



Mudajaya Group Berhad

Registration No. 200301003119 (605539-H)
(Incorporated in Malaysia)

**Interim Financial Report
30 September 2023**



MUDAJAYA GROUP BERHAD
(Incorporated in Malaysia – 200301003119)(605539-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30-SEP-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30-SEP-22 RM'000 (Restated)	CURRENT YEAR TO DATE 30-SEP-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-SEP-22 RM'000 (Restated)
Revenue	124,224	60,466	349,694	177,659
Operating expenses	(113,645)	(56,345)	(336,670)	(168,387)
Profit from operations	10,579	4,121	13,024	9,272
Interest income	7,896	7,217	24,397	21,060
Other income	1,546	714	5,379	2,433
Foreign exchange loss	(664)	(1,032)	(3,554)	(653)
Fair value gain on derivative	-	1,047	-	121
Depreciation and amortization	(3,883)	(1,920)	(12,893)	(6,310)
Gain on disposal of property, plant and equipment	216	185	480	271
Property, plant and equipment written off	-	(1,782)	-	(1,782)
Fair value gain on financial assets at fair value through profit or loss	232	-	232	-
Fair value gain on other investment	-	-	-	4,000
Reversal of/(Allowance for) impairment of financial instruments	235	(313)	325	(2,075)
Finance costs	(13,972)	(7,512)	(39,342)	(22,154)
Share of results of associates, net of tax	477	3,014	3,888	6,505
Profit/(Loss) before tax	2,662	3,739	(8,064)	10,688
Income tax (expense)/credit	(4,576)	547	(12,590)	(675)
(Loss)/Profit after tax	(1,914)	4,286	(20,654)	10,013



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30-SEP-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30-SEP-22 RM'000 (Restated)	CURRENT YEAR TO DATE 30-SEP-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-SEP-22 RM'000 (Restated)
Other comprehensive income/ (expenses):				
Foreign currency translation differences	22,744	(1,930)	6,835	(3,920)
Total comprehensive income/ (expenses)	20,830	2,356	(13,819)	6,093
(Loss)/Profit attributable to:				
Owners of the Company	(4,956)	3,678	(30,737)	7,706
Non-controlling interest	3,042	608	10,083	2,307
	(1,914)	4,286	(20,654)	10,013
Total comprehensive income/ (expense) attributable to:				
Owners of the Company	14,976	1,779	(32,546)	3,851
Non-controlling interest	5,854	577	18,727	2,242
	20,830	2,356	(13,819)	6,093
(Loss)/Earnings per share (sen):				
Basic	(0.26)	0.28	(1.64)	0.59
Diluted	(0.25)	0.19	(1.58)	0.40

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2022.



MUDAJAYA GROUP BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023

	UNAUDITED AS AT 30-SEP-23 RM'000	AUDITED AS AT 31-DEC-22 RM'000
Assets		
Property, plant and equipment	187,502	170,525
Right of use assets	39,530	41,790
Investment properties	49,229	49,918
Intangible assets	11,158	11,604
Service concession assets	268,956	278,354
Investment in associates	26,500	22,612
Other investments	29,252	28,436
Land held for property development	11,121	11,121
Other receivables	18,132	17,554
Deferred tax asset	1,925	1,925
Total non-current assets	643,305	633,839
Service concession assets	12,565	12,565
Inventories	110,706	110,635
Other current assets	156,185	156,145
Contract assets	31,733	65,610
Trade and other receivables	732,879	683,723
Loan receivables	59,600	29,130
Financial assets at fair value through profit or loss	41,599	-
Tax recoverable	2,279	2,922
Cash and bank balances	336,486	231,294
Total current assets	1,484,032	1,292,024
Total assets	2,127,337	1,925,863
Equity		
Share capital	663,450	663,450
Warrant Reserves	4,195	4,195
Foreign currency translation reserve	(5,041)	(3,232)
Accumulated losses	(291,006)	(260,269)
Equity attributable to owners of the Company	371,598	404,144
Non-controlling interests	286,528	274,844
Total equity	658,126	678,988
Liabilities		
Loans and borrowings	532,218	473,502
Lease liabilities	40,398	41,868
Refundable deposits	2,716	2,695
Deferred tax liabilities	34,992	35,411
Total non-current liabilities	610,324	553,476
Loans and borrowings	206,894	256,359
Lease liabilities	2,498	2,655
Trade and other payables	588,547	379,854
Contract liabilities	11,092	6,248
Tax liabilities	49,856	48,283
Total current liabilities	858,887	693,399
Total liabilities	1,469,211	1,246,875
Total equity and liabilities	2,127,337	1,925,863
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.20	0.22

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2022. The Net Assets Per Share for the current and corresponding periods were calculated on the basis of 1,875,755,000 and 1,875,748,000 ordinary shares respectively.



MUDAJAYA GROUP BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

	← Attributable to owners of the Company →				Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000			
At 1 January 2023	663,450	4,195	(3,232)	(260,269)	404,144	274,844	678,988
Foreign currency translation differences for foreign operations	-	-	(1,809)	-	(1,809)	8,644	6,835
(Loss)/Profit for the period	-	-	-	(30,737)	(30,737)	10,083	(20,654)
Total comprehensive (expense)/income	-	-	(1,809)	(30,737)	(32,546)	18,727	(13,819)
Dividends to non-controlling interest	-	-	-	-	-	(7,043)	(7,043)
At 30 September 2023	663,450	4,195	(5,041)	(291,006)	371,598	286,528	658,126



MUDAJAYA GROUP BERHAD
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023
(CONTINUED)**

	← Attributable to owners of the Company →						
	← Non-distributable →				Distributable		
	Share capital RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
At 31 January 2022 (As previously stated)	502,054	38,426	2,095	(280,280)	262,295	31,907	294,202
Restatement of comparatives	-	-	-	2,418	2,418	6,181	8,599
At 31 January 2022 (As restated)	502,054	38,426	2,095	(277,862)	264,713	38,088	302,801
Foreign currency translation differences for foreign operations	-	-	(3,855)	-	(3,855)	(65)	(3,920)
Profit for the period	-	-	-	7,706	7,706	2,307	10,013
Total comprehensive (expense)/income	-	-	(3,855)	7,706	3,851	2,242	6,093
At 30 September 2022 (Restated)	502,054	38,426	(1,760)	(270,156)	268,564	40,330	308,894



MUDAJAYA GROUP BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

	9-MONTHS ENDED	
	30-SEP-23	30-SEP-22
	RM'000	RM'000
		(Restated)
Cash flows from operating activities		
(Loss)/Profit before tax	(8,064)	10,688
<i>Adjustments for:</i>		
Amortisation of intangible assets	587	467
Depreciation of investment properties	796	795
Depreciation of property, plant and equipment	8,673	3,130
Depreciation of right-of-use assets	2,837	1,918
Fair value gain on derivative	-	(121)
Fair value gain on other investment	-	(4,000)
Gain on disposal of property, plant and equipment	(480)	(271)
Property, plant and equipment written off	-	1,782
(Reversal of)/Allowance for impairment of trade and other receivables	(325)	2,075
Interest income	(24,397)	(21,060)
Interest expense	39,342	22,154
Share of profit of equity accounted associates	(3,888)	(6,505)
Net unrealised loss on foreign exchange	1,611	5,060
Operating profit before changes in working capital	16,692	16,112
Decrease/(Increase) in:		
Service concession assets	29,701	28,075
Inventories	(1,271)	10,292
Contract assets	33,877	(23,639)
Trade and other receivables	(81,920)	7,189
Increase/(Decrease) in:		
Trade and other payables	223,402	(11,696)
Refundable deposits	21	169
Contract liabilities	4,844	(5,087)
Cash generated from operations	225,346	21,415
Tax paid	(14,040)	(3,721)
Tax refunded	1,305	1,142
Net cash generated from operating activities	212,611	18,836



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

	9-MONTHS ENDED	
	30-SEP-23	30-SEP-22
	RM'000	RM'000
		(Restated)
Cash flows from investing activities		
Addition in investment properties	(5)	-
Increase in investment in an associate	-	(240)
Additions in other investments	(816)	-
Purchase of property, plant and equipment	(22,190)	(1,042)
Purchase of financial assets at fair value through profit or loss	(41,599)	-
Repayment from associates	861	3,575
Interest received	3,636	1,762
Proceeds from disposal of property, plant and equipment	480	278
Advance of loan receivables	(29,089)	-
Change in pledged deposits	(35,099)	10,866
Net cash (used in)/generated from investing activities	<u>(123,821)</u>	<u>15,199</u>
Cash flows from financing activities		
Interest paid	(37,563)	(22,154)
Dividends paid to non-controlling interests	(4,231)	-
Net repayment of loans and borrowings	(4,612)	(23,499)
Repayment for lease liabilities	(3,926)	(1,030)
Net cash used in financing activities	<u>(50,332)</u>	<u>(46,683)</u>
Net increase/(decrease) in cash and cash equivalents	38,458	(12,648)
Effect of foreign exchange translation	31,635	-
Cash and cash equivalents as at the beginning of the year	<u>168,369</u>	<u>57,101</u>
Cash and cash equivalents as at the end of the period	<u>238,462</u>	<u>44,453</u>
Cash and cash equivalents included in the condensed consolidated statement of cash flows comprises:		
Cash and bank balances	192,664	31,346
Deposits placed with financial institutions	143,822	91,866
	<u>336,486</u>	<u>123,212</u>
Less:		
Pledged deposits	(98,024)	(78,759)
	<u>238,462</u>	<u>44,453</u>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2022.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

NOTES TO QUARTERLY REPORT

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by Malaysia Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 December 2022.

The significant accounting policies and methods applied in the interim financial statements are consistent with those adopted for the Group’s audited financial statements for the financial year ended 31 December 2022 except for the adoption of the following:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- 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 and International Tax Reform – Pillar Two Model Rules*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2024

- 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*

MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- 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*

The initial application of the above accounting standards, amendments and interpretations are not expected to have any material impact to the current financial period or prior period financial statements of the Group.

Change in Significant Accounting Policies

As disclosed in the Group’s audited financial statements for the year ended 31 December 2022, the Group reassessed its service concession assets relating to the Group’s Power Purchase Agreements to conform with the requirements of the IC Interpretation 12. As a result, the Group changed its intangible asset model to the financial asset model where the operator is considered to have an unconditional right to receive cash or another financial asset from the grantor. Financial assets resulting from the application of this policy are recorded in the statements of financial position under the heading ‘service concession assets’ and recognised at amortised cost.

The change in this accounting policy has been applied retrospectively for the financial year ended 31 December 2022. Accordingly, the Group has restated certain comparative amounts for the preceding financial quarters for this interim financial report.



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report on the financial statements for the year ended 31 December 2022 was not subject to any qualification.

3. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Group are not likely to be affected significantly by seasonal or cyclical factors.

4. EXCEPTIONAL OR EXTRAORDINARY ITEMS

There were no exceptional or extraordinary items for the current period.

5. CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in the previous financial year that have a material effect in the current quarter.

6. CHANGES IN DEBTS AND EQUITY SECURITIES

As at the date of this report, the Company increased its issued and paid up ordinary shares to 1,875,920,895 by way of issuance of 173,496 ordinary shares pursuant to the exercise of warrants.

Save for the above, there were no issuance and repayment of debts and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the quarter under review apart from the drawdown and repayment of loans and borrowings in the normal course of operations.



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

7. DIVIDEND PAID

There were no dividends paid during the period under review.

8. SIGNIFICANT RELATED PARTY TRANSACTIONS

Below are the significant related party transactions, which have been established under negotiated terms and entered into in the normal course of business:

	9 MONTHS ENDED 30-SEP-23 RM'000	9 MONTHS ENDED 30-SEP-22 RM'000
Associates		
<i>PT Harmoni Energy Indonesia</i>		
Interest income	515	660
Secondment fee income	<u>214</u>	<u>186</u>
<i>Musyati Mudajaya JV Sdn Bhd</i>		
Project management fee	-	316
Secondment fee income	98	98
Corporate guarantee fee	<u>224</u>	<u>224</u>
<i>Kendiri Emas Mudajaya Sdn Bhd</i>		
Secondment fee expense	315	-
Progress billing issued	<u>8,664</u>	<u>-</u>



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION

QUARTERLY RESULTS:

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
Q3 2023	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	51,600	68,181	2,623	1,820	-	-	124,224
Inter-segment	-	779	434	533	-	(1,746)	-
Total revenue	51,600	68,960	3,057	2,353	-	(1,746)	124,224
Results:							
(Loss)/Profit before tax	(1,116)	3,023	407	2,878	(3,006)	476	2,662
Interest income	203	1,171	50	6,472	-	-	7,896
Interest expenses	(991)	(6,476)	(920)	(3,762)	(1,823)	-	(13,972)
Depreciation and amortisation	(78)	(2,574)	(447)	(774)	(10)	-	(3,883)
Fair value gain on financial assets Designated at FVTPL	-	232	-	-	-	-	232
Reversal of impairment loss on receivables	-	-	235	-	-	-	235
Share of profit of associates	85	-	-	392	-	-	477
Income tax credit/(expenses)	10	(2,621)	(1,116)	(750)	(99)	-	(4,576)
(Loss)/Profit after tax	(1,106)	402	(709)	2,128	(3,105)	476	(1,914)



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

QUARTERLY RESULTS: (CONTINUED)

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
Q3 2022 (Restated)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	51,388	3,065	4,101	1,912	-	-	60,466
Inter-segment	-	11,187	503	514	-	(12,204)	-
Total revenue	51,388	14,252	4,604	2,426	-	(12,204)	60,466
Results:							
(Loss)/Profit before tax	(568)	2,232	96	5,970	(8,125)	4,134	3,739
Interest income	94	1	34	6,880	208	-	7,217
Interest expenses	(1,764)	(74)	(37)	(3,747)	(1,890)	-	(7,512)
Depreciation and amortisation	(325)	(355)	(434)	(779)	(27)	-	(1,920)
Fair value gain on derivative	1,047	-	-	-	-	-	1,047
Impairment loss on receivables	-	-	(313)	-	-	-	(313)
Share of profit of associates	351	-	-	2,663	-	-	3,014
Income tax (expense)/credit	(46)	486	104	3	-	-	547
(Loss)/Profit after tax	(614)	2,718	200	5,973	(8,125)	4,134	4,286



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS:

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
9 MONTHS ENDED 30-SEP-2023	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	122,703	210,736	10,855	5,400	-	-	349,694
Inter-segment	-	9,888	1,460	1,610	-	(12,958)	-
Total revenue	122,703	220,624	12,315	7,010	-	(12,958)	349,694
Results:							
(Loss)/Profit before tax	(30,634)	15,601	1,443	13,423	(13,005)	5,108	(8,064)
Interest income	590	2,097	144	21,564	2	-	24,397
Interest expenses	(2,811)	(17,238)	(2,677)	(11,354)	(5,262)	-	(39,342)
Depreciation and amortisation	(322)	(8,841)	(1,331)	(2,334)	(65)	-	(12,893)
Reversal of impairment loss on receivables	-	-	325	-	-	-	325
Fair value gain on financial assets Designated at FVTPL	-	232	-	-	-	-	232
Share of profit of associates	271	-	-	3,617	-	-	3,888
Income tax expense	(69)	(9,050)	(1,650)	(1,722)	(99)	-	(12,590)
(Loss)/Profit after tax	(30,703)	6,551	(207)	11,701	(13,104)	5,108	(20,654)



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
AS AT 30-SEP-23	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Assets:							
Included in the measure of segment assets are:							
Investment in associates	8,200	-	-	18,300	-	-	26,500
Additions to non-current assets	72	21,375	744	4	-	-	22,195
Segment assets	420,831	1,199,359	244,911	423,191	532,614	(693,569)	2,127,337
Segment liabilities	407,146	942,169	122,416	357,727	148,620	(508,867)	1,469,211



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
9 MONTHS ENDED 30-SEP-2022 (Restated)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	141,289	13,584	17,112	5,674	-	-	177,659
Inter-segment	-	22,256	1,510	1,534	-	(25,300)	-
Total revenue	141,289	35,840	18,622	7,208	-	(25,300)	177,659
Results:							
(Loss)/Profit before tax	(4,452)	928	3,377	19,780	(17,343)	8,398	10,688
Interest income	314	1	66	20,364	315	-	21,060
Interest expenses	(5,144)	(192)	(103)	(11,274)	(5,441)	-	(22,154)
Depreciation and amortisation	(1,349)	(1,293)	(1,261)	(2,326)	(81)	-	(6,310)
Fair value gain on derivative	121	-	-	-	-	-	121
Fair value gain on other investments	-	-	-	4,000	-	-	4,000
(Allowance for)/Reversal of impairment of financial instruments	(1,800)	-	(275)	-	-	-	(2,075)
Share of profit of associates	393	-	-	6,112	-	-	6,505
Income tax (expense)/credit	(46)	410	(973)	(66)	-	-	(675)
(Loss)/Profit after tax	(4,498)	1,338	2,404	19,714	(17,343)	8,398	10,013



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

	Construction	Trading and manufacturing	Property	Power	Others	Adjustments and eliminations	Total
AS AT 30-SEP-22 (Restated)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Assets:							
Included in the measure of segment assets are:							
Investment in associates	7,664	-	-	16,536	-	-	24,200
Additions to non-current assets	210	269	446	113	4	-	1,042
Segment assets	396,545	39,450	195,685	429,174	466,498	(535,838)	991,514
Segment liabilities	353,413	24,691	80,238	359,543	208,227	(343,492)	682,620

^ Additions to non-current assets consist of property, plant and equipment and investment properties.



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

QUARTERLY AND YEAR-TO-DATE RESULTS: (CONTINUED)

By geographical segment

	Malaysia	China	Adjustments and eliminations	Total
	RM'000	RM'000	RM'000	RM'000
9 MONTHS ENDED 30-SEP-2023				
External customers	156,378	193,316	-	349,694
Inter-segment	12,958	-	(12,958)	-
Total revenue	<u>169,336</u>	<u>193,316</u>	<u>(12,958)</u>	<u>349,694</u>
(Loss)/Profit before tax	(29,762)	16,590	5,108	(8,064)
As at 30-SEP-2023				
Segment assets	1,648,562	1,172,344	(693,559)	2,127,337
Segment liabilities	1,048,850	929,228	(508,867)	1,469,211
9 MONTHS ENDED 30-SEP-2022 (Restated)				
External customers	177,659	-	-	177,659
Inter-segment	25,300	-	(25,300)	-
Total revenue	<u>202,959</u>	<u>-</u>	<u>(25,300)</u>	<u>177,659</u>
Profit before tax	2,290	-	8,398	10,688
As at 30-SEP-2022 (Restated)				
Segment assets	1,527,352	-	(535,838)	991,514
Segment liabilities	<u>1,026,112</u>	<u>-</u>	<u>(343,492)</u>	<u>682,620</u>



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

QUARTERLY AND YEAR-TO-DATE RESULTS: (CONTINUED)

By geographical segment

	Malaysia	China	Adjustments and eliminations	Total
	RM'000	RM'000	RM'000	RM'000
Q3 2023				
External customers	61,096	63,128	-	124,224
Inter-segment	1,746	-	(1,746)	-
Total revenue	<u>62,842</u>	<u>63,128</u>	<u>(1,746)</u>	<u>124,224</u>
(Loss)/Profit before tax	(1,440)	3,626	476	2,662
Q3 2022 (Restated)				
External customers	60,466	-	-	60,466
Inter-segment	12,204	-	(12,204)	-
Total revenue	<u>72,670</u>	<u>-</u>	<u>(12,204)</u>	<u>60,466</u>
(Loss)/Profit before tax	(395)	-	4,134	3,739

Exchange rates used:

As at 30 September 2023 - MYR / RMB : 1.5519
For the period ended 30 September 2023 – MYR / RMB : 1.5563



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTIES AND OTHER INVESTMENTS

The carrying amount of property, plant and equipment is at cost less depreciation and impairment losses. Investment properties measured at cost are accounted for similarly to property, plant and equipment. The carrying amount of other investment is measured at fair value through profit or loss.

There were no changes to the valuation of property, plant and equipment, investment properties and other investments since the last audited financial statements.

11. SUBSEQUENT EVENTS

There were no material events subsequent to the current quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

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

13. CONTINGENT LIABILITIES

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

14. CORPORATE PROPOSAL

On 29 November 2023, the Company announced that it proposes to vary the manner of settlement of the balance consideration for the acquisition of Real Jade. Pursuant to negotiations between Mudajaya and the Vendor, the balance consideration will be settled through a combination of cash and the issuance of shares in the Company.

On an even date, the Company announced that it proposes to undertake a renounceable rights issue of up to 531,480,223 new ordinary shares (“Rights Shares”) on the basis of 1 Rights Share for every 4 existing ordinary shares held together with up to 531,480,223 free detachable warrants (“Warrants”) on the basis of 1 warrant for every Rights Share subscribed for at an issue price of RM0.17 for each Rights Share. Application for the proposals shall be made to the relevant authorities within 2 months from the date of the announcement.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE

	Individual Quarter			Changes	
	Current Year Quarter 30-SEP-2023 RM'000	Preceding Year Corresponding Quarter 30-SEP-2022 RM'000 (Restated)		RM'000	%
Revenue	124,224	60,466	63,758		>100
Profit from operations	10,579	4,121	6,458		>(100)
Profit before interest and tax	16,634	11,251	5,383		48
Profit before tax	2,662	3,739	(1,077)		(29)
(Loss)/Profit after tax	(1,914)	4,286	(6,200)		>(100)
(Loss)/Profit attributable to owners of the Company	(4,956)	3,678	(8,634)		>(100)

Please refer Note 9 - Segmental information for the results of the respective business segments

The Group recorded revenue of RM124.2 million and profit before tax ("PBT") of RM2.7 million in the current quarter as compared to revenue of RM60.5 million and PBT of RM3.7 million in the corresponding quarter of 2022. The current quarter's revenue reflect the consolidation of revenue streams attributable to the acquisition of Real Jade Group in November 2022, relating to the manufacturing, trading and sale of cement as well as activities in energy conservation and reuse solutions in China. Decrease in PBT in the current quarter is mainly due to lower share of profit from an associate in Indonesia which was affected by higher material costs in the current quarter.

The performances of the respective business segments are as follow:

Construction segment: This segment reported revenue and loss before tax ("LBT") of RM51.6 million and RM1.1 million respectively in the current quarter as compared to revenue of RM51.4 million and LBT of RM0.6 million in the corresponding quarter of 2022. Higher LBT is reported in current period was mainly due to the lower share of profit of associates in the current period.

Trading and manufacturing segment: This segment consists of the cement business and trading of building materials in China as well as the trading in construction materials and manufacturing of construction related products in Malaysia. The revenue recognised from the cement business in China was approximately 93% of this segment revenue in the current quarter. This segment reported revenue of RM68.1 million and PBT of RM3.0 million respectively in the current quarter as compared to revenue of RM3.1 million and PBT of RM2.2 million in the corresponding quarter of 2022, following from the acquisition of the Real Jade group from November 2022.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

QUARTERLY ANALYSIS: (CONTINUED)

Property segment: This segment reported revenue and PBT of RM2.6 million and RM0.4 million respectively in the current quarter as compared to RM4.1 million and PBT of RM0.1 million in the corresponding quarter of 2022. Currently, efforts are continuing to clear the remaining property portfolio as new projects are being planned in Batu Kawah New Township at Kuching, Sarawak for the coming year.

Power segment: This segment reported revenue and PBT of RM1.8 million and RM2.9 million respectively in the current quarter as compared to revenue of RM1.9 million and PBT of RM6.0 million in the corresponding quarter of 2022. Lower PBT in the current quarter is mainly due to lower share of profit from an associate in Indonesia which was affected by higher material costs in the current quarter as mentioned above.

Other segment: This segment consists of the investment holding division of the Group. This segment reported a LBT of RM3.0 million in the current quarter as compared to LBT of RM8.1 million in the corresponding quarter of 2022. The lower LBT in the current quarter was mainly due to lower unrealised foreign exchange losses in the current quarter relating to foreign currency borrowings.

YEAR-TO-DATE ANALYSIS

	Cumulative Period			
	Current Year To-date 30-SEP-2023 RM'000	Preceding Year Correponding Period 30-SEP-2022 RM'000	Changes	
			RM'000	%
Revenue	349,694	177,659	172,035	97
Profit from operations	13,024	9,272	3,752	40
Profit before interest and tax	31,278	32,842	(1,564)	(5)
(Loss)/Profit before tax	(8,064)	10,688	(18,752)	>(100)
(Loss)/Profit after tax	(20,654)	10,013	(30,667)	>(100)
(Loss)/Profit attributable to owners of the Company	(30,737)	7,706	(38,443)	>(100)

Please refer Note 9 - Segmental information for the results of the respective business segments

The Group reported revenue of RM349.7 million and LBT of RM8.1 million for the period ended 30 September 2023 as compared to revenue of RM177.7 million and PBT of RM10.7 million in the corresponding period ended 30 September 2022. As mentioned earlier, the current period's revenue reflect the consolidation of new revenue streams attributable to the acquisition of Real Jade Group in November 2022. LBT in the current period as compared to PBT in the corresponding quarter of 2022 is mainly due to the reassessment of the cost of a construction contract in the second quarter of this year. However, the impact is partially offset by the profit generated from Real Jade Group.



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

YEAR-TO-DATE ANALYSIS: (CONTINUED)

The performances of the respective business segments are as follows:

Construction segment: This segment reported revenue of RM122.7 million and LBT of RM30.6 million in the current 9 months period as compared to revenue of RM141.3 million and LBT of RM4.5 million in the previous year's corresponding period. The lower performance in the current period is mainly due to the reassessment of the cost of a construction contract last quarter as mentioned above.

Trading and manufacturing segment: This segment consists of the cement business and trading of building materials in China as well as the trading in construction materials and manufacturing of construction related products in Malaysia. The revenue recognised from the cement business in China was approximately 92% of this segment revenue in the current period. This segment reported revenue of RM210.7 million and PBT of RM15.6 million in the current period as compared to revenue of RM13.6 million and PBT of RM0.9 million in the previous year's corresponding period which follows from the acquisition of the Real Jade group in China from November 2022. The Real Jade group's businesses are in the manufacturing, trading and sale of cement as well as in energy conservation and reuse solutions in China, which has improved the Group's results significantly.

Property segment: This segment reported revenue of RM10.9 million and PBT of RM1.4 million in the current 9 months period as compared to revenue of RM17.1 million and PBT of RM3.4 million in the previous year's corresponding period. Currently, efforts are continuing to clear the remaining property portfolio while new projects are being planned in Batu Kawah New Township at Kuching, Sarawak for the coming year.

Power segment: This segment reported revenue of RM5.4 million and PBT of RM13.4 million in the current period as compared to revenue of RM5.7 million and PBT of RM19.8 million in the previous year's corresponding period. The revenue remains constant whilst lower PBT in the current period is mainly due to the recognition of the fair value gain on investment in RKM in 2022, coupled with the lower share of profit from an associate in Indonesia which was affected by higher material costs in the current period.

Other segment: This segment consists of the investment holding division of the Group. This segment reported LBT of RM13.0 million in the current period ended 30 September 2023 as compared LBT of RM17.3 million in the previous year's corresponding period. The lower LBT in the current period is mainly due to lower unrealised foreign exchange losses in the current period relating to foreign currency borrowings.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

16. COMPARISON WITH PRECEDING QUARTER'S REPORT

	Current Year Quarter 30-SEP-2023 RM'000	Immediate Preceding Quarter 30-JUN-2023 RM'000	Changes	
			RM'000	%
Revenue	124,224	121,740	2,484	2
Profit/(Loss) from operations	10,579	(5,784)	16,363	>100
Profit/(Loss) before interest and tax	16,634	(1,185)	17,819	>100
Profit/(Loss) before tax	2,662	(15,816)	18,478	>100
Loss after tax	(1,914)	(20,359)	18,445	91
Loss attributable to owners of the Company	(4,956)	(24,893)	19,937	80

The Group recorded revenue and PBT of RM124.2 million and RM2.7 million in the current quarter compared to revenue and LBT of RM121.7 million and RM15.8 million in the immediate preceding quarter. The higher revenue in the current quarter was mainly contributed by the higher sales of cement in China as the production has resumed to the normal capacity in the current quarter. However, as mentioned above, the Group's bottom line was impacted by the reassessment of the cost of a construction contract in the immediate preceding quarter.



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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

17. PROSPECTS

The new businesses of Real Jade group in China have started to contribute significantly to the Group with revenue and profit before tax of RM193.3 million and RM16.6 million respectively in the current nine months period ended 30 September 2023 representing 55% of the Group's total revenue for the period. Following the ongoing upgrade of our cement production plant in Shandong, the Group's China subsidiary has entered the ranks of the national high-tech enterprises jointly issued by Beijing Municipal Science and Technology Commission, Beijing Municipal Bureau of Finance and Beijing Municipal Taxation Bureau. This achievement is a testimony of the Real Jade Group's excellent scientific and technological talents and R&D teams with strong competitiveness. We are optimistic that the Group's expanded geographical presence in the China market will be able to capitalise on growth opportunities in cement manufacturing and trading, as well as in the areas of energy conservation and waste recycling solutions. In addition to our manufacturing venture in China, the Construction Division is also exploring opportunities to participate in selected projects in China by providing project management services.

At the local level, the 2024 budget¹ has highlighted the construction sector is allocated with higher development allocations and new projects, such as the Klang Valley Light Rail Transit's five new stations, the nationwide flood mitigation programme, and Penang's first LRT project. It is hoped that Malaysian construction sector will improve in FY2024, especially with the continuation of several key infrastructure projects such as East Coast Railway Link Project (ECRL), utility related projects such as sewerage treatment plants and power generation projects. With the recent success in securing a RM195.1 million contract related to ECRL project in August 2023, we are hopeful to secure other infrastructure and private investment projects to replenish our current order book of RM425.9 million.

Mudajaya's Concession Asset is poised to participate in the renewable energy generation projects related to the recently announced National Energy Transition Roadmap (NETR) Phase 1. In addition, the Group is also well positioned to benefit from the recent government announcement on the lifting of the renewable energy export ban thus permitting cross border electricity sales programme. Abroad, the Group continues to seek opportunities in the renewable energy sector in Indonesia.

The current economic environment provides opportunities for our property division to continue its new launches in Batu Kawah New Township at Kuching, Sarawak for the coming year.

¹ Source: *Budget 2024, MOF*

18. VARIANCE ON PROFIT FORECAST

The Company did not issue any profit forecast or profit guarantee during the current quarter under review.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

19. INCOME TAX EXPENSE/(CREDIT)

	CURRENT QUARTER 30-SEP-23 RM'000	9 MONTHS ENDED 30-SEP-23 RM'000	CURRENT QUARTER 30-SEP-22 RM'000	9 MONTHS ENDED 30-SEP-22 RM'000
Current tax expense				
Malaysian taxation	900	2,506	209	1,431
Overseas taxation - China	2,495	9,364	-	-
	<u>3,395</u>	<u>11,869</u>	<u>209</u>	<u>1,431</u>
Under/(Over) provision of tax in prior years				
Malaysian taxation	859	859	(233)	(233)
Overseas taxation - China	-	435	-	-
Deferred tax expense	<u>322</u>	<u>(573)</u>	<u>(523)</u>	<u>(523)</u>
	<u>4,576</u>	<u>12,590</u>	<u>(547)</u>	<u>675</u>

The effective tax rate of Malaysian subsidiaries for the current quarter and current period is higher than the statutory tax rate in Malaysia was mainly due to the effect of unrecognised deferred tax assets arising from the losses in certain subsidiaries.

The applicable tax rate for China resident subsidiaries is 25%, except for a subsidiary which has been recognised as a high and new technology enterprise in Shandong Province and enjoys a preferential tax rate of 15%. For the current reporting period, the Group's effective tax rate for overseas taxation is higher than the corresponding statutory tax rate mainly due to the non-recurring withholding tax expenses incurred in the current period as a result of the dividend received from a subsidiary in accordance with Enterprise Income Tax Law of China.

20. GROUP BORROWINGS AND DEBT SECURITIES

i. Details of the Group's borrowings are as follow:

AS AT 30 SEPTEMBER 2023				
		Long term RM'000	Short term RM'000	Total borrowings RM'000
Secured				
Revolving credits	Floating	-	69,854	69,854
Invoice financing	Floating	-	4,730	4,730
Term loans denominated in RM	Floating	47,833	5,876	53,709
Green SRI Sukuk Wakalah	Fixed	182,791	14,837	197,628
Other borrowings denominated in HKD (HKD130 million)	Fixed	-	78,029	78,029
		<u>230,624</u>	<u>173,326</u>	<u>403,950</u>



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

20. GROUP BORROWINGS AND DEBT SECURITIES (CONTINUED)

i. Details of the Group's borrowings are as follow:

AS AT 30 SEPTEMBER 2023				
		Long term RM'000	Short term RM'000	Total borrowings RM'000
Unsecured				
Revolving credits	Floating	-	4,000	4,000
Bankers' acceptance	Floating	-	3,568	3,568
Term loan denominated in RM	Fixed	-	26,000	26,000
Term loan denominated in USD (USD21 million)	Fixed	98,700	-	98,700
Other borrowings denominated in HKD (HKD371 million)	Fixed	202,894	-	202,894
		<u>301,594</u>	<u>33,568</u>	<u>335,162</u>
Total Group's borrowings		<u>532,218</u>	<u>206,894</u>	<u>739,112</u>

AS AT 30 SEPTEMBER 2022				
		Long term RM'000	Short term RM'000	Total borrowings RM'000
Secured				
Revolving credits	Floating	-	40,214	40,214
Term loan denominated in USD (USD10 million)	Fixed	-	46,391	46,391
Term loan denominated in RM	Fixed/Floating	2,794	3,590	6,384
Green SRI Sukuk Wakalah	Fixed	200,000	15,000	215,000
		<u>202,794</u>	<u>105,195</u>	<u>307,989</u>
Unsecured				
Revolving credits	Floating	-	4,000	4,000
Bankers' acceptance	Floating	-	5,754	5,754
Term loan denominated in RM	Fixed	-	46,000	46,000
Term loan denominated in USD (USD20 million)	Fixed	-	92,782	92,782
Advance from shareholder	Fixed	-	15,500	15,500
		<u>-</u>	<u>164,036</u>	<u>164,036</u>
Total Group's borrowings		<u>202,794</u>	<u>269,231</u>	<u>472,025</u>



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

20. GROUP BORROWINGS AND DEBT SECURITIES (CONTINUED)

- i. Total borrowings increased from RM472.0 million as at 30 September 2022 to RM739.1 million as at 30 September 2023 mainly due to consolidation of the borrowings attributable to the acquisition of Real Jade Group in November 2022 and drawdown of borrowings during the period under review.
- ii. Total repayment of borrowings during the period under review amounted to RM25.7 million with an estimated net interest savings of RM1.5 million per annum.
- iii. The weighted average interest rate of the Group's borrowings is 5.92% p.a for the period under review.

21. FINANCIAL RISK MANAGEMENT

The Group has exposure on credit risk from its receivables:

The Group's objective is to seek continual revenue growth while minimising losses incurred due to an increased credit risk exposure. The Group trades only with recognised and creditworthy customers. It is the Group's policy that all customers that wish to trade on credit terms are subject to its credit evaluation procedures and the exposure to credit risk is monitored on an ongoing basis.

Ageing analysis of trade receivables of the Group are as follows:

	AS AT 30-SEP-23 RM'000
Neither past due nor impaired	252,292
1 to 30 days past due but not impaired	9,230
31 to 60 days past due but not impaired	6,118
61 to 90 days past due but not impaired	6,622
More than 90 days past due but not impaired	20,613
	<u>294,875</u>

Trade receivables are non-interest bearing and generally on 30 days to 365 days terms.



QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

22. CHANGES IN MATERIAL LITIGATION

There were no changes in material litigation against the Group as at the reporting date.

23. DIVIDEND

There were no dividend declared during the period ended 30 September 2023.

24. BASIC EARNINGS PER SHARE

The 'Basic and Diluted earnings per share' for the current period are calculated by dividing the profit for the period/year attributable to owners of the Company by the 'Weighted Average' number of ordinary shares in issue during the period/year respectively.

	CURRENT QUARTER 30-SEP-23	9 MONTHS ENDED 30-SEP-23
<u>Basic loss per share</u>		
Loss for the period attributable to owners of the Company (RM'000)	(4,956)	(30,737)
Weighted average number of ordinary shares ('000)	1,875,755	1,875,755
Basic loss earnings per share (sen)	<u>(0.26)</u>	<u>(1.64)</u>
<u>Diluted loss per shares</u>		
Weighted average number of ordinary shares ('000)	1,875,755	1,875,755
Effect of dilution from potential exercise of warrants ('000)	<u>70,825</u>	<u>70,825</u>
	<u>1,946,587</u>	<u>1,946,587</u>
Diluted loss earnings per share (sen)	<u>(0.25)</u>	<u>(1.58)</u>