

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2022

	As at 31.03.2022	(Restated) As at 31.03.2021
<b>ASSETS</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current assets</b>		
Property, plant and equipment	268,883	261,651
Intangible asset	545	551
Investment properties	31,148	12,276
Inventories	184,912	298,962
Investment in jointly controlled entities	178,970	189,927
Investment in associates	134,422	122,884
Amount Owing by Jointly Control Companies	-	698
Amount Owing by Associate Companies	3,463	2,607
Deferred tax assets	5,867	8,172
	<u>808,210</u>	<u>897,728</u>
<b>Current assets</b>		
Inventories - completed unit	156,732	193,762
Inventories - property development costs	221,894	152,849
Trade and other receivable	51,193	100,803
Tax recoverable	7,256	6,417
Cash and Cash Equivalents	111,327	33,399
	<u>548,402</u>	<u>487,230</u>
<b>TOTAL ASSETS</b>	<b><u>1,356,612</u></b>	<b><u>1,384,958</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share Capital	213,541	213,541
Reserves	630,040	625,452
	<u>843,581</u>	<u>838,993</u>
<b>Non-controlling interest</b>	<u>-</u>	<u>-</u>
<b>Total equity</b>	<b><u>843,581</u></b>	<b><u>838,993</u></b>
<b>Non-current liabilities</b>		
Bank Borrowings	133,691	159,666
Lease liabilities	8,569	8,762
Deferred taxation	10,237	10,137
	<u>152,497</u>	<u>178,565</u>
<b>Current liabilities</b>		
Trade and other payables	78,438	99,414
Lease liabilities	264	954
Bank Borrowings	281,832	267,032
Taxation	-	-
	<u>360,534</u>	<u>367,400</u>
<b>Total liabilities</b>	<b><u>513,031</u></b>	<b><u>545,965</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,356,612</u></b>	<b><u>1,384,958</u></b>
<b>Net assets per ordinary share attributable to owners of the Company (sen)</b>	<b>197.96</b>	<b>196.89</b>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED INCOME STATEMENT****for the 4th quarter ended 31 March 2022**

( The figures have not been audited )

	Current quarter ended 31.03.2022	(Restated) Comparative quarter ended 31.03.2021	Current 12 months ended 31.03.2022	(Restated) Corresponding 12 months ended 31.03.2021
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	(575)	19,151	103,297	144,196
Operating expenses	(16,405)	(30,197)	(135,749)	(172,281)
Other operating income	13,628	2,453	39,891	8,391
Profit from operations	(3,351)	(8,593)	7,440	(19,694)
Depreciation	(963)	(1,282)	(4,505)	(5,765)
Finance costs	(3,051)	(3,181)	(12,196)	(12,811)
Share of associate/jointly controlled entities results	<u>8,214</u>	<u>4,577</u>	<u>21,786</u>	<u>28,762</u>
<b>Profit before taxation</b>	849	(8,478)	12,525	(9,507)
Taxation	<u>(3,512)</u>	<u>1,066</u>	<u>(5,366)</u>	<u>(3,376)</u>
<b>Profit for the period</b>	<u>(2,663)</u>	<u>(7,412)</u>	<u>7,159</u>	<u>(12,883)</u>
<b>Attributable to:</b>				
Owners of the Company	(2,663)	(7,412)	7,159	(12,883)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit for the period</b>	<u>(2,663)</u>	<u>(7,412)</u>	<u>7,159</u>	<u>(12,883)</u>
Earning per share - basic ( sen )	(0.63)	(1.74)	1.68	(3.02)
- diluted ( sen )	-	-	-	-

*The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****for the 4th quarter ended 31 March 2022**

( The figures have not been audited )

	Current quarter ended 31.03.2022	(Restated) Comparative quarter ended 31.03.2021	Current 12 months ended 31.03.2022	(Restated) Corresponding 12 months ended 31.03.2021
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period</b>	(2,663)	(7,412)	7,159	(12,883)
Fair value changes in available-for-sale financial asset	-	-	-	-
Foreign currency translation differences for foreign operations	1,428	(1,636)	1,514	331
Share of other comprehensive gain/(loss) of a associate	(1,257)	1,510	(2,252)	1,510
Fair Value changes in PPE	-	13,857	-	13,857
<b>Other comprehensive income</b>	<u>171</u>	<u>13,731</u>	<u>(738)</u>	<u>15,698</u>
<b>Total comprehensive income</b>	<u>(2,492)</u>	<u>6,319</u>	<u>6,421</u>	<u>2,815</u>
Attributable to:				
Owners of the Company	3,172	6,319	6,421	2,815
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income</b>	<u>(2,492)</u>	<u>6,319</u>	<u>6,421</u>	<u>2,815</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**  
**Reg No. 196201000105 (4624-U)**  
(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the 12 months ended 31 March 2022**  
(The figures have not been audited )

	Share capital	Share premium	Revaluation reserve	Capital reserve	Exchange Fluctuation Share of OCI	Exchange Fluctuation	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Current 12 months ended</u>								
<u>31 March 2022</u>								
As at 1 April 2021	213,541	-	101,454	7,861	781	27,631	487,726	838,994
Effects of adopting MFRS 123	-	-	-	-	-	-	(1,833)	(1,833)
Restated	213,541	-	101,454	7,861	781	27,631	485,893	837,161
Movement during the period:								
- Transfer of revaluation reserve			(8,219)				8,219	-
- Total comprehensive income for the the period	-	-	-	-	(2,252)	1,514	7,159	6,421
- Dividend paid	-	-	-	-	-	-	-	-
As at 31 March 2022	213,541	-	93,235	7,861	(1,471)	29,145	501,270	843,581
<u>Preceding 12 months ended</u>								
<u>31 March 2021</u>								
As at 1 April 2020	213,541	-	87,597	7,861	(729)	27,579	506,781	842,630
Effects of adopting MFRS 123	-	-	-	-	-	(279)	(6,172)	(6,451)
Effects of adopting MFRS 15	-	-	-	-	-	-	-	-
	213,541	-	87,597	7,861	(729)	27,300	500,609	836,179
Movement during the period:								
- Total comprehensive income for the the period	-	-	13,857	-	1,510	331	(12,883)	2,815
- Dividend paid	-	-	-	-	-	-	-	-
As at 31 March 2021	213,541	-	101,454	7,861	781	27,631	487,726	838,994

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****for the 12 months ended 31 March 2022**

( The figures have not been audited )

	Current 12 months ended 31.03.2022 RM'000	Corresponding 12 months ended 31.03.2021 RM'000
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	12,525	(9,507)
Adjustment for :		
Non-cash items	(36,145)	(23,217)
Non-operating items ( which are investing / financing )	(9,019)	11,456
Operating profit before working capital changes	<u>(32,639)</u>	<u>(21,268)</u>
Changes in working capital		
Receipts from customer	117,757	72,521
Payments to supplier, contractors and employee	(35,609)	(22,798)
Interest paid	(11,886)	(12,575)
Tax paid	(3,801)	(1,556)
Net cashflows from operating activities	<u>33,823</u>	<u>14,324</u>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Equity investments	20,245	(17,744)
Other investments	(8,725)	(3,119)
Investment in jointly controlled entities	-	-
Purchase/Disposal of property, plant and equipment	(11,632)	(11,240)
Proceeds from disposal of property, plant and equipment / AHFS	41,034	181
Net cashflows from investing activities	<u>40,922</u>	<u>(31,922)</u>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>		
Net repayments of lease liabilities	(1,194)	(1,476)
Dividend paid to Shareholder of Company	-	-
Withdrawal of fixed deposit pledged	-	-
Drawdown of bank borrowings	23,763	71,120
Repayment of bank borrowings	(35,022)	(71,876)
Repayment/(Advances) of JV company	16,410	5,335
Repayment/(Advances) of associates	(765)	5,325
Net cashflows from financing activities	<u>3,193</u>	<u>8,428</u>
NET CHANGE IN CASH & CASH EQUIVALENTS	77,938	(9,169)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	31,406	40,446
EFFECT OF EXCHANGE RATE CHANGES	(10)	129
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	<u>109,334</u>	<u>31,406</u>
Represented by:		
Cash and Cash Equivalents	111,326	33,399
less:		
Amount pledged as security for bank facilities	(390)	(390)
Deposit with licenced banks with maturity more than 3 months	(1,603)	(1,603)
	<u>109,334</u>	<u>31,406</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**  
 Registration No. 196201000105 (4624-U)  
 QUARTERLY REPORT ON CONSOLIDATED RESULTS  
 FOR THE 4TH FINANCIAL QUARTER ENDED 31 MARCH 2022

***Part A - Selected Explanatory Notes pursuant to Malaysia Financial Reporting Standard 134 (“MFRS 134”)***

**A1. Basis of preparation**

The interim financial report has been prepared in accordance with MFRS 134 - Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group’s audited consolidated financial statements for the financial year ended 31 March 2021.

**A2. Changes in accounting policies**

The same accounting policies and method of computation are followed in the interim financial statements as compared with the most recent annual financial statements for the year ended 31 March 2021 except the Group is in the process of assessing the impact of implementing for the adoption of the following amendments to MFRSs

	Effective for annual periods beginning on or after
<i>Amendments to:</i>	
MFRS 9, MFRS 139, : Interest Rate Benchmark Reform - Phase 2 MFRS 7, MFRS 4& MFRS 16	1 January 2021
MFRS 16 : Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021

The Group have not been early adopting the following standards, amendments and interpretations that have been issued by the MASB:

	Effective for annual periods beginning on or after
<i>Amendments to:</i>	
MFRS 1, MFRS 9 : Annual Improvements to MFRS & MFRS 141 Standards 2018 – 2020	1 January 2022
MFRS 3 : Reference to the Conceptual Framework	1 January 2022
MFRS 116 : Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
MFRS 137 : Onerous Contracts—Cost of Fulfilling a Contract	1 January 2022
MFRS 101 : Classification of Liabilities as Current or Non-current	1 January 2023

MFRS 17	: Insurance Contracts	1 January 2023
MFRS 101	: Disclosure of Accounting Policies	1 January 2023
MFRS 108	: Definition of Accounting Estimates	1 January 2023
MFRS 112	: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
MFRS 7	: Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
MFRS 10 & MFRS 128	: Sales or Contribution of Assets between an investor and its Associate or Joint Venture	Deferred

**A3. Audit Report of Preceding Annual Financial Statements**

The Group's preceding annual financial statements were reported without any qualification.

**A4. Seasonality or Cyclicity of Operations**

The business operations of the Group are generally not affected by seasonal or cyclical factors except for the hotel operations which are generally affected by major festive seasons.

**A5. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash flows**

There are no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year under review.

**A6. Change in Estimate**

There were no materials changes in estimates reported in prior interim periods of the current financial year or in prior financial years which have a material effect in the current interim period.

**A7. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and year-to-date ended 31 March 2022.

**A8. Dividend Paid**

No dividend was paid during the current financial quarter and period-to-date ended 31 March 2022.

## A9. Segment Revenue and Segment Result By Business Segments

### (a) Primary reporting format – business segment

All the operations of the Group are organised in Malaysia into six main business segments:

- (i) Property investments - letting of commercial properties
- (ii) Property development - property development
- (iii) Hotel operations - operation of hotel and related services
- (iv) Investment holding - holding of shares in quoted and non-quoted companies
- (v) Property Support Service - providing support service to purchasers of properties developed by the SDB Group
- (vi) Others - provision of management services.

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
<b>RM'000</b>							
<b>REVENUE</b>							
External Sales	129	5,391	90,625	1,154	-	1,176	98,475
Inter-segment Sales	12	-	-	4,822	-	(12)	4,822
Total revenue	141	5,391	90,625	5,976	-	1,164	103,297
<b>RESULTS</b>							
Segment results	(42)	(2,213)	22,334	21	35,178	(50,691)	4,587
Unallocated corporate (expenses)/income							(1,652)
Operating profit							2,935
Finance cost, net							(12,196)
Share of net profit/(loss) of associated companies			3,202	-	18,584		21,786
Income taxes							(5,366)
Profit for the period							7,159

### (b) Secondary reporting format – geographical segment

The operations of the Group are substantially carried out in Malaysia except for SDB Asia Pte Ltd and SDB Green Energy Pte Ltd which is incorporated in Singapore.



**A10. Valuation of property, plant and equipment**

In line with the Group's adoption of fair value method in relation to its investment properties and properties, lands and buildings were revalued by Raine & Horne International Zaki + Partners Sdn. Bhd. and Rahim & Co International Sdn Bhd (Penang branch) firms of registered independent professional valuer as at 31 March 2022 on an open market basis for existing use.

The resulting net surplus of RM3.88 million of investment properties has been recognised directly to the income statement.

**A11. Material Events Subsequent to the End of the Period**

There are no material events subsequent to 31 March 2022 up to the date of this announcement that has not been reflected in the financial statements as at 31 March 2022.

**A12. Effects of Changes in the Composition of the Group**

There are no changes in the composition of the Group for the current financial quarter under review.

**A13. Changes in Contingent Liabilities and Contingent Assets**

The Group does not have any contingent liabilities and contingent assets as at the last annual balance sheet date up to the current financial year to-date.

**Part B - Selected Explanatory Notes pursuant to Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements**

**B1. Review of Performance of the Company and its Principal Subsidiaries**

For the 12 months ended 31 March 2022, the Group recorded lower turnover but higher net profit of RM103.30 million and RM7.16 million respectively compared to the corresponding 12 months last financial year. The decrease in revenue was mainly due to completion of UNA project in September 2021. The increase in net profit was mainly attributable to the sales of property located at 25, Teo Hong Road, Singapore which resulted a gain of RM19.02 million and RM18.58 million contribution from iron ore mining results by Fortress Minerals Limited.

The adoption of MFRS 123 Amendment resulted in restatement of RM8.00 million interest costs to the Retained Earning from the previous years capitalization of interest. The Amendment of MFRS 123 (IAS 23 equivalent) stated that all projects will have to cease capitalisation of borrowing costs once a project is ready for sale and it is to apply retrospectively, any borrowing costs which have been previously capitalised subsequent to launch will need to be unwind, and that includes the borrowing costs previously capitalized.

**B2. Material Changes in Profit Before Tax of the Current Quarter compared to the Immediate Preceding Quarter**

For the quarter ended 31 March 2022, the Group registered pretax profit of RM849,000 compared to pretax profit of RM1.17 million recorded in the preceding quarter ended 31 December 2021. This was mainly due to no contribution from UNA as the project has completed in September 2021 and lower contribution from jointly controlled entities as Jui project has completed in October 2021.

**B3. Prospects for the Current Financial Year**

The outlook for the coming financial year for the property sector is expected to remain challenging in view of the adverse market condition from the uncertainty in global economic condition as a result of the Covid-19 pandemic and increase in construction materials cost. The Group has taken rigorous measurement in cost and pricing of our product to remain competitive in the market. Prudent measurements and control will be in place to moderate the impact from the downturn.

The Group will continue to convert its inventories into sales and adopt cautious approach in launching any new projects. Currently the Group has approximately RM128.58 million of unbilled sales in hand which is derived mainly from ongoing projects.

**B4. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee**

Not Applicable.

**B5. Taxation**

Tax charge comprises the following:

	Current quarter 31.03.2022 RM'000	Financial year 31.03.2022 RM'000
- current taxation	386	2,016
- deferred taxation	3,142	2,404
- (over) / under provision in prior years;		
- taxation	(16)	946
- deferred	-	-
	<u>3,512</u>	<u>5,366</u>

The Group's taxation is higher compared to the statutory rate mainly due to reversal of deferred tax provided in accordance to MFRS.

**B6. Status of Corporate Proposal**

- (a) Since the last balance sheet date, there were no corporate proposals announced.  
 (b) Status of utilization of proceeds raised from any corporate proposal – Not Applicable.

**B7. Group Borrowings and Debts Securities**

Total Group borrowings as at 31 March 2022 are as follows:

<i>Long Term Bank Borrowing</i>	RM'000
<i>Secured:</i>	
Revolving Credit	44,109
Term Loan	109,388
Repayments due within the next 12 months	<u>(19,806)</u>
Sub-Total	<u>133,691</u>
<i>Unsecured:</i>	
Revolving Credit	-
Term Loan	-
Repayments due within the next 12 months	<u>-</u>
Sub-Total	<u>-</u>
<i>Short Term Bank Borrowing</i>	
<i>Secured:</i>	
Revolving Credit	192,028
Term Loan	-
Current portion of long term borrowing	<u>19,806</u>
Sub-Total	<u>211,834</u>
<i>Unsecured:</i>	
Revolving Credit	70,000
Term Loan	-
Current portion of long term borrowing	<u>-</u>
Sub-Total	<u>70,000</u>
Total	<u>415,524</u>

There were no borrowings or debt securities denominated in foreign currencies except for the followings:

	SGD'000	equivalent RM'000
Borrowings denominated in foreign currency	1,515	4,706

**B8. Material Litigation**

There were no significant changes in material litigation since the last annual balance sheet date.

**B9. Dividend**

No dividend has been recommended in respect of the current financial period.

**B10. Earnings Per Share**

Basic earnings per share is calculated by dividing the Group's net profit for the period by the weighted average number of ordinary shares in issue during the period, disclosed as follows:-

	Current quarter ended 31.03.2022	Comparative quarter ended 31.03.2021	Current 12 months ended 31.03.2022	Corresponding 12 months ended 31.03.2021
( i ) Net (loss) / profit for the period ( RM'000 )	(2,663)	(7,412)	7,159	(12,883)
( ii ) Weighted average number of ordinary shares in issue ( '000 )	426,128	426,128	426,128	426,128
Basic earnings per share ( sen )	(0.63)	(1.74)	1.68	(3.02)

The company does not have any dilutive potential ordinary shares outstanding as at 31 March 2022. Accordingly, no diluted earnings per share is presented.

**B11. Profit for the Year**

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2022 <u>RM'000</u>	Comparative quarter ended 31.03.2021 <u>RM'000</u>	Current 12 months ended 31.03.2022 <u>RM'000</u>	Corresponding 12 months ended 31.03.2021 <u>RM'000</u>
Profit for the period is arrived at after crediting:				
Interest Income	171	1,137	372	1,340
Other Income	13,457	5,541	39,519	8,699
Foreign Exchange Gain	-	-	-	-
Gain on disposal of quoted investment	-	-	-	-
and after charging:				
Interest expense	3,051	3,181	12,196	12,811
Depreciation	963	1,154	4,505	5,637
Provision for/write off of receivables	-	-	-	-
Provision for/write off of inventories	-	-	-	-
Foreign Exchange Loss	-	-	-	-