

**MALAYAN CEMENT BERHAD**  
**Company No. 195001000048 (1877-T)**  
**Incorporated in Malaysia**

**Interim Financial Report**  
**30 June 2023**

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**INTERIM FINANCIAL REPORT**

Interim financial report on consolidated results for the financial year ended 30 June 2023.

The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023 RM'000	Preceding Year Corresponding Quarter 30.06.2022 RM'000	12 Months Ended	
			30.06.2023 RM'000	30.06.2022 RM'000
Revenue	1,010,513	804,763	3,757,046	2,705,272
Cost of sales	(697,805)	(572,461)	(2,769,499)	(2,011,749)
<b>Gross profit</b>	<b>312,708</b>	<b>232,302</b>	<b>987,547</b>	<b>693,523</b>
Other operating income	35,513	25,002	87,125	75,240
Other operating expenses	(181,344)	(169,313)	(663,209)	(534,889)
<b>Profit from operations</b>	<b>166,877</b>	<b>87,991</b>	<b>411,463</b>	<b>233,874</b>
Finance costs	(48,702)	(42,888)	(194,747)	(143,285)
Share of results of joint venture	7,835	10,503	36,402	38,632
<b>Profit before tax</b>	<b>126,010</b>	<b>55,606</b>	<b>253,118</b>	<b>129,221</b>
Taxation	(46,329)	(21,811)	(93,918)	(47,136)
<b>Profit for the period/year</b>	<b>79,681</b>	<b>33,795</b>	<b>159,200</b>	<b>82,085</b>
<b>Attributable to:</b>				
Owners of the parent	79,545	34,131	159,035	83,545
Non-controlling interests	136	(336)	165	(1,460)
<b>Profit for the period/year</b>	<b>79,681</b>	<b>33,795</b>	<b>159,200</b>	<b>82,085</b>
Earnings per share (sen)				
- Basic	6.07	2.61	12.14	6.82
- Diluted	4.42	1.92	8.95	5.27

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

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023 RM'000	Preceding Year Corresponding Quarter 30.06.2022 RM'000	12 Months Ended 30.06.2023 30.06.2022 RM'000 RM'000	
<b>Profit for the period/year</b>	<b>79,681</b>	<b>33,795</b>	<b>159,200</b>	<b>82,085</b>
<b>Other comprehensive income/(loss):-</b>				
<i>Items that will not be reclassified subsequently to income statements:-</i>				
- net change in equity instruments at fair value through other comprehensive income	(93)	563	(93)	563
<i>Items that may be reclassified subsequently to income statements:-</i>				
- exchange differences on translating foreign operations	1,616	2,253	7,422	2,815
<b>Other comprehensive income for the period/year, net of tax</b>	<b>1,523</b>	<b>2,816</b>	<b>7,329</b>	<b>3,378</b>
<b>Total comprehensive income for the period/year</b>	<b>81,204</b>	<b>36,611</b>	<b>166,529</b>	<b>85,463</b>
<b>Attributable to:</b>				
Owners of the parent	81,068	36,947	166,364	86,923
Non-controlling interests	136	(336)	165	(1,460)
<b>Total comprehensive income for the period/year</b>	<b>81,204</b>	<b>36,611</b>	<b>166,529</b>	<b>85,463</b>

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

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>30.06.2023</b>	<b>30.06.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,636,342	2,782,737
Right-of-use assets	226,196	239,169
Investment properties	3,116	3,120
Intangible assets	5,561,134	5,563,003
Investment in joint venture	77,685	67,965
Investments	3,919	4,012
Trade and other receivables	4,802	4,306
	<u>8,513,194</u>	<u>8,664,312</u>
<b>Current assets</b>		
Inventories	549,311	501,067
Income tax assets	35,146	41,177
Trade and other receivables	614,643	538,082
Other current assets	40,882	29,013
Amount due from holding companies	49	92
Amount due from related companies	41,917	25,708
Amount due from joint venture	23,669	22,120
Fixed deposits	612,465	391,981
Cash and bank balances	263,347	211,730
	<u>2,181,429</u>	<u>1,760,970</u>
<b>TOTAL ASSETS</b>	<u>10,694,623</u>	<u>10,425,282</u>

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

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued**

	<b>Unaudited As at 30.06.2023 RM'000</b>	<b>Audited As at 30.06.2022 RM'000</b>
<b>EQUITY</b>		
Share capital	5,345,817	5,345,817
Reserves:		
Foreign currency translation reserve	40,454	33,032
Fair value reserve	3,280	3,373
Share options reserve	9,059	-
Retained earnings	551,947	392,912
<b>Equity attributable to owners of the parent</b>	<b>5,950,557</b>	<b>5,775,134</b>
Non-controlling interests	3,958	3,793
<b>TOTAL EQUITY</b>	<b>5,954,515</b>	<b>5,778,927</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Lease liabilities	28,529	36,587
Borrowings	2,834,350	2,986,526
Deferred tax liabilities	86,866	85,258
Post-employment benefit obligations	21,169	21,734
	<u>2,970,914</u>	<u>3,130,105</u>
<b>Current liabilities</b>		
Trade and other payables	790,497	650,073
Contract liabilities	3,312	3,055
Amount due to holding companies	4,144	4,397
Amount due to related companies	34,254	19,304
Lease liabilities	15,376	18,799
Borrowings	907,607	813,614
Post-employment benefit obligations	2,924	2,422
Income tax liabilities	11,080	4,586
	<u>1,769,194</u>	<u>1,516,250</u>
<b>TOTAL LIABILITIES</b>	<b>4,740,108</b>	<b>4,646,355</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>10,694,623</b>	<b>10,425,282</b>
Net assets per share (RM)	<u>4.54</u>	<u>4.41</u>

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

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

	← Attributable to Owners of the Parent →					Non- Controlling interests	Total equity	
	Share capital RM'000	Foreign currency translation reserve RM'000	Fair value reserve RM'000	Share options reserve RM'000	Retained earnings RM'000			Total RM'000
As at 1 July 2022	5,345,817	33,032	3,373	-	392,912	5,775,134	3,793	5,778,927
Profit for the year	-	-	-	-	159,035	159,035	165	159,200
Other comprehensive income	-	7,422	(93)	-	-	7,329	-	7,329
Total comprehensive income for the year	-	7,422	(93)	-	159,035	166,364	165	166,529
Share option expenses	-	-	-	9,059	-	9,059	-	9,059
As at 30 June 2023	5,345,817	40,454	3,280	9,059	551,947	5,950,557	3,958	5,954,515
As at 1 July 2021	2,187,669	30,217	2,810	-	309,367	2,530,063	5,253	2,535,316
Profit for the year	-	-	-	-	83,545	83,545	(1,460)	82,085
Other comprehensive income	-	2,815	563	-	-	3,378	-	3,378
Total comprehensive income for the year	-	2,815	563	-	83,545	86,923	(1,460)	85,463
Issuance of ordinary shares	1,408,148	-	-	-	-	1,408,148	-	1,408,148
Issuance of Irredeemable Convertible Preference Shares ("ICPS")	1,750,000	-	-	-	-	1,750,000	-	1,750,000
As at 30 June 2022	5,345,817	33,032	3,373	-	392,912	5,775,134	3,793	5,778,927

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

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

	<b>12 Months Ended</b>	
	<b>30.06.2023</b>	<b>30.06.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before tax	253,118	129,221
Adjustments for:-		
Amortisation of intangible assets	1,866	2,130
Depreciation of:		
- investment properties	4	3
- property, plant and equipment	249,788	214,785
- right-of-use assets	19,298	21,989
Dividend income	(6)	(274)
Gain on disposal of property, plant and equipment (net)	(1,399)	(2,542)
Gain on termination of leases (net)	(1)	(27)
Interest expense	194,747	143,285
Interest income	(12,394)	(8,413)
Impairment loss/(reversal of impairment loss) on receivables (net)	5,473	(21,925)
Impairment loss on goodwill	3	-
Loss/(gain) on reassessment and modification of leases (net)	12	(262)
Property, plant and equipment written off	1,565	305
Provision for retirement benefit	947	921
Rent concession	-	(1,062)
Reversal of impairment loss on property, plant and equipment	(40)	-
(Reversal of provision)/provision for inventory obsolescence (net)	(1,145)	203
Share of results of joint venture	(36,402)	(38,632)
Share option expenses	8,968	-
Unrealised loss/(gain) on foreign exchange (net)	141	(2,937)
<b>Operating profit before changes in working capital</b>	<b>684,543</b>	<b>436,768</b>
<b>Changes in working capital:-</b>		
Inventories	(47,099)	(79,346)
Receivables	(81,998)	(88,193)
Other assets	(11,869)	3,111
Payables	131,788	95,830
Contract liabilities	257	(630)
Related parties balances	(2,927)	89,540
<b>Cash generated from operations</b>	<b>672,695</b>	<b>457,080</b>

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



**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023 - continued**

	<b>12 Months Ended</b>	
	<b>30.06.2023</b>	<b>30.06.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest paid	(184,881)	(168,389)
Interest received	11,963	7,732
Retirement benefit paid	(1,512)	(951)
Income tax paid (net)	(79,917)	(51,234)
<b>Net cash generated from operating activities</b>	<u>418,348</u>	<u>244,238</u>
<b>Cash Flows From Investing Activities</b>		
Acquisition of new subsidiaries (net of cash acquired)	-	(1,586,830)
Additions to property, plant and equipment	(104,978)	(74,522)
Dividend received	32,996	23,596
Proceeds from net investment in lease	2,727	4,805
Proceeds from disposal of property, plant and equipment	3,241	6,011
<b>Net cash used in investing activities</b>	<u>(66,014)</u>	<u>(1,626,940)</u>
<b>Cash Flows From Financing Activities</b>		
Proceeds from borrowings	462,000	2,010,000
Repayment of borrowings	(530,500)	(135,521)
Repayment of lease liabilities	(19,818)	(24,080)
<b>Net cash (used in)/generated from financing activities</b>	<u>(88,318)</u>	<u>1,850,399</u>
Net changes in cash and cash equivalents	264,016	467,697
Effects of exchange rate changes	8,085	976
Cash and cash equivalents at beginning of the financial period	603,711	135,038
Cash and cash equivalents at end of the financial period	<u>875,812</u>	<u>603,711</u>
<b>Cash and cash equivalents comprise :-</b>		
Fixed deposits with licensed banks	612,465	391,981
Cash and bank balances	263,347	211,730
	<u>875,812</u>	<u>603,711</u>

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

**INTERIM FINANCIAL REPORT**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134**

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2022.

**A1. Accounting Policies and Methods of Computation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The explanatory notes contained herein provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2022.

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 30 June 2022.

The adoption of MFRSs or amendments to MFRSs which were effective for financial year beginning on or after 1 July 2022 do not have significant financial impact on the Group.

**A2. Seasonal or Cyclical Factors**

The operations of the Group are closely linked to the construction sector which would normally experience a slow-down in construction activities during the festive seasons in Malaysia and Singapore.

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**A3. Disaggregation of Revenue**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	12 Months Ended	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	RM'000	RM'000	RM'000	RM'000
<b>Cement:</b>				
Sales of clinker, cement and other building materials	778,657	596,994	2,872,956	2,038,917
Others	746	4,023	1,642	12,642
	<u>779,403</u>	<u>601,017</u>	<u>2,874,598</u>	<u>2,051,559</u>
<b>Aggregates &amp; Concrete</b>				
Sales of aggregates	7,278	4,805	25,759	23,536
Sales of ready-mixed concrete	223,349	196,779	854,461	627,662
Others	483	2,162	2,228	2,515
	<u>231,110</u>	<u>203,746</u>	<u>882,448</u>	<u>653,713</u>
<b>Total Revenue</b>	<u>1,010,513</u>	<u>804,763</u>	<u>3,757,046</u>	<u>2,705,272</u>

**A4. Exceptional or Unusual Items**

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

**A5. Changes in Estimates of Amount Reported**

There were no significant changes in estimates of amounts reported in prior interim periods or prior financial years.

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**A6. Changes in Debt and Equity Securities**

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current financial quarter/year.

**A7. Dividend Paid**

There was no dividend paid during the financial year ended 30 June 2023.

**A8. Segmental Information**

Segment information is presented in respect of the Group's business segments, which reflect the Group's internal reporting structure that are regularly reviewed by the Group's chief operating decision maker for the purposes of allocating resources to the segment and assessing its performance.

For management purposes, the Group is organised into the following operating divisions:

- cement
- aggregates and concrete

Included in Cement Segment of the Group are operating divisions of other building materials and other operations.

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**A8. Segmental Information (continued)**

Analysis of the Group's segment information is as follows:

Financial Year Ended 30 June	Cement		Aggregates & Concrete		Elimination		Total	
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
External revenue	2,874,598	2,051,559	882,448	653,713	-	-	3,757,046	2,705,272
Inter-segment revenue	333,826	254,993	-	-	(333,826)	(254,993)	-	-
Total revenue	3,208,424	2,306,552	882,448	653,713	(333,826)	(254,993)	3,757,046	2,705,272
<b>Segment results</b>								
Profit/(Loss) from operations	374,039	235,594	37,424	(1,720)	-	-	411,463	233,874
Finance costs							(194,747)	(143,285)
Share of results of joint venture							36,402	38,632
Profit before tax							253,118	129,221
Finance costs							194,747	143,285
Depreciation and amortisation							270,956	238,907
<b>EBITDA</b>							718,821	511,413

## **INTERIM FINANCIAL REPORT**

### **Notes – Continued**

#### **A9. Valuation of Property, Plant and Equipment**

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

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

There was no change in the composition for the Group in this financial quarter.

#### **A11. Contingent Liabilities**

The Group has no material contingent liabilities as at the date of this report.

#### **A12. Subsequent Events**

There were no items, transactions or event of material or unusual in nature during the period from the end of the quarter under review to the date of this report.

#### **A13. Commitments**

Outstanding commitments in respect of capital commitments at end of reporting date not provided for in the financial statements are as follows:

	<b>As at 30.06.2023 RM'000</b>
In respect of capital expenditure:	
Approved and contracted for	22,631

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**INTERIM FINANCIAL REPORT**

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Group's Performance**

	Individual Quarter		Variance	Cumulative Quarter		Variance
	30.06.2023	30.06.2022	%	30.06.2023	30.06.2022	%
	RM'000	RM'000	+/-	RM'000	RM'000	+/-
Revenue	1,010,513	804,763	25.6%	3,757,046	2,705,272	38.9%
Profit before tax	126,010	55,606	126.6%	253,118	129,221	95.9%

Revenue for the current financial quarter increased to RM1,010.5 million from RM804.8 million in the preceding year corresponding quarter mainly attributed to the improvement in both the volume and selling price of domestic cement as well as higher selling price of ready-mixed concrete.

In line with the higher revenue, the Group's profit before tax increased to RM126.0 million for the current financial quarter from RM55.6 million in the preceding year corresponding quarter. Higher electricity and maintenance costs recorded during the current financial quarter impacted the profit margins of cement sales.

For the current financial year under review, the Group recorded a revenue of RM3.76 billion as compared to RM2.71 billion in the preceding financial year ended 30 June 2022. The significant increase was mainly contributed by the consolidation of the revenue of 10 companies and their respective subsidiaries acquired from its immediate holding company, YTL Cement Berhad ("the Acquisition") as compared to consolidation for 282 days in the preceding financial year following the completion of the Acquisition on 21 September 2021. The improved revenue was also due to the higher volume and selling price of domestic cement and ready-mixed concrete.

The Group's profit before tax for the financial year under review increased to RM253.1 million from RM129.2 million in the preceding year mainly in tandem with the higher revenue but offset to some extent by the increase in production costs, in particular coal and electricity as well as higher financing costs.

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**B2. Comparison with Preceding Quarter**

	<b>Current Quarter 30.06.2023 RM'000</b>	<b>Preceding Quarter 31.03.2023 RM'000</b>	<b>Variance  % +/-</b>
Revenue	1,010,513	990,710	2.0%
Profit before tax	126,010	98,664	27.7%
Profit after tax	79,681	63,285	25.9%

The Group's revenue for the current financial quarter at RM1.01 billion approximated RM990.7 million recorded in the preceding quarter mainly due to the higher domestic cement sales volume. On the back of the higher revenue and coupled with the easing of coal prices during the current quarter, the Group's profit before tax for the current financial quarter increased to RM126.0 million from RM98.7 million in the preceding quarter.

**B3. Audit Report of the Preceding Financial Year Ended 30 June 2022**

The Auditors' Reports on the financial statements for the financial year ended 30 June 2022 did not contain any qualification.

**B4. Prospects**

Cement demand from property-related construction is expected to continue to improve, supported by the development of residential and industrial properties as well as the rollouts of infrastructure projects in the country. Non-residential construction activities are expected to benefit from higher investments in manufacturing facilities, with potential new developments for logistics hubs, data centres and semiconductor plants, given the shift in global supply chains. Nevertheless, the Group's optimism is tempered with caution as inflation and higher interest rates may have a knock-on effect on cement demand.

The Group will continue with its efforts to improve effectiveness and efficiency of its operations. Ability to deliver seamless solutions to customers will be optimised, boding well for the positive growth and outlook of the Group and the industry going forward.

**B5. Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter.



**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**B6. Profit for the period/year**

	<b>Current Quarter 30.06.2023 RM'000</b>	<b>Year To Date 30.06.2023 RM'000</b>
<b>Profit for the period/year is stated after charging/(crediting):</b>		
Amortisation of intangible assets	268	1,866
Bad debts written off (net)	496	425
Depreciation of:		
- investment properties	1	4
- property, plant and equipment	69,663	249,788
- right-of-use assets	4,789	19,298
Dividend income	-	(6)
Gain on disposal of property, plant and equipment (net)	(170)	(1,399)
Gain on termination of leases (net)	-	(1)
Hiring income	(6,281)	(20,020)
Impairment loss on goodwill	3	3
Impairment loss on receivables (net)	5,572	5,473
Interest income	(3,211)	(12,394)
Loss on reassessment and modification of leases (net)	1	12
Realised gain on foreign exchange (net)	(8,495)	(14,525)
Property, plant and equipment written off	941	1,565
Provision for retirement benefit	237	947
Rental income	(159)	(626)
Reversal of impairment loss on property, plant and equipment	-	(40)
Reversal of provision for inventory obsolescence (net)	(1,595)	(1,145)
Unrealised loss on foreign exchange (net)	2,524	141

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**B7. Taxation**

Taxation comprise the following:

	<b>Current Quarter 30.06.2023 RM'000</b>	<b>Year To Date 30.06.2023 RM'000</b>
Tax expense/(credit) in respect of current quarter/period:		
- Income tax	30,443	92,367
- Deferred tax	15,886	1,551
Total tax expense	46,329	93,918

The effective tax rate for the current financial quarter and financial year ended 30 June 2023 was higher than the Malaysian statutory tax rate of 24% mainly due to the non-deductibility of certain expenses for tax purposes.

**B8. Status of Corporate Proposals Announced**

There were no corporate proposals announced by the Company which are not completed as at the date of this report.

**B9. Group Borrowings**

The Group borrowings as at 30 June 2023 are as follows:-

	<b>Secured RM'000</b>	<b>Unsecured RM'000</b>	<b>Total RM'000</b>
<b>Current</b>			
Revolving credit	37,500	242,000	279,500
Term Loans	308,114	-	308,114
Bonds	-	319,993	319,993
	345,614	561,993	907,607
<b>Non-current</b>			
Revolving credit	277,500	-	277,500
Term Loans	2,152,411	-	2,152,411
Bonds	-	404,439	404,439
	2,429,911	404,439	2,834,350
Total Group Borrowings	2,775,525	966,432	3,741,957

All borrowings are denominated in Ringgit Malaysia.

## INTERIM FINANCIAL REPORT

### Notes – Continued

#### B10. Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (i) Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (ii) Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).
- (iii) Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the reporting date, the Group held the following financial instruments carried at fair value on the statement of financial position:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>30 June 2023</b>				
<b>Assets</b>				
Financial assets at fair value through other comprehensive income	574	-	3,345	3,919

#### B11. Material Litigation

There was no material litigation pending as at the date of this report.

#### B12. Dividend

The Board of Directors (“Board”) is pleased to declare an interim dividend of 6 sen per share for both ordinary shares and irredeemable convertible preference shares for the financial year ended 30 June 2023.

The book closure and payment dates in respect of the aforesaid dividend are 2 November 2023 and 21 November 2023, respectively.

The Board does not recommend a final dividend for the financial year ended 30 June 2023 (2022: nil).

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**B13. Earnings per share**

(i) Basic earnings per share

The basic earnings per share of the Group has been computed by dividing the net profit attributable to owners of the parent for the financial quarter/year by the weighted average number of ordinary shares in issue during the financial quarter/year as set out below:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023	Preceding Year Corresponding Quarter 30.06.2022	12 Months Ended	
			30.06.2023	30.06.2022
Profit attributable to owners of the parent (RM'000)	79,545	34,131	159,035	83,545
Weighted average number of ordinary shares ('000)	1,310,201	1,310,201	1,310,201	1,224,813
<b>Basic earnings per share (sen)</b>	<b>6.07</b>	<b>2.61</b>	<b>12.14</b>	<b>6.82</b>

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**INTERIM FINANCIAL REPORT**

**Notes – Continued**

**B13. Earnings per share (continued)**

(ii) Diluted earnings per share

The diluted earnings per share of the Group has been computed by dividing the net profit attributable to owners of the parent for the financial quarter/year by the adjusted weighted average number of ordinary shares in issue during the financial quarter/year as set out below:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023	Preceding Year Corresponding Quarter 30.06.2022	12 Months Ended	
			30.06.2023	30.06.2022
Profit attributable to owners of the parent (RM'000)	79,545	34,131	159,035	83,545
Weighted average number of ordinary shares ('000)	1,310,201	1,310,201	1,310,201	1,224,813
Effect of conversion of ICPS to ordinary shares ('000)	466,667	466,667	466,667	360,548
Effect of unexercised employees' share option scheme ('000)	24,225	-	7	-
	<u>1,801,093</u>	<u>1,776,868</u>	<u>1,776,875</u>	<u>1,585,361</u>
<b>Diluted earnings per share (sen)</b>	<b><u>4.42</u></b>	<b><u>1.92</u></b>	<b><u>8.95</u></b>	<b><u>5.27</u></b>

Total cash expected to be received in the event of an exercise of all outstanding employees' share options is RM373.0 million. Accordingly, the Net Asset ("NA") on a proforma basis at the end of the current year will increase by RM373.0 million whilst NA per share will decrease by RM0.25. In arriving at the diluted earnings per share, NA and NA per share, no income has been accrued for the cash proceeds.

**By Order of the Board**  
HO SAY KENG  
Secretary

Kuala Lumpur  
Dated: 24 Aug 2023