

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023 - UNAUDITED

		30.09.2023	30.09.2022
ASSETS	<u>Note</u>	RM	RM
Property, Plant and Equipment	10	372,974,645	217,444,010
Investment Properties	10	26,449,299	8,385,000
Land and Deferred Development Expenditure		2,459,313	2,461,647
Investments		186,000	186,000
Deferred Tax Assets		269,584	-
Total Non-Current Assets		<u>402,338,841</u>	<u>228,476,657</u>
Inventories		463,465	244,180
Biological Assets		783,414	121,833
Trade and Other Receivables		1,347,061	1,183,564
Tax Recoverable		341,924	435,135
Short Term Investment		55,290,854	60,511,589
Deposits With Licensed Banks		3,976,291	955,784
Cash and Bank Balances		2,610,447	5,937,931
Total Current Assets		<u>64,813,456</u>	<u>69,390,016</u>
Total Assets		<u>467,152,297</u>	<u>297,866,673</u>
EQUITY			
Share Capital		134,496,726	134,496,726
Reserves		128,148,777	131,808,807
Total Equity		<u>262,645,503</u>	<u>266,305,533</u>
LIABILITIES			
Provisions		332,191	296,171
Other Payables	17	175,075,297	-
Deferred Tax Liabilities		26,338,000	28,276,000
Total Non-Current Liabilities		<u>201,745,488</u>	<u>28,572,171</u>
Trade and Other Payables		761,306	988,969
Borrowing		2,000,000	2,000,000
Total Current Liabilities		<u>2,761,306</u>	<u>2,988,969</u>
Total Liabilities		<u>204,506,794</u>	<u>31,561,140</u>
Total Equity And Liabilities		<u>467,152,297</u>	<u>297,866,673</u>

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statement for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2023 - UNAUDITED

	<u>Note</u>	Three months ended		Period ended	
		30 Sept		30 Sept	
		2023	2022	2023	2022
		<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	14	2,566,043	2,574,189	6,629,925	10,516,389
Cost of sales	14	(2,147,917)	(2,863,000)	(4,961,884)	(7,867,878)
Gross Profit		418,126	(288,811)	1,668,041	2,648,511
Other income/(loss)	14	1,776,253	(541,923)	3,642,300	(2,465,456)
Administrative & other expenses		(1,619,235)	(2,116,343)	(6,510,842)	(5,414,804)
Operating Profit/(Loss)		575,144	(2,947,077)	(1,200,501)	(5,231,749)
Interest income		34,634	19,328	58,370	67,096
Finance costs		(32,254)	(8,652)	(79,295)	(8,651)
Profit/(Loss) Before Tax		577,524	(2,936,401)	(1,221,426)	(5,173,304)
Taxation	20	-	-	(2,358)	(49,260)
Profit/(Loss) for the period		577,524	(2,936,401)	(1,223,784)	(5,222,564)
Profit/(Loss) attributable to owners of the parents for the period		577,524	(2,936,401)	(1,223,784)	(5,222,564)
Basic earning/(loss) per share	27	0.14 sen	(0.73 sen)	(0.30 sen)	(1.29 sen)
Other comprehensive income,					
Deferred tax liability on revaluation surplus of leasehold land		-	-	-	-
Total comprehensive income/(loss) for the period		577,524	(2,936,401)	(1,223,784)	(5,222,564)
Total comprehensive income/(loss) attributable to owners of the parent		577,524	(2,936,401)	(1,223,784)	(5,222,564)

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statement for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2023 - UNAUDITED**

GROUP	Attributable to Equity Holders of the Company				Total Equity
	<----- Non-distributable ----->		<- Distributable ->		
	Share Capital	Revaluation Reserve	Retained Profit	Reserve	
RM	RM	RM	RM	RM	
At 1 January 2023	134,496,726	9,047,258	124,360,204	133,407,462	267,904,188
Total comprehensive income/(loss)	-	-	(1,223,784)	(1,223,784)	(1,223,784)
Final single tier dividend - 2022	-	-	(4,034,901)	(4,034,901)	(4,034,901)
At 30 September 2023	134,496,726	9,047,258	119,101,519	128,148,777	262,645,503
At 1 January 2022	134,496,726	9,154,884	133,928,842	143,083,726	277,580,452
Loss for the financial year			(3,656,911)	(3,656,911)	(3,656,911)
Reversal of deferred tax		33,000	-	33,000	33,000
Depreciation transfer on land	-	(140,626)	140,626	-	-
Final single tier dividend - 2021	-	-	(6,052,353)	(6,052,353)	(6,052,353)
At 31 December 2022	134,496,726	9,047,258	124,360,204	133,407,462	267,904,188

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2023 - UNAUDITED

	Period ended 30 Sept 2023 RM	Period ended 30 Sept 2022 RM
Loss before tax	(1,221,426)	(5,173,305)
Adjustment for:-		
Non-cash item	2,179,049	2,894,798
Non operating items (which are investing/financing)	(3,470,892)	2,570,246
Operating profit / (loss) before changes in working capital	(2,513,269)	291,739
Changes in working capital		
(Increase)/decrease in current assets	(177,000,991)	(765,995)
Increase/(decrease) in current liabilities	173,765,422	851,383
Cash used in operations	(5,748,838)	377,127
Payments for tax, retirement benefits, development expenditure and tax refund	113,353	(117,597)
Net cash flow used in operating activities	(5,635,485)	259,530
Cash flow (used in) / from investing activities		
- Other investment	10,183,908	2,061,124
	4,548,423	2,320,654
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	(4,034,901)	(6,052,354)
- Bank borrowing and interests	(79,295)	1,991,348
Net increase/(decrease) in cash and cash equivalents	434,227	(1,740,352)
Cash and cash equivalent at beginning of period	6,152,511	8,634,067
Cash and cash equivalent at end of period	6,586,738	6,893,715
Analysis of cash and cash equivalent:-		
Deposits with licensed bank	3,976,291	955,784
Cash and bank balances	2,610,447	5,937,931
	6,586,738	6,893,715

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)

Notes to the interim financial report

1. Basis of preparation

This interim financial report is prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act 2016, using the historical cost convention (unless stated otherwise in the significant accounting policies below).

The interim financial report should be read in conjunction with the most recent audited financial statement for the year ended 31 December 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2022.

The Group will consistently apply the same accounting policies throughout all comparable interim periods presented.

2. Accounting Standards and interpretations

As the date of authorisation of these financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretations have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective and have not yet been adopted by the Group and the Company:

<u>MFRSs and/or IC Interpretations (Including the Consequential Amendments)</u>	<u>Effective Date</u>
Amendments to MFRS 16, "Leases (Lease Liability in a Sale and Leaseback)	1 January 2024
Amendments to MFRS 101, "Presentation of Financial Statements" (Non-current Liabilities with Covenants)	1 January 2024
Amendments to MFRS 10, "Consolidated Financial Statements" and MFRS 128, "Investments in Associates and Joint Ventures" (Sale or Contribution of Assets between an Investor and its Associate or Joint Venture)	yet to be determined

The adoption of these MFRSs, Amendments to MFRSs and IC Interpretations are expected to have no significant impact to the financial statements of the Group upon their initial application.

3. Seasonal or cyclical factory

The Group's operations were not affected by any seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no unusual items due to their nature, size or incidence in the quarter under review.

5. Changes in estimates

There were no changes in estimates of amounts reported in prior financial quarter which have a material effect in the current financial quarter.

6. Capital and reserves

There were no changes to the capital and reserves of the Group during the financial quarter,

7. Debt and equity securities

There were no issuance, cancellation, repurchase and resale of equity securities in the financial quarter.

8. Dividend

The shareholders approved a payment of final single tier dividend of 1.0 sen per ordinary shares in respect of the financial year ended 31 December 2022 at the Company's 39th Annual General Meeting held on 29 May 2023. The dividend was paid on 17 August 2023 to depositors whose names appear in the Record of Depositors at the close of business on 18 July 2023.

9. Segment analysis

Segment reporting is presented in respect of the Group's business segment. The activities of the Group are carried out in Malaysia and as such, there was no segmental reporting by geographical location.

<u>Segment</u>	Period ended 30 September 2023		Period ended 30 September 2022	
	Revenue <u>RM</u>	Profit/(Loss) from operations <u>RM</u>	Revenue <u>RM</u>	Profit/(Loss) from operations <u>RM</u>
Property development	-	(8,875)	-	(7,726)
Plantation	6,629,925	1,649,874	10,516,389	2,516,412
Solar	-	(595,390)	-	(99,036)
Others *	-	(2,246,110)	-	(7,641,399)
Consolidated	6,629,925	(1,200,501)	10,516,389	(5,231,749)

The main activities of the Group are the cultivation of oil palm and investment in short term funds. There were no inter-segment elimination and unallocated operating income or expenses.

Others *, refers to the profit or loss generated in the holding company and its dormant subsidiaries. Loss for the quarter was due to the administrative expenditures incurred.

Specific industry information

Oil Palm	4 th Quarter 2022	1 st Quarter 2023	2 nd Quarter 2023	3 rd Quarter 2023
Revenue (RM)	2,360,254	1,993,845	1,991,423	2,644,657
Production cost (RM)	1,922,265	1,543,839	1,270,128	2,147,917
Mature hecterage	1,008	1,008	1,008	1,008
Fresh Fruit Bunch production (MT)	3,001	2,475	2,609	3,445
FFB yield per hectare (MT)	2.98	2.46	2.59	3.42
Average FFB price (RM) per MT	786	806	763	768
Average Production Cost per Hectare (RM)	1,907	1,532	1,260	2,131

10. Property, plant and equipment

a) Method used

Properties are stated using the revaluation method. Plant and equipment are stated at cost.

b) Acquisitions and disposals

Acquisitions and disposals in the current interim period and preceding corresponding period are as follows:

	Period ended 30 September 2023 RM	Period ended 31 September 2022 RM
Acquisition of :		
Building – at cost	-	90,835
Office equipment & fittings – at cost	13,800	34,241
Bearer Plant– at cost	1,100,419	880,897
Capital work-in-progress	176,554,914	-
Total	177,669,133	1,005,973
Total proceeds from disposal of assets	1,735,614	-

c) Reclassification

The 300 acres solar site at the value of RM18.1 million was reclassified from freehold land to investment property.

11. Post balance sheet events

There were no material events after the end of the quarter which had not been reflected in the financial statements for the quarter ended 30 September 2023.

12. Changes in composition of the Group

There was no change to the composition of the Group since the last reporting.

13. Associate

The Company has no associated company.

14. Review of performance

	Three months ended 30 Sept		Changes (%)	Period ended 30 Sept		Changes (%)
	2023 <u>RM</u>	2022 <u>RM</u>		2023 <u>RM</u>	2022 <u>RM</u>	
Revenue	2,566,043	2,574,189	▼ 0%	6,629,925	10,516,389	▼ -37%
Cost of sales	(2,147,917)	(2,863,000)	▲ 25%	(4,961,884)	(7,867,878)	▲ 37%
Gross Profit	418,126	(288,811)	▲ 245%	1,668,041	2,648,511	▼ -37%
Other income/(loss)	1,776,253	(541,923)	▲ 428%	3,642,300	(2,465,456)	▲ 248%
Administrative & other expenses	(1,619,235)	(2,116,343)	▲ 23%	(6,510,842)	(5,414,804)	▼ -20%
Operating Profit/(Loss)	575,144	(2,947,077)	▲ 120%	(1,200,501)	(5,231,749)	▲ 77%
Interest income	34,634	19,328	▲ 79%	58,370	67,096	▼ -13%
Finance costs	(32,254)	(8,652)	▼ -273%	(79,295)	(8,651)	▼ -817%
Profit/(Loss) Before Tax	577,524	(2,936,401)	▲ 120%	(1,221,426)	(5,173,304)	▲ 76%
Taxation	-	-		(2,358)	(49,260)	▲ 95%
Profit/(Loss) for the period	577,524	(2,936,401)	▲ 120%	(1,223,784)	(5,222,564)	▲ 77%

Revenue

In the 3rd quarter of 2023, the Group recorded a revenue of **RM2.6 million** and an operating profit of **RM0.6 million**, compared with a revenue of **RM2.6 million** and an operating loss of **RM2.9 million** recorded in the previous corresponding quarter.

8,530 MT of FFBs were produced up to the 3rd quarter of 2023 compared to **9,032 MT** being produced in the previous corresponding quarter, a drop of 5.5% and similarly, the average FFB price in the 3rd quarter of 2023 was **RM768** compared to **RM816** in the previous corresponding quarter, a drop of 6%.

Cost of Sales

Cost of sales for the period ended 30 September 2023 was lower than the period ended 30 September 2022 because more manuring cycle were carried in 2022, higher windfall tax was recorded due to higher CPO prices throughout 2022 and also the result of fair value loss of the biological asset.

Other Income

In the 3rd quarter of 2023 there was some gain on disposal of land amounting to RM1.7 million.

The Group's short term investment recorded a fair value gain of RM1.8 million in the period ended 30 September 2023 compared to a fair value loss of RM2.6 million recorded in the previous corresponding period.

Administrative Expense

The administrative expense in the 3rd quarter of 2023 was lesser than the previous corresponding quarter because there was a reversal of entry amounting to RM0.7 million for capitalisation of expenditure on the solar project.

Variation of results against immediate preceding quarter

	Current Quarter 30 Sept 2023 RM	Immediate Preceding Quarter 30 June 2023 RM	Changes (RM)
Revenue	2,566,043	2,070,037	496,006
Operating Profit/(Loss)	(1,200,501)	(1,077,054)	123,447
Profit / (Loss) Before Tax	(1,221,426)	(1,083,057)	138,369
Profit / (Loss) After Tax	(1,223,784)	(1,085,415)	138,369
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent Company	(1,223,784)	(1,085,415)	138,369

The Group recorded a revenue of **RM2.6 million** and an operating loss of **RM1.2 million** in the quarter under review compared with a revenue of **RM2.1 million** and an operating loss of **RM1.1 million** in the preceding quarter.

Compared with the preceding quarter, the average price of oil palm FFB increased by **0.7%** from **RM763** to **RM768** while production increased by **32%** from **2,609 mt** to **3,445 mt**.

15. Contingent liabilities

The company has undertaken to provide financial support to certain subsidiaries to enable them to continue operation on a going concern basis.

16. Capital commitments

There were no capital commitments during the financial quarter.

17. Material related party transactions

Total progress claims made by Sunway Construction Sdn Bhd on the LSS4 solar project until the financial quarter amounts to RM175.1 million. This progress claims also forms as the EPCC financing for the project and is presented as a non-current liability.

18. Future prospects

Based on the letter received from Suruhunjaya Tenaga (Energy Commission) on 8th of August 2022, the Company had received an extension of period of the Power Purchase Agreement from the initial of 21 years to 25 years.

This extension will positively contribute to the financial position of the company and would give additional 4 years of cash-flow to the company.

19. Profit forecast

The budget and profit forecast for the year was made at the end of the previous financial year and monthly revisions were made.

20. Taxation

	Period ended 30 Sept 2023 RM	Period ended 30 Sept 2022 RM
<u>Current Taxation</u>		
Income tax (Provision)	-	-
Under/(Over)-provision in prior financial year	-	-
<u>Real Property Gain Tax</u>	2,358	49,260
<u>Deferred taxation</u>		
Origination and reversal of temporary differences	-	-
Under provision in prior financial year	-	-
Tax Expense / (Credit)	2,358	49,260

21. Unquoted investments and properties

There was no acquisition or disposal of unquoted investments and properties during the financial quarter.

22. Quoted investments

There was no purchase of quoted securities for the quarter under review and financial year to-date.

23. Status of corporate proposals announced

There was no announcement on corporate proposals in the quarter under review.

24. Borrowing and debt securities

The Group has a Short Term Revolving Credit facility (STRC) of RM2 million from Malayan Banking Berhad, secured with a Fixed Deposit of RM500,000 which was utilised in full as at 30 September 2023.

In line with the requirement of Power Purchase Agreement for the Solar LSS@Mentari project, Gopeng Berhad on behalf of its wholly owned subsidiary GBS Suria Sdn Bhd had obtained a Bank Guarantee facility of RM45 million for the performance bond in favour of Tenaga Nasional Berhad. This facility is being secured with Land Charge for Lot 45547 (being the project site) and also Corporate Guarantee by Gopeng Berhad.

25. Off-balance sheet financial instruments

There were no financial instruments with off-balance sheet risk as at the date of this announcement.

26. Material litigation

There was no material litigation against the Group.

27. Basic earnings per share

The calculation of basic earnings per share is based on the profit for the period and the number of shares in issue of 403,490,138 shares ranking for dividend during the year.

28. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 22 November 2023.