

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2024

	As at 30.09.2024	(Audited) As at 31.03.2024
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	263,030	266,204
Intangible assets	391	425
Investment properties	71,742	71,228
Inventories	335,809	195,965
Investment in jointly controlled entities	126,404	172,885
Investment in associates	175,476	161,364
Amount owing by joint ventures	191	191
Amount owing by an associate	3,357	3,357
Deferred tax assets	6,609	6,355
	<u>983,009</u>	<u>877,974</u>
Current assets		
Inventories - completed units	84,431	117,351
Inventories - property development costs	117,361	141,874
Contract assets	241,512	196,356
Trade and other receivables	36,876	66,456
Amount owing by joint ventures	161	7,088
Current tax assets	-	6,106
Cash and Cash Equivalents	83,201	39,524
	<u>563,542</u>	<u>574,755</u>
TOTAL ASSETS	<u>1,546,551</u>	<u>1,452,729</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	213,541	213,541
Reserves	690,768	674,822
	<u>904,309</u>	<u>888,363</u>
Non-controlling interest	-	-
TOTAL EQUITY	<u>904,309</u>	<u>888,363</u>
LIABILITIES		
Non-current liabilities		
Bank Borrowings	129,000	46,073
Lease liabilities	7,440	7,821
Deferred tax liabilities	15,818	16,411
	<u>152,258</u>	<u>70,305</u>
Current liabilities		
Trade and other payables	98,565	69,019
Contract liabilities	590	1,441
Amount owing to joint ventures	82,120	73,565
Lease liabilities	751	745
Bank borrowings	307,751	349,291
Current tax liabilities	207	-
	<u>489,984</u>	<u>494,061</u>
Total liabilities	<u>642,242</u>	<u>564,366</u>
TOTAL EQUITY AND LIABILITIES	<u>1,546,551</u>	<u>1,452,729</u>
Net assets per ordinary share attributable to owners of the Company (sen)	212.22	208.47

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2024

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT**for the 2nd quarter ended 30 September 2024**

(The figures have not been audited)

	Current quarter ended 30.09.2024	Comparative quarter ended 30.09.2023	Current 6 months ended 30.09.2024	Corresponding 6 months ended 30.09.2023
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	122,353	50,512	219,956	97,293
Operating expenses	(112,074)	(47,596)	(196,205)	(93,253)
Other operating income	9,360	2,671	11,570	10,857
Profit from operations	19,639	5,587	35,321	14,896
Depreciation	(1,720)	(1,693)	(3,329)	(3,411)
Finance costs	(4,821)	(5,664)	(9,738)	(11,044)
Share of associate/jointly controlled entities results	<u>4,955</u>	<u>10,647</u>	<u>7,425</u>	<u>16,213</u>
Profit before taxation	18,053	8,877	29,679	16,654
Taxation	<u>(4,820)</u>	<u>(601)</u>	<u>(8,445)</u>	<u>(1,341)</u>
Profit for the period	<u>13,233</u>	<u>8,276</u>	<u>21,234</u>	<u>15,313</u>
Attributable to:				
Owners of the Company	13,233	8,276	21,234	15,313
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit for the period	<u>13,233</u>	<u>8,276</u>	<u>21,234</u>	<u>15,313</u>
Earning per share - basic (sen)	3.11	1.94	4.98	3.59
- diluted (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2024

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**for the 2nd quarter ended 30 September 2024**

(The figures have not been audited)

	Current quarter ended 30.09.2024	Comparative quarter ended 30.09.2023	Current 6 months ended 30.09.2024	Corresponding 6 months ended 30.09.2023
	RM'000	RM'000	RM'000	RM'000
Profit for the period	13,233	8,276	21,234	15,313
Fair value changes in available-for-sale financial asset	-	-	-	-
Foreign currency translation differences for foreign operations	(12,181)	367	(13,146)	6,959
Share of other comprehensive gain/(loss) of a associate	6,885	(421)	7,858	(2,986)
Fair Value changes in PPE	-	-	-	-
Other comprehensive income	<u>(5,296)</u>	<u>(54)</u>	<u>(5,288)</u>	<u>3,973</u>
Total comprehensive income	<u>7,937</u>	<u>8,222</u>	<u>15,946</u>	<u>19,286</u>
Attributable to:				
Owners of the Company	7,937	8,222	15,946	19,286
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income	<u>7,937</u>	<u>8,222</u>	<u>15,946</u>	<u>19,286</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2024

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the 6 months ended 30 September 2024
(The figures have not been audited)

	Share capital	Revaluation reserve	Exchange Fluctuation	Exchange Fluctuation Share of OCI	Capital reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Current 6 months ended</u>							
<u>30 September 2024</u>							
As at 1 April 2024	213,541	94,843	59,565	(1,796)	7,861	514,349	888,363
Movement during the period:							
- Total comprehensive income for the the period	-	-	(13,146)	7,858	-	21,234	15,946
- Dividend paid	-	-	-	-	-	-	-
As at 30 September 2024	<u>213,541</u>	<u>94,843</u>	<u>46,419</u>	<u>6,062</u>	<u>7,861</u>	<u>535,583</u>	<u>904,309</u>
<u>Preceding 6 months ended</u>							
<u>30 September 2023</u>							
As at 1 April 2023	213,541	93,238	49,170	(3,296)	7,861	500,282	860,796
Movement during the period:							
- Total comprehensive income for the the period	-	-	6,959	(2,986)	-	15,313	19,286
- Dividend paid	-	-	-	-	-	-	-
As at 30 September 2023	<u>213,541</u>	<u>93,238</u>	<u>56,129</u>	<u>(6,282)</u>	<u>7,861</u>	<u>515,595</u>	<u>880,082</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2024

SELANGOR DREDGING BERHAD

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**for the 6 months ended 30 September 2024**

(The figures have not been audited)

	Current 6 months ended 30.09.2024 RM'000	Corresponding 6 months ended 30.09.2023 RM'000
CASHFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	29,679	16,654
Adjustment for :		
Non-cash items	(4,009)	(12,798)
Non-operating items (which are investing / financing)	2,803	11,044
Operating profit before working capital changes	<u>28,473</u>	<u>14,900</u>
Changes in working capital		
Receipts from customer	17,279	(24,193)
Payments to supplier, contractors and employee	(1,922)	9,123
Dividend received from a joint venture	33,111	-
Interest paid	(9,507)	(10,919)
Tax paid	(4,205)	(2,048)
Net cashflows from operating activities	<u>63,229</u>	<u>(13,137)</u>
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investments	3,109	4,235
Other investments	(84,178)	(793)
Purchase/Disposal of property, plant and equipment	(835)	(1,230)
Net cashflows from investing activities	<u>(81,904)</u>	<u>2,212</u>
CASHFLOW FROM FINANCING ACTIVITIES		
Net repayments of lease liabilities	(606)	(608)
Drawdown of bank borrowings	169,405	23,588
Repayment of bank borrowings	(127,637)	(39,297)
Advances from joint ventures	22,424	33
Net cashflows from financing activities	<u>63,586</u>	<u>(16,284)</u>
NET CHANGE IN CASH & CASH EQUIVALENTS	44,911	(27,209)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	37,531	82,986
EFFECT OF EXCHANGE RATE CHANGES	(1,234)	(5,134)
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	<u>81,208</u>	<u>50,643</u>
Represented by:		
Cash and Cash Equivalents	83,201	52,636
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>81,208</u>	<u>50,643</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2024

SELANGOR DREDGING BERHAD
Registration No. 196201000105 (4624-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 2ND FINANCIAL QUARTER ENDED 30 SEPTEMBER 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 2024.

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 2024 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
Amendments to MFRS 16	Leases - Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107	Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures – Supplier Finance Arrangements	1 January 2024

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 121	The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability	1 January 2025
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
Amendments to MFRS 10 and MFRS 128	Consolidated Financial Statements and Investment in Associates and Joint Ventures – Sale 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 30 September 2024.
- A8. Dividend Paid**
No dividend was paid during the current financial quarter and period-to-date 30 September 2024.

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.

RM'000	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
REVENUE							
External Sales	69	11,199	208,128	546	-	14	219,956
Inter-segment Sales	15	-	-	167	-	(182)	-
Total revenue	<u>84</u>	<u>11,199</u>	<u>208,128</u>	<u>713</u>	<u>-</u>	<u>(168)</u>	<u>219,956</u>
RESULTS							
Segment results	15	(49)	42,803	(114)	49,342	(58,742)	33,255
Unallocated corporate (expenses)/income							(1,263)
Operating profit							<u>31,992</u>
Finance cost, net							(9,738)
Share of net profit/(loss) of associated companies	-	-	(1,939)	-	9,364	-	7,425
Income taxes							(8,445)
Profit for the period							<u>21,234</u>

(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

The valuations of property, plant and equipment have been brought forward without amendments from the most recent annual financial statements for the year ended 31 March 2024.

A11. Material Events Subsequent to the End of the Period

There are no material events subsequent to 30 September 2024 up to the date of this announcement that has not been reflected in the financial statements as at 30 September 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 six-month period ending on September 30, 2024, the Group experienced an increase in turnover and net profit, reaching RM219.96 million and RM21.23 million, respectively. This growth in revenue is primarily attributed to the advanced stages of construction for the Jia project in Bukit Serdang and the 19Trees project in Melawati, which have significantly contributed to the improved financial performance compared to the same period in the previous financial year.

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

For the quarter ending September 30, 2024, the Group reported a pretax profit of RM18.05 million, up from RM11.63 million in the previous quarter ending June 30, 2024. This profit growth is attributed to gains on foreign exchange against the Singapore dollar and an increase in the share of associate results.

B3. Prospects for the Current Financial Year

On November 8, 2024, Bank Negara Malaysia's Monetary Policy Committee (MPC) maintained the Overnight Policy Rate (OPR) at 3.00 percent, indicating stable economic conditions that are conducive to sustained growth. The Malaysian economy is benefiting from stronger domestic consumption, robust export performance, and a rebound in the manufacturing and services sectors.

The government's MADANI Economy framework and the initiatives outlined in Budget 2025 aim to foster a favorable environment for moderate growth in the property market. These measures are designed to boost productivity and increase household incomes, which should, in turn, drive demand for property. However, caution is advised due to potential challenges, such as market saturation in certain segments and external economic headwinds.

At the same time, the economy remains exposed to both external and internal risks, including the global economic slowdown, trade disruptions that could impact Malaysia's export-driven economy, ongoing geopolitical tensions in the South China Sea, and a mismatch between available skills and job opportunities, with youth unemployment continuing to be a concern.

The 19Trees project has achieved a 95% sales rate, with the Group now focusing on monitoring the construction progress of both the 19Trees and Jia developments for completion by the end of 2025.

The Group currently has RM236.65 million in unbilled sales from its ongoing projects. Senai, the Group's latest modern lakeside development in Taman Putra Perdana, Puchong, officially opened its Sales Gallery in October 2024.

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

Not Applicable.

B5. Taxation

Tax charge comprises the following:

	Current quarter 30.09.2024 RM'000	Financial period 30.09.2024 RM'000
- current taxation	4,820	9,290
- deferred taxation	-	(845)
- (over) / under provision in prior years;	-	-
- taxation	-	-
- deferred	-	-
	<u>4,820</u>	<u>8,445</u>

The Group's taxation is higher compared to the statutory rate mainly due to the offset effect amongst subsidiaries which have losses before taxation.

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 30 September 2024 are as follows:

	RM'000
<i>Long Term Bank Borrowing</i>	
<i>Secured:</i>	
Revolving Credit	28,625
Term Loan	118,494
Repayments due within the next 12 months	(18,119)
Sub-Total	<u>129,000</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	194,632
Term Loan	-
Current portion of long term borrowing	18,119
Sub-Total	<u>212,751</u>
<i>Unsecured:</i>	
Revolving Credit	95,000
Term Loan	-
Current portion of long term borrowing	-
Sub-Total	<u>95,000</u>
Total	<u>436,751</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	1,365	4,396

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. This dividend was approved by the shareholders at the 63rd Annual General Meeting on 27 September 2024.

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 30.09.2024	Comparative quarter ended 30.09.2023	Current 6 months ended 30.09.2024	Corresponding 6 months ended 30.09.2023
(i) Net (loss) / profit for the period (RM'000)	13,233	8,276	21,234	15,313
(ii) Weighted average number of ordinary shares in issue ('000)	426,128	426,128	426,128	426,128
Basic earnings per share (sen)	3.11	1.94	4.98	3.59

The company does not have any dilutive potential ordinary shares outstanding as at 30 September 2024. Accordingly, no diluted earnings per share is presented.

B11. Profit for the Year

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 30.09.2024	Comparative quarter ended 30.09.2023	Current 6 months ended 30.09.2024	Corresponding 6 months ended 30.09.2023
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after crediting:				
Interest Income	208	236	280	487
Other Income	2,759	2,435	4,355	10,370
Foreign Exchange Gain	6,393	-	6,935	-
and after charging:				
Interest expense	4,821	5,664	9,738	11,044
Depreciation	1,720	1,693	3,329	3,411
Foreign Exchange Loss	-	111	-	655