

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2024

	As at 31.03.2024	(Audited) As at 31.03.2023
ASSETS	RM'000	RM'000
Non-current assets		
Property, plant and equipment	266,204	264,841
Intangible asset	425	562
Investment properties	71,228	70,053
Inventories	195,937	190,797
Investment in jointly controlled entities	172,885	166,119
Investment in associates	154,831	145,695
Amount Owing by Jointly Control Companies	-	-
Amount Owing by Associate Companies	3,548	3,528
Deferred tax assets	6,355	2,723
	<u>871,413</u>	<u>844,318</u>
Current assets		
Inventories - completed unit	117,351	116,922
Inventories - property development costs	141,903	192,370
Trade and other receivable	270,594	141,021
Tax recoverable	6,106	7,581
Cash and Cash Equivalents	39,524	84,979
	<u>575,478</u>	<u>542,873</u>
TOTAL ASSETS	<u>1,446,891</u>	<u>1,387,191</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share Capital	213,541	213,541
Reserves	674,284	647,255
	<u>887,825</u>	<u>860,796</u>
Non-controlling interest	<u>-</u>	<u>-</u>
Total equity	<u>887,825</u>	<u>860,796</u>
Non-current liabilities		
Bank Borrowings	65,003	105,548
Lease liabilities	8,566	6,473
Deferred taxation	10,486	9,887
	<u>84,055</u>	<u>121,908</u>
Current liabilities		
Trade and other payables	144,649	63,130
Lease liabilities	-	981
Bank Borrowings	330,362	340,376
Taxation	-	-
	<u>475,011</u>	<u>404,487</u>
Total liabilities	<u>559,066</u>	<u>526,395</u>
TOTAL EQUITY AND LIABILITIES	<u>1,446,891</u>	<u>1,387,191</u>
Net assets per ordinary share attributable to owners of the Company (sen)	208.35	202.00

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT**for the 4th quarter ended 31 March 2024**

(The figures have not been audited)

	Current quarter ended 31.03.2024	Comparative quarter ended 31.03.2023	Current 12 months ended 31.03.2024	Corresponding 12 months ended 31.03.2023
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	68,011	32,482	227,447	137,743
Operating expenses	(61,437)	(23,778)	(212,331)	(123,096)
Other operating income	15,217	6,448	32,176	27,821
Profit from operations	21,791	15,153	47,292	42,468
Depreciation	(1,786)	(1,738)	(6,920)	(6,534)
Finance costs	(5,527)	(4,916)	(22,309)	(15,858)
Share of associate/jointly controlled entities results	<u>(11,676)</u>	<u>(2,404)</u>	<u>10,699</u>	<u>(7,526)</u>
Profit before taxation	2,802	6,095	28,762	12,550
Taxation	<u>463</u>	<u>(1,122)</u>	<u>(3,973)</u>	<u>(6,299)</u>
Profit for the period	<u>3,265</u>	<u>4,973</u>	<u>24,789</u>	<u>6,251</u>
Attributable to:				
Owners of the Company	3,265	4,973	24,789	6,251
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit for the period	<u><u>3,265</u></u>	<u><u>4,973</u></u>	<u><u>24,789</u></u>	<u><u>6,251</u></u>
Earning per share - basic (sen)	0.77	1.17	5.82	1.47
- diluted (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023

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

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**for the 4th quarter ended 31 March 2024**

(The figures have not been audited)

	Current quarter ended 31.03.2024	Comparative quarter ended 31.03.2023	Current 12 months ended 31.03.2024	Corresponding 12 months ended 31.03.2023
	RM'000	RM'000	RM'000	RM'000
Profit for the period	3,265	4,973	24,789	6,251
Fair value changes in available-for-sale financial asset	-	-	-	-
Foreign currency translation differences for foreign operations	1,441	5,779	10,396	16,247
Share of other comprehensive gain/(loss) of a associate	(1,814)	(173)	(5,032)	(4,830)
Fair Value changes in PPE	7,530	-	7,530	-
Other comprehensive income	<u>7,157</u>	<u>5,606</u>	<u>12,894</u>	<u>11,417</u>
Total comprehensive income	<u>10,422</u>	<u>10,579</u>	<u>37,683</u>	<u>17,668</u>
Attributable to:				
Owners of the Company	10,422	10,579	37,683	17,668
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income	<u>10,422</u>	<u>10,579</u>	<u>37,683</u>	<u>17,668</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023

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 2024
(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 2024</u>								
As at 1 April 2023	213,541	-	93,238	7,861	(3,296)	49,170	500,282	860,796
Effects of adopting MFRS 123	-	-	-	-	-	-	-	-
Restated	213,541	-	93,238	7,861	(3,296)	49,170	500,282	860,796
Movement during the period:								
- Transfer of revaluation reserve			-				-	-
- Total comprehensive income for the the period	-	-	7,530	-	(5,033)	10,395	24,789	37,681
- Dividend paid	-	-	-	-	-	-	(10,653)	(10,653)
As at 31 March 2024	213,541	-	100,768	7,861	(8,329)	59,565	514,419	887,825
<u>Preceding 12 months ended</u>								
<u>31 March 2023</u>								
As at 1 April 2022	213,541	-	93,238	7,861	(1,471)	35,928	494,031	843,128
Effects of adopting MFRS 123	-	-	-	-	-	-	-	-
Effects of adopting MFRS 15	-	-	-	-	-	-	-	-
	213,541	-	93,238	7,861	(1,471)	35,928	494,031	843,128
Movement during the period:								
- Transfer of revaluation reserve	-	-	-	-	-	-	-	-
- Total comprehensive income for the the period	-	-	-	-	(4,830)	16,247	6,251	17,668
- Dividend paid	-	-	-	-	-	-	-	-
As at 31 March 2023	213,541	-	93,238	7,861	(6,301)	52,175	500,282	860,796

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the 12 months ended 31 March 2024

(The figures have not been audited)

	Current 12 months ended 31.03.2024 RM'000	Corresponding 12 months ended 31.03.2023 RM'000
CASHFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	28,762	12,550
Adjustment for :		
Non-cash items	(6,114)	2,751
Non-operating items (which are investing / financing)	19,595	16,043
Operating profit before working capital changes	42,244	31,344
Changes in working capital		
Receipts from customer	(78,508)	(52,858)
Payments to supplier, contractors and employee	24,981	(11,847)
Interest paid	(21,985)	(15,585)
Tax paid	(7,047)	(3,831)
Net cashflows from operating activities	(40,316)	(52,777)
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investments	4,235	3,964
Other investments	(3,463)	(5,217)
Investment in jointly controlled entities	-	-
Purchase/Disposal of property, plant and equipment	(4,544)	(2,890)
Proceeds from disposal of property, plant and equipment / AHFS	6,721	2
Net cashflows from investing activities	2,949	(4,141)
CASHFLOW FROM FINANCING ACTIVITIES		
Net repayments of lease liabilities	788	(1,194)
Dividend paid to Shareholder of Company	(10,653)	-
Withdrawal of fixed deposit pledged	-	-
Drawdown of bank borrowings	54,047	66,441
Repayment of bank borrowings	(104,861)	(36,361)
Repayment/(Advances) of JV company	56,993	-
Repayment/(Advances) of associates	0	1,081
Net cashflows from financing activities	(3,687)	29,967
NET CHANGE IN CASH & CASH EQUIVALENTS	(41,054)	(26,951)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	82,986	109,333
EFFECT OF EXCHANGE RATE CHANGES	(4,401)	604
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	37,531	82,986
Represented by:		
Cash and Cash Equivalents	39,524	84,979
less:		
Amount pledged as security for bank facilities	(390)	(390)
Deposit with licenced banks with maturity more than 3 months	(1,603)	(1,603)
	37,531	82,986

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023

SELANGOR DREDGING BERHAD
Registration No. 196201000105 (4624-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 4TH FINANCIAL QUARTER ENDED 31 MARCH 2024

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 2023.

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 2023 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
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	: 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

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
Amendments to MFRS 16	: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 107 and MFRS 7	: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 101	: Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 121	: Lack of Exchangeability	1 January 2025

Amendments to MFRS 112	: International Tax Reform - Pillar Two Model Rules	Refer paragraph 98M of MFRS 112
Amendments to 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 2024.

A8. Dividend Paid

A dividend of RM 10,653,190/- for the financial year ended 31 March 2023 was paid in last quarter.

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
RM'000							
REVENUE							
External Sales	135	20,020	205,858	1,083	-	196	227,292
Inter-segment Sales	30	-	-	3,659	-	(3,689)	-
Total revenue	165	20,020	205,858	4,742	-	(3,493)	227,292
RESULTS							
Segment results	60	(1,382)	67,438	176	5,778	(29,312)	42,758
Unallocated corporate (expenses)/income							(2,386)
Operating profit							40,372
Finance cost, net							(22,309)
Share of net profit/(loss) of associated companies			(1,947)	-	12,646		10,699
Income taxes							(3,973)
Profit for the period							24,789

(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., firm of registered independent professional valuer as at 29 March 2024 on an open market basis for existing use.

The resulting net surplus of RM1.59 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 2024 up to the date of this announcement that has not been reflected in the financial statements as at 31 March 2024.

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

During the 12-month period ending on March 31, 2024, the Group achieved increased turnover and net profit of RM227.45 million and RM24.79 million, respectively, compared to the same period in the previous financial year. This growth in revenue and net profit is primarily due to enhanced sales and the significant progress of work on the 19Trees project in Melawati, the Jia project in Bukit Serdang, as well as the project in Singapore.

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

In the quarter ending on 31 March 2024, the Group reported a pretax profit of RM2.80 million, a decline from the RM9.31 million pretax profit recorded in the previous quarter ending December 31, 2023. This reduction in profit is primarily attributed to additional marketing expenses incurred to secure full sales of remaining unsold units for the Singapore projects.

B3. Prospects for the Current Financial Year

The global economic environment remains cautious, mainly due to sluggish growth in major economies, rising geopolitical tensions, tightening financial markets, increasing costs, and higher interest rates. The recent decision by Bank Negara Malaysia (BNM) on May 9, 2024, to maintain the Overnight Policy Rate (OPR) at 3% helps mitigate the risk of increased borrowing costs. Positive growth has been observed across all sectors; however, the domestic property sector faces ongoing challenges from high interest rates and rising construction costs, leading to reduced profit margins. Property sales also encounter obstacles due to oversupply in various markets and segments.

As of the reporting date, the Group's projects, 19Trees and Jia, have received positive market reception, achieving sales rates of 85% and 99%, respectively. Despite the success of these launches, the Group remains dedicated to implementing stringent cost and pricing measures to maintain market competitiveness. Prudent strategies and controls will be applied to mitigate the impacts of the economic downturn. Currently, the Group holds an estimated RM450.43 million in unbilled sales, primarily 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 31.03.2024 RM'000	Financial year 31.03.2024 RM'000
- current taxation	3,483	8,157
- deferred taxation	(3,864)	(3,864)
- (over) / under provision in prior years;	-	-
- taxation	-	(320)
- deferred	(82)	-
	<u>(463)</u>	<u>3,973</u>

The Group's taxation is lower compared to the statutory rate mainly due to recognition of deferred tax asset in a subsidiary.

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 2024 are as follows:

<i>Long Term Bank Borrowing</i>	RM'000
<i>Secured:</i>	
Revolving Credit	50,323
Term Loan	32,799
Repayments due within the next 12 months	(18,119)
Sub-Total	<u>65,003</u>
<i>Unsecured:</i>	
Revolving Credit	-
Term Loan	-
Repayments due within the next 12 months	-
Sub-Total	<u>-</u>
<i>Short Term Bank Borrowing</i>	
<i>Secured:</i>	
Revolving Credit	242,242
Term Loan	-
Current portion of long term borrowing	18,119
Sub-Total	<u>260,361</u>
<i>Unsecured:</i>	
Revolving Credit	70,000
Term Loan	-
Current portion of long term borrowing	-
Sub-Total	<u>70,000</u>
Total	<u>395,364</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	1,395	4,881

B8. Material Litigation

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

B9. Dividend

The Board has recommended a single-tier dividend of 3.0 sen per share amounting to RM12,783,785 in respect of the financial year ended 31 March 2024 which will be proposed for shareholders' approval at the forthcoming Annual General Meeting.

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:

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2024	Comparative quarter ended 31.03.2023	Current 12 months ended 31.03.2024	Corresponding 12 months ended 31.03.2023
(i) Net (loss)/ profit for the period (RM'000)	3,265	4,973	24,789	6,251
(ii) Weighted average number of ordinary shares in issue ('000)	426,128	426,128	426,128	426,128
Basic earnings per share (sen)	0.77	1.17	5.82	1.47

The company does not have any dilutive potential ordinary shares outstanding as at 31 March 2024. Accordingly, no diluted earnings per share is presented.

B11. Profit for the Year

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2024 RM'000	Comparative quarter ended 31.03.2023 RM'000	Current 12 months ended 31.03.2024 RM'000	Corresponding 12 months ended 31.03.2023 RM'000
Profit for the period is arrived at after crediting:				
Interest Income	144	237	1,071	640
Other Income	15,072	6,211	31,105	27,181
Foreign Exchange Gain	0	-	0	0
Gain on disposal of quoted investment	0	-	0	0
and after charging:				
Interest expense	5,527	4,916	22,309	15,858
Depreciation	1,786	1,738	6,920	6,534
Provision for/write off of receivables	0	-	0	0
Provision for/write off of inventories	0	-	0	0
Foreign Exchange Loss	0	-	0	0