



SUNSURIA BERHAD
Registration No.: 196801000641 (8235 - K)

INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

SUNSURIA BERHAD

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	Note	Individual Quarter		Year To Date	
		Current Year	Preceding Year	Current Year	Preceding Year
		31/12/2022	31/12/2021	31/12/2022	31/12/2021
		RM'000	RM'000	RM'000	RM'000
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
Revenue		78,872	105,732	78,872	105,732
Cost of sales		(55,125)	(76,413)	(55,125)	(76,413)
Gross profit		23,747	29,319	23,747	29,319
Investment Income		2,020	816	2,020	816
Other income		1,244	949	1,244	949
		27,011	31,084	27,011	31,084
Administrative and other expenses		(16,573)	(13,623)	(16,573)	(13,623)
Finance costs		(5,933)	(4,857)	(5,933)	(4,857)
Profit before taxation		4,505	12,604	4,505	12,604
Income tax expense	B5	(2,419)	(4,307)	(2,419)	(4,307)
Profit after taxation		2,086	8,297	2,086	8,297
Other comprehensive loss					
Items that may be reclassified subsequently to profit or loss:					
Loss on foreign currency translation		(1)	-	(1)	-
Other comprehensive loss, net of tax		(1)	-	(1)	-
Total comprehensive income		2,085	8,297	2,085	8,297
Profit after taxation attributable to:					
Owners of the Company		1,059	7,598	1,059	7,598
Non-controlling interests		1,027	699	1,027	699
		2,086	8,297	2,086	8,297
Total comprehensive income attributable to:					
Owners of the Company		1,057	7,598	1,057	7,598
Non-controlling interests		1,028	699	1,028	699
		2,085	8,297	2,085	8,297
Basic earnings per share attributable to Owners of the Company (sen) :	B9	0.12	0.85	0.12	0.85

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 September 2022 and the accompanying explanatory notes attached to the interim financial statements.

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(Registration No.: 196801000641 (8235 - K))

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As At 31/12/2022 RM'000 (Unaudited)	As At 30/9/2022 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Investment in associates	462	465
Other investment	159	159
Property, plant and equipment	43,265	44,228
Investment properties	226,793	225,262
Goodwill	14,737	14,737
Inventories - land held for property development	624,482	635,827
Deferred tax assets	13,605	12,895
Right-of-use assets	2,869	3,027
	<u>926,372</u>	<u>936,600</u>
Current Assets		
Inventories - completed units and others	73,670	78,610
Inventories - property development costs	434,386	414,721
Biological assets	12	12
Contract assets	177,303	176,232
Contract costs	40,002	36,489
Trade receivables	52,907	64,716
Other receivables, deposits and prepayments	46,982	72,562
Amount owing by related parties	3,728	1,680
Amount owing by an associate	8,199	6,364
Current tax assets	15,986	17,909
Short-term investments	130,011	34,628
Fixed deposits with licensed banks	28,123	29,817
Cash and bank balances	215,179	248,231
	<u>1,226,488</u>	<u>1,181,971</u>
TOTAL ASSETS	<u>2,152,860</u>	<u>2,118,571</u>
EQUITY AND LIABILITIES		
Equity		
Ordinary share capital	640,288	640,288
Reserves	409,075	408,018
Equity attributable to owners of the Company	<u>1,049,363</u>	<u>1,048,306</u>
Non-controlling interests	18,099	17,036
TOTAL EQUITY	<u>1,067,462</u>	<u>1,065,342</u>

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As At 31/12/2022 RM'000 (Unaudited)	As At 30/9/2022 RM'000 (Audited)
<u>EQUITY AND LIABILITIES (CONTINUED)</u>		
Non-Current Liabilities		
Deferred tax liabilities	89,938	91,599
Long-term borrowings	551,167	476,045
Lease liabilities	2,074	2,290
	<u>643,179</u>	<u>569,934</u>
Current Liabilities		
Trade payables	64,009	72,931
Other payables, deposits received and accruals	147,574	150,440
Contract liabilities	53,246	62,649
Amount owing to related parties	81,983	81,225
Amount owing to associate	74,020	93,055
Short-term borrowings	19,084	17,689
Lease liabilities	1,356	1,346
Current tax liabilities	947	3,960
	<u>442,219</u>	<u>483,295</u>
TOTAL LIABILITIES	1,085,398	1,053,229
TOTAL EQUITY AND LIABILITIES	<u>2,152,860</u>	<u>2,118,571</u>
Net assets per share attributable to Owners of the Company (RM)	<u>1.17</u>	<u>1.17</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 September 2022 and the accompanying explanatory notes attached to the interim financial statements.

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Non-distributable			Distributable			Total Equity RM'000
	Share Capital RM'000	Capital Reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Attributable to Owners of the Company RM'000	Non-Controlling Interests RM'000	
Balance as at 1 October 2022	640,288	815	(8)	407,211	1,048,306	17,036	1,065,342
Profit after taxation	-	-	-	1,059	1,059	1,027	2,086
Other comprehensive (loss)/income	-	-	(2)	-	(2)	1	(1)
Total comprehensive (loss)/income	-	-	(2)	1,059	1,057	1,028	2,085
Additional issuance of ordinary shares to non-controlling interests in a subsidiary	-	-	-	-	-	35	35
Balance as at 31 December 2022 (unaudited)	640,288	815	(10)	408,270	1,049,363	18,099	1,067,462
Balance as at 1 October 2021	640,288	815	-	389,083	1,030,186	15,820	1,046,006
Profit after taxation/Total comprehensive income	-	-	-	7,598	7,598	699	8,297
Balance as at 31 December 2021 (Audited)	640,288	815	-	396,681	1,037,784	16,519	1,054,303

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 30 September 2022 and the accompanying explanatory notes attached to the interim financial statements.

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31/12/2022 RM'000 (Unaudited)	31/12/2021 RM'000 (Audited)
Cash Flows From/(For) Operating Activities		
Profit before taxation	4,505	12,604
Adjustments for:		
Depreciation of:		
- property, plant and equipment	1,137	1,344
- investment properties	94	94
- right-of-use assets	303	375
Impairment loss on:		
- property, plant and equipment	-	3
- right-of-use assets	-	44
- investment in associates	3	-
Inventories - completed units write down to net realisable value	-	88
Gain on disposal of property, plant and equipment	(5)	-
Finance costs	5,933	4,857
Investment income	(2,020)	(816)
Short-term lease expenses	349	-
Low value asset lease expenses	5	-
Operating profit before working capital changes	10,304	18,593
Changes in working capital:		
(Increase)/Decrease in inventories - completed units and others	8,542	23,532
(Increase)/Decrease in inventories - property development costs	(23,088)	17,272
Decrease/(Increase) in trade and other receivables	37,073	(87,944)
(Decrease)/Increase in trade and other payables	(11,788)	9,590
(Increase)/Decrease in contract assets	(1,071)	39,409
Increase in contract costs	(3,513)	(2,028)
(Decrease)/Increase in contract liabilities	(9,403)	38,160
Increase in amount owing to related party	3,283	1,446
Increase in amount owing by related party	(2,048)	(477)
(Increase)/Decrease in amount owing by associate	(1,835)	13,723
Increase in amount owing to associate	(19,035)	-
Cash (for)/from operations	(12,579)	71,276
Finance costs paid	(14,538)	(5,793)
Income tax paid	(5,880)	(6,544)
Short term lease paid	(349)	-
Low value asset lease paid	(5)	-
Net cash (for)/from operating activities	(33,351)	58,939

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31/12/2022 RM'000 (Unaudited)	31/12/2021 RM'000 (Audited)
Cash Flows From/(For) Investing Activities		
Expenditure incurred on land held for property development	17,480	(6,787)
Withdrawal of deposits pledged with licensed banks	128	354
Investment income received	2,020	816
Acquisition of:		
- property, plant and equipment	(174)	(823)
- investment properties	(1,537)	(5,839)
Net sale proceeds from disposal of:		
- property, plant and equipment	5	-
Advance to associate	-	(34)
Net cash from/(for) investing activities	<u>17,922</u>	<u>(12,313)</u>
Cash Flows From/(For) Financing Activities		
Proceeds from issuance of ordinary shares to non-controlling interests in a subsidiary	35	-
Drawdown of loans and borrowings	38,206	1,694
Repayment of loans and borrowings	(27,667)	(22,218)
Repayment of hire purchase obligations	(28)	(60)
Proceeds from issuance of Sukuk Wakalah	66,000	-
Payments for the principal portion of lease liabilities	(351)	(1,705)
Transaction costs related to loan and borrowings	-	140
Net cash (for)/from financing activities	<u>76,195</u>	<u>(22,149)</u>
Net change in cash & cash equivalents	60,766	24,477
Effects on exchange rate changes on cash and cash equivalents	(1)	-
Cash & cash equivalents at the beginning of the financial period	286,038	232,138
Cash & cash equivalents at the end of the financial period	<u>346,803</u>	<u>256,615</u>

Cash and cash equivalents at the end of the financial year comprise the following:

	3 months ended	
	31/12/2022 RM'000 (Unaudited)	31/12/2021 RM'000 (Audited)
Short-term investment	130,011	85,828
Fixed deposits with licensed banks	28,123	26,526
Cash and bank balances	215,179	170,546
	<u>373,313</u>	<u>282,900</u>
Less: Deposit pledged to licensed banks	(26,510)	(26,285)
Total Cash and cash equivalents for the year	<u>346,803</u>	<u>256,615</u>

Notes :

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 September 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A1. Basis of Preparation

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in the Malaysian Financial Reporting Standards (“MFRS”) No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 September 2022 which were prepared under the Malaysian Financial Reporting Standards. These explanatory notes attached to the 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 financial year ended 30 September 2022.

A2. Changes in Accounting Policies

The accounting policies and presentation adopted for this interim report are consistent with those adopted for the audited financials for the financial year ended 30 September 2022, except for the adoption of the following new MFRSs, Amendments to MFRSs and Issues Committee Interpretations (“IC Interpretations”) issued by Malaysia Accounting Standards Board (MASB) that are relevant to its operations and effective for annual financial periods beginning on or after 1 October 2022 as follows:

MFRSs	Amendments to References to the Conceptual Framework in MFRS Standards
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2
Amendments to MFRS 16	Covid-19 Related Rent Concessions beyond 30 June 2021

The adoption of these MFRSs, amendments to MFRSs and IC Interpretation did not result in significant changes to the accounting policies of the Group and has no significant effect on the financial performance or position of the Group.

Standards and Amendments and IC Interpretations in issue but not yet effective

At the date of authorisation for issue of these financial statements, the new MFRSs, Amendments to MFRSs and IC Interpretations which were in issue but not yet effective and not early adopted by the Group are as listed below:

MFRS 17/Amendments to MFRS 17	Insurance contracts ¹
Amendments to MFRS 17	Initial Application of MFRS 9 and MFRS 17 - Comparative Information ¹
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ³
Amendments to MFRS 101	Classification of Liabilities as Current or Non-Current ¹
Amendments to MFRS 101	Disclosure on Accounting Policies ¹
Amendments to MFRS 108	Definition of Accounting Estimates ¹



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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A2. Changes in Accounting Policies (continued)

Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities from a Single Transactions ¹
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback ²
Amendments to MFRS 101	Non-current Liabilities with Covenants ²

1 Effective for annual periods beginning on or after 1 January 2023, with earlier application permitted.

2 Effective for annual periods beginning on or after 1 January 2024, with earlier application permitted.

3 Effective date deferred to a date to be determined and announced.

The abovementioned new MFRSs, Amendments to MFRSs and IC Interpretations will be adopted in the annual financial statements of the Group when they become effective and the Directors anticipate that the adoption of these new MFRSs, Amendments to MFRS and IC Interpretations will have no material impact on the financial statements of the Group in the period of initial application.

A3. Auditors' Report for the Financial Year Ended 30 September 2022

The auditors' report on the financial statements for the financial year ended 30 September 2022 was not subject to any qualification.

A4. Seasonality or Cyclicity Factors

The Group's operations during the financial period under review were not materially affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items that affected the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

A6. Material Changes in Estimates of Amounts

There were no changes in estimates that have had any material effect on the results for the current quarter and current financial year under review.

A7. Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the current quarter under review.

A8. Dividends Paid and Distributed

The Company did not pay any dividend for the quarter under review.

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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A9. Segmental Information

Segmental information of the Group’s business segments are based on the internal reporting structure presented by the management of the Company. The Group’s business segments include property development, construction, investment holding and others.

The information by geographical location is not presented as the Group operates principally within Malaysia.

Business Segment Analysis (RM'000)	Quarter and Year-to-date ended 31 December 2022				
	Property Development	Construction	Healthcare	Investment Holding and Others	Total
Revenue					
External revenue	78,517	282	-	73	78,872
Inter-segment revenue	-	28,665	-	6,238	34,903
	78,517	28,947	-	6,311	113,775
Consolidation adjustments					(34,903)
Consolidated Revenue					78,872
Results from Operation	19,019	173	(430)	(6,790)	11,972
- Depreciation	(1,082)	(59)	(10)	(383)	(1,534)
- Finance Cost	(3,280)	(36)	(1)	(2,616)	(5,933)
	14,657	78	(441)	(9,789)	4,505
Inter-segment management fee	(6,344)	(27)	(1)	6,372	-
	8,313	51	(442)	(3,417)	4,505
Share of results in associates					-
Consolidated Profit Before Taxation					4,505

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022
PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD
(“MFRS”) 134

A9. Segmental Information (continued)

Business Segment Analysis (RM'000)	Quarter and Year-to-date ended 31 December 2021				
	Property Development	Construction	Healthcare	Investment Holding and Others	Total
Revenue					
External revenue	104,794	41	379	518	105,732
Inter-segment revenue	542	27,192	44	6,771	34,549
	105,336	27,233	423	7,289	140,281
Consolidation adjustments					(34,549)
Consolidated Revenue					105,732
Results from Operation	25,831	(48)	(175)	(6,334)	19,274
- Depreciation	(1,291)	(57)	(42)	(423)	(1,813)
- Finance Cost	(3,106)	-	(4)	(1,747)	(4,857)
	21,434	(105)	(221)	(8,504)	12,604
Inter-segment management fee	(6,620)	(28)	(2)	6,650	-
	14,814	(133)	(223)	(1,854)	12,604
Share of results in associates					-
Consolidated Profit Before Taxation					12,604

A10. Material Events Subsequent to the End of the Financial Period

There was no material event subsequent to the end of the current quarter and up to the date of this report that has not been reflected in the interim financial statements.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

A12. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last audited financial position as at 30 September 2022.

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022
PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BHD

B1. Review of Performance

	3 months ended				3 months ended			
	31/12/2022 RM'000	31/12/2021 RM'000	Variance RM'000	Changes (%)	31/12/2022 RM'000	31/12/2021 RM'000	Variance RM'000	Changes (%)
Revenue	78,872	105,732	(26,860)	(25%)	78,872	105,732	(26,860)	(25%)
Gross profit	23,747	29,319	(5,572)	(19%)	23,747	29,319	(5,572)	(19%)
Profit before taxation	4,505	12,604	(8,099)	(64%)	4,505	12,604	(8,099)	(64%)

The Group reported revenue of RM78.87 million and profit before taxation of RM4.51 million respectively for the first quarter ended 31 December 2022 ("Q1FY2023") as compared to the revenue of RM105.73 million and profit before taxation of RM12.60 million in the previous year's corresponding quarter ended 31 December 2021 ("Q1FY2022").

Q1FY2023 revenue was lower by RM26.86 million as compared to Q1FY2022, primarily due to deferment of projects' launches in Sunsuria City township as consumer sentiment remained weak with buyers adopting wait-and-see approach even though the country had transitioned into endemic phase. Furthermore, the Group's completed projects are almost fully sold, resulting in lower revenue from completed projects in the current quarter.

The Group's profit before taxation in Q1FY2023 was also lower than Q1FY2022 by RM8.09 million, mainly due to lower revenue, higher sales and marketing expenses, and Group-wide salary adjustment for our human capital, to cope with the rising cost of living and inflation.

B2. Variation of Results against the Preceding Quarter

	Current Quarter 31/12/2022 RM'000	Immediate Preceding Quarter 30/9/2022 RM'000	Variance RM'000	Changes (%)
Revenue	78,872	99,869	(20,997)	(21%)
Gross profit	23,747	35,828	(12,081)	(34%)
Profit before taxation	4,505	10,920	(6,415)	(59%)
Profit after taxation	2,086	6,271	(4,185)	(67%)
Profit attributable to owners of the Company	1,059	4,164	(3,105)	(75%)

The Group's revenue decreased from RM99.87 million in immediate preceding quarter ("Q4FY2022") to RM78.87 million in Q1FY2023 and gross profit fell from RM35.83 million in Q4FY2022 to RM23.75 million in Q1FY2023. The decrease in revenue and gross profit were primarily due to lower sales and construction work progress from Tangerine Suites at Sunsuria City and Forum 2 at Setia Alam.



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INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BHD

B3. Prospects

Amid the backdrop of normalising economic activities and the formation of a new Malaysian Unity Government which provides stability and certainty to general economic conditions, headwinds such as inflationary pressures and interest rate hikes have impacted consumers' purchasing power and softened the recovery of the property development industry. In the first three months of FY2023, Sunsuria's sales were recorded at RM88.8 million.

The Group's residential development project Bangsar Hill Park project, integrated residential and commercial development Sunsuria Forum 2 at Setia Alam, as well as the multi-facility serviced apartment Tangerine Suites at Sunsuria City township have also bode well with the market appetite for quality housings that are suitably priced.

As at 31 December 2022, Sunsuria's unbilled sales stood at RM957.1 million. As construction progresses on schedule, the gradual progress billing throughout the construction period will support the Group's earnings visibility in the near future.

The Group will continue to focus on its core business by constantly identifying new strategic land banks with good commercial value for future development. In addition, the Group is also diversifying into education and healthcare sectors which will strengthen the value proposition of our townships and developments. The inclusion of healthcare and education components will also serve as catalysts that support the continued growth of our townships while also providing recurring income streams for Sunsuria.

Leveraging on Sunsuria's unbilled sales with future earnings visibility, robustness and resiliency of our business model, and strategic business diversifications, the Group is cautiously optimistic and remains confident to weather the potential negative implications over the medium to longer term while maintaining a healthy financial performance under the current challenging business landscape.

B4. Variance from Profit Forecast and Profit Guarantee

Not applicable as there were no profit forecast and profit guarantee published.

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PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BHD

B5. Income tax expense

The breakdown of the Malaysian income tax charge is as follows:

	Individual quarter		Year To Date	
	31/12/2022	31/12/2021	31/12/2022	31/12/2021
	RM'000	RM'000	RM'000	RM'000
Current Taxation	4,790	4,919	4,790	4,919
Deferred Taxation	(2,371)	(612)	(2,371)	(612)
	<u>2,419</u>	<u>4,307</u>	<u>2,419</u>	<u>4,307</u>

The effective tax rate of the Group for current financial year were higher than the statutory tax rate of 24% mainly due to certain expenses that are not deductible for tax purposes.

B6. Corporate Proposals

There were no other corporate proposals announced by the Company that have not been completed as at 20 February 2023 (being the latest practicable date), which is not earlier than 7 days from the date of issuance of these Interim Financial Statements.

B7. Group Borrowings

	As at	As at
	31/12/2022	30/9/2022
	RM'000	RM'000
Secured short term borrowings	19,084	17,689
Secured long term borrowings	370,720	361,330
Unsecured Sukuk Wakalah	180,447	114,715
Total	<u>570,251</u>	<u>493,734</u>

The Group's borrowings as at 30 September 2022 were denominated in Ringgit Malaysia. There were no borrowings in foreign currency during the financial period under review.

B8. Material Litigation

There was no material litigation against the Group as at the reporting date.

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BHD

B9. Earnings per share (EPS)

The basic EPS has been calculated by dividing the Group's net profit attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual quarter		Year To Date	
	31/12/2022 RM'000	31/12/2021 RM'000	31/12/2022 RM'000	31/12/2021 RM'000
Net profit attributable to owners of the Company (RM'000)	1,059	7,598	1,059	7,598
Weighted average number of ordinary shares in issues ('000)	895,917	895,917	895,917	895,917
Basic EPS (sen)	0.12	0.85	0.12	0.85

The diluted earnings per share of the Group is equal to the basic earnings per share as the Group does not have any dilutive ordinary shares in issue.

B10. Notes to the Statement of Comprehensive Income

Description	Current quarter	Year To Date
	31/12/2022 RM'000	31/12/2022 RM'000
Profit for the period is arrived at after crediting/(charging) :		
- Interest income	2,020	2,020
- Interest expense	(5,933)	(5,933)
- Depreciation and amortisation	(1,534)	(1,534)
Impairment loss on:		
- investment in associates	(3)	(3)
Gain on disposal of property, plant and equipment	5	5

BY ORDER OF THE BOARD

Company Secretary
27 February 2023