

# CAHYA MATA SARAWAK BERHAD

(Company No: 21076-T)

(Incorporated in Malaysia)

## Interim Financial Report

### Summary of Key Financial Information for the financial period ended 31 March 2024

	Note	3 months ended		Changes (%)	3 months ended		Changes (%)
		31.03.2024	31.03.2023		31.03.2024	31.03.2023	
		RM'000	RM'000	RM'000	RM'000		
Revenue	A8	277,371	275,667	1%	277,371	275,667	1%
Cost of sales		(201,209)	(212,273)		(201,209)	(212,273)	
<b>Gross profit</b>		76,162	63,394	20%	76,162	63,394	20%
Other income		22,683	16,293		22,683	16,293	
Administrative expenses		(29,858)	(26,766)		(29,858)	(26,766)	
Selling and marketing expenses		(8,178)	(7,228)		(8,178)	(7,228)	
Other expenses		(17,108)	(23,624)		(17,108)	(23,624)	
<b>Operating profit</b>		43,701	22,069	98%	43,701	22,069	98%
Finance costs		(7,713)	(3,392)		(7,713)	(3,392)	
Share of results of associates		17,027	14,012		17,027	14,012	
Share of results of joint ventures		4,240	6,574		4,240	6,574	
<b>Profit before taxation</b>		57,255	39,263	46%	57,255	39,263	46%
Income tax expense	B5	(17,726)	(11,927)		(17,726)	(11,927)	
<b>Profit for the period</b>		39,529	27,336	45%	39,529	27,336	45%
Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):							
Share of other comprehensive income of associates		-	(605)		-	(605)	
Exchange differences on translation		21,771	(4,208)		21,771	(4,208)	
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):							
Net gain/(loss) on equity instrument designated as fair value through other comprehensive income		8,786	2,067		8,786	2,067	
<b>Other comprehensive income for the period</b>		30,557	(2,746)		30,557	(2,746)	
<b>Total comprehensive income for the period</b>		70,086	24,590	185%	70,086	24,590	185%
Profit attributable to:							
Owners of the Company		38,245	42,558	(10%)	38,245	42,558	(10%)
Non-controlling interests		1,284	(15,222)		1,284	(15,222)	
		39,529	27,336		39,529	27,336	
Total comprehensive income attributable to:							
Owners of the Company		66,439	42,734		66,439	42,734	
Non-controlling interests		3,647	(18,144)		3,647	(18,144)	
		70,086	24,590		70,086	24,590	
		sen	sen		sen	sen	
<b>Earnings per share attributable to owners of the Company:</b>							
Basic	B13	3.56	3.96		3.56	3.96	
Diluted		3.56	3.96		3.56	3.96	

The condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial report.

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of financial position as at 31 March 2024**

	Note	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		1,472,106	1,461,830
Land held for property development		306,715	306,170
Investment properties		5,044	5,087
Intangible assets		13,392	12,527
Goodwill		68,485	68,485
Investments in associates		707,190	715,625
Investments in joint ventures		347,544	343,304
Deferred tax assets		15,473	17,081
Trade and other receivables		3,623	363
Investment securities		125,084	113,727
		<u>3,064,656</u>	<u>3,044,199</u>
<b>Current assets</b>			
Property development costs		5,383	4,849
Inventories		457,734	436,755
Trade and other receivables		256,583	272,313
Other current assets		28,948	32,266
Investment securities		152,480	150,923
Derivative financial asset		96,649	96,649
Tax recoverable		18,879	19,943
Cash and bank balances		553,811	617,712
		<u>1,570,467</u>	<u>1,631,410</u>
<b>TOTAL ASSETS</b>		<b><u>4,635,123</u></b>	<b><u>4,675,609</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		867,902	867,902
Treasury shares		(352)	(352)
Other reserves		31,578	1,267
Retained earnings		2,470,290	2,432,045
		<u>3,369,418</u>	<u>3,300,862</u>
<b>Non-controlling interests</b>		<u>250,500</u>	<u>246,853</u>
<b>Total equity</b>		<b><u>3,619,918</u></b>	<b><u>3,547,715</u></b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		76,136	75,183
Loans and borrowings	B7	211,474	206,982
Lease liabilities		27,310	33,497
Trade and other payables		4,588	4,791
		<u>319,508</u>	<u>320,453</u>
<b>Current liabilities</b>			
Income tax payable		21,251	24,823
Loans and borrowings	B7	92,734	113,023
Lease liabilities		26,043	26,396
Trade and other payables		555,579	643,078
Other current liabilities		90	121
		<u>695,697</u>	<u>807,441</u>
<b>Total liabilities</b>		<u>1,015,205</u>	<u>1,127,894</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>4,635,123</u></b>	<b><u>4,675,609</u></b>
<b>Net assets per share attributable to ordinary owners of the Company (RM)</b>		<b><u>3.14</u></b>	<b><u>3.07</u></b>

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial report.

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity for the period ended 31 March 2024**

	----- Attributable to Owners of the Company -----						Non- controlling interests RM'000
	Total equity  RM'000	< ----- Non-distributable ----- >				Distributable  Retained earnings RM'000	
		Total RM'000	Share capital RM'000	Treasury shares RM'000	Other reserves RM'000		
<b>At 1 January 2024</b>	3,547,715	3,300,862	867,902	(352)	1,267	2,432,045	246,853
Profit net of tax	39,529	38,245	-	-	-	38,245	1,284
Other comprehensive income, net of tax	30,557	28,194	-	-	28,194	-	2,363
Total comprehensive income	70,086	66,439	-	-	28,194	38,245	3,647
<b>Transactions with owners:-</b>							
Additional investment in a subsidiary	-	-	-	-	-	-	-
Grant of equity-settled share options to employees	2,117	2,117	-	-	2,117	-	-
Total transactions with owners	2,117	2,117	-	-	2,117	-	-
<b>At 31 March 2024</b>	3,619,918	3,369,418	867,902	(352)	31,578	2,470,290	250,500

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity for the period ended 31 March 2023**

	----- Attributable to Owners of the Company -----						Non- controlling interests RM'000
	Total equity  RM'000	< ----- Non-distributable ----- >				Distributable Retained earnings RM'000	
		Total RM'000	Share capital RM'000	Treasury shares RM'000	Other reserves RM'000		
<b>At 1 January 2023</b>	3,477,233	3,226,696	867,902	(352)	(29,506)	2,388,652	250,537
Profit net of tax	27,336	42,558	-	-	-	42,558	(15,222)
Other comprehensive income, net of tax	(2,746)	176	-	-	176	-	(2,922)
Total comprehensive income	24,590	42,734	-	-	176	42,558	(18,144)
<b>Transactions with owners:-</b>							
Additional investment in a subsidiary	-	(39,191)	-	-	-	(39,191)	39,191
Grant of equity-settled share options to employees	463	463	-	-	463	-	-
Total transactions with owners	463	(38,728)	-	-	463	(39,191)	39,191
Share of associates' reserves	-	-	-	-	(230)	230	-
<b>At 31 March 2023</b>	<b>3,502,286</b>	<b>3,230,702</b>	<b>867,902</b>	<b>(352)</b>	<b>(29,097)</b>	<b>2,392,249</b>	<b>271,584</b>

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of cash flows for the period ended 31 March 2024**

	<b>3 months ended 31.03.2024 RM'000</b>	<b>3 months ended 31.03.2023 RM'000</b>
<b>Profit before taxation from continuing operations</b>	57,255	39,263
Adjustments for non-cash items:		
Non-cash items	1,237	14,235
<b>Operating cash flows before changes in working capital</b>	<u>58,492</u>	<u>53,498</u>
Changes in working capital		
(Increase) in current assets	(12,519)	(51,006)
(Increase) in non-current assets	(3,805)	(2)
(Decrease) in current liabilities	(89,071)	(76,809)
(Decrease)/increase in non-current liabilities	(203)	(364)
<b>Cash flows used in operations</b>	<u>(47,106)</u>	<u>(74,683)</u>
Interest received	4,135	5,103
Interest paid	(5,348)	(12,675)
Income tax paid, net of refund	(17,304)	(4,859)
<b>Net cash flows used in operating activities</b>	<u>(65,623)</u>	<u>(87,114)</u>
<b>Investing activities</b>		
Acquisition of property, plant and equipment	(5,547)	(18,377)
Acquisition of intangible assets	(890)	(903)
Additional investments in investment securities	(1,195)	-
Dividends received from investments	1,195	-
Dividends received from associates	25,461	-
Distribution of profit from joint ventures	-	276
Proceeds from disposal of property, plant and equipment	-	116
<b>Net cash from investing activities</b>	<u>19,024</u>	<u>(18,888)</u>
<b>Financing activities</b>		
Deposit pledged to a licensed bank	-	(11)
Drawdown of borrowings	-	112,331
Repayments of borrowings	(23,453)	(138,745)
Repayment of lease liabilities	(6,606)	(17,966)
Proceeds from lease receivables	559	1,126
<b>Net cash used in financing activities</b>	<u>(29,500)</u>	<u>(43,265)</u>
<b>Net increase in cash and cash equivalents</b>	(76,099)	(149,267)
<b>Effect of foreign exchange changes in cash and cash equivalents</b>	12,198	1,381
<b>Cash and cash equivalents as at 1 January</b>	<u>605,665</u>	<u>963,421</u>
<b>Cash and cash equivalents as at 31 March</b>	<u><u>541,764</u></u>	<u><u>815,535</u></u>
Cash and cash equivalents as at 31 March comprised the following:		
Cash and short term deposits	553,811	817,481
Less: Deposits pledged to licensed banks	(426)	(1,946)
Less: Deposits with maturity of more than three months	(11,621)	-
	<u>541,764</u>	<u>815,535</u>

**The condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial report.**

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**Part A – Explanatory notes pursuant to MFRS 134**

**A1. Basis of preparation**

These condensed consolidated interim financial statements, for the period ended 31 March 2024 are unaudited and have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The explanatory notes attached to these condensed consolidated 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 2023.

**A2. Changes in accounting policies**

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 January 2024, the Group adopted the following new and amended MFRSs mandatory for annual financial periods beginning on or after 1 January 2024.

- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101: Non-current Liabilities with Covenants
- Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

The adoption of these standards is not expected to have any material effect on the financial performance or position of the Group.

**A3. Seasonal or cyclical factors**

The business operations of the Group are generally non-cyclical or seasonal. Ordinarily, however, there is a lower level of activity during the first quarter of the year.

**A4. Unusual items due to their nature, size and incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the period ended 31 March 2024.

**A5. Changes in estimates**

There were no changes in estimates that have had a material effect on the current quarter’s results.

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A6. Debt and equity securities**

During the current quarter ended 31 March 2024, there was no repurchase and resell of treasury shares. As at 31 March 2024, the Company held 200,000 treasury shares in its books.

**A7. Dividends paid**

There was no dividend declared and paid during the quarter ended 31 March 2024.

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**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A8. Segmental information**

	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
<b>Segment Revenue</b>		
Cement	149,178	159,302
Road maintenance	27,136	21,833
Property development	13,753	10,855
Oiltools	78,146	66,957
Strategic investments	11,135	21,584
Support service	17,657	14,811
Total revenue including inter-segment sales	297,005	295,342
Elimination of inter-segment sales	(19,634)	(19,675)
Total revenue from continuing operations	277,371	275,667

	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
<b>Segment Results</b>		
Operating profit/(loss):		
Cement	26,797	37,547
Road maintenance	5,316	(111)
Property development	6,194	938
Phosphates	(19,232)	(25,699)
Oiltools	14,844	4,614
Strategic investments	6,671	4,495
Support services	(1,241)	393
	39,349	22,177
Corporate expenses	(3,361)	(3,502)
Share of results of associates	17,027	14,013
Share of results of joint ventures	4,240	6,575
Profit before tax	57,255	39,263
Income tax expenses	(17,726)	(11,927)
Profit for the period	39,529	27,336



**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A9. Changes in composition of the Group**

There have been no changes in the composition of the Group for the quarter ended 31 March 2024.

**A10. Fair value of instruments**

**(a) Determination of fair value**

Set out below is a comparison of the carrying amounts and fair values of the Group's financial instruments, by class, which are not carried at fair value in the financial statements. It does not include those short term/on demand financial assets and financial liabilities where the carrying amounts are reasonable approximation of their fair values:

	31 March 2024		31 December 2023	
	Carrying Amount RM'000	Fair Value RM'000	Carrying Amount RM'000	Fair Value RM'000
<b>Financial liabilities:</b>				
Interest-bearing loans and borrowings				
- Term loans	277,668	277,668	287,055	287,055
	<u>277,668</u>	<u>277,668</u>	<u>287,055</u>	<u>287,055</u>

**(b) Fair value hierarchy**

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - Quoted market prices: quoted prices (unadjusted) in active market for identical instruments;
- Level 2 - Fair values based on observable inputs: inputs other than quoted prices included within Level 1 that are observable for the instrument, whether directly (i.e. prices) or indirectly (i.e. derived from prices), are used; and
- Level 3 - Fair values derived using unobservable inputs: inputs used are not based on observable market data and the unobservable inputs may have a significant impact on the valuation of the financial instruments and non-financial assets.

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A10. Fair value of instruments (contd.)**

**(b) Fair value hierarchy (contd.)**

As at the reporting date, the Group held the following financial assets and liabilities that were measured at fair value by level of fair value hierarchy:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>31 March 2024</b>				
<b>Financial assets</b>				
Investment securities				
- Equity instrument	84,755	-	-	84,755
- Income debt securities	-	152,480	-	152,480
- Redeemable preference shares	-	-	40,329	40,329
Derivative financial assets	-	-	96,649	96,649
	<u>84,755</u>	<u>152,480</u>	<u>136,978</u>	<u>374,213</u>
<b>31 December 2023</b>				
<b>Financial assets</b>				
Investment securities				
- Equity instrument	75,969	-	-	75,969
- Income debt securities	-	150,923	-	150,923
- Redeemable preference shares	-	-	37,758	37,758
Derivative financial assets	-	-	96,649	96,649
	<u>75,969</u>	<u>150,923</u>	<u>134,407</u>	<u>361,299</u>

There have been no transfers between any levels during the current interim period and the comparative period.

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**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A11. Capital & other commitments**

The amount of commitments not provided for in the financial statements as at 31 March 2024 and 31 December 2023 was as follows:

Capital commitments

	As at 31.03.2024 RM'000	As at 31.12.2023 RM'000
Approved and contracted for:		
- Property, plant and equipment	23,925	23,235
- Intangible assets	13,997	14,333
- Investments in redeemable preference shares in joint ventures	5,326	5,326
	<u>43,248</u>	<u>42,894</u>
Approved but not contracted for:		
- Property, plant and equipment	280,645	286,338
- Intangible assets	4,445	4,536
	<u>285,090</u>	<u>290,874</u>
	<u>328,338</u>	<u>333,768</u>

**A12. Changes in contingent liabilities and contingent assets**

There were no material changes in the contingent liabilities or contingent assets since the last annual reporting date.

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**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**A13. Related party transactions**

The following table provides information on the transactions which have been entered into with related parties during the period ended 31 March 2024 and 31 March 2023 as well as the balances with the related parties as at 31 March 2024 and 31 March 2023:

		Interest/ rental income from/ sales to related parties RM '000	Purchases from/ payment for services to related parties RM '000	Amounts owed by related parties RM '000	Amounts owed to related parties RM '000
<b>Associates:</b>					
- Kenanga Investment Bank Bhd	2024	-	-	-	-
	2023	509	-	-	-
- SACOFA Sdn Bhd	2024	-	104	888	450
	2023	3,587	92	3,094	299
<b>Joint Ventures:</b>					
- SEDC Resources Group	2024	859	8,828	585	10,843
	2023	1,018	997	2,269	6,005
- PPES Works Group	2024	26,438	-	38,699	-
	2023	32,623	-	58,976	-
<b>Key management personnel of the Group:</b>					
- Directors' interests	2024	-	1,327	-	366
	2023	-	2,980	-	2,357

All outstanding balances with these related parties are unsecured and are to be settled in cash within the financial period.

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**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**Part B – Explanatory notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**

**B1. Review of performance**

**Period-to-date, 2024 (“PE2024”) vs Period-to-date, 2023 (“PE2023”)**

The Group reported a revenue of RM277.37 million for the quarter ended 31 March 2024 ("PE2024"), an increase of 1% in comparison to the preceding year ("PE2023") revenue of RM275.67 million.

The Group's profit before tax ("PBT") from operations was higher at RM57.26 million in comparison to PE2023's PBT of RM39.26 million. The higher PBT was contributed by Oiltools, Road Maintenance and Property Development Division. In addition, profit contributions from associates increased by 22% to RM17.03 million from PE2023's contribution of RM14.01 million.

The performances of the Group's respective Divisions are analysed as follows:

- (a) **Cement Division** - reported a lower revenue of RM149.18 million and PBT of RM26.80 million in PE2024, 6% lower over PE2023's revenue of RM159.30 million and 29% lower PBT of RM37.55 million. The drop in revenue and the profitability of the division was consistent with the drop in sales volume mainly attributable to slow construction activities resulting from longer rainy weather in PE2024.
- (b) **Road Maintenance Division** - reported a higher revenue of RM27.14 million and PBT of RM5.32 million, 24% higher over PE2023's revenue of RM21.83 million and 4,889% higher than loss before tax ("LBT") of RM0.11 million. Higher PBT was due to higher revenue from road maintenance, third party and instructed works coupled with increased gross profit margin recorded in PE2024.
- (c) **Property Development Division** - reported a higher revenue of RM13.75 million and PBT of RM6.19 million in PE2024, 27% higher over PE2023's revenue of RM10.86 million and 560% higher PBT of RM0.94 million. Higher profitability was mainly due to gross margin recognised on a deemed land sale transaction.
- (d) **Phosphates Division** - Loss before tax of RM19.23 million was recorded for PE2024, lower than PE2023 loss of RM25.70 million. This was mainly attributable from lower operating costs incurred in PE2024.
- (e) **Oiltools Division** - reported a higher revenue of RM78.15 million and PBT of RM14.84 million in PE2024, 17% higher over PE2023's revenue of RM66.96 million and 222% higher PBT of RM4.61 million. The increase in revenue and profitability was driven by strong performance in Nigeria, Indonesia coupled with improvement in gross profit margin.
- (f) **Strategic Investments Division** - reported a lower PBT of RM6.67 million in PE2024 as compared to PBT of RM4.50 million in PE2023.
- (g) **Share of results of associates** - Profit contributions from associates was higher in PE2024 as compared to PE2023 due to better performance of associates.

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**B2. Material changes in profit before tax for the quarter (Quarter 1, 2024 vs Quarter 4, 2023)**

	1 <sup>st</sup> Qtr 2024 RM'000	4 <sup>th</sup> Qtr 2023 RM'000	Changes %
<b>Continuing operations</b>			
Revenue	277,371	332,805	(17%)
Gross profit	76,162	86,357	(20%)
Share of results of associates	17,027	17,982	(5%)
Share of results of joint ventures	4,240	7,526	(44%)
Profit before tax	57,255	29,958	91%
PATNCI	38,245	35,559	8%

The Group's revenue decreased by 17% in 1Q2024 to RM277.37 million from RM332.81 million in 4Q2023. This was mainly driven by lower revenue across all divisions except Oiltools Division, as ordinarily, there is a lower level of activity during the first quarter of the year.

The Group's PBT improved by 91% to RM57.26 million in 1Q2024 from RM29.96 million in 4Q2023. This was mainly attributable to net realisable value adjustment recognised by Phosphates Division in 4Q2023.

**B3. Prospects for the year ending 31 December 2024**

The Group is cautiously optimistic of the prospects for 2024, aside from the following challenges barring any other unforeseen circumstances:

- RM:USD exchange rate which are at historical highs; and
- the outcome of the ongoing arbitration for Cahya Mata Phosphates Industries Sdn Bhd.

We will continue to remain resilient and focus on realising our full growth potential, leveraging on our healthy balance sheet and diverse portfolio of businesses.

**B4. Profit forecast or profit guarantee**

Not applicable as there was no profit forecast nor profit guarantee issued.

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**B5. Income tax expense**

	3 months ended	
	31.03.2024	31.03.2023
	RM'000	RM'000
Current income tax:		
- Malaysian income tax	12,161	10,241
- Foreign tax	4,174	1,686
Deferred income tax:		
- Origination and reversal of temporary differences	1,391	-
Total income tax expense	<u>17,726</u>	<u>11,927</u>

The effective tax rate for the quarter ended 31 March 2024 and 31 March 2023 was higher than the statutory tax rate principally due to the losses of certain subsidiaries which cannot be offset against taxable profits made by other subsidiaries.

**B6. Corporate proposals**

- (a) There were no other corporate proposals that have been announced but not completed as at the date of this announcement
- (b) Status of Utilisation of Proceeds

Pursuant to the corporate proposal which was duly completed on 6 December 2022 following the full settlement of the disposal consideration by the OM Materials (S) Pte. Ltd, the gross proceeds raised from this disposal was USD120,000,000.

The utilisation of the proceeds as at 31 March 2024 is set out below:

Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance/ (Deviation) (RM'000)	Intended Timeframe for Utilisation from date of listing of the Corporate Proposal
Future acquisition/ investments	119,707	28,636	91,071	Within 36 months
Capital expenditure	96,085	46,932	49,153	Within 24 months
Working capital	239,415	142,170	97,245	Within 24 months
Estimated Expenses	23,622	19,768	3,854	Upon completion of Corporate Proposal

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**B7. Loans and borrowings**

	As at 31.03.2024 RM'000	As at 31.12.2023 RM'000
<b>Current</b>		
<b>Secured:</b>		
Revolving credits	16,540	22,950
Term loan	66,426	81,000
<b>Unsecured</b>		
Revolving credits	10,000	10,000
	<u>92,966</u>	<u>113,950</u>
Structuring and management fee	(232)	(927)
	<u>92,734</u>	<u>113,023</u>
<b>Non-current</b>		
<b>Secured</b>		
Term loan	213,325	208,369
Structuring and management fee	(1,851)	(1,387)
	<u>211,474</u>	<u>206,982</u>
<b>Total</b>	<u>304,208</u>	<u>320,005</u>

Loans and borrowings that are not denominated in Ringgit Malaysia amounted to RM246,070,000 (31 December 2023: RM259,669,000).

**B8. Off balance sheet financial instruments**

As at the date of this report, there are no financial instruments with off balance sheet risks entered into by the Group.

**B9. Derivatives**

There were no derivatives entered into by the Group as at the end of the quarter under review.

**B10. Gains/losses arising from fair value changes of financial liabilities**

There were no gains/losses arising from fair value changes of financial liabilities.



**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**B11. Changes in material litigation**

There were no changes in material litigation since the last annual statement of financial position date of 31 December 2023.

**B12. Dividend payable**

No interim dividend has been declared for the financial period ended 31 March 2024 (31 March 2023: Nil).

**B13. Earnings per share**

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to the owners of the Company by the weighted average number of ordinary shares outstanding, which takes into account the weighted average effect of changes in treasury shares transactions during the period.

Diluted EPS is calculated by dividing the profit attributable to ordinary equity holders of the parent (after adjusting for Employees' Share Option Scheme (ESOS)) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit and share data used in the computation of basic earnings per share:

	3 months ended	
	31.03.2024	31.03.2023
Profit net of tax attributable to owners of the Company (RM'000)	38,245	42,558
Weighted average number of ordinary shares in issue ('000)	1,074,176	1,074,176
Effect of dilution from:		
Employees' Share Option Scheme (ESOS) ('000)	-	-
Weighted average number of ordinary shares adjusted for the effect of dilution ('000)	<u>1,074,176</u>	<u>1,074,176</u>
Earnings per share (sen):		
- Basic	3.56	3.96
- Diluted	<u>3.56</u>	<u>3.96</u>

**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2024**

**B14. Auditor’s report on preceding annual financial statements**

The auditors’ report on the financial statements for the year ended 31 December 2023 was not subject to any qualification.

**B15. Additional disclosure on profit for the period**

	Quarter ended 31.03.2024 RM’000	Financial year ended 31.03.2024 RM’000
Profit for the period is arrived at after charging/(crediting):		
Amortisation of intangible assets	25	25
Depreciation of property, plant and equipment	20,753	20,753
Depreciation of investment properties	43	43
Inventories written-down	13,217	13,217
Impairment loss on trade and other receivables	158	158
Property, plant and equipment written off	681	681
Gain on foreign exchange - unrealised	(16,306)	(16,306)
Interest expense	10,082	10,082
Interest income	(4,135)	(4,135)
Net fair value changes in investment securities	(2,933)	(2,933)