

**WCE HOLDINGS BERHAD 200001031761(534368-A)**  
**Interim financial report for the quarter ended 31 December 2023**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31/12/2023 RM'000	PRECEDING YEAR QUARTER 31/12/2022 RM'000	CURRENT FINANCIAL YEAR 31/12/2023 RM'000	PRECEDING FINANCIAL YEAR 31/12/2022 RM'000
Revenue	177,672	149,836	524,221	375,706
Cost of sales (N1)	(170,296)	(134,656)	(504,243)	(365,878)
Gross profit	7,376	15,180	19,978	9,828
Other income (N2)	4,893	694	9,822	1,761
Other expenses (N3)	(50)	(31)	(146)	(109)
Administrative expenses	(1,881)	(1,202)	(5,067)	(6,118)
<b>Profit from operations</b>	10,338	14,641	24,587	5,362
Share of results of associates	-	8,735	-	30,092
<b>Profit before interest and tax</b>	10,338	23,376	24,587	35,454
Finance cost	(38,812)	(35,707)	(115,230)	(117,392)
<b>Loss before tax</b>	(28,474)	(12,331)	(90,643)	(81,938)
Income tax expenses	(350)	(292)	(1,063)	(781)
<b>Loss for the period</b>	(28,824)	(12,623)	(91,706)	(82,719)
<b>Other comprehensive income</b>	-	-	-	-
<b>Total comprehensive loss</b>	(28,824)	(12,623)	(91,706)	(82,719)
<b>Loss for the period attributable to:</b>				
Owners of the Company	(22,394)	(6,765)	(72,977)	(62,182)
Non-controlling Interests	(6,430)	(5,858)	(18,729)	(20,537)
	(28,824)	(12,623)	(91,706)	(82,719)
<b>Total comprehensive loss attributable to:</b>				
Owners of the Company	(22,394)	(6,765)	(72,977)	(62,182)
Non-controlling Interests	(6,430)	(5,858)	(18,729)	(20,537)
	(28,824)	(12,623)	(91,706)	(82,719)
<b>Loss per share attributable to Owners of the Company :</b>				
- Basic (sen)	(0.75)	(0.23)	(2.44)	(2.08)
- Diluted (sen)	(0.75)	(0.23)	(2.44)	(2.08)

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**(cont'd)**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31/12/2023 RM'000	PRECEDING YEAR QUARTER 31/12/2022 RM'000	CURRENT FINANCIAL YEAR 31/12/2023 RM'000	PRECEDING FINANCIAL YEAR 31/12/2022 RM'000
<b>Notes: ( Refer to B1 "Review of Performance" for more information)</b>				
<b>N1) Included in Cost of Sales</b>				
- Amortisation of infrastructure development expenditure	(2,154)	(1,915)	(6,462)	(5,286)
- Depreciation	<u>(135)</u>	<u>(88)</u>	<u>(318)</u>	<u>(253)</u>
<b>N2) Included in Other Income</b>				
- Interest income	36	72	112	182
- Distribution income	531	117	1,004	138
- Fair value gain on other investments	1,519	173	4,808	377
- Amortisation of deferred income	384	322	1,191	897
- Others	<u>2,423</u>	<u>10</u>	<u>2,707</u>	<u>167</u>
	<u>4,893</u>	<u>694</u>	<u>9,822</u>	<u>1,761</u>
<b>N3) Included in Other Expenses</b>				
- Bad debts written off	-	-	(2)	-
- Depreciation	<u>(50)</u>	<u>(31)</u>	<u>(144)</u>	<u>(109)</u>
	<u>(50)</u>	<u>(31)</u>	<u>(146)</u>	<u>(109)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>UNAUDITED AS AT 31/12/2023 RM'000</b>	<b>AUDITED AS AT 31/3/2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	5,499	3,650
Goodwill on consolidation	5,369	5,369
Infrastructure development expenditure	6,777,114	6,200,056
Deferred tax asset	74,193	74,193
<b>Total Non-Current Assets</b>	<b>6,862,175</b>	<b>6,283,268</b>
<b>Current Assets</b>		
Trade and other receivables	41,428	220,933
Contract assets	-	3,085
Tax recoverable	2,940	1,087
Other investments	288,497	230,872
Deposits placed with licensed banks	217,554	503,747
Cash and bank balances	19,554	9,284
<b>Total Current Assets</b>	<b>569,973</b>	<b>969,008</b>
<b>TOTAL ASSETS</b>	<b><u>7,432,148</u></b>	<b><u>7,252,276</u></b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	1,509,087	1,509,087
Warrant reserve	90,246	90,246
Accumulated losses	(563,483)	(490,506)
Attributable to Owners of the Company	<u>1,035,850</u>	<u>1,108,827</u>
Non-controlling interests	(74,796)	(56,067)
<b>Total Equity</b>	<u>961,054</u>	<u>1,052,760</u>
<b>Non-current Liabilities</b>		
Loans and borrowings	4,274,887	4,119,506
Deferred income	1,073,206	1,057,528
Deferred taxation	80,375	79,312
Other payables	643,308	532,494
<b>Total Non-current Liabilities</b>	<u>6,071,776</u>	<u>5,788,840</u>
<b>Current Liabilities</b>		
Trade and other payables	314,403	306,804
Contract liabilities	21,458	25,414
Provisions	57,210	72,114
Loans and borrowings	3	40
Tax payable	6,244	6,304
<b>Total Current Liabilities</b>	<u>399,318</u>	<u>410,676</u>
<b>TOTAL LIABILITIES</b>	<u>6,471,094</u>	<u>6,199,516</u>
<b>EQUITY AND LIABILITIES</b>	<b><u>7,432,148</u></b>	<b><u>7,252,276</u></b>
Net assets per share attributable to Owners of the Company (RM)	<u>0.3467</u>	<u>0.3711</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to Owners of the Company						
	Share Capital	Redeemable Convertible Preference Shares ("RCPS")	Warrants Reserve	Accumulated Losses	Total	Non- controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Current financial period</u></b>							
At 1 April 2023	1,509,087	-	90,246	(490,506)	1,108,827	(56,067)	1,052,760
<b>Total comprehensive loss:</b>							
Loss for the period	-	-	-	(72,977)	(72,977)	(18,729)	(91,706)
At 31 December 2023	1,509,087	-	90,246	(563,483)	1,035,850	(74,796)	961,054
<b><u>Preceding financial year</u></b>							
At 1 April 2022	1,509,087	-	90,246	(587,776)	1,011,557	(31,391)	980,166
<b>Total comprehensive loss:</b>							
Loss for the period	-	-	-	(62,182)	(62,182)	(20,537)	(82,719)
At 31 December 2022	1,509,087	-	90,246	(649,958)	949,375	(51,928)	897,447

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>9 month ended 31/12/2023 RM'000</b>	<b>9 month ended 31/12/2022 RM'000</b>
<b>OPERATING ACTIVITIES:</b>		
Loss before taxation:	(90,643)	(81,938)
Adjustments for :		
Share of results of associates	-	(30,092)
Amortisation of infrastructure development expenditure	6,462	5,286
Amortisation of deferred income	(1,191)	(897)
Bad debts written off	2	-
Depreciation of property, plant and equipment	462	362
Distribution income from other investments	(1,004)	(138)
Fair value gain on other investments	(4,808)	(377)
Gain on disposal of property	-	(101)
Profit arising from IC Interpretation 12		
Service Concession Arrangements	(4,428)	(3,255)
Net provisions	(14,904)	1,919
Interest income	(112)	(182)
Interest expense	115,230	117,392
<b>Operating profit before changes in working capital</b>	<b>5,066</b>	<b>7,979</b>
<u>Changes in Working Capital:</u>		
Contract assets	3,085	84
Contract liabilities	(3,956)	5,734
Receivables	(13,623)	(7,561)
Payables	616	69,636
<b>Cash generated from operations</b>	<b>(8,812)</b>	<b>75,872</b>
Income tax paid	(1,913)	(2,717)
<b>Net cash flows from operating activities</b>	<b>(10,725)</b>	<b>73,155</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

(cont'd)

	<b>9 month ended 31/12/2023 RM'000</b>	<b>9 month ended 31/12/2022 RM'000</b>
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(2,457)	(1,032)
Infrastructure development expenditure	(451,760)	(323,306)
Proceeds from disposal of associate	197,600	98,800
Proceeds from disposal of property	-	156
Upliftment of other investments	(51,813)	(94,327)
(Placement)/Upliftment of fixed deposits	(45,681)	14,019
Interest received	8,725	6,453
<b>Net cash flows used in investing activities</b>	<u>(345,386)</u>	<u>(299,237)</u>
<b>FINANCING ACTIVITIES</b>		
Drawdown of government support loan	49,999	50,000
Drawdown of term loan	102,970	90,719
Drawdown of RLC	-	400,000
Interest paid	(134,885)	(118,219)
Lease liabilities	(37)	(4)
Issuance of murabahah loan stocks	16,460	11,680
<b>Net cash flows from financing activities</b>	<u>34,507</u>	<u>434,176</u>
Net change in cash and cash equivalents	(321,604)	208,094
Cash and cash equivalents at beginning of financial period	351,346	321,636
Cash and cash equivalents at end of financial period	<u>29,742</u>	<u>529,730</u>

**Note :**

Cash and cash equivalents at the end of the financial period comprise of :

Cash and bank balances	19,554	109,263
Fixed deposits with licensed banks	217,554	510,167
Less: Deposits with maturity of more than 3 months	(207,366)	(89,700)
	<u>29,742</u>	<u>529,730</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

## **NOTES TO CONDENSED FINANCIAL STATEMENTS**

### **PART A – Explanatory Notes Pursuant to MFRS 134**

#### **A1. Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The unaudited interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the unaudited interim financial statements.

These explanatory notes attached to the unaudited 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 March 2023.

#### **A2. Accounting Policies**

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2023, except for the adoption of the following new and amendments to MFRSs for the current financial year:-

MFRS 17	Insurance Contracts
Amendments to:	
MFRS 17	Insurance Contracts
MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 112	Income Taxes

The adoption of the above new and amendments to MFRSs did not have any significant effect on the financial statements of the Group, and did not result in significant changes to the Group’s existing accounting policies.

#### **Amendments to MFRSs that in Issue But Not Yet Effective**

The Group has not adopted the following amendments to MFRSs that have been issued, but yet to be effective:

MFRS 7	Financial Instruments: Disclosures
MFRS 16	Leases
MFRS 101	Presentation of Financial Statements
MFRS 107	Statements of Cash Flows

## NOTES TO CONDENSED FINANCIAL STATEMENTS

### A3. Seasonality or Cyclicity of Operations

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

### A4. Unusual Items

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2023.

### A5. Material Changes in Estimates

There were no material changes in estimates that have a material effect in the current year quarter and current financial year.

### A6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt or equity securities in the current quarter.

### A7. Dividend

No dividend has been paid in the current financial year.

### A8. Segmental Information

	Current quarter				Cumulative period			
	31/12/2023	31/12/2022	Changes		31/12/2023	31/12/2022	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
<b><u>Segmental Revenue</u></b>								
Toll concession:								
- Construction	158,527	125,753	32,774	26%	461,323	314,745	146,578	47%
- Toll collection	13,371	11,619	1,752	15%	39,904	32,344	7,560	23%
	171,898	137,372	34,526	25%	501,227	347,089	154,138	44%
Construction	5,774	12,464	(6,690)	-54%	22,994	28,617	(5,623)	-20%
	177,672	149,836	27,836	19%	524,221	375,706	148,515	40%
<b><u>(Loss)/Profit before tax</u></b>								
Toll concession	(29,128)	(20,824)	(8,304)	40%	(91,936)	(90,661)	(1,275)	1%
Construction	(276)	(315)	39	-12%	(1,392)	(18,005)	16,613	-92%
Investment holding, management services and others *	930	8,808	(7,878)	-89%	2,685	26,728	(24,043)	-90%
	(28,474)	(12,331)	(16,143)	131%	(90,643)	(81,938)	(8,705)	11%

\* In the previous year quarter, this includes share of results of associates, including results of Radiant Pillar Sdn Bhd, a company involved in property development.



## **NOTES TO CONDENSED FINANCIAL STATEMENTS**

### **A9. Material Subsequent Events**

There were no material events subsequent to the financial period ended 31 December 2023.

### **A10. Changes in the Composition of the Group**

There were no material changes in the composition of the Group in the current year quarter and financial year.

### **A11. Contingent Liabilities**

There were no contingent liabilities at the end of this quarter and as at the date of this report.

### **A12. Capital Commitments**

Capital commitments not provided for in the financial statements as at 31 December 2023 are as follows:

	<b>RM'000</b>
Infrastructure Development Expenditure	
- Contracted but not provided for	589,073
	<u>589,073</u>

**PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Detailed Analysis of Performance of all Operating Segments:**

For the current quarter (3Q FY2024):

The Group recorded revenue of RM177.7 million for 3Q FY2024, an increase of 18.6% compared to RM149.8 million in 3Q FY2023.

The Group recorded a loss before tax of RM28.5 million for 3Q FY2024 as compared to RM12.3 million in 3Q FY2023. The loss before tax was mainly due to the interest cost for completed sections of RM38.8 million (3Q FY2023: RM34.7 million). In addition, the loss before tax of RM12.3 million for 3Q FY2023 included a share of profit from associates of RM8.7 million which has since ceased upon completion of the Proposed Disposal (as defined in Note B6) on 28 February 2023.

Despite the loss before tax, the Group recorded an earnings before interest, taxes, depreciation and amortisation (EBITDA) of RM12.3 million for 3Q FY2024 indicating that the Group is profitable at an operating level.

For the cumulative financial period ended 31 December 2023 (9-Month FY2024):

The Group recorded revenue of RM524.2 million for 9-Month FY2024, an increase of 39.5% compared to RM375.7 million in 9-Month FY2023.

The Group recorded a loss before tax of RM90.6 million for 9-Month FY2024 as compared to RM81.9 million in 9-Month FY2023. The loss before tax was mainly due to the interest cost for completed sections of RM114.2 million (9-Month FY2023: RM114.2 million). In addition, the loss before tax of RM81.9 million for 9-Month FY2023 included a share of profit from associates of RM30.1 million which has since ceased upon completion of the Proposed Disposal (as defined in Note B6) on 28 February 2023.

Despite the loss before tax, the Group recorded an earnings before interest, taxes, depreciation and amortisation (EBITDA) of RM30.2 million for 9-Month FY2024 indicating that the Group is profitable at an operating level.

An analysis of the performance of operating segments of the Group is as follows:

**a) Toll Concession Segment**

Revenue for toll concession for 3Q FY2024 and 9-Month FY2024 increased by 25.1% and 44.4% respectively as compared to 3Q FY2023 and 9-Month FY2023, mainly due to higher level of construction work activities and higher traffic volume during the period. Toll collection for 3Q FY2024 increased by 15.1% as compared to 3Q FY2023, mainly driven by the opening of Section 6 (Bandar Bukit Raja Utara – Assam Jawa) in November 2023. The opening of Section 6 (Bandar Bukit Raja Utara – Assam Jawa) has connected WCE to Kuala Lumpur – Kuala Selangor Expressway (LATAR) which significantly amplified the West Coast Expressway's ("WCE") daily traffic volume. The average daily traffic increased by a significant 29% compared to the preceding year quarter.

Loss before tax for toll concession in respect of 3Q FY2024 increased by 39.9% as compared to 3Q FY2023, mainly due to higher interest and operating costs upon additional sectional opening (i.e. Section 6 (Bandar Bukit Raja Utara – Assam Jawa)) in November 2023.

## **NOTES TO CONDENSED FINANCIAL STATEMENTS**

### **B1. Detailed Analysis of Performance of all Operating Segments: (Cont'd)**

#### **b) Construction Segment**

Revenue for construction for 3Q FY2024 and 9-Month FY2024 decreased by 53.7% and 19.6% respectively as compared to 3Q FY2023 and 9-Month FY2023, mainly due to lower level of construction work activities during the period.

Loss before tax for construction for 9-Month FY2024 reduced by 92.3% as compared to 9-Month FY2023, mainly due to a provision of additional cost amounting to RM16.5 million in the previous financial period in respect of the construction projects.

### **B2. Material Changes in the Current Quarter's Profit/(Loss) Before Tax Compared to the Immediate Preceding Quarter**

The Group reported a loss before tax of RM28.5 million in 3Q FY2024, a slight improvement from loss before tax of RM29.9 million in the 2Q FY2024, representing a marginal increase of 4.7%. This improvement was primarily driven by the performance of the toll concession segment.

### **B3. Prospects**

#### **(a) Toll concession**

The WCE Project involves the development of a 233 kilometres tolled highway from Banting, Selangor to Taiping, Perak (including 40 kilometres of highway to be constructed later). The WCE Project is a build-operate-transfer project with a concession period of up to a maximum of 60 years effective from 20 December 2013.

To ensure the successful completion of the WCE Project, WCESB assembled a project management team to undertake the WCE Project and the appointment of IJMC-KEB Joint Venture ("IJMC-KEB JV") as the Turnkey/Engineering and Procurement Contractor for the construction of the WCE Project has allowed our Group to leverage on the manpower, skills and technical resources of IJM, which has a proven track record in undertaking projects of this nature.

The toll concession segment has reported a loss before tax in the current quarter mainly due to interest expense incurred in relation to project financing for completed sections of the WCE Project. In accordance with MFRS 123, an entity shall cease capitalising borrowing costs when substantially all the activities necessary to prepare the qualifying asset for its intended use is complete. The interest expense was capitalised as part of the infrastructure development expenditure prior to the completion of construction works. Upon the completion of sectional construction, the interest expense for these sections will be charged to the statement of profit or loss. The Group is expected to incur losses in the early years of toll operations due to the cessation of capitalisation of interest expenses for completed sections. Nonetheless, the Group is still expecting a surplus from toll operations before accounting for this interest expense.

The WCE Project is divided into 11 sections whereby 5 sections have been opened for traffic and commenced tolling. These are Section 5 (New North Klang Straits Bypass - Bandar Bukit Raja Utara), Section 6 (Bandar Bukit Raja Utara – Assam Jawa), Section 8 (Hutan Melintang - Teluk Intan), Section 9 (Kampung Lekir - Changkat Cermin) and Section 10 (Changkat Cermin - Beruas). Traffic volume on the existing 5 operational sections has witnessed steady traffic volume, with an increase of 29% from the preceding year. During the recent Christmas festive period in December 2023, the traffic volume achieved a peak of 140,000 average daily traffic. The Group expects a further increase once the additional 3 sections are completed by the end of this financial year.

## **NOTES TO CONDENSED FINANCIAL STATEMENTS**

### **B3. Prospects (Cont'd)**

#### **(a) Toll concession (Cont'd)**

The construction of Section 11 has been completed and currently at the inspection stage with an anticipated launch imminent. The completion of this section signifies the full completion of the Perak alignment, spanning 120km within the WCE Project. With direct access now available from the North South Expressway (NSE) at Changkat Jering to our highway, this alignment holds immense significance to the region's infrastructure. The Group holds an optimistic outlook on the completion of this section, anticipating a significant increment in the traffic volume as well as long haul traffic along our WCE alignment.

The Group is targeting to complete another 2 sections by the end of this financial year:

- Section 1: Banting – South Klang Valley Expressway (SKVE)
- Section 2: SKVE – Shah Alam Expressway (KESAS)

The completion of these 2 sections will also provide connections to several existing highways, namely the South Klang Valley Expressway (SKVE) and the Shah Alam Expressway (KESAS), which would enhance the accessibility and connectivity of these areas along the alignment.

The final 3 sections namely, Section 3 (KESAS – Federal Highway Route 2), Section 4 (Federal Highway Route 2 – New North South Klang Straits Bypass (NNKSB)) and Section 7 (Assam Jawa – Tanjung Karang) are targeted for completion by 2025. Going forward, the additional sectional toll revenue is expected to further improve the future financial performance of the Group in terms of cash flows and operating results.

#### **(b) Construction**

The Group's construction segment, managed by WCE Maju Sdn Bhd (*formerly known as KEB Builders Sdn Bhd*) ("WCE Maju"), is focused on the timely execution and completion of its construction projects with total contract sum of RM400 million. These projects entail a design, build and manage basis, the construction works of a proposed access from West Coast Expressway to a mixed development project in Kota Seri Langat ("the Seri Langat Project") and construction works for the Section 7, Part 2 of 2 ("Section 7B") of the WCE Project which is approximately 10km in length from the beginning of the Assam Jawa Interchange towards the Tanjung Karang Interchange.

WCE Maju is focused in ensuring the successful execution of these projects to enhance sustainable growth in the construction segment.

## NOTES TO CONDENSED FINANCIAL STATEMENTS

### B4. Profit Forecast and Guarantee

No profit forecast or guarantee was issued in respect of the current financial year.

### B5. Taxation

	Individual Quarter		Cumulative Period	
	Current Year Quarter 31/12/2023 RM'000	Preceding Year Quarter 31/12/2022 RM'000	Current Year To-date 31/12/2023 RM'000	Preceding Year To-date 31/12/2022 RM'000
<u>Deferred Tax</u>				
Current year	350	292	1,063	781
Total	<u>350</u>	<u>292</u>	<u>1,063</u>	<u>781</u>

The effective tax rate of the Group during the quarter is disproportionate to the statutory tax rate mainly due to deferred tax assets on losses incurred by certain subsidiaries not being fully recognised.

### B6. Status of Corporate Proposals

KEB Management Sdn Bhd (“KEBM”), a wholly-owned subsidiary of the Company, and WCE Maju, a wholly-owned subsidiary of KEB Plantations Holdings Sdn Bhd (“KEBP”), which in turn is a wholly-owned subsidiary of the Company, had on 25 November 2022 entered into a conditional share sale agreement with IJM Properties Sdn Bhd (“IJMP”) for the proposed disposal of a total of 400,000 ordinary shares in Radiant Pillar Sdn Bhd (“RPSB”) (“Sale Shares”), representing their entire 40% equity interest in RPSB to IJMP, for a total cash consideration of RM494.00 million (“Disposal Consideration”) (“SSA”) (“Proposed Disposal”).

The Proposed Disposal has been completed on 28 February 2023 and the surplus from the Proposed Disposal has been reflected in the financial year ended 31 March 2023. The status of utilisation of the Disposal Consideration is as follows:

	Proposed utilisation RM'000	Utilisation as at 31 Dec 2023 RM'000	Balance as at 31 Dec 2023 RM'000	Intended timeframe for utilisation from 31 Dec 2023 RM'000
- Injection as equity into WCESB	375,610	(119,052)	256,558	Within 6 months
- Payment of non-trade payable	68,250	(68,250)	-	Completed
- Repayment of a term loan	48,500	(48,500)	-	Completed
- Estimated expenses in relation to the Proposed Disposal	1,640	(1,640)	-	Completed
	<u>494,000</u>	<u>(237,442)</u>	<u>256,558</u>	

**NOTES TO CONDENSED FINANCIAL STATEMENTS**

**B7. Group Borrowings and Debt Securities**

The Group's borrowings which are denominated in Ringgit Malaysia as at 31 December 2023 are as follows:

	<b>RM'000</b>
- secured	4,006,459
- unsecured	268,431
Total borrowings	<u>4,274,890</u>

The Group received a loan from the Malaysian government at an interest rate lower than the prevailing market rate. Using the prevailing market rate, the loan amount is adjusted to its fair value and the difference treated as deferred income.

**B8. Off Balance Sheet Risk Financial Instruments**

The Group did not contract for any financial instruments with off balance sheet risk as at the date of this announcement.

**B9. Material Litigation**

The Group has no material litigation since 31 December 2023.

**B10. Dividend**

No dividend has been declared for the current and preceding financial year.

**B11. Loss Per Share**

**(a) Basic**

The basic loss per share is calculated as follows :

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE PERIOD</b>	
	<b>Current Year Quarter 31/12/2023</b>	<b>Preceding Year Quarter 31/12/2022</b>	<b>Current Financial Year 31/12/2023</b>	<b>Preceding Financial Year 31/12/2022</b>
Loss attributable to owners of the company (RM'000)	<u>(22,394)</u>	<u>(6,765)</u>	<u>(72,977)</u>	<u>(62,182)</u>
Weighted average number of ordinary shares ('000)	<u>2,987,707</u>	<u>2,987,707</u>	<u>2,987,707</u>	<u>2,987,707</u>
Basic loss per share (sen)	<u>(0.75)</u>	<u>(0.23)</u>	<u>(2.44)</u>	<u>(2.08)</u>

**(b) Diluted**

The diluted earnings per share is equivalent to the basic earnings per share. The potential ordinary shares arising from the exercise of warrants have an anti-dilutive effect.

## **NOTES TO CONDENSED FINANCIAL STATEMENTS**

### **B12. Audit Report**

The auditors' report of the financial statements for the year ended 31 March 2023 was not subject to any qualification.

### **B13. Authorisation for Issue**

The interim financial reports were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 February 2024.

By order of the Board

Raw Koon Beng  
Company Secretary