<u>**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**</u>

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 **Basis of Preparation & Significant Accounting Policies**

This Quarterly Report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements. In addition, the financial statements comply with IFRS as issued by IASB. The report should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2023 which was prepared in accordance with the MFRS.

The 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 preceding financial year ended 30 June 2023.

The significant accounting policies and methods adopted for this unaudited interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 30 June 2023, except for the following new amendments to the MFRS ("standards") effective for financial year beginning after 1 July 2023 which the Group has adopted since the commencement of the current financial year on 1 July 2023:

- MFRS 17 'Insurance Contracts' replaces MFRS 4
- Amendments to MFRS 17 'Insurance Contracts – Initial application of MFRS 17 and MFRS 9 - Comparative Information'
- Amendments to MFRS 101 'Presentation of Financial Statements – Disclosures of Accounting Policies'
- Amendments to MFRS 108 'Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates'
- Amendments to MFRS 112 'Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction'

The adoption of these amendments to standards did not have any impact on the Group's financial statements for the current period.

The Group has not adopted the following amendments to standards that have been issued but not yet effective for the current financial year.

<u>Effective for financial year beginning after 1 July 2024</u>

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

<u>Effective for financial year beginning after 1 July 2025</u>

- Amendments to MFRS 121 'The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability'

<u>Effective for financial year beginning after a date yet to be confirmed</u>

- Amendments to MFRS 10 'Consolidated Financial Statements' and MFRS 128 'Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture'

These amendments to published standards will be adopted when effective.

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A2 **Audit Qualification**

The audit report of the Group in respect of the annual financial statements for the financial year ended 30 June 2023 was not subject to any audit qualification.

A3 **Seasonality or Cyclicality of Operations**

The business operations of the Group were generally neither cyclical nor seasonal except for decreased activities during the Ramadan and Chinese New Year festive months.

A4 **Unusual Items Affecting Assets, Liabilities, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size, or incidence in the current financial quarter.

A5 **Material Changes in Estimates**

There were no material changes in estimates that would have a material effect on the financial results of the Group for the current financial quarter ended 31 December 2023.

A6 **Debts and Equity Securities**

There were no issuances, cancellations, repurchases, or resale of the Company’s equity securities during the current financial quarter ended 31 December 2023.

The Group has a policy to maintain its Gearing Ratio (measured as interest-bearing debts over shareholders’ equity adjusted for the exclusion of intangibles) at below 1.5 times, consistent with its bank covenants.

	31/12/2023	30/06/2023
Total interest-bearing debts (RM’million)	129.9	129.2
Adjusted shareholders’ equity (RM’million)	586.2	590.6
Absolute Gearing Ratio	0.22	0.22

Of the total interest-bearing debts as at 31 December 2023, around RM112.5 million was represented by the respective debenture at its Steel Tube and Cold Rolled Coil subsidiaries, whilst RM5.0 million was represented by unsecured interest-bearing supplier’s credit at the respective operating subsidiaries (see Note B10). Debts of RM12.4 million was secured against a fixed charge on a property and other specific assets to which the financing relates. Lease liability classification pursuant to MFRS 16 are excluded from the ratio computation as these are contractually non-interest bearing.

A7 **Dividends Paid**

During the current financial quarter, no dividend was paid by the Company.

A8 **Segmental Reporting**

The Group's 'year-to-date' segmental information on its remaining businesses held based on the nature of business is as follows:

	Steel Tube RM'000	Cold Rolled Coil RM'000	Investment Holding RM'000	Others RM'000	Total RM'000
Revenue					
Total revenue	200,196	197,859	7,052	6,014	411,121
Inter segment	-	(61,231)	(7,052)	(900)	(69,183)
External revenue	200,196	136,628	-	5,114	341,938
Profit/(Loss) before tax	12,013	(2,328)	(9,363)	(2,637)	(2,315)
Segment assets	252,203	402,179	89,626	10,375	754,383

Reconciliation of segment assets to total assets is as follows:

	RM'000
Segment assets	754,383
Deferred tax assets	491
Current tax receivables	664
Total assets	755,538

Although the Group's businesses are carried out entirely in Malaysia for the domestic market, its Cold Rolled Coil and Steel Tube segments also serve foreign markets when feasible. In recent periods, the Group's export sales have grown to exceed the threshold of 10% or more of total revenue, warranting further analysis by geographic segments:

	Year-to-Date Revenue			
	Steel Tube RM'000	Cold Rolled Coil RM'000	Others RM'000	Total RM'000
Geographic Areas				
Malaysia	176,399	89,285	4,926	270,610
ASEAN *	22,170	-	61	22,231
Non-ASEAN	1,627	47,343	127	49,097
Total external revenue	200,196	136,628	5,114	341,938

*ASEAN: Association of South East Asian Nations

A9 **Valuation of Property, Plant and Equipment (PPE) and Rights-of-Use (ROU) Assets**

The valuation on PPE has been brought forward from the audited financial statements for the preceding financial year ended 30 June 2023 and adjusted for the current financial year's depreciation and impairment provisions where appropriate to reflect the current period's ending net carrying value.

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A10 Fair Value Measurement

Except for the financial instruments disclosed below which are fair valued, the carrying value of short-term maturity financial instruments like deposits, cash and bank balances, receivables, short-term borrowings and payables approximate their fair values.

Financial instruments subjected to fair valuation were categorised into the following fair value hierarchy and were represented in the table below as at 31 December 2023:

Level 1: Based on unadjusted quoted prices in active markets for identical assets and liabilities
Level 2: Based on observable inputs not included within Level 1
Level 3: Based on unobservable inputs

Recurring fair value measurement	Fair Value RM'000		
	Level 1	Level 2	Level 3
Investment in Quoted Shares	6,238.0	-	-
Investment Funds	-	2,035.2	-
Forward Foreign Currency Exchange Contracts			
as Liabilities (Not Hedge Accounted)	-	(59.5)	-
as Liabilities (Hedge Accounted)	-	(1,489.5)	-
Total	6,238.0	486.2	-

The Investment in Quoted Shares is fair valued by way of marking-to-market using the quoted closing price on Bursa Malaysia.

The fair value of Investment Funds is determined based on independent fund valuations.

The Forward Foreign Currency Exchange Contracts are fair valued by way of marking-to-market using the market (forward) rates published or quoted by counterparty financial institutions.

A11 Significant Events and Transactions

Saved as disclosed below, there were no other significant events and transactions for the current financial quarter affecting the Group's financial position and performance of its entities.

(a) On 6 October 2023, the Company subscribed for 37.0 million shares of KNM Group Berhad from the open market for a total outlay of RM6.3 million. As at 31 December 2023, the investment was reflected as a financial instrument fair valued at Level 1 hierarchy, with a fair value loss of RM3.0 million.

(b) The Cold Rolled Coil subsidiary has on 29 November 2023 secured the approval of the balance matching 1:1 grant amounting to RM3.9 million from the Malaysian Investment Development Authority (MIDA) on its 'high technology' investment incurred and applied in 2021. The grant received is recorded as 'Deferred Income on Grant' under non-current liabilities and to be amortized to Income Statement in tandem with the depreciation of the underlying asset.

A12 Subsequent Material Events

On 26 January 2024, 16,379,422 units of unexercised warrant shares held by the Company in its listed subsidiary, Mycron Steel Berhad, lapsed and were no longer valid. At the Company level, the warrant shares categorized as 'Derivative Financial Assets' were derecognized.

Saved as disclosed above, there were no other known material subsequent events up-till the date of this report which may affect the Group's financial position and performance of its entities.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A13 **Changes in the Composition of the Group**

There were no changes to the composition of the Group during the current financial quarter.

A14 **Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets as at the end of the current financial quarter.

A15 **Capital Commitments**

At the end of the current reporting quarter, the Group's Cold Rolled Coil and Steel Tube subsidiaries have an outstanding capital commitment that has been approved and contracted for of around RM1.3 million and RM1.1 million respectively for plant and equipment. These capital commitments will be payable over established milestones in the current financial year.

The Group's Food Trading subsidiary has approved but not contracted for capital commitment of RM1.0 million for the construction of a processing center.

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B1 **Review of the Performance of the Company and Its Principal Subsidiaries**

	Individual Period (2nd quarter)		Changes		Cumulative Period		Changes	
	Current Year Quarter 31/12/2023	Preceding Year Corresponding Quarter 31/12/2022			Current Year To-date 31/12/2023	Preceding Year Corresponding Period 31/12/2022		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	177,785	137,037	40,748	30%	341,938	258,588	83,350	32%
Operating (Loss)/Profit	(2,920)	(17,278)	14,358	83%	239	(14,228)	14,467	102%
Loss Before Interest and Tax	(3,205)	(17,209)	14,004	81%	(37)	(14,133)	14,096	100%
Loss Before Tax	(4,256)	(18,307)	14,051	77%	(2,315)	(16,129)	13,814	86%
Loss After Tax	(3,961)	(15,511)	11,550	74%	(3,172)	(14,537)	11,365	78%
Loss Attributable to Ordinary Equity Holders of the Parent	(4,014)	(11,866)	7,852	66%	(3,532)	(11,227)	7,695	69%

The Group's revenue for the second financial quarter ended 31 December 2023 was up by 30% from RM137.0 million to RM177.8 million in the current financial quarter. The increase in revenue was mainly due to higher sales volume (up by 52%) albeit lower average selling prices for both Cold Rolled Coil (CRC) and Steel Tube segments in tandem with lower market steel prices.

The Group reported a gross profit of around RM11.2 million for the current period, a notable improvement from a gross loss of around RM6.7 million in the corresponding quarter of the preceding year, which was primarily influenced by write-down of inventories of RM10.8 million due to a sharp decline in steel and food prices in that period. During the current period, steel prices have generally stabilized, contributing to market stability. In this regard, the CRC segment has returned to positive gross-margin spreads, and the Steel Tube segment has seen improved spreads compared to the previous quarter. As a result, the Group's operating, pre-tax, and post-tax earnings have significantly reduced losses compared to the corresponding period, as indicated in the table above. However, the CRC segment remained in a loss position for the current period (albeit at significantly reduced amount), mainly due to restrained sales volumes caused by persistent 'grey & duty-evading' imports, and Malaysian Ministry of Investment, Trade & Industry (MITI)'s decision in July 2023 to remove anti-dumping duties on CRC from specific countries. (Refer to Note B13). There is a level of reassurance in the progress made towards legal recourse against the anti-dumping duty removal issue concerning CRC, as well as efforts to diversify revenue sources internationally, as outlined in Note A8.

The Group recorded a positive EBITDA of RM1.4 million for the current financial quarter, compared to the preceding year's corresponding financial quarter's negative EBITDA of RM13.1 million.

PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B2 **Material change in the profit before tax as compared to the immediate preceding quarter**

	Current Quarter 31/12/2023	Immediate Preceding Quarter 30/09/2023	Changes	
	RM'000	RM'000	RM'000	%
Revenue	177,785	164,153	13,632	8%
Operating (Loss)/Profit	(2,920)	3,168	(6,088)	-192%
(Loss)/Profit Before Interest and Tax	(3,205)	3,168	(6,373)	-201%
(Loss)/Profit Before Tax	(4,256)	1,941	(6,197)	-319%
(Loss)/Profit After Tax	(3,961)	789	(4,750)	-602%
(Loss)/Profit Attributable to Ordinary Equity Holders of the Parent	(4,014)	482	(4,496)	-933%

The Group's revenue for the current financial quarter was 8% higher than the immediate preceding financial quarter of RM164.2 million which was mainly attributable to the higher sales volume achieved by CRC segment (up 26%) but negated by marginally lower average selling prices from both CRC and Steel Tube segments.

The Group recorded a lower gross profit of around RM11.2 million for the current period compared to a gross profit of around RM13.0 million in the immediate preceding quarter, primarily due to the lower margin spread recorded by the CRC segment in the current period as it worked towards defending domestic sales volume, and breaking into foreign markets. The Steel Tube segment achieved marginally higher gross profit (up 7%) for the current quarter with better spreads amid flat sales volume. Additionally, the Group's performance for the current financial quarter was also negatively impacted by a fair value loss of RM3.0 million on its quoted investment. Correspondingly, the Group's earning-measures at operating, pre-tax, and post-tax levels, all turned losses for the current financial quarter compared to the preceding period, as shown in the table above.

The Group recorded a lower EBITDA of RM1.4 million for the current financial quarter compared to the immediate preceding financial quarter's EBITDA of RM7.5 million.

B3 **Prospects for the remaining financial year**

The Group is anticipated to experience considerable downward pressure on its performance throughout the second half of the financial year, considering the following factors:

Global commodity price spikes amid geopolitical and weather shocks
Recent geopolitical shocks, including continued attacks in the Red Sea, the conflict between Gaza and Israel since October 2023, and the ongoing war in Ukraine, have triggered new spikes in commodity prices, resulting in adverse supply shocks that impact the global recovery. This escalation has led to higher costs in food, energy, and transportation, potentially impeding the cross-border flow of commodities and adding to increased price volatility. More frequent extreme weather events such as floods and droughts also contribute to food price spikes, worsen food insecurity, and pose risks to the global disinflation efforts.

China Factor
In the absence of a comprehensive restructuring policy package for the distressed property sector, real estate investment could drop more than expected, and for longer, with negative implications for domestic growth and trading partners. Weaker growth in China, if persistent, may result in intense pricing cut, margin pressures, minimum stock-holding and widespread inventory impairment in the steel industry. Furthermore, overall production and operation costs have increased substantially due to elevated energy prices, all-time-weak Ringgit, rising borrowing costs and wage hikes.

B3 Prospects for the remaining financial year (continued)

Domestic Steel and Food Demand

Malaysian steel manufacturers continued to endure a challenging time throughout the latter half of the financial year, with reports of demand weakness widespread in the latest Purchasing Managers' Index survey, causing stronger moderations in output, new orders and exports. Additionally, domestic steel manufacturers encountered increased cost burdens and intensified competition from imported steel products in a sluggish market setting. The planned implementation of various consumption taxes and subsidy rationalization programs by the local government is expected to further dampen consumer confidence and business profitability.

In the food industry, the present inflationary pressures are adding to existing challenges, prompting a necessity for adaptation and evolution among wholesalers, retailers, and consumers. Despite these obstacles, it is expected that retail and food services sales will remain strong and continue to grow steadily. There is hope that two major festive breaks, which represent seasonal peaks for the food sector, may also mark a turning point for improved performance in the second half of 2024 for the Group.

Despite the challenges, there are potential opportunities which could add some optimism into both the domestic steel and food industries, as well as our Group. Strong demand for steel is anticipated from Nation's various projects, while measures outlined in Budget 2024 are expected to further bolster economic activity in the country. Additionally, sustained growth in employment and wages is likely to support household spending. Overall, the prospects for the Group remains highly challenging and volatile.

B4 Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee.

B5 Loss Before Tax

The following expenses have been (charged)/credited in arriving at loss before tax:

	Current year quarter 31/12/2023 RM'000	Preceding year corresponding quarter 31/12/2022 RM'000	Current year to-date 31/12/2023 RM'000	Preceding year corresponding period 31/12/2022 RM'000
Depreciation and amortisation:				
- property, plant and equipment	(3,933)	(3,779)	(7,801)	(7,520)
- right-of-use assets (leasehold lands)	(439)	(391)	(879)	(782)
- right-of-use assets (rented properties)	(105)	(103)	(208)	(206)
Finance costs on:				
- borrowings	(1,467)	(1,294)	(3,179)	(2,496)
- lease liabilities	(48)	(44)	(94)	(88)
Finance income:				
- interest on deposits with licensed banks	464	240	995	588
(Impairment loss)/write back on:				
- property, plant and equipment	(127)	5	(127)	2
- receivables	(158)	64	(149)	93
Fair value loss on financial assets at fair value through profit or loss	(2,968)	(210)	(3,008)	(572)
FX differences gain	1,472	3,164	3,031	150
FX derivatives loss	(1,055)	(3,199)	(1,961)	(373)

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B6 **Taxation**

Taxation comprises:

	Current year quarter 31/12/2023 RM'000	Preceding year corresponding quarter 31/12/2022 RM'000	Current year to date 31/12/2023 RM'000	Preceding year corresponding period 31/12/2022 RM'000
Current tax expense				
- Current year	(1,194)	452	(2,282)	(608)
- Overprovision in prior year	3	-	3	-
Deferred tax expense				
- Current year	1,486	2,344	1,422	2,200
	295	2,796	(857)	1,592

B7 **Profit on Sale of Unquoted Investments and / or Properties**

The Group did not engage in any sale of unquoted investments and / or properties in the current financial quarter.

B8 **Purchase or Disposal of Quoted Securities**

During the current financial quarter, the Company has subscribed for 37.0 million shares of KNM Group Berhad from the open market for a total outlay of RM6.3 million (see Note A11).

Additionally, the Company has sold 3,809,300 units of warrant shares held in its listed subsidiary, Mycron Steel Berhad for a cash consideration of RM84,982.

Saved as disclosed above, there were no other purchases or disposals of quoted securities in the current financial quarter.

B9 **Status of Corporate Proposals**

There were no outstanding corporate proposals as at the date of this announcement.

B10 **Group Borrowings and Debt Securities**

The Group's borrowings, denominated entirely in Ringgit Malaysia from lending institutions as at 31 December 2023 undertaken by its Steel subsidiaries were as follows:

	RM'000
Short-term borrowings	
Secured	115,312
Long-term borrowings	
Secured	9,601
Total borrowings	124,913

Included in the 'short-term borrowings' was a 'non-current' loan balance of RM1.4 million but reclassified to 'current' since the last financial year end due to a DSCR (Debt Service Cover Ratio) covenant short-fall computed based on 12 months rolling basis which indulgence have been obtained. The Group is in comfortable net current asset position to meet all 'current' debt repayment obligations when due.

Cash-flow movement in-relation to 'changes in liabilities arising from financing activities' on a year-to-date basis was outlined below:

	RM'000
Total Borrowings' opening balance at 1 July 2023	101,597
Inflows from drawdown	162,320
Outflows on repayment	(139,405)
Non-cash item	
Plant and equipment acquired via hire purchase arrangement	401
Closing balance at 31 December 2023	124,913

Based on the above, the Group's bank gearing ratio was around 0.21 times. Besides the said borrowings, the Group's Steel Tube subsidiary also drawn on interest-bearing trade credits from its raw-coil suppliers with an outstanding amount of RM5.0 million. Inclusive of that, the Group's absolute gearing ratio as at 31 December 2023 was around 0.22 times.

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B11 **Outstanding Derivatives**

The Group has entered into forward foreign currency exchange contracts ("Forward FX Contracts") to manage its foreign currency exchange exposure arising from purchases of raw materials denominated in US Dollar ("USD") and certain sales denominated in Singapore Dollar ("SGD"). In this regard, the Group covers its USD exposure at the range of 80% to 90% depending on the length of the forward period and the availability of FX facilities.

The Group designates eligible hedge relations on Forward FX Contracts incepted to cover its USD and/or SGD exposure for the purpose of hedge accounting. These are designated as fair value hedges with the arising mark-to-market foreign currency fair value gain/(loss) of both the hedging instruments (i.e. Forward FX Contracts) and the hedged items (i.e. forward purchases of raw material and/or accounts payables in USD or accounts receivables in SGD) being charged to the Statement of Profit or Loss.

Details on outstanding derivative Forward FX Contracts for designated for hedge accounting as at 31 December 2023 were outlined below:

Non-designated

Forward FX Contracts (USD/RM) as non-designated hedging instrument				
	Notional Value '000		Fair Value RM'000	
Maturity	Short USD	Long RM	Financial Asset	Financial Liability
Less than 1 year	1,000	4,635	-	59.5

Designated

Forward FX Contracts as designated hedging Instrument					Forward purchase of raw material and/or a/c payable as hedge items				
	Notional Value '000		Fair Value RM'000			Notional Value '000		Fair Value RM'000	
Maturity	Long USD	Short RM	Financial Asset	Financial Liability	Maturity	Short USD	N/A	Financial Asset	Financial Liability
Less than 1 year	19,153	89,288	-	1,489.5	Matching	19,153	N/A	1,489.5	-

Besides the above unrealised positions, the Group has recorded a total realised net loss of around RM0.5 million from its Forward FX Contracts as hedging instruments with corresponding realised net gain of around RM1.2 million from its 'foreign currency obligations & assets' over the current financial year.

(i) Risk associated with the derivatives

Counter-Party Risk
The Forward FX Contracts are entered into with domestic licensed financial institutions which have extended FX lines to the Group. The associated Counter-Party risk is negligible.

(ii) Cash requirements of the derivatives

There is no cash movement from the Group to the counterparties when the Forward FX Contracts are incepted. Upon maturity of the Forward FX Contracts, domestic currency is exchanged for the foreign currency at the contracted rate to meet its obligations.

(iii) Policies in place for mitigating or controlling the risk associated with the derivatives

The Group uses derivative financial instruments to hedge specific risk exposures of the underlying hedge items and does not enter into derivative financial instruments for speculative purposes. The Group monitors the fluctuations in foreign currency exchange rates closely with the objective to minimise potential adverse effects on the financial performance of the Group. The Board of Directors regularly reviews the risk and approves the policy for managing the risk.

B12 Off Balance Sheet Financial Instruments and Commitments

At the Group level, off-balance-sheet financial instruments as at the date of this announcement were bank guarantees issued by its subsidiaries amounting to RM4.4 million as security for inbound supply of goods and services; and corporate guarantees issued by its listed subsidiary, Mycron Steel Berhad to lenders for borrowings extended to its steel subsidiaries amounting to RM123.7 million as at 31 December 2023.

At the Company level, off-balance-sheet financial instruments as at the date of this announcement was a corporate guarantee issued to a supplier as security for inbound supply of goods and services extended to its steel subsidiaries amounting to RM20.0 million as at 31 December 2023.

B13 Material Litigation

The Cold Rolled Coil (CRC) subsidiary has on 29 November 2023 obtained leave from the Kuala Lumpur High Court to commence judicial review proceedings on decisions made by the Ministry of Investment, Trade & Industry (MITI) to remove anti-dumping duties on CRC imported from South Korea and Vietnam. At the same hearing, the High Court also granted a ‘Stay of Proceedings’ on the said MITI’s ruling pending outcome of the judicial review which our CRC subsidiary has since initiated. The next hearing-date on the matter is 21 March 2024.

Besides the aforementioned, the Group did not engage in any on-going material litigation either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group; and the Board was not aware of any proceedings pending or threatened against the Group or of any other facts likely to give rise to any proceedings which may materially and/or adversely affect the financial position and business of the Group.

B14 Dividend

The Company did not declare any dividend for the financial period ended 31 December 2023.

B15 **Loss per Share**

(i) Basic Loss per Ordinary Share

	Current year quarter 31/12/2023	Preceding year corresponding quarter 31/12/2022	Current year to date 31/12/2023	Preceding year corresponding period 31/12/2022
Loss attributable to owners of the Company (RM'000)	(4,014)	(11,866)	(3,532)	(11,227)
Weighted average number of ordinary shares in issue ('000)	359,456	359,418	359,456	359,418
Basic loss per share (sen)	(1.12)	(3.30)	(0.98)	(3.12)

(ii) Diluted Loss per Ordinary Share

This is not applicable to the Group.

These interim financial statements have been authorised for issue by the Board of Directors on the date set-forth below.

By order of the Board
LILY YIN KAM MAY (MAICSA 0878038)
Secretary
Kuala Lumpur
28 February 2024