

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023 - UNAUDITED

		31.12.2023	31.12.2022
ASSETS	<u>Note</u>	RM	RM
Property, Plant and Equipment	10	523,841,858	216,286,238
Investment Properties	10	221,513	8,385,000
Land and Deferred Development Expenditure		2,459,313	2,428,036
Investments		186,000	186,000
Deferred Tax Assets		395,434	269,584
Total Non-Current Assets		<u>527,104,118</u>	<u>227,554,858</u>
Inventories		327,364	1,235,445
Biological Assets		634,585	46,035
Trade and Other Receivables		759,174	983,679
Tax Recoverable		364,674	459,386
Short Term Investment		51,163,892	62,178,300
Deposits With Licensed Banks		2,491,890	2,467,497
Cash and Bank Balances		9,049,073	3,685,015
Total Current Assets		<u>64,790,652</u>	<u>71,055,357</u>
Total Assets		<u>591,894,770</u>	<u>298,610,215</u>
EQUITY			
Share Capital		134,496,725	134,496,725
Reserves		243,312,422	133,450,215
Equity attributable to owners of the company		377,809,147	267,946,940
Non-controlling interests		571,413	(42,753)
Total Equity		<u>378,380,560</u>	<u>267,904,187</u>
LIABILITIES			
Provisions		303,085	320,191
Deferred Tax Liabilities		50,488,516	26,338,000
Total Non-Current Liabilities		<u>50,791,601</u>	<u>26,658,191</u>
Trade and Other Payables	17	162,635,915	2,017,426
Provision		84,944	28,661
Tax payable		1,750	1,750
Borrowing		-	2,000,000
Total Current Liabilities		<u>162,722,609</u>	<u>4,047,837</u>
Total Liabilities		<u>213,514,210</u>	<u>30,706,028</u>
Total Equity And Liabilities		<u>591,894,770</u>	<u>298,610,215</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 31 DECEMBER 2023 - UNAUDITED

	Note	Three months ended		Year ended	
		31 Dec		31 Dec	
		2023	2022	2023	2022
		<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	14	2,333,343	2,360,255	8,963,268	12,876,644
Cost of sales	14	(1,955,964)	(1,922,266)	(6,917,848)	(9,790,144)
Gross Profit		377,379	437,989	2,045,420	3,086,500
Other income/(loss)	14	1,570,287	1,693,320	5,212,587	(772,136)
Administrative expenses		(1,810,728)	(2,206,761)	(6,816,263)	(6,042,871)
Other expenses		(505,174)	(519,169)	(2,010,481)	(2,097,863)
Operating Profit/(Loss)		(368,236)	(594,621)	(1,568,737)	(5,826,370)
Interest income		52,694	19,470	111,064	86,566
Finance costs		(16,761)	(33,779)	(96,056)	(42,431)
Profit/(Loss) Before Tax		(332,303)	(608,930)	(1,553,729)	(5,782,235)
Taxation	20	840,229	2,174,584	837,871	2,125,324
Profit/(Loss) for the period		507,926	1,565,654	(715,858)	(3,656,911)
Profit/(Loss) attributable to :-					
Owners of the Company		433,431	1,608,407	(790,353)	(3,614,158)
Non-controlling interests		74,495	(42,753)	74,495	(42,753)
		<u>507,926</u>	<u>1,565,654</u>	<u>(715,858)</u>	<u>(3,656,911)</u>
Basic earning/(loss) per share	27	0.11 sen	0.40 sen	(0.20 sen)	(0.90 sen)
Other comprehensive income,					
Revaluation gain on freehold and leasehold land (net of tax)				115,227,133	-
Reversal of deferred tax on revaluation surplus				-	33,000
Total comprehensive income/(loss) for the period				<u>114,511,275</u>	<u>(3,623,911)</u>
Total comprehensive income/(loss) attributable to :					
Owners of the parent				113,897,109	(3,581,158)
Non-controlling interests				614,166	(42,753)
				<u>114,511,275</u>	<u>(3,623,911)</u>

(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 31 DECEMBER 2023 - UNAUDITED**

GROUP	Attributable to Equity Holders of the Company					
	<----- Non-distributable ----->		:- Distributable :->		Non-controlling Interests	Total Equity
	Share Capital	Revaluation Reserve	Retained Profit	Total		
RM	RM	RM	RM			
At 1 January 2023	134,496,725	9,047,258	124,402,957	133,450,215	(42,753)	267,904,187
Profit/ (Loss) for the financial year	-	-	(790,353)	(790,353)	74,495	(715,858)
Other comprehensive income (net of tax)	-	114,687,461	-	114,687,461	539,671	115,227,132
Depreciation transfer on land	-	(108,827)	108,827	-	-	-
Realisation of revaluation reserve	-	(100,248)	100,248	-	-	-
Final single tier dividend - 2022	-	-	(4,034,901)	(4,034,901)	-	(4,034,901)
At 31 December 2023	134,496,725	123,525,644	119,786,778	243,312,422	571,413	378,380,560
At 1 January 2022	134,496,725	9,154,884	133,928,842	143,083,726	-	277,580,451
Loss for the financial year	-	-	(3,614,158)	(3,614,158)	(42,753)	(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	134,496,725	9,047,258	124,402,957	133,450,215	(42,753)	267,904,187

(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 31 DECEMBER 2023 - UNAUDITED

	Year ended 31 Dec 2023 RM	Year ended 31 Dec 2022 RM
Profit/(Loss) before tax	(1,553,729)	(5,782,235)
Adjustment for:-		
Non-cash item	3,914,578	4,447,370
Non operating items (which are investing/financing)	(5,604,888)	1,171,920
Operating profit / (loss) before changes in working capital	(3,244,039)	(162,945)
Changes in working capital		
(Increase)/decrease in current assets	(163,952,134)	(969,939)
Increase/(decrease) in current liabilities	162,772,367	910,851
Cash used in operations	(4,423,806)	(222,033)
Payments for tax, retirement benefits, development expenditure and tax refund	92,353	(150,258)
Net cash flow used in operating activities	(4,331,453)	(372,291)
Cash flow (used in) / from investing activities		
- Other investment	15,850,862	1,985,521
	11,519,409	1,613,230
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	(4,034,901)	(6,052,354)
- Bank borrowing and interests	(2,096,056)	1,957,569
Net increase/(decrease) in cash and cash equivalents	5,388,452	(2,481,555)
Cash and cash equivalent at beginning of period	6,152,511	8,634,067
Cash and cash equivalent at end of period	11,540,963	6,152,512
Analysis of cash and cash equivalent:-		
Deposits with licensed bank	2,491,890	2,467,497
Cash and bank balances	9,049,073	3,685,015
	11,540,963	6,152,512

(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>	Year ended 31 December 2023		Year ended 31 December 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	-	(11,728)	-	(39,847)
Plantation	8,963,268	3,003,828	12,876,644	2,904,143
Solar	-	(630,780)	-	(570,232)
Others *	-	(3,930,057)	-	(8,120,434)
Consolidated	8,963,268	(1,568,737)	12,876,644	(5,826,370)

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	1 st Quarter 2023	2 nd Quarter 2023	3 rd Quarter 2023	4 th Quarter 2023
Revenue (RM)	1,993,845	1,991,423	2,644,657	2,333,343
Production cost (RM)	1,543,839	1,270,128	2,147,917	1,955,964
Mature hecterage	791	791	791	791
Fresh Fruit Bunch production (MT)	2,475	2,609	3,445	3,132
FFB yield per hectare (MT)	3.13	3.30	4.36	3.96
Average FFB price (RM) per MT	806	763	768	745
Average Production Cost per Hectare (RM)	1,952	1,606	2,715	2,472

10. Property, plant and equipment

a) Method used

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

A revaluation exercise on the Group's freehold and leasehold land for the year ending 31 December 2023 was carried which produced a revaluation gain (net of tax) amounting to RM115.2 million

b) Reclassification

A reclassification of leasehold land from investment property amounting to RM7.3 million was made due to change in land usage to plantation of oil palm.

c) Acquisitions and disposals

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

	Year ended 31 December 2023 RM	Year ended 31 December 2022 RM
Acquisition of :		
Building – at cost	7,405	122,235
Leasehold land	135,520	-
Office equipment & fittings – at cost	13,800	46,175
Bearer Plant– at cost	1,570,271	954,520
Capital work-in-progress	162,916,142	-
Total	164,643,138	1,122,930
Total proceeds from disposal of assets	3,293,895	-

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 31 December 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 31 Dec		Changes (%)	Year ended 31 Dec		Changes (%)
	2023 <u>RM</u>	2022 <u>RM</u>		2023 <u>RM</u>	2022 <u>RM</u>	
Revenue	2,333,343	2,360,255	▼ -1%	8,963,268	12,876,644	▼ -30%
Cost of sales	(1,955,964)	(1,922,266)	▼ -2%	(6,917,848)	(9,790,144)	▲ 29%
Gross Profit	377,379	437,989	▼ -14%	2,045,420	3,086,500	▼ -34%
Other income/(loss)	1,570,287	1,693,320	▼ -7%	5,212,587	(772,136)	▲ 775%
Administrative expenses	(1,810,728)	(2,206,761)	▲ 18%	(6,816,263)	(6,042,871)	▼ -13%
Other expenses	(505,174)	(519,169)	▲ 3%	(2,010,481)	(2,097,863)	▲ 4%
Operating Profit/(Loss)	(368,236)	(594,621)	▲ 38%	(1,568,737)	(5,826,370)	▲ 73%
Interest income	52,694	19,470	▲ 171%	111,064	86,566	▲ 28%
Finance costs	(16,761)	(33,779)	▲ 50%	(96,056)	(42,431)	▼ -126%
Profit/(Loss) Before Tax	(332,303)	(608,930)	▲ 45%	(1,553,729)	(5,782,235)	▲ 73%
Taxation	840,229	2,174,584	▼ -61%	837,871	2,125,324	▼ -61%
Profit/(Loss) for the period	507,926	1,565,654	▼ -68%	(715,858)	(3,656,911)	▲ 80%

Revenue

In the 4th quarter of 2023, the Group recorded a revenue of **RM2.3 million** and an operating loss of **RM0.4 million**, compared with a revenue of **RM2.4 million** and an operating loss of **RM0.6 million** recorded in the previous corresponding quarter.

11,661 MT of FFBs were produced in 2023 compared to **12,033 MT** in the previous year, a drop of 3.09 % and the average FFB price in 2023 was **RM769** compared to **RM1,070** in the previous year, a drop of 28.13 %.

Cost of Sales

Cost of sales in 2023 was lower than 2022 because more manuring cycles 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 in 2022.

Other Income

In 2023, the Group's short term investment recorded a fair value gain of RM3.2 million compared to a fair value loss of RM0.9 million recorded in the previous year. There were also gains on disposal of land amounting to RM2.7 million and loss on revaluation of investment property of RM0.8 million.

Variation of results against immediate preceding quarter

	Current Quarter 31 Dec 2023 RM	Immediate Preceding Quarter 30 Sept 2023 RM	Changes (RM)
Revenue	2,333,343	2,566,043	(232,700)
Operating Profit/(Loss)	(368,236)	575,144	(943,380)
Profit / (Loss) Before Tax	(332,303)	577,524	(909,827)
Profit / (Loss) After Tax	507,926	577,524	(69,598)
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent Company	433,431	503,029	(69,598)

The Group recorded a revenue of **RM2.3 million** and an operating loss of **RM0.4 million** in the quarter under review compared with a revenue of **RM2.6 million** and an operating profit of **RM0.6 million** in the preceding quarter.

Compared with the preceding quarter, the average price of oil palm FFB decreased by **3%** from **RM768** to **RM745** while production decreased by **3.86%** from **3,445 mt** to **3,312 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 RM161.4 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 Suruhanjaya 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.

In addition, Suruhanjaya Tenaga had also given an extension to the Scheduled Commercial Operation Date (SCOD) to 1st April 2024 via its letter dated 9th February 2024. This would in hand minimize the Company's risk for any payment of Liquidated Ascertained Damage (LAD) incurred due to delays.

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

	Year ended 31 Dec 2023 RM	Year ended 31 Dec 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	(773,379)	(596,160)
Under provision in prior financial year	(66,850)	(1,578,424)
Tax Expense / (Credit)	(837,871)	(2,125,324)

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.

The Company would also be required to raise the necessary financing 6 months upon completion of the solar project amounting to approximately RM220 million covering the entire solar project cost.

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 attributable to the owners of the Company 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 29 February 2024.