</u>           | <u>RM'000</u> | <u>%</u>  |
| <b>Revenue</b>                 | <b>272,211</b>    | <b>264,099</b>              | <b>8,112</b>  | <b>3%</b> |
| Profit Before Tax and Interest | 57,383            | 55,461                      | 1,922         | 3%        |
| <b>Profit Before Tax</b>       | <b>56,415</b>     | <b>54,578</b>               | <b>1,837</b>  | <b>3%</b> |
| Profit After Tax               | 52,857            | 48,714                      | 4,143         | 9%        |

The Group posted revenue of RM272.21 million for the current quarter ended 31 December 2022 which is RM8.11 million or 3% higher than the immediate preceding quarter ended 30 September 2022 of RM264.10 million. The profit before tax for the current quarter ended 31 December 2022 is RM56.42 million, which is RM1.84 million and 3% higher than the immediate preceding quarter ended 30 September 2022 of RM54.58 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<br>Quarter<br>RM'000 | (amount / %)    |             |
|                                    | <u>31/12/2022</u> | <u>30/09/2022</u>              | <u>RM'000</u>   | <u>%</u>    |
| <b>Revenue</b>                     | <b>165,184</b>    | <b>180,576</b>                 | <b>(15,392)</b> | <b>(9%)</b> |
| Profit Before Tax and Interest     | 46,981            | 43,917                         | 3,064           | 7%          |
| <b>Profit Before Tax</b>           | <b>45,659</b>     | <b>42,592</b>                  | <b>3,067</b>    | <b>7%</b>   |
| Profit After Tax                   | 43,824            | 39,114                         | 4,713           | 12%         |

The shipping and marine segment posted a decrease in revenue of RM15.39 million or 9% in the current quarter ended 31 December 2022 of RM165.18 million as compared to RM180.58 million in the immediate preceding quarter ended 30 September 2022. The reason for the decrease in the revenue is mainly due to decrease in lifting volume and freight rates.

The profit before tax for the current quarter ended on December 31, 2022 increased by RM3.06 million or 7% compared to the immediate preceding quarter ended on September 30, 2022, which had a profit before tax of RM42.59 million. The increase in profit is attributed to the provisioning of more agency and husbandry services during the reviewed period.

| <u>Integrated logistics segment</u> | Current quarter   | Immediate                      | Changes        |              |
|-------------------------------------|-------------------|--------------------------------|----------------|--------------|
|                                     | RM'000            | Preceding<br>Quarter<br>RM'000 | (amount / %)   |              |
|                                     | <u>31/12/2022</u> | <u>30/09/2022</u>              | <u>RM'000</u>  | <u>%</u>     |
| <b>Revenue</b>                      | <b>89,429</b>     | <b>70,593</b>                  | <b>18,836</b>  | <b>27%</b>   |
| Profit Before Interest and Tax      | 9,755             | 13,396                         | (3,641)        | (27%)        |
| <b>Profit Before Tax</b>            | <b>9,322</b>      | <b>12,968</b>                  | <b>(3,646)</b> | <b>(28%)</b> |
| Profit After Tax                    | 8,436             | 10,797                         | (2,361)        | (22%)        |

The integrated logistics segment posted an increase in revenue of RM18.84 million or 27% in the current quarter ended 31 December 2022 of RM89.43 million as compared to RM70.59 million in the immediate preceding quarter ended 30 September 2022. The increase revenue was due to complete the one off delivery and installation of one (1) unit quay container crane to Bintulu Port Sdn. Bhd.

The profit before tax for the current quarter ended 31 December 2022 is RM9.32 million, which is RM3.65 million or 28% lower than the immediate preceding quarter ended 30 September 2022 of RM12.97 million. The reason for the decrease in profit before tax because due to additional provision of impairment of RM1.29 million and more maintenance services being incurred during the reviewed period.

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

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

|                                   | Current quarter   | Immediate                      | Changes       |                 |
|-----------------------------------|-------------------|--------------------------------|---------------|-----------------|
|                                   | RM'000            | Preceding<br>Quarter<br>RM'000 | (amount / %)  |                 |
| <b><u>Engineering segment</u></b> | <b>31/12/2022</b> | <b>30/09/2022</b>              | <b>RM'000</b> | <b>%</b>        |
| <b>Revenue</b>                    | 15,818            | <b>12,730</b>                  | <b>3,088</b>  | <b>24%</b>      |
| Profit Before Interest and Tax    | 1,281             | 88                             | 1,193         | >100%           |
| <b>Profit Before Tax</b>          | <b>1,239</b>      | <b>47</b>                      | <b>1,192</b>  | <b>&gt;100%</b> |
| Profit After Tax                  | 937               | 33                             | 904           | >100%           |

The engineering segment posted an increase in revenue of RM3.09 million or 24% in the current quarter ended 31 December 2022 of RM15.82 million as compared to RM12.73 million in the immediate preceding quarter ended 30 September 2022.

The profit before tax for the current quarter ended 31 December 2022 is RM1.24 million as compared a profit before tax of RM0.05 million in the immediate preceding quarter ended 30 September 2022. The reason for the increase in revenue and increase in profit before tax because in the current quarter under review certain projects in hand has achieve a certain milestone.

|                                       | Current quarter   | Immediate                      | Changes       |                 |
|---------------------------------------|-------------------|--------------------------------|---------------|-----------------|
|                                       | RM'000            | Preceding<br>Quarter<br>RM'000 | (amount / %)  |                 |
| <b><u>Property segment</u></b>        | <b>31/12/2022</b> | <b>30/09/2022</b>              | <b>RM'000</b> | <b>%</b>        |
| <b>Revenue</b>                        | <b>1,780</b>      | <b>200</b>                     | <b>1,580</b>  | <b>&gt;100%</b> |
| Profit/(Loss) Before Interest and Tax | 927               | (723)                          | 1,650         | >100%           |
| <b>Profit/(Loss) Before Tax</b>       | <b>882</b>        | <b>(768)</b>                   | <b>1,650</b>  | <b>&gt;100%</b> |
| <b>Profit/(Loss) Before Tax</b>       | <b>441</b>        | <b>(681)</b>                   | <b>1,122</b>  | <b>&gt;100%</b> |

The property segment posted an increase in revenue of RM1.58 million in the current quarter ended 31 December 2022 to RM1.78 million as compared to RM0.2 million in the immediate preceding quarter ended 30 September 2022.

The profit before tax for the current quarter ended 31 December 2022 of RM0.88 million, which is RM1.65 million higher than the immediate preceding quarter ended 30 September 2022 due to sale of 1 unit of industrial building.

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

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

|                                   | Current quarter<br>RM'000 | Immediate<br>Preceding<br>Quarter<br>RM'000 | Changes<br>(amount / %) |            |
|-----------------------------------|---------------------------|---|-------------------------|------------|
| <u>Investment holding segment</u> | <u>31/12/2022</u>         | <u>30/09/2022</u>                           | <u>RM'000</u>           | <u>%</u>   |
| <b>Revenue</b>                    | -                         | -   | -                       | -          |
| (Loss) Before Interest and Tax    | (1,137)                   | (775)                                       | 362                     | 47%        |
| <b>(Loss) Before Tax</b>          | <b>(1,230)</b>            | <b>(824)</b>                                | <b>406</b>              | <b>49%</b> |
| (Loss) After Tax                  | (1,327)                   | (851)                                       | 476                     | 56%        |

The investment holdings recorded a loss before tax of RM1.23 million, a increase of loss of RM0.41 million as compare to the immediate preceding quarter ended 30 September 2022 of RM0.82 million.

### B3. Prospects

#### Shipping and Marine Services Division

Harbour-Link Intra-Asia/East Malaysia Container Shipping Trade had suffered low cargo volume and drastic drops of freight as from 3rd week of December 2022 until mid-February 2023 due to long festive season holidays. However, from now onwards, we foresee an increase in lifting volume based on recent space bookings by customers. Freight rates are expected to maintain.

Domestic trade are stable and lesser freight corrections. Shipping agency business are active and consistent after endemic.

Further to Sarawak State government's announcements on implementation of various big investment projects which will stimulate our state economy in the coming years.

Harbour-Link's shipping and marine division's performance shall be favorable in the coming quarters.

#### Integrated Logistics Division

Logistics activities are stable and consistent after endemic. We shall expect more machinery rental and sales in the coming quarters particularly in the supplies of port and construction machineries. We shall expect to deliver a favorable result in the coming quarters.

#### Engineering and Construction Division

Most of projects works are coming to the tail end. New projects are under tendering and yet to be secured. We shall expect some good news soon.

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

### B3. Prospects (Cont'd)

Overall, Harbour-Link's businesses are well maintained and controlled. 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 |
|   | 31/12/2022           | 31/12/2021                           | 31/12/2022               | 31/12/2021                 |
|   | <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   | 836                  | 339                                  | 1,352                    | 619                        |
| Depreciation of plant and equipment                                       | 18,462               | 15,885                               | 36,050                   | 30,764                     |
| Finance cost  | 968                  | 1,017                                | 1,851                    | 1,888                      |
| Allowance of impairment of receivables                                    | 1,432                | 2,607                                | 1,652                    | 3,535                      |
| Share of profit/(loss) in associates                                      | 3,916                | (1,072)                              | 3,451                    | (727)                      |
| Share of profit in jointly controlled entities                            | 16                   | 144                                  | 17                       | 142                        |

## 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 |
|   | 31/12/2022             | 31/12/2021                             | 31/12/2022               | 31/12/2021                 |
|   | <u>RM'000</u>          | <u>RM'000</u>                          | <u>RM'000</u>            | <u>RM'000</u>              |
| Current tax expense   | 2,938                  | 7,065                                  | 9,071                    | 9,046                      |
|   |                        | -                                      |                          | -                          |
| Deferred tax expense:<br>Origination and reversal of temporary difference | 620                    | 17                                     | 351                      | 123                        |
|   | <u>3,558</u>           | <u>7,082</u>                           | <u>9,422</u>             | <u>9,169</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 20 February 2023, 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 31 December 2022 and 31 December 2021 are as follows:

|                     | As at 31 December 2022 |                     |                 |
|---------------------|------------------------|---------------------|-----------------|
|                     | Short Term<br>RM'000   | Long Term<br>RM'000 | Total<br>RM'000 |
| <b>Secured</b>      |                        |                     |                 |
| Term loan           | 3,185                  | 9,769               | 12,954          |
| Bank Overdraft      | 1,692                  | -                   | 1,692           |
| Lease Liabilities   | 17,950                 | 18,233              | 36,183          |
|                     | <u>22,827</u>          | <u>28,002</u>       | <u>50,829</u>   |
| <b>Unsecured</b>    |                        |                     |                 |
| Bankers' Acceptance | -                      | -                   | -               |
| Revolving Credit    | 12,672                 | -                   | 12,672          |
|                     | <u>12,672</u>          | <u>-</u>            | <u>12,672</u>   |
|                     | <u>35,499</u>          | <u>28,002</u>       | <u>63,501</u>   |
|                     |                        |                     |                 |
|                     | As at 31 December 2021 |                     |                 |
|                     | Short Term<br>RM'000   | Long Term<br>RM'000 | Total<br>RM'000 |
| <b>Secured</b>      |                        |                     |                 |
| Term loan           | 4,752                  | 13,071              | 19,095          |
| Bank Overdraft      | 132                    | -                   | 48              |
| Lease Liabilities   | 32,663                 | 40,325              | 35,620          |
|                     | <u>37,547</u>          | <u>53,396</u>       | <u>54,762</u>   |
| <b>Unsecured</b>    |                        |                     |                 |
| Bankers' Acceptance | 2,668                  | -                   | 2,668           |
| Revolving Credit    | -                      | -                   | -               |
|                     | <u>2,668</u>           | <u>-</u>            | <u>2,668</u>    |
|                     | <u>40,215</u>          | <u>53,396</u>       | <u>57,430</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 31 December 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 20 February 2023, 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 20 February 2023 being the date not earlier than 7 days from the date of this announcement.

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

A first interim dividend of 3.0 sen per ordinary share for the financial year ending 30 June 2023 amounting to RM11,957,301 (2022 : RM19,928,835) was proposed during the quarter under review and will be payable on 31 March 2023 to members registered on 15 March 2023.

## 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 31 December 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 RM46,510,000 and RM85,665,000 respectively by the weighted average number of ordinary shares in issue (net of treasury shares) during the current quarter and financial period ended 31 December 2022 of 398,744,000.

|  | Individual Quarter     |  | Cumulative Quarter       |                            |
|--|------------------------|--|--------------------------|----------------------------|
|  | Current period Quarter | Preceding Period Corresponding Quarter | Current Financial Period | Preceding Financial Period |
|  | 31/12/2022             | 31/12/2021                             | 31/12/2022               | 31/12/2021                 |
| <b>Earnings Per Share</b>  |                        |  |                          |                            |
| Profit net of tax attributable to Owners of the parent (in RM'000) | <b>46,510</b>          | 22,853                                 | <b>85,665</b>            | 40,345                     |
| 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>11.65</b>           | 5.73                                   | <b>21.47</b>             | 10.11                      |
| Diluted earnings per share (sen)                                   | <b>11.65</b>           | 5.73                                   | <b>21.47</b>             | 10.11                      |



# 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 31 December 2022 pursuant to paragraph 8.23(1) of the Listing Requirements.

| <u>Company</u>   | <b>31 Dec 2022</b><br><b>RM'000</b> | <b>30 Sept 2022</b><br><b>RM'000</b> |
|--|-------------------------------------|--------------------------------------|
| Corporate guarantees to financial institutions for credit facilities granted to: |                                     |                                      |
| - non wholly-owned subsidiary companies  | 8,547                               | 7,575                                |
| Loan or advances - non wholly-owned subsidiary companies                         | 1,754                               | 2,782                                |
|  | -----                               | -----                                |
|  | 10,301                              | 10,357                               |
|  | =====                               | =====                                |

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 31 December 2022.

This announcement is dated 27 February 2023.