

EPICON BERHAD

(formerly known as Konsortium Transnasional Berhad)

Registration No. 200301015160 (617580 - T)

(Incorporated in Malaysia)

Interim Financial Statements

Fourth Quarter Results

Period Ended

31 December 2023



EPICON BERHAD (formerly known as *Konsortium Transnasional Berhad*)
 Registration No. 200301015160 (617580 - T)
 (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>
	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022
	RM'000	RM'000	RM'000	RM'000
Continuing Operations				
Revenue	58,878	28,981	150,152	75,667
Cost of sales	(50,699)	(20,848)	(124,646)	(57,215)
Gross profit	8,179	8,133	25,506	18,452
Other income	222	137	70,911	351
Administrative expenses	(2,438)	(2,187)	(8,707)	(5,696)
Other operating expenses	465	(13)	(8,227)	(28)
Profit from operations	6,428	6,070	79,483	13,079
Finance costs	(50)	(40)	(123)	(43)
Profit before tax	6,378	6,030	79,360	13,036
Income tax expense (Note B6)	(1,692)	(1,655)	(4,920)	(3,433)
Profit after tax from continuing operations	4,686	4,375	74,440	9,603
Discontinued Operations				
Loss after tax from discontinued operations	-	(2,858)	(6,227)	(20,864)
Profit/(Loss) after tax	4,686	1,517	68,213	(11,261)
Total Comprehensive Income/ (Expenses) for the period	4,686	1,517	68,213	(11,261)
Profit/(Loss) after tax attributable to:				
Owners of the Company:				
- continuing operations	4,686	4,375	74,440	9,603
- discontinued operations	-	(2,858)	(6,227)	(20,864)
	4,686	1,517	68,213	(11,261)



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 - CONTINUED

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>
	<u>31 Dec 2023</u>	<u>31 Dec 2022</u>	<u>31 Dec 2023</u>	<u>31 Dec 2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Total Comprehensive Income/ (Expenses) attributable to:				
Owners of the Company:				
- continuing operations	4,686	4,375	74,440	9,603
- discontinued operations	-	(2,858)	(6,227)	(20,864)
	-----	-----	-----	-----
	4,686	1,517	68,213	(11,261)
	=====	=====	=====	=====
Profit/(Loss) per share (Sen)				
Basic (Note B14):				
- Continuing operations	0.79	0.93	14.44	2.04
- Discontinued operations	-	(0.61)	(1.20)	(4.44)
	-----	-----	-----	-----
	0.79	0.32	13.24	(2.40)
	=====	=====	=====	=====
Diluted (Note B14)				
- Continuing operations	0.57	0.62	9.95	1.37
- Discontinued operations	-	(0.40)	(0.83)	(2.97)
	-----	-----	-----	-----
	0.57	0.22	9.12	(1.60)
	=====	=====	=====	=====

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and accompanying explanatory notes attached to the interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Unaudited 31 Dec 2023 RM'000	Audited 31 Dec 2022 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	2,028	24,797
Right-of-use assets	283	277
Other investments	-	69
	-----	-----
	2,311	25,143
	-----	-----
Current Assets		
Trade receivables	69,852	28,506
Other receivables, deposits and prepayments	8,353	885
Contract assets	-	705
Current tax assets	-	93
Fixed deposits with licensed banks	9,733	4,026
Cash and bank balances	47,821	18,543
	-----	-----
	135,759	52,758
	-----	-----
Total Assets	138,070	77,901
	=====	=====
EQUITY AND LIABILITIES		
Equity		
Share capital	25,341	54,491
Redeemable convertible preference shares	23,300	23,300
Reserves	17,444	(129,334)
	-----	-----
Equity Attributable to Owners of the Company	66,085	(51,543)
Non-controlling interests	-	2,196
	-----	-----
Total Equity	66,085	(49,347)
	-----	-----
Non-Current Liabilities		
Other payables and accruals	-	14,115
Lease liabilities	220	233
Provision for retirement benefits	-	1,328
Deferred tax liabilities	43	4,461
	-----	-----
	263	20,137
	-----	-----



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31
DECEMBER 2023 - CONTINUED**

	Unaudited 31 Dec 2023 RM'000	Audited 31 Dec 2022 RM'000
Current Liabilities		
Trade payables	36,192	20,520
Other payables and accruals	15,099	78,194
Contract liabilities	4,539	-
Short-term borrowings (Note B10)	13,610	7,000
Lease liabilities	849	48
Provision for retirement benefits	-	351
Current tax liabilities	1,433	998
	----- 71,722	----- 107,111
Total Liabilities	----- 71,985	----- 127,248
Total Equity and Liabilities	----- 138,070	----- 77,901
Net Assets per Ordinary Share		
Attributable to Owners of the Company (RM)	=====	=====
	0.11	(0.11)
	=====	=====

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and accompanying explanatory notes attached to the interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

	Current Year to Date 31 Dec 2023 RM'000	Preceding Year Corresponding Period 31 Dec 2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation:		
- continuing operations	79,360	13,036
- discontinued operations	(6,227)	(20,763)
	-----	-----
	73,133	(7,727)
Adjustments for:		
Depreciation of property, plant and equipment	5,595	9,444
Depreciation of right-of-use assets	61	22
Finance cost	384	366
Impairment loss on property, plant and equipment	7,811	2,726
Impairment loss on amount owing by related parties	-	362
Property, plant and equipment written off	193	1
Gain on disposal of investment properties	(400)	-
(Gain)/Loss on disposal of property, plant and equipment	(484)	10,809
Gain on disposal of subsidiaries	(18,627)	-
Interest income	(460)	(312)
Reversal of provision for retirement benefits	-	(71)
Reversal of impairment loss on receivables	-	(107)
Waiver of other payables	(45,506)	-
	-----	-----
Operating profit before working capital changes	21,700	15,513
Decrease in contract cost assets	-	323
Increase in contract liabilities/Decrease in contract assets	5,244	2,738
Increase in trade and other receivables	(54,487)	(17,214)
Increase in trade and other payables	34,464	6,116
	-----	-----
CASH FROM OPERATIONS	6,921	7,476
Interest paid	(317)	(323)
Income tax paid	(4,317)	(3,331)
Retirement benefits paid	(240)	(284)
	-----	-----
NET CASH FROM OPERATING ACTIVITIES	2,047	3,538
	-----	-----
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to right-of-use assets	(101)	-
Disposal of subsidiaries, net of cash and cash equivalents disposed of	(727)	-
Interest income received	437	312
Proceeds from disposal of investment properties	400	-
Proceeds from disposal of property, plant and equipment	641	2,191
Purchase of property, plant and equipment	(229)	(495)
	-----	-----
NET CASH FROM INVESTING ACTIVITIES	421	2,008
	-----	-----



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 - CONTINUED

	Current Year to Date 31 Dec 2023 RM'000	Preceding Year Corresponding Period 31 Dec 2022 RM'000
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES		
Addition to pledged fixed deposits	(6,555)	(122)
Drawdown of short-term borrowings	13,610	-
Proceeds from issuance of ordinary shares	19,892	-
Repayment of lease liabilities	(137)	(18)
	-----	-----
NET CASH FROM/(FOR) FINANCING ACTIVITIES	26,810	(140)
	-----	-----
NET INCREASE IN CASH AND CASH EQUIVALENTS	29,278	5,406
CASH AND CASH EQUIVALENT AS AT BEGINNING OF PERIOD	18,543	13,137
	-----	-----
CASH AND CASH EQUIVALENT AS AT END OF PERIOD	47,821	18,543
	=====	=====
The cash and cash equivalents comprise the following:-		
Fixed deposits with licensed banks		
- continuing operations	9,733	3,178
- discontinued operations	-	848
Cash and bank balances		
- continuing operations	47,821	17,103
- discontinued operations	-	1,440
	-----	-----
	57,554	22,569
Less: Fixed deposits pledged to licensed banks	(9,733)	(4,026)
	-----	-----
	47,821	18,543
	=====	=====
Cash and cash equivalents from continuing operations	47,821	17,103
Cash and cash equivalents from discontinued operations	-	1,440
	-----	-----
	47,821	18,543
	=====	=====

Fixed deposits with licensed banks are pledged as security for borrowings as disclosed in Note B10 and as security for bank guarantee facilities granted by licensed banks.

The condensed consolidated cash flows statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and accompanying explanatory notes attached to the interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

	<-----Non-Distributable----->					Distributable	Total Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Redeemable Convertible Preference Share RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Other Reserves RM'000	Accumulated Losses RM'000			
Balance at 1 January 2023	54,491	23,300	23,563	(52,991)	(95)	(99,811)	(51,543)	2,196	(49,347)
Profit after taxation for the financial period	-	-	-	-	-	68,213	68,213	-	68,213
Total contributions by owners: - Issuance of ordinary shares	19,892	-	-	-	-	-	19,892	-	19,892
Disposal of subsidiaries	-	-	(23,563)	52,991	95	-	29,523	(2,196)	27,327
Share capital reduction	(49,042)	-	-	-	-	49,042	-	-	-
Balance at 31 December 2023	25,341	23,300	-	-	-	17,444	66,085	-	66,085



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 - CONTINUED

	<-----Non-Distributable----->					Distributable	Total Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Redeemable Convertible Preference Share RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Other Reserves RM'000	Accumulated Losses RM'000			
Balance at 1 January 2022	54,491	23,300	23,563	(52,991)	(95)	(88,592)	(40,324)	2,196	(38,128)
Loss after taxation for the financial year	-	-	-	-	-	(11,215)	(11,215)	-	(11,215)
Other comprehensive loss for the financial year:									
- Fair value changes of other Investments	-	-	-	-	-	(4)	(4)	-	(4)
Balance at 31 December 2022	54,491	23,300	23,563	(52,991)	(95)	(99,811)	(51,543)	2,196	(49,347)

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and accompanying explanatory notes attached to the interim financial statements.



A. EXPLANATORY NOTES IN ACCORDANCE WITH MFRS 134

A1. Basis of Preparation

Statement of compliance

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. 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 year ended 31 December 2022.

Significant accounting policies

- (a) The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 December 2022.
- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:

MFRSs and Interpretations	Effective for financial periods beginning on or after
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendment to MFRS 101: <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 16: <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 101: <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107: <i>Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121: <i>Lack of Exchangeability</i>	1 January 2025



A2. Auditors' Report on the Preceding Annual Financial Statements

The auditors' report of the Company for the financial year ended 31 December 2022 was not subject to any qualification.

A3. Seasonality or Cyclicity Factors

The Group's operations are not subject to any significant seasonal or cyclical factors.

A4. Unusual Items Due to Their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the quarter under review other than the recognition of an impairment loss on property, plant and equipment and disposal of subsidiaries.

A5. Material Change in Estimates

There were no significant changes in estimates that have a material effect on the results for the quarter.

A6. Debt and Equity Securities

During the current financial year, 125,000,000 new ordinary shares of the Company were issued in relation to the regularisation plan. The said shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on 21 August 2023.

A7. Dividend Paid

There was no dividend paid during the quarter under review.

A8. Segmental Reporting

(a) Primary reporting format – business segment

Current Quarter

Continuing Operations

	Public Transportation Services RM'000	Construction works RM'000	Others RM'000	Consolidated RM'000
As at 31 Dec 2023				
Revenue				
- sales to external parties	4,052	54,826	-	58,878
Segment results	600	6,797	(969)	6,428
Finance costs				(50)
Profit before taxation				6,378

Continuing Operations – NIL



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A8. Segmental Reporting (Cont'd)

(a) Primary reporting format – business segment (Cont'd)

Preceding Quarter

Continuing Operations

	Public Transportation Services RM'000	Construction works RM'000	Others RM'000	Consolidated RM'000
As at 30 Sep 2023				
Revenue				
- sales to external parties	5,848	33,019	-	38,867
Segment results	43,244	5,766	17,591	66,601
Finance costs				(61)
Profit before taxation				66,540

Discontinued Operations

	Public Transportation Services RM'000	Others RM'000	Consolidated RM'000
As at 30 Sep 2023			
Revenue			
- sales to external parties	5,625	4	5,629
Segment results	(5,747)	(4)	(5,751)
Finance costs			(67)
Loss before taxation			(5,818)



A8. Segmental Reporting (Cont'd)

(a) Primary reporting format – business segment (Cont'd)

Preceding Year Corresponding Quarter

Continuing Operations

	Public Transportation Services RM'000	Construction works RM'000	Others RM'000	Consolidated RM'000
As at 31 Dec 2022				
Revenue				
- sales to external parties	5,453	23,528	-	28,981
Segment results	281	6,960	(1,171)	6,070
Finance costs				(40)
Profit before taxation				6,030

Discontinued Operations

	Public Transportation Services RM'000	Others RM'000	Consolidated RM'000
As at 31 Dec 2022			
Revenue			
- sales to external parties	8,212	4	8,216
Segment results	(2,754)	19	(2,735)
Finance costs			(93)
Loss before taxation			(2,828)

(b) Secondary reporting format – geographical segment

Geographical segment information is not applicable as the operations of the Group are substantially carried out in Malaysia.

A9. Valuation of Property, Plant and Equipment

There were no changes to the valuation of property, plant and equipment since the previous audited financial statements.

A10. Material Events Subsequent to the End of the Quarter Under Review

There was no material event subsequent to the end of the quarter that require disclosure or adjustments to the unaudited interim financial statements.

A11. Changes in the Composition of the Group

The Company has incorporated a new subsidiary, namely Epik Bina Sdn. Bhd., to be involved in the construction of buildings, with a 100% equity interest, for a consideration of RM2.

Save as disclosed above, there were no other material changes in the composition of the Group for the quarter under review.

A12. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter under review.

A13. Capital Commitments

There were no material capital commitments during the quarter under review.

A14. Related Party Transactions

Significant transactions between the Group and related parties are as follows:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	31 Dec 2023 RM'000	31 Dec 2022 RM'000	31 Dec 2023 RM'000	31 Dec 2022 RM'000
Related parties				
- Rental of workshop / depo	-	60	30	60
- Purchase of tyres	-	94	100	141
- Bus repair services	-	317	195	1,111
- Management fees	16	11	59	33
- Purchase of hardware	2	-	3	-
- Purchase of materials	5,901	-	7,504	-
- Rental of office	22	13	61	17
- Rental of hostel	1	-	1	-
- Construction services	(3,508)	-	(16,405)	-
	=====	=====	=====	=====

The Directors are of the opinion that all the above transactions have been entered into the normal course of business and have been established on negotiated terms which the Directors are satisfied as not being detrimental to the Group and the Company.

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Group's Results for the Quarter Ended 31 December 2023

Quarter Ended 31 December 2023 compared to Quarter Ended 31 December 2022

	3 months ended 31 Dec 2023 RM'000	3 months ended 31 Dec 2022 RM'000	Changes	
			RM'000	%
Continuing Operations				
Revenue				
- Public transportation services	4,052	5,453	(1,401)	(25.69)
- Construction work	54,826	23,528	31,298	133.02
	-----	-----		
	58,878	28,981	29,897	103.16
	=====	=====		
Profit/(Loss) before tax				
- Public transportation services	600	244	356	145.90
- Construction work	6,749	6,960	(211)	(3.03)
- Others	(971)	(1,174)	203	(17.29)
	-----	-----		
	6,378	6,030	348	5.77
	=====	=====		

In this quarter under review, the Group's continuing operations recorded a higher revenue of RM58.88 million as compared to RM28.98 million in the previous year corresponding quarter with the construction business being the main contributor representing 93% of the Group's total revenue.

The revenue from the construction business has increased by 133.0% in the current quarter under review as compared to the previous year corresponding quarter mainly due to improved progress of construction work activities. The decrease in public transportation services business during the quarter is contributed by the ending of contract on 14 November 2023. The transportation services are currently operating under Interim Stage Bus Support Fund (ISBSF) until it's taken over by a new operator.

The Group achieved a profit before tax ("PBT") of RM6.38 million for the current quarter, compared to RM6.03 million in the corresponding quarter of the preceding financial year.

The PBT of the construction business was slightly lower by 3.03% or RM0.21 million, mainly due to the increase in overheads in tandem with the increase in number of projects awarded. Conversely, the increases in PBT of the public transportation services is mainly attributed to a one-off reversal of the impairment of property, plant and equipment. Other segments saw an improvement with a lower loss before tax ("LBT") as compared to the previous year's corresponding quarter due to a drop in professional fees incurred for the regularisation plan.



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B1. Review of Group's Results for the Quarter Ended 31 December 2023 (Cont'd)

Twelve Months Ended 31 December 2023 compared to Twelve Months Ended 31 December 2022

	12 months ended 31 Dec 2023 RM'000	12 months ended 31 Dec 2022 RM'000	Changes	
			RM'000	%
Continuing Operations				
Revenue				
- Public transportation services	22,087	20,703	1,384	6.69
- Construction work	128,065	54,964	73,101	133.00
	----- 150,152 =====	----- 75,667 =====	74,485	98.44
Profit/(Loss) before tax				
Public transportation services	44,707	1,460	43,247	2,962.12
Construction work	20,158	14,200	5,958	41.96
Others	14,495	(2,624)	17,119	(652.40)
	----- 79,360 =====	----- 13,036 =====	66,324	508.78

For the 12 months financial year ended 31 December 2023, the Group's continuing operations recorded a higher revenue of RM150.2 million as compared to RM75.7 million in the preceding corresponding financial year. The increase in revenue by a substantial 98.4% is primarily driven by higher construction work progress coupled with new projects undertaken in the current financial year.

Overall, the Group achieved a PBT of RM66.3 million, an improvement of 508.78% as compared to RM13.0 million in the preceding corresponding financial year. The improvements was from the increase of PBT of construction business by RM6.0 million and the one-off gains from the debt waiver and disposal of Parkmay Group which forms part of the Group's regularisation plan.



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B2. Variation of Results Against Preceding Quarter

	3 months ended 31 Dec 2023 RM'000	3 months ended 30 Sep 2023 RM'000	Changes	
			RM'000	%
Continuing Operations				
Revenue				
- Public transportation services	4,052	5,848	(1,796)	(30.71)
- Construction work	54,826	33,019	21,807	66.04
	-----	-----		
	58,878	38,867	20,011	51.49
	=====	=====		
Profit/(Loss) before tax				
Public transportation services	600	43,191	(42,591)	(98.61)
Construction work	6,749	5,760	989	17.17
Others	(971)	17,589	(18,560)	(105.52)
	-----	-----		
	6,378	66,540	(60,162)	(90.41)
	=====	=====		

The Group's revenue from continuing operations increased by 51.5%, rising from RM38.9 million to RM58.9 million. This growth is primarily attributed to a higher revenue contribution from its construction business, driven by improved progress of construction work activities and new projects in the current quarter compared to its immediate preceding quarter.

The construction business's PBT increased by 17.2%, reflecting an improvement in its performance as explained in B1 section. With the completion of its regularisation plan in the preceding quarter, the Group's PBT decreased by 90.4% to RM6.4 million as compared to RM66.5 million in the immediate preceding quarter mainly due to the one-off gain from the debt waiver and disposal of Parkmay Group which forms part of the Group's regularisation plan.



B3. Prospects of the Group

The Group's business focus is on its construction segment, mainly the construction of affordable housing. The Group believes the affordable housing sector has a positive outlook encouraged by the government's various initiatives such as "Program Rumah Mesra Rakyat" announced in Budget 2024. Coupled with population growth and rapid urbanization, the need for affordable housing is anticipated to increase, creating a substantial demand for such housing option.

Looking ahead, the Group will focus on keeping the construction progress for on-going projects on track which is expected to contribute to the earnings of the Group in the coming financial year. Nevertheless, given the price-sensitive nature of affordable housing, the Group will maintain vigilant on optimizing construction processes and cost efficiency without compromising quality. On top of the on-going projects, the Group will also proactively pursue more construction contracts to ensure a sustainable pipeline growth. As at 31 December 2023, the Group's outstanding orderbook stood at RM644 million as compared to RM433 million in the previous financial year 31 December 2022.

As for the public transportation services segment, the Group will continue to seek business opportunities in providing stage bus services in other cities or states.

B4. Profit Forecast

The Group did not publish any profit forecast during the quarter.

B5. Explanation Note on Profit Forecast

Not Applicable.

B6. Income Tax Expense

Tax expense comprises of the followings:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Dec</u>	<u>31 Dec</u>	<u>31 Dec</u>	<u>31 Dec</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Continuing Operations				
Current tax expense:				
- for the financial period	1,649	1,670	4,867	3,408
- (over)/under provision in the previous year	-	(15)	10	25
Deferred tax:				
- for the financial period	43	-	43	-
	-----	-----	-----	-----
	1,692	1,655	4,920	3,433
	=====	=====	=====	=====

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the financial period.



B7. Sale of Unquoted Investments, or Properties

There was no material disposal of unquoted investments, or properties during the quarter.

B8. Purchase or Disposal of Quoted and Marketable Securities

There was no purchase or disposal of quoted and marketable securities during the quarter.

B9. Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

Utilisation of Proceeds from Private Placement

As at 31 December 2023, the status of the utilisation of the proceeds raised from the private placement is as follows:-

Category	Utilisation of proceeds RM'000	Amount utilised at 31 Dec 2023 RM'000	Balance of proceeds RM'000	Time frame for utilisation of proceeds RM'000
In respect of the current period:				
Working capital for the construction business	17,200	17,200	-	18 months
Estimated expenses	2,800	2,800	-	3 months
Total	20,000	20,000	-	

B10. Borrowing (Secured)

The Group's borrowing as at the end of the reporting period is as follows:

	<u>Unaudited</u> 31 Dec 2023 RM'000	<u>Audited</u> 31 Dec 2022 RM'000
Short term borrowing:		
Invoice financing	6,570	-
Revolving credit	7,040	7,000
	13,610	7,000

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B12. Material Litigation

The Company and its subsidiaries have no outstanding material litigation as at the date of this announcement.



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B13. Dividend Proposed

There was no dividend declared or proposed by the Company during the quarter under review.

B14. Earnings per Share (EPS)

Basic

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Dec 2023</u>	<u>31 Dec 2022</u>	<u>31 Dec 2023</u>	<u>31 Dec 2022</u>
Profit/(Loss) after tax attributable to ordinary shareholders (RM'000)				
- Continuing operations	4,686	4,375	74,440	9,603
- Discontinued operations	-	(2,858)	(6,227)	(20,864)
	----- 4,686 =====	----- 1,517 =====	----- 68,213 =====	----- (11,261) =====
Weighted average number of ordinary shares in issue ('000)	594,797 =====	469,798 =====	515,345 =====	469,798 =====
Basic EPS (Sen)				
- Continuing operations	0.79	0.93	14.44	2.04
- Discontinued operations	-	(0.61)	(1.20)	(4.44)
	----- 0.79 =====	----- 0.32 =====	----- 13.24 =====	----- (2.40) =====



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B14. Earnings per Share (EPS) (Cont'd)

Diluted

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022
Profit/(Loss) after tax attributable to ordinary shareholders (RM'000)				
- Continuing operations	4,686	4,375	74,440	9,603
- Discontinued operations	-	(2,858)	(6,227)	(20,864)
	-----	-----	-----	-----
	4,686	1,517	68,213	(11,261)
	=====	=====	=====	=====
Weighted average number of ordinary shares in issue ('000)	594,797	469,798	515,345	469,798
Weighted average number of new ordinary shares, assumption on conversion of the remaining:-				
- RCPS ('000)	233,000	233,000	233,000	233,000
	-----	-----	-----	-----
	827,797	702,798	748,345	702,798
	=====	=====	=====	=====
Diluted EPS (Sen)				
- Continuing operations	0.57	0.62	9.95	1.37
- Discontinued operations	-	(0.40)	(0.83)	(2.97)
	-----	-----	-----	-----
	0.57	0.22	9.12	(1.60)
	=====	=====	=====	=====



B15. Notes to the Statement of Comprehensive Income

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Dec</u> <u>2023</u> <u>RM'000</u>	<u>31 Dec</u> <u>2022</u> <u>RM'000</u>	<u>31 Dec</u> <u>2023</u> <u>RM'000</u>	<u>31 Dec</u> <u>2022</u> <u>RM'000</u>
Profit/(Loss) before tax is arrived at after crediting:				
Gain on disposal of investment properties	-	-	400	-
Gain on disposal of subsidiaries	-	-	18,627	-
(Loss)/Gain on disposal of property, plant and equipment	-	361	484	(10,817)
Government wage subsidy	-	(17)	-	2,448
Interest income	157	173	460	312
Reversal of impairment loss on receivables	-	-	-	107
Waiver of payables	-	-	51,455	-
and after charging:				
Finance cost	(51)	(133)	(384)	(366)
Depreciation of property plant and equipment	(595)	(2,022)	(5,595)	(9,451)
Depreciation of right-of-use asset	(22)	(11)	(61)	(22)
Impairment of investment	-	(4)	-	(4)
Impairment loss on receivables	-	(361)	-	(361)
Impairment loss on property plant and equipment	541	(2,779)	(7,811)	(2,779)
Property, plant and equipment written off	-	(1)	(193)	(1)
	=====	=====	=====	=====

B16. Authorised for Issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Directors on 22 February 2024.