

HARBOUR-LINK GROUP BERHAD
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 3RD QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2024
(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 / %)	
	31/03/2024	31/03/2023	RM'000	%	31/03/2024	31/03/2023	RM'000	%
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	257,814	219,684	38,130	17%	700,508	755,994	(55,486)	(7%)
Operating expenses	(209,511)	(159,132)	(50,379)	32%	(564,703)	(552,476)	(12,227)	2%
Gross profit	48,303	60,552	(12,249)	(20%)	135,805	203,518	(67,713)	(33%)
Interest income	1,658	1,016	642	63%	4,618	2,368	2,250	95%
Other income	4,353	2,563	1,790	70%	13,521	11,133	2,388	21%
Administrative Expenses	(18,351)	(14,954)	(3,397)	23%	(66,116)	(58,466)	(7,650)	13%
Finance costs	(537)	(888)	351	(40%)	(2,105)	(2,739)	634	(23%)
Share of results of jointly controlled entity	-	10	(10)	(>100%)	(1)	27	(28)	(>100%)
Share of results of associated companies	(278)	(354)	76	21%	266	3,097	(2,831)	(91%)
Profit before taxation	35,148	47,945	(12,797)	(27%)	85,988	158,938	(72,950)	(46%)
Taxation	(5,620)	(5,165)	(455)	9%	(13,326)	(14,587)	1,261	(9%)
Net profit for the year	29,528	42,780	(13,252)	(31%)	72,662	144,351	(71,689)	(50%)
Other comprehensive income:								
Items that may be reclassified subsequently to profit or loss:								
Share of associates' other comprehensive income	32	(867)	899	>100%	(76)	(690)	614	(89%)
Exchange difference on translation of foreign entity	214	81	133	>100%	155	(20)	175	>100%
Total comprehensive income for the year	29,774	41,994	(12,220)	(29%)	72,741	143,641	(70,900)	(49%)
Profit for the year attributable to:								
Owners of the parent	24,142	37,091	(12,949)	(35%)	57,634	122,756	(65,122)	(53%)
Non-Controlling Interests	5,386	5,689	(303)	(5%)	15,028	21,595	(6,567)	(30%)
	29,528	42,780	(13,252)	(31%)	72,662	144,351	(71,689)	(50%)
Total Comprehensive income for the year attributable to:								
Owners of the parent	24,384	36,417	(12,033)	(33%)	57,703	122,046	(64,343)	(53%)
Non-Controlling Interests	5,390	5,577	(187)	(3%)	15,038	21,595	(6,557)	(30%)
	29,774	41,994	(12,220)	(29%)	72,741	143,641	(70,900)	(49%)
Earnings per share ("EPS") (in sen)								
Basic earnings per share (sen) (Note B13)	6.06	9.31	(3.25)	(35%)	14.46	30.80	(16.34)	(53%)
Diluted earnings per share (sen) (Note B13)	6.06	9.31	(3.25)	(35%)	14.46	30.80	(16.34)	(53%)

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 2023.

HARBOUR-LINK GROUP BERHAD
UNAUDITED CONDENSED CONSOLIDATED FINANCIAL POSITION

	As at	As at
	31/03/2024	30/06/2023
	RM'000	RM'000
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	322,508	328,889
Investment properties	12,325	12,768
Inventories	46,095	45,750
Investment in jointly-controlled entity	-	29
Investment in associates	6,735	6,581
Deferred tax assets	1,325	1,338
Trade and other receivables	352	352
	389,340	395,707
Current assets		
Inventories	39,530	39,289
Trade and other receivables	211,933	183,541
Investment securities	114,071	135,957
Other current assets	42,342	46,703
Cash and bank balance	334,917	287,077
	742,793	692,567
TOTAL ASSETS	1,132,133	1,088,274
LIABILITIES		
Current liabilities		
Loans and borrowings	17,667	19,551
Trade and other payables	153,805	150,528
Other current liabilities	28	3,966
Tax payables	13,500	6,199
	185,000	180,244
Non-current liabilities		
Deferred tax liabilities	15,466	16,510
Loans and borrowings	25,838	29,774
	41,304	46,284
TOTAL LIABILITIES	226,304	226,528
NET ASSETS	905,829	861,746
EQUITY		
Share capital	200,200	200,200
Revenue reserves	576,687	542,905
Total shareholders' equity	776,887	743,105
Non-controlling interest	128,942	118,641
TOTAL EQUITY	905,829	861,746
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	1.95	1.86

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 2023.

HARBOUR-LINK GROUP BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2024
(The figures have not been audited).

	CURRENT PERIOD	COMPARABLE PERIOD
	ENDED 31/03/2024	ENDED 31/03/2023
	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	85,988	158,938
Adjustments for:		
Non-operating items	(7,502)	(1,450)
Allowance of Impairment of assets	30	-
Depreciation	32,644	54,682
Interest expense	2,105	2,739
Interest income	(4,618)	(2,368)
Loss on sales of associate investment	47	1,828
Share of results in associates and jointly controlled entity	265	(3,124)
Operating profit before changes in working capital	108,959	211,245
Changes in working capital:		
Decrease/(Increase) in inventories	(586)	(6,633)
(Increase)/Decrease in trade and other receivables	(22,754)	26,037
Decrease in amount due from customers for contract works	259	11,050
(Decrease)/ Increase in other current liabilities	(3,766)	(483)
Increase in trade and other payables	7,631	(27,896)
Net cash generated from operations activities	89,743	213,320
Interest paid	(2,105)	(2,739)
Interest received	4,618	2,368
Taxes paid, net of refund	(7,047)	(19,834)
Net cash generated from operating activities	85,209	193,115
Cash flows from investing activities		
Acquisition of property, plant and equipment	(29,743)	(35,828)
Acquisition of investment securities, net of redemption	22,957	(76,521)
Acquisition of non-controlling interests	-	(2,172)
Dividend received from associates	32	32
Write off Investment in investment	30	-
Net cash inflow from capital reduction in jointly controlled	33	-
(Increase) in short term deposits with maturity more than 3 months	9,880	-
Proceeds from disposal of property, plant and equipment	3,819	681
Net cash used in investing activities	7,007	(113,808)
Cash flows from financing activities		
Dividend paid	(38,408)	(25,398)
Proceeds from issuance of shares	9,750	-
Net (Repayment of)/generated from from borrowings	(940)	(7,635)
Net generated from / (repayment of)lease payables	(4,880)	(42,877)
Net cash used in financing activities	(34,478)	(75,910)
Net (decrease) in cash and cash equivalents	57,738	3,397
Cash and cash equivalents at beginning of period	266,884	251,524
Cash and cash equivalents at end of period	324,622	254,921

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

Cash and bank balances	334,917	263,742
Bank Overdraft	(99)	(229)
Cash at bank pledged as securities for bank borrowings	(10,196)	(8,592)
	<u>324,622</u>	<u>254,921</u>

This Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2023

HARBOUR-LINK GROUP BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 9 MONTHS PERIOD ENDED 31 MARCH 2024
(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	
9 MONTHS ENDED 31 MARCH 2024							
At 1 July 2022	861,746	743,105	200,200	(887)	4,484	539,308	118,641
Total comprehensive income for the period	72,741	57,703	-	-	69	57,634	15,038
Allotment of shares of non-controlling interest	9,750	-	-	-	-	-	9,750
Dividends on ordinary shares	(38,408)	(23,921)	-	-	-	(23,921)	(14,487)
At 31 MARCH 2024	905,829	776,887	200,200	(887)	4,553	573,021	128,942
9 MONTHS ENDED 31 MARCH 2023							
At 1 July 2022	714,869	616,106	200,200	(887)	3,645	413,148	98,763
Total comprehensive income for the period	143,641	122,046	-	-	(710)	122,756	21,595
Acquisition of non-controlling interest	(2,172)	-	-	-	-	-	(2,172)
Loss on sales of associate	(1,828)	(1,828)	-	-	-	(1,828)	-
Dividends on ordinary shares	(25,398)	(21,928)	-	-	-	(21,928)	(3,470)
At 31 MARCH 2023	829,112	714,396	200,200	(887)	2,935	512,148	114,716

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 2023.

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 2023, except for the following:

Effective for financial periods beginning on or after 1 July 2023:

Title	Effective Date
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

MFRSs and Amendments to MFRSs issued but not yet effective

Title	Effective Date
Amendments to MFRS 16 : Lease liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101 : Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7 : Disclosures : Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121 : Lack of Exchangeability	1 January 2025

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 2023 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 Cyclical 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 March 2024.

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 first interim dividend of 3.0 sen net per ordinary share of RM0.50 each for the financial year ending 30 June 2024 amounting to RM11,960,451 (2023: RM23,920,902) was paid on 1st April 2024.

A8. Segment Information (Cont'd)

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

Financial period to date	Investment Holding	Shipping and Marine	Integrated logistics	Machineries Trading	Engineering	Property development	Elimination	Total
<u>31 March 2024</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
REVENUE								
Revenue from external sales	-	425,911	149,565	92,579	25,716	6,737	-	700,508
Inter-segment sales	69,980	17,435	7,337	3,811	-	219	(98,782)	-
	69,980	443,346	156,902	96,390	25,716	6,956	(98,782)	700,508
RESULTS								
(Loss)/Profit before taxation from the normal operations								
Profit before taxation includes:	(2,725)	50,234	24,990	14,434	(1,397)	3,032	(2,580)	85,988
Depreciation	202	19,181	12,367	93	255	302	245	32,644
Allowance of Impairment of assets	-	-	30	-	-	-	-	30
Finance cost	56	941	969	139	53	16	(69)	2,105
Net reversal impairment of trade receivables	(71)	-	(1,465)	-	-	-	-	(1,536)
Share of profit in jointly controlled entities and associates	-	180	85	-	-	-	-	265

A8. Segment Information (Cont'd)

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

Financial period to date	Investment Holding	Shipping and Marine	Integrated logistics	Machineries Trading	Engineering	Property development	Elimination	Total
<u>31 March 2024</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
SEGMENT ASSETS	12,990	562,913	305,214	96,041	83,132	78,542	(8,024)	1,130,809
Deferred tax assets	-	1,111	111	-	-	103	-	1,325
TOTAL ASSETS	12,990	564,024	305,325	96,041	83,132	78,645	(8,024)	1,132,133
Included in measure of segment assets are:								
Investment in associates	-	5,815	920	-	-	-	-	6,735
Investment in jointly controlled entities	-	-	-	-	-	-	-	-
Additional to property, plant and equipment	438	6,507	21,250	644	742	162	-	29,743
SEGMENT LIABILITIES	5,041	93,681	83,837	35,804	5,850	2,656	(16,032)	210,838
Deferred tax liabilities	70	6,647	5,783	456	2,224	-	287	15,467
TOTAL LIABILITIES	5,111	100,328	89,620	36,260	8,074	2,656	(15,745)	226,304

A8. Segment Information (Cont'd)

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

Financial period to date 31 March 2023	Investment Holding RM'000	Shipping and Marine RM'000	Integrated logistics RM'000	Machineries Trading RM'000	Engineering RM'000	Property RM'000	Elimination RM'000	Total RM'000
REVENUE								
Revenue from external sales	-	480,552	167,140	68,658	36,743	2,901	-	755,994
Inter-segment sales	19,100	11,121	9,696	216	-	2,578	(42,711)	-
	19,100	491,673	176,836	68,874	36,743	5,479	(42,711)	755,994
RESULTS								
(Loss)/Profit before taxation from the normal operations	(3,005)	115,436	38,132	3,562	866	174	3,773	158,938
Profit before taxation includes:								
Depreciation	198	42,231	11,951	249	240	197	(384)	54,682
Finance cost	224	3,729	1,117	70	123	124	(2,648)	2,739
Net impairment of trade receivables	-	98	(529)	388	-	-	-	(43)
Share of profit/(loss) in jointly controlled entities and associates	3,088	9	27	-	-	-	-	3,124

A8. Segment Information (Cont'd)

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

Financial period to date 31 March 2023	Investment Holding RM'000	Shipping and Marine RM'000	Integrated logistics RM'000	Machineries Trading RM'000	Engineering RM'000	Property RM'000	Elimination RM'000	Total RM'000
SEGMENT ASSETS	17,853	518,542	305,656	34,999	87,385	76,241	(14,625)	1,026,051
Deferred tax assets	-	1,939	794	92	-	16	-	2,841
TOTAL ASSETS	17,853	520,481	306,450	35,091	87,385	76,257	(14,625)	1,028,892
Included in measure of segment assets are:								
Investment in associates	-	5,255			-	-	-	6,087
Investment in jointly controlled entities	-	-			-	-	-	347
Additional to property, plant and equipment	75	22,327	12,285	379	579	183	-	35,828
SEGMENT LIABILITIES	7,304	90,723	62,345	30,433	7,902	3,332	(19,755)	182,284
Deferred tax liabilities	70	6,986	7,965	-	2,456	19	-	17,496
TOTAL LIABILITIES	7,374	97,709	70,310	30,433	10,358	3,351	(19,755)	199,780

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 March 2024.

A10. Significant Post Balance Sheet Event

There are no material events as at 21 August 2024, 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 ended 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 March 2024.

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

	31 March 2024	31 Dec 2023
	RM'000	RM'000
Capital expenditure		
Authorised and contracted for	81,620	21,132
	=====	=====

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.

	Current period ended 31 Mar 2024 RM'000	Balance due from/(to) As at 31 Mar 2024 RM'000
Transaction with companies in which Certain Directors of the Company have substantial interests		
Sales of goods and services	224	426
Purchase of goods and services	(1,079)	(1,232)
	<u> </u>	<u> </u>

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 RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>
Revenue	257,814	219,684	38,130	17%	700,508	755,994	(55,486)	(7%)
Profit Before Interest and Tax	35,685	48,833	(13,147)	(27%)	88,093	161,677	(73,584)	(46%)
Profit Before Tax	35,148	47,945	(12,796)	(27%)	85,988	158,938	(72,950)	(46%)
Profit After Tax	29,528	42,780	(13,251)	(31%)	72,662	144,351	(71,689)	(50%)

The Group posted revenue of RM700.51 million for the current financial period ended 31 March 2024, which is RM55.49 million or 7% lower than the preceding financial period ended 31 March 2023 of RM755.99 million. While, the profit before tax for the current financial period ended 31 March 2024 is RM85.99 million, which is RM72.95 million or 46% lower than the preceding financial period ended 31 March 2023 of RM158.94 million.

	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>
Other Income	4,353	2,563	1,790	70%	13,521	11,133	2,388	21%

The Group posted other income of RM13.52 million for the current financial period ended 31 March 2024, which is RM2.39 million or 21% higher than the preceding financial period ended 31 March 2024 of RM 11.13 million. The increase in the other income is due to increase in unrealized foreign exchange gain.

	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>	<u>31/3/2024</u>	<u>31/3/2023</u>	<u>RM'000</u>	<u>%</u>
Administrative Expenses	18,351	14,954	3,397	23%	66,116	58,466	7,650	13%

The Group posted administrative expenses of RM66.12 million for the current financial period ended 31 March 2024, which is RM7.65 million or 13% higher than the preceding financial period ended 31 March 2023 of RM58.47 million. The increase in administrative expenses is mainly due to payroll cost including performance incentives and bonuses.

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 (Cont'd)

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.
- Heavy equipment trading segment comprises of selling of construction engineering machineries, heavy lifting machineries, common equipment, mechanical and electrical equipment products.
- Engineering segment
- Property segment
- Other operations mainly consist of investment, management services and treasury services.

Shipping and marine segment	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	31/03/2024	31/03/2023	RM'000	%	31/03/2024	31/03/2023	RM'000	%
Revenue	141,697	134,791	(17,209)	(13%)	425,911	480,552	(54,641)	(11%)
Profit Before								
Interest and Tax	20,509	28,267	(7,758)	(27%)	52,744	119,165	(66,421)	(56%)
Profit Before Tax	19,651	27,184	(7,533)	(28%)	50,234	115,436	(65,202)	(56%)
Profit After Tax	18,812	24,221	(5,409)	(22%)	46,725	107,158	(60,433)	(56%)

The shipping and marine segment recorded revenue of RM425.91 million which is RM54.64 million or 11% lower than the preceding financial period ended 31 March 2023 of RM480.55 million.

The profit before tax of RM50.23 million which is RM65.20 million or 56% lower than preceding financial period ended 31 March 2023 of RM115.44 million. The reason for the significant decrease in the profit before tax is due to freight rates downward fluctuation because of overcapacity in the market.

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 (Cont'd)

Integrated	Current Quarter		Changes		Cumulative Quarter		Changes	
	RM'000		(amount / %)		RM'000		(amount / %)	
logistics segment	31/03/2024	31/03/2023	RM'000	%	31/03/2024	31/03/2023	RM'000	%
Revenue	47,261	75,776	(28,515)	(38%)	149,565	167,140	(17,575)	(11%)
Profit Before Interest and Tax	9,997	19,817	(9,820)	(50%)	25,916	39,341	(13,425)	(34%)
Profit Before Tax	9,616	19,404	(9,788)	(50%)	24,990	38,132	(13,142)	(34%)
Profit After Tax	8,448	17,004	(8,556)	(50%)	21,636	33,499	(11,863)	(35%)

The integrated logistics segment recorded a decrease in revenue by RM17.57 million to RM149.57 million, a decrease of 11% as compared to the preceding financial period ended 31 March 2023 of RM167.14 million.

The profit before tax has recorded a decrease of RM13.14 million to RM24.99 million as compared to preceding financial period ended 31 March 2023 of RM38.13 million.

The decrease in the revenue and profit before tax is due to the completion of project cargo handling contract.

Machineries trading segment	Current Quarter		Changes		Cumulative Quarter		Changes	
	RM'000		(amount / %)		RM'000		(amount / %)	
	31/03/2024	31/03/2023	RM'000	%	31/03/2024	31/03/2023	RM'000	%
Revenue	56,694	21,096	35,598	>100%	92,579	68,658	23,921	35%
Profit Before Interest and Tax	7,832	2,012	5,820	>100%	14,637	5,639	8,998	>100%
Profit Before Tax	7,864	1,982	5,882	>100%	14,434	5,543	8,891	>100%
Profit After Tax	4,328	1,484	2,844	>100%	9,048	4,221	4,827	>100%

The machineries trading segment recorded a increase in revenue by RM23.92 million or 35% to RM92.58 million as compared to the preceding financial period ended 31 March 2023 of RM68.66 million.

The profit before tax has recorded an increase of RM8.89 million to RM14.43 million as compared to preceding financial period ended 31 March 2023 of RM5.54 million.

Revenue and profit before tax has risen are derived from the completion of delivery of 2 units of ship-to shore container cranes.

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 (Cont'd)

Engineering segment	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%
Revenue	11,062	8,195	2,867	35%	25,716	36,743	(11,027)	(30%)
(Loss)/Profit Before Tax and Interest	(510)	(381)	(129)	(34%)	(1,344)	989	(2,333)	>100%
Before Tax	(510)	(420)	(90)	(21%)	(1,397)	886	(2,283)	>100%
(Loss)/Profit After Tax	(511)	(310)	(201)	(65%)	(1,450)	660	(2,110)	>100%

The engineering segment recorded a decrease in revenue of RM11.03 million or 30% as compared to the preceding financial period ended 31 March 2023 of RM36.74 million. The loss before tax for the current financial period is RM1.40 million as compared to a profit before tax of RM0.89 million in the preceding financial period ended 31 March 2023.

The reason for the decrease in revenue and net loss before tax because in the current financial period under review certain projects are at the tail end and certain projects are at the early stages.

Property segment	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%
Revenue	1,100	921	179	19%	6,737	2,901	3,836	>100%
Profit Before Tax and Interest	26	94	(68)	(72%)	3,049	298	2,751	>100%
Profit Before Tax	25	59	(34)	(58%)	3,032	174	2,858	>100%
Profit After Tax	34	185	(151)	(82%)	2,229	(54)	2,283	>100%

The property development division recorded revenue of RM6.74 million which is RM3.84 million higher than the preceding financial period ended 31 March 2024. The profit before tax is RM3.03 million which is RM2.86 million higher than the preceding financial period ended 31 March 2023.

The increase of revenue and profit before tax is mainly due to a sale of vacant land for RM3.72 million.

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 (Cont'd)

Investment Holding	Current Quarter RM'000		Changes (amount / %)		Cumulative Quarter RM'000		Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%	<u>31/03/2024</u>	<u>31/03/2023</u>	RM'000	%
Revenue		-	-	-	-	-	-	-
Loss Before Tax and Interest	(1,192)	(869)	323	37%	(2,669)	(2,781)	(112)	(4%)
Loss Before Tax	(1,210)	(951)	259	27%	(2,725)	(3,005)	(280)	(9%)
Loss After Tax	(1,295)	(988)	307	31%	(2,946)	(3,166)	(220)	(7%)

The investment holdings recorded a loss before tax of RM2.73 million as compare to the preceding financial period ended 31 March 2023 of loss before tax RM3.01 million.

B2. Comparison with Preceding Quarter's Results

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
	<u>31/3/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
Revenue	257,814	236,590	21,224	9%
Profit Before Tax and Interest	35,686	26,072	9,614	37%
Profit Before Tax	35,148	25,305	9,843	39%
Profit After Tax	29,529	21,729	7,800	36%

The Group posted revenue of RM257.81 million for the current quarter ended 31 March 2024 which is RM21.22 million or 9% higher than the immediate preceding quarter ended 31 December 2023 of RM236.59 million. The profit before tax for the current quarter ended 31 March 2024 is RM35.15 million, which is RM9.84 million or 39% higher than the immediate preceding quarter ended 31 December 2023 of RM25.31 million.

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

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

B2. Comparison with Preceding Quarter's Results

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

Financial period to date	Investment Holding RM'000	Shipping and Marine RM'000	Integrated logistics RM'000	Machineries Trading RM'000	Engineering RM'000	Property development RM'000	Elimination RM'000	Total RM'000
31 March 2024								
REVENUE								
Revenue from external sales	-	141,697	47,261	56,694	11,062	1,100	-	257,814
Inter-segment sales	49,493	6,789	-	2,498	-	22	(58,802)	-
	49,493	148,485	47,261	59,192	11,062	1,122	(58,802)	257,814
RESULTS								
(Loss)/Profit before taxation from the normal operations	(1,210)	19,651	9,616	7,864	(510)	25	(288)	35,148
31 December 2023								
REVENUE								
Revenue from external sales	-	156,017	49,300	23,304	7,329	640	-	236,590
Inter-segment sales	743	4,995	4,348	653	-	115	(10,854)	-
	743	161,013	53,648	23,957	7,329	755	(10,854)	236,590
RESULTS								
(Loss)/Profit before taxation from the normal operations	(1,010)	18,218	6,167	4,353	(840)	(436)	(1,147)	25,305

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

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

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

<u>Shipping and marine segment</u>	Current quarter	Immediate	Changes	
	RM'000	Preceding Quarter RM'000	(amount / %)	
	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
Revenue	141,697	156,017	(14,320)	(9%)
Profit Before Tax and Interest	20,509	19,039	1,470	8%
Profit Before Tax	19,651	18,218	1,433	8%
Profit After Tax	18,812	16,732	2,080	12%

The shipping and marine segment posted an decrease in revenue of RM14.32 million or 9% in the current quarter ended 31 March 2024 of RM141.70 million as compared to RM156.02 million in the immediate preceding quarter ended 31 December 2023. The reason for the decrease in the revenue was due to slight decrease of cargo volume handled during the festive period.

The profit before tax for the current quarter ended on 31 March 2024 increased by RM1.43 million or 8% compared to the immediate preceding quarter ended on 31 December 2023, which had a profit before tax of RM18.22 million. The increase in profit before tax of RM1.43 million due to better profit margin and higher utilization rate.

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

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

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

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
<u>Integrated logistics segment</u>				
Revenue	47,261	49,300	(2,039)	(4%)
Profit Before Interest and Tax	9,997	6,411	3,586	56%
Profit Before Tax	9,616	6,167	3,449	56%
Profit After Tax	8,448	5,486	2,962	54%

The integrated logistics segment posted a decrease in revenue of RM2.04 million or 4% in the current quarter ended 31 March 2024 of RM47.26 million as compared to RM49.30 million in the immediate preceding quarter ended 31 December 2023. The decrease in revenue was attributed to the decrease of cargoes handled during the festive season.

The profit before tax for the current quarter ended 31 March 2024 is RM9.62 million, which is RM6.15 million higher than the immediate preceding quarter ended 31 December 2023 of RM3.45 million. The increase in profit before tax is due to higher profit margin from project cargoes handling work and other logistics work for oil and gas industries.

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
<u>Machineries trading segment</u>				
Revenue	56,694	23,304	33,390	>100%
Profit Before Interest and Tax	7,832	4,508	3,324	74%
Profit Before Tax	7,864	4,353	3,511	81%
Profit After Tax	4,328	3,099	1,229	40%

The machineries trading segment posted an increase in revenue of RM33.39 million in the current quarter ended 31 March 2024 of RM56.69 million as compared to RM23.30 million in the immediate preceding quarter ended 31 December 2023.

The profit before tax for the current quarter ended 31 March 2024 is RM7.86 million, which is RM3.51 million or 81% higher than the immediate preceding quarter ended 31 December 2023 of RM4.35 million. The increase in revenue and profit before tax are derived from the completion of delivery of 2 units of ship-to-shore container cranes to containers.

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

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

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

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
<u>Engineering segment</u>				
Revenue	11,062	7,329	3,733	51%
(Loss) Before Interest and Tax	(510)	(840)	330	39%
(Loss) Before Tax	(510)	(840)	330	39%
(Loss) After Tax	(511)	(841)	330	39%

The engineering segment posted an increase in revenue in the current quarter ended 31 March 2024 of RM11.06 million as compared to RM7.33 million in the immediate preceding quarter ended 31 December 2023 due to the current projects in hand are just started.

The loss before tax for the current quarter ended 31 March 2024 is RM0.51 million as compared loss before tax of RM0.84 million in the immediate preceding quarter ended 31 December 2023. The decrease in loss before tax is due to the current projects in hand are just started.

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
<u>Property segment</u>				
Revenue	1,100	640	460	72%
Profit / (Loss) Before Interest and Tax	26	(435)	461	>100%
Profit / (Loss) Before Tax	25	(436)	461	>100%
Profit / (Loss) After Tax	34	(495)	529	>100%

The property segment posted an increase in revenue of RM0.46 million in the current quarter ended 31 March 2024 to RM1.10 million as compared to RM0.64 million in the immediate preceding quarter ended 31 December 2023.

The profit before tax for the current quarter ended 31 March 2024 of RM0.03 million, which is RM0.46 million higher than the immediate preceding quarter ended 31 December 2023.

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

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

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

	Current quarter RM'000	Immediate Preceding Quarter RM'000	Changes (amount / %)	
<u>Investment holding segment</u>	<u>31/03/2024</u>	<u>31/12/2023</u>	<u>RM'000</u>	<u>%</u>
Revenue		-	-	-
(Loss) Before Interest and Tax	(1,192)	(991)	201	20%
(Loss) Before Tax	(1,210)	(1,010)	200	20%
(Loss) After Tax	(1,295)	(1,105)	190	17%

The investment holdings recorded a loss before tax of RM1.21 million, an increase in loss before tax of RM0.20 million as compared to immediate preceding quarter ended 31 December 2023. The increase in the loss before tax is due to increase in the administrative cost.

B3. Prospects

Shipping and Marine Services Division

Malaysia domestic containers shipping has stabilized during the 1st quarter of 2024 and is expected to remain favorable in the coming quarters. We may enjoy higher load factors and stable freight rates.

Freight rate from Intra-Asia to East Malaysia market is steady, with high utilisation rate.

In order to renew our container vessel fleets, we have procured 2 units container vessels to replace the older vessels.

We are going to take delivery in mid May and early June 2024 respectively. Thereafter, we shall expect to operate regular sailing schedule and manageable repair and maintenance cost.

We expect container shipping activities to be satisfactory in the coming quarters. Moreover, our business activities in shipping agency section will also continue to be active.

Integrated Logistics Division

All activities in logistics service division are consistent. Financial results shall remain favorable in the coming quarters. We have secured new contracts for project cargoes handling in Bintulu and third-party logistics work for other oil and gas industries. We shall procure more transport vehicles and other material handling equipment to cater for the increase cargo volume.

Machinery Trading Division

Demands on earth moving machineries are promising as well as material handling equipment during these periods. We shall achieve our sales target and are bidding for more port equipment supply projects.

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

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

B3. Prospects (Cont'd)

Engineering and Construction Division

Works under existing contracts are mostly newly secured contracts. We shall expect to deliver a favorable result in the coming quarters.

On the whole, Harbour-Link Group 's performance will remain stable and favorable. On capex commitment, we required RM100 million for the purchase of 2 units container vessels and material handling equipment.

We exercise cautious measures in our new investments to ensure our business continuity. We are committed to our sustainability initiatives and strive for a better tomorrow.

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
	<u>31/03/2024</u>	<u>31/03/2023</u>	<u>31/03/2024</u>	<u>31/03/2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Profit for the period ended is stated after charging/ (crediting):				
Interest income	1,658	1,016	4,618	2,368
Depreciation of plant and equipment	10,663	18,632	32,644	54,682
Finance cost	537	888	2,105	2,739
(Reversal)/ Allowance for impairment, net allowance of trade receivables	(1,505)	(1,694)	(1,536)	(43)
Share of (loss) / profit in associates	(279)	(354)	266	3,097
Share of profit / (loss) in jointly controlled entities	-	10	(1)	27

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

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

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
	<u>31/03/2024</u>	<u>31/03/2023</u>	<u>31/03/2024</u>	<u>31/03/2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax expense	5,291	4,989	13,834	14,060
Tax over provision in prior year	787	677	781	677
Deferred tax expense:				
Origination and reversal of temporary difference	(458)	(501)	(1,289)	(150)
	5,620	5,165	13,326	14,587

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 21 August 2024, being the date not earlier than 7 days from the date of this announcement.

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

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

B8. Group Borrowings and Debt Securities

The Group's borrowings as at 31 March 2024 and 31 March 2023 are as follows:

	As at 31 March 2024		
	Short Term RM'000	Long Term RM'000	Total RM'000
Secured			
Term loan	5,281	5,448	10,729
Bank Overdraft	99	-	99
Lease Liabilities	10,887	20,390	31,277
	<u>16,267</u>	<u>25,838</u>	<u>42,105</u>
Unsecured			
Bankers' Acceptance	-	-	-
Revolving Credit	1,400	-	1,400
	<u>1,400</u>	<u>-</u>	<u>1,400</u>
	<u>17,667</u>	<u>25,838</u>	<u>43,505</u>
	As at 31 March 2023		
	Short Term RM'000	Long Term RM'000	Total RM'000
Secured			
Term loan	5,163	7,345	12,508
Bank Overdraft	229	-	229
Lease Liabilities	11,573	22,207	33,780
	<u>16,965</u>	<u>29,552</u>	<u>46,517</u>
Unsecured			
Bankers' Acceptance	1,881	-	1,881
Revolving Credit	1,400	-	1,400
	<u>3,281</u>	<u>-</u>	<u>3,281</u>
	<u>20,246</u>	<u>29,552</u>	<u>49,798</u>

The above borrowings are denominated in Ringgit Malaysia.

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

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

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 March 2024.

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 21 August 2024, 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 21 August 2024 being the date not earlier than 7 days from the date of this announcement.

B12. Dividend declared

No interim ordinary dividend has been declared during the quarter under review.

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

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

B13. Earnings per Share

Basic earnings per share

The basic earnings per share for the current quarter and financial period ended 31 March 2024 is calculated by dividing the Group's profit for the year, net of tax, attributable to owners of the parent for the current quarter and financial period of RM24,142,000 and RM57,634,000 respectively by the weighted average number of ordinary shares in issue (net of treasury shares) during the current quarter and financial period ended 31 March 2024 of 398,576,000.

	Individual Quarter		Cumulative Quarter	
	Current period Quarter	Preceding Period Corresponding Quarter	Current Financial Period	Preceding Financial Period
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
Earnings Per Share				
Profit net of tax attributable to Owners of the parent (in RM'000)	24,142	37,091	57,634	122,756
Weighted average number of ordinary shares in issue ('000)	398,576	398,576	398,576	398,576
Basic earnings per share (sen)	6.06	9.31	14.46	30.80
Diluted earnings per share (sen)	6.06	9.31	14.46	30.80

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

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

B14. Provision of Financial Assistance

The financial assistance provided by the Company and its subsidiaries to its non wholly-owned subsidiaries as at 31 March 2024 pursuant to paragraph 8.23(1) of the Listing Requirements.

<u>Company</u>	31 Mar 2024 RM'000	31 Dec 2023 RM'000
Corporate guarantees to financial institutions for credit facilities granted to:		
- non wholly-owned subsidiary companies	12,134	9,046
Loan or advances - non wholly-owned subsidiary companies	1,400	1,400
	-----	-----
	13,534	11,040
	=====	=====

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 March 2024.

This announcement is dated 28 May 2024.