

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	<i>Note</i>	Individual Period (1st Quarter)		Cumulative Period (1st Quarter)	
		Current Year Quarter 30.09.2023 (Unaudited) RM'000	Preceding Year Corresponding Quarter 30.09.2022 (Unaudited) RM'000	Current Year Period To-date 30.09.2023 (Unaudited) RM'000	Preceding Year Corresponding Period To-date 30.09.2022 (Unaudited) RM'000
Revenue		9,892	83,219	9,892	83,219
Cost of sales		(9,588)	(73,899)	(9,588)	(73,899)
<b>Gross profit</b>		304	9,320	304	9,320
Other operating income		631	14	631	14
Other operating expenses		-	-	-	-
Administrative expenses		(757)	(350)	(757)	(350)
Operating expenses		(2,270)	(3,106)	(2,270)	(3,106)
Selling and distribution expenses		-	(360)	-	(360)
Finance costs		-	(1,414)	-	(1,414)
Share of results of an associate, net of tax		-	-	-	-
<b>Profit/(loss) before taxation</b>	25	(2,092)	4,104	(2,092)	4,104
Taxation	21	-	150	-	150
<b>Profit/(loss) after taxation</b>		(2,092)	4,254	(2,092)	4,254
<b>Total comprehensive profit/(loss) for the financial period</b>		(2,092)	4,254	(2,092)	4,254
<b>Profit/(loss) after taxation attributable to:</b>					
Owners of the Company		(2,092)	4,255	(2,092)	4,255
Non-controlling interests		-	(1)	-	(1)
		(2,092)	4,254	(2,092)	4,254
<b>Total comprehensive profit/(loss) attributable to:</b>					
Owners of the Company		(2,092)	4,255	(2,092)	4,255
Non-controlling interests		-	(1)	-	(1)
		(2,092)	4,254	(2,092)	4,254
<b>Earnings/(loss) per share for profit attributable to the owners of the Company (sen per share)</b>					
- Basic	24	(0.92)	4.36	(0.92)	4.36
- Diluted	24	(0.64)	N/A	(0.64)	N/A

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the quarterly report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2023**

	As at 30.09.2023 (Unaudited) RM'000	As at 30.06.2023 (Unaudited) RM'000
<b>Non-current assets</b>		
Property, plant, and equipment	54,507	53,781
Intangible assets	21,768	23,633
Investment in associate	-	-
	<u>76,275</u>	<u>77,414</u>
<b>Current assets</b>		
Trade receivables	19,434	10,524
Other receivables, deposits, and prepayments	15,161	14,160
Assets held for sales	8,288	9,326
Tax recoverable	61	11
Cash and bank balances	10,584	10,615
	<u>53,528</u>	<u>44,636</u>
<b>TOTAL ASSETS</b>	<u>129,803</u>	<u>122,050</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	144,839	144,839
Accumulated profits/(losses)	(55,654)	(53,562)
	<u>89,185</u>	<u>91,277</u>
<b>Non-controlling interests</b>	(10)	(10)
<b>Total Equity</b>	<u>89,175</u>	<u>91,267</u>
<b>Non-current liabilities</b>		
Other payables	-	-
Deferred tax liabilities	595	595
	<u>595</u>	<u>595</u>
<b>Current liabilities</b>		
Trade payables	18,839	9,604
Other payables and accruals	21,194	20,584
	<u>40,033</u>	<u>30,188</u>
<b>Total Liabilities</b>	<u>40,628</u>	<u>30,783</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>129,803</u>	<u>122,050</u>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<u>0.39</u>	<u>0.73</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	<u>Non-distributable</u>			Total equity attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total RM'000
	Share capital RM'000	Treasury shares RM'000	Accumulated (losses)/profit RM'000			
<b>At 1 January 2022</b>	93,464	-	16,530	109,994	(1)	109,993
Total comprehensive profit for the financial period	-	-	(70,751)	(70,751)	88	(70,663)
Acquisition of subsidiaries	-	-	-	-	562	562
Acquisition of additional interests in subsidiary from NCI:						
- Accretion of equity interests	-	-	-	-	(659)	(659)
- Gain on acquisition	-	-	659	659		659
Issuance of shares via private placement	12,375	-	-	12,375	-	12,375
Issuance of shares via rights issue	39,000	-	-	39,000	-	39,000
<b>At 30 JUNE 2023</b>	<b>144,839</b>	<b>-</b>	<b>(53,562)</b>	<b>91,277</b>	<b>(10)</b>	<b>91,267</b>
<b>At 1 July 2023</b>	144,839	-	(53,562)	91,277	(10)	91,267
Total comprehensive profit for the financial period	-	-	(2,092)	(2,092)	-	(2,092)
<b>At 30 SEPTEMBER 2023</b>	<b>144,839</b>	<b>-</b>	<b>(55,654)</b>	<b>89,185</b>	<b>(10)</b>	<b>89,175</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
 FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	<b>Current Year Period To-date 30.09.2023 (Unaudited) RM'000</b>	<b>*Preceding Year Period From 01.01.2022 To 30.09.2022 (Unaudited) RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(2,092)	22,708
Adjustments for:		
Amortisation of intangible assets	1,866	7,814
Depreciation of property, plant and equipment	10	784
Gain on disposal of assets held for sale	(631)	-
Interest expenses	-	2,981
Share of results of an associate	-	(180)
Bargain purchase on business combination	-	(6,181)
Operating profit before working capital changes	(847)	27,926
Change in receivables	(9,961)	41,156
Change in payables	9,120	(68,772)
Cash generated from operations	(1,688)	310
Interest received	-	-
Interest paid	-	(2,981)
Net income tax paid	-	(11)
<b>Net cash generated from operating activities</b>	<b>(1,688)</b>	<b>(2,682)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(13)	(10)
Proceeds from disposal of assets held for sales	1,670	-
Acquisition/Disposal of subsidiaries, net of cash flow	-	8
<b>Net cash used in investing activities</b>	<b>1,657</b>	<b>(2)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares via private placement	-	12,375
Proceeds from issuance of shares via rights issue	-	-
Repayment of term loan	-	(178)
<b>Net cash generated from financing activities</b>	<b>-</b>	<b>12,197</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(31)</b>	<b>9,513</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>10,615</b>	<b>3,535</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>10,584</b>	<b>13,048</b>
<b>Cash and cash equivalents at the end of financial period comprise of the followings:</b>		
Cash in hand	-	5
Cash at bank	10,584	13,043
	<b>10,584</b>	<b>13,048</b>

\*The financial year end of the Group has been changed from 31 December 2022 to 30 June 2023. As such, the comparative financial information that available for the preceding year is a cumulative period of nine (9) months.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 – INTERIM FINANCIAL REPORTING**

**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 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 of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes attached.

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.

**2. Significant Accounting Policies**

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the Audited Financial Statements for the financial year ended 31 December 2021. Details of standards, amendments to published standards and interpretations to existing standards that are applicable to the Group with effect from 1 January 2021 or later are provided in the notes to the financial statements in the Audited Financial Statements of the Group for the financial year ended 31 December 2021. The Group did not early adopt any new standards, amendments to published standards and interpretation to existing standards.

**3. Auditors’ Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2021.

**4. Seasonality of Operations**

The Group's business operation and performance were not materially affected by any seasonal or cyclical factors during the current quarter and financial period under review.

**5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the current quarter and financial period under review.

**6. Changes in Estimates**

There were no material changes in estimates of the amount reported in prior financial years which have a material effect in the current year quarter under review.

**7. Debt and Equity Securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current financial period under review.

**8. Dividend Paid**

No dividend was paid during the current quarter and financial period under review.

**9. Segmental Information**

Segmental information for the current period to-date is presented in respect of the Group’s business segments as follows: -

	<u>General Trading</u> RM’000	<u>Others</u> RM’000	<u>Elimination</u> RM’000	<u>Total</u> RM’000
<b><u>Revenue</u></b>				
External	9,892	-	-	9,892
Inter-segment	495	-	(495)	-
<b>Total</b>	<b>10,387</b>	<b>-</b>	<b>(495)</b>	<b>9,892</b>
<b><u>Results</u></b>				
Segment results	(1,823)	(184)	(85)	(2,092)
Interest income	-	-	-	-
Finance costs	-	-	-	-
Taxation	-	-	-	-
<b>Total</b>	<b>(1,823)</b>	<b>(184)</b>	<b>(85)</b>	<b>(2,092)</b>
<b><u>Assets</u></b>				
<b>Segment Assets</b>	<b>44,114</b>	<b>90,384</b>	<b>(4,695)</b>	<b>129,803</b>

**10. Valuations of Property, Plant and Equipment**

The Group states its property, plant and equipment at cost less accumulated depreciation and accumulated impairment losses. There were no valuations of property, plant and equipment conducted since the last audited financial statements for the financial year ended 31 December 2021.

**11. Significant Events**

There was no significant event in the current financial period under review.

**12. Material Events Subsequent to the End of Financial Period**

The Company was unable to release to Bursa Malaysia Securities Berhad ("Bursa Securities") and shareholders its Annual Report that includes the annual audited financial statements together with the auditors' and directors' reports in respect of the financial period ended 30 June 2023 ("Annual Report 2023") within four (4) months from the close of the financial year of the Company which falls on 31 October 2023 as required under Paragraph 9.23(1) of the Main Market Listing Requirements ("MMLR") of Bursa Securities ("Relevant Timeframe").

The delay in the issuance of Annual Report 2023 was mainly due to the additional time needed by the Company to identify for suitable Auditors since the resignation of the previous Auditors. The Company has been actively searching for potential new Auditors subsequent to the resignation of predecessor Auditors. The Company has approached a total of 31 potential auditors, and all the auditors responses were negative and majority rejected due to resources constraints of the respective firms.

Pursuant to Paragraph 9.28(5) of the MMLR, if a listed issuer fails to issue the outstanding financial statements within 5 market days after the expiry of the relevant timeframes (the last day of the 5 market days is referred to as "Suspension Deadline"), in addition to any enforcement action that Bursa Securities may take, Bursa Securities shall suspend the trading in the securities of such listed issuer. The suspension shall be effected on the next market day after the Suspension Deadline.

In view of the above, the trading in the Company's securities has been suspended with effect from 9.00a.m., Wednesday, 8 November 2023 until further notice.

Save for the above, there was no other material event subsequent to the end of the current quarter up to the date of the interim financial report.

**13. Changes in the Composition of the Group**

There were no material changes in the composition of the Group during the current quarter and financial period under review.

**14. Capital Commitments**

There were no capital commitments during the current quarter and financial period under review.

**15. Changes in Contingent Liabilities or Contingent Assets**

There was no material contingent liability as at the end of the current financial period and up to the date of the interim financial report.

**16. Recurrent Related Party Transactions**

There was no recurrent related party transactions as at current quarter and period to-date.

**17. Related Party Transactions**

The related party transactions as at current quarter and period to-date are set out below.

	<b>Current Year Quarter 30.09.2023 RM'000</b>	<b>Current Year Period To-date 30.09.2023 RM'000</b>
<u>ARB Berhad's Group of Companies</u>		
IT support & maintenance fee paid and payable	124	124

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**ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")**

**18. Review of Performance**

**Comparison of Quarterly Results for Current Year Quarter with Preceding Year Corresponding Quarter**

	<b>Current Year Quarter 30.09.2023</b>	<b>Preceding Year Corresponding Quarter 30.09.2022</b>	<b>Changes</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	9,892	83,219	(73,327)	(88.11)
Profit/(Loss) Before Interest and Taxation	(2,092)	5,518	(7,610)	(137.91)
Profit/(Loss) Before Taxation	(2,092)	4,104	(6,196)	(150.97)
Profit/(Loss) After Taxation	(2,092)	4,254	(6,346)	(149.18)
Earnings/(Loss) Per Share Attributable to Ordinary Equity Holders of the Parent (Sen)	(0.92)	4.36	(5.28)	(121.07)

For the current quarter ended 30 September 2023, the Group recorded revenues of RM9.89 million, a decrease of RM73.33 million or 88.11% from RM83.22 million in corresponding quarter in the preceding year. The decrease in revenue was mainly due to the cessation of the plywood trading business.

Profit before taxation in the current quarter ended 30 September 2023 decreased by RM6.20 million or 150.97% to loss before taxation RM2.09 million as compared to profit before taxation of RM4.10 million in corresponding quarter in the preceding year. It was mainly due to the depressed revenue of RM73.33 million.

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## 18. Review of Performance (cont'd)

### Financial Review for Current Quarter with Immediate Preceding Quarter

	Current Quarter 30.09.2023	Immediate Preceding Quarter 30.06.2023	Changes	
	RM'000	RM'000	RM'000	%
Revenue	9,892	8,250	1,642	19.90
Profit/(Loss) Before Interest and Taxation	(2,092)	(90,509)	88,417	97.69
Profit/(Loss) Before Taxation	(2,092)	(94,142)	92,050	97.78
Profit/(Loss) After Taxation	(2,092)	(94,327)	92,235	97.78
Earnings/(Loss) Per Share Attributable to Ordinary Equity Holders of the Parent (Sen)	(0.92)	(41.46)	40.54	97.78

Revenue for the current quarter increased by RM1.64 million or 19.90% to RM9.89 million as compared to RM8.25 million in the immediate preceding quarter. The increase in revenue in the current quarter was mainly due to higher general trading.

For the current quarter under review, the Group recorded a loss before tax of RM2.09 million, a decrease of RM92.05 million or 97.78% as compared to a loss before tax of RM94.14 million in the immediate preceding quarter. The decrease in loss before tax was mainly due to the allowance for impairment loss on intangible assets amounting to RM68.58 million that recorded in the immediate preceding quarter.

## 19. Group's Prospect

Our Group recorded RM9.89 million revenue in the current quarter ended 30 September 2023 that derived from general trading.

The Group's management continues to seek, explore and consider viable business opportunities to ensure sustainable growth for the Group. For instance, the management is now exploring the food trading business in other countries.

The Group has launched the smart farming business in May 2023, which will include the full spectrum of agribusiness supply chain comprising planting, harvesting, packaging, marketing, sales, and distribution. Currently, the smart farming business is still in testing stage and no revenue-generating yet.

The Group is planning to venture into the smart office franchise business and Internet of Things ("IoT") machine operation and it's still at the initial stage.

Our Board is of the opinion that the Group's business strategies are expected to gradually improve and strengthen its financial position and enhance shareholders' value in the mid to long term horizon.

**20. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee**

The Group did not publish any profit forecast for the current quarter and financial period under review.

**21. Taxation**

	<b>Current Year Quarter 30.09.2023 RM'000</b>	<b>Current Year To-date 30.09.2023 RM'000</b>
Income tax:		
Current tax	-	-
Deferred tax	-	-
	<u>-</u>	<u>-</u>

Taxation is computed after taking into consideration the available capital allowances and the adjusted business losses carried forward from previous years to set off against taxable profit.

**22. Status of Corporate Proposals**

Save as disclosed below, there were no other corporate proposals announced.

The status of utilisation of proceeds raised from the Rights Issue on 21 February 2023 as of to date is as follows:

Detail of the utilisation of proceeds		Proposed Utilisation	Actual Utilisation	Balance Proceeds	Intended timeframe for utilisation (from the date of listing)
		RM'000	RM'000	RM'000	
(i)	Set-up of greenhouses and purchase and installation of its related facilities for the Smart Farming Business	35,000	(35,000)	-	Within 36 months
(ii)	Working capital for the Smart Farming Business	3,200	(509)	2,691	Within 12 months
(iii)	Estimated expenses for the Proposed Rights Issue	800	(800)	-	Within 1 month
	Total	39,000	(36,309)	2,691	

The utilisation of proceeds as disclosed above should be read in conjunction with the Announcement of the Company dated 14 December 2022.

**23. Material Litigation**

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

**24. Earnings/(loss) Per Share**

The following reflect the profit/(loss) attributable to owners of the Company and share data used in the computation of basic and diluted earnings/(loss) per share :-

**(a) Basic earnings/(loss) per share**

	<b>Current Year Quarter 30.09.2023</b>	<b>Preceding Year Quarter 30.09.2022</b>	<b>Current Year Period To-date 30.09.2023</b>	<b>Preceding Year Period To-date 30.09.2022</b>
Profit/(loss) attributable to Owners of the Company (RM'000)	(2,002)	4,255	(2,002)	4,255
Weighted average number of ordinary shares in issue ('000)	227,498	97,500	227,498	97,500
Basic earnings/(loss) per share (Sen)	(0.88)	4.36	(0.88)	4.36

**(b) Diluted earnings/(loss) per share**

	<b>Current Year Quarter 30.09.2023</b>	<b>Preceding Year Quarter 30.09.2022</b>	<b>Current Year Period To-date 30.09.2023</b>	<b>Preceding Year Period To-date 30.09.2022</b>
Profit/(loss) attributable to Owners of the Company (RM'000)	(2,002)	4,255	(2,002)	4,255
Weighted average number of ordinary shares in issue ('000)	227,498	-	227,498	-
Effect of dilution due to issuance of warrants ('000)	97,499	-	97,499	-
Adjusted weighted average number of ordinary shares in issue ('000)	324,997	-	324,997	-
Diluted earnings/(loss) per share (Sen)	(0.62)	N/A	(0.62)	N/A

The financial year end of the Group has been changed from 31 December to 30 June. As such, there is no comparative financial information available for the preceding year corresponding period.

**25. Notes to The Condensed Consolidated Statement of Comprehensive Income**

Profit/(loss) before tax for the current quarter and period to-date are arrived at after charging/(crediting):-

	<b>Current Year Quarter 30.09.2023 RM'000</b>	<b>Current Year Period To-date 30.09.2023 RM'000</b>
Depreciation and amortisation	1,876	4,591
Gain on disposal of assets held for sale	(631)	(631)

There were no other exceptional items for the current quarter and period to-date under review.