



Mudajaya Group Berhad

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

**Interim Financial Report
31 December 2023**



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

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

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-DEC-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-DEC-22 RM'000	CURRENT YEAR TO DATE 31-DEC-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-DEC-22 RM'000
Revenue	111,007	99,442	460,701	305,192
Operating expenses	(129,766)	(114,503)	(466,436)	(283,069)
(Loss)/Profit from operations	(18,759)	(15,061)	(5,735)	22,123
Interest income	7,375	26,968	31,772	29,522
Other income	10,078	3,189	15,457	5,622
Foreign exchange (loss)/gain	(1,154)	3,268	(4,708)	2,615
Fair value loss on derivative	—	(1,318)	—	(1,197)
Fair value gain on financial assets designated as fair value through profit or loss	253	202	485	202
Depreciation and amortization	(3,623)	8,617	(16,516)	(10,217)
Gain on disposal of property, plant and equipment	719	358	1,199	629
Property, plant and equipment written off	(10)	—	(10)	(1,782)
Fair value gain on other investment	—	2,500	—	6,500
(Reversal of)/Negative goodwill from business combination	(2,101)	6,248	(2,101)	6,248
Reversal of/(Allowance for) impairment of financial instruments	7,309	1,151	7,634	(711)
Impairment loss of other current assets	(1,261)	—	(1,261)	—
Interest expense	(13,076)	(9,529)	(52,418)	(31,683)
Inventories written down to net realisable value	—	(2,899)	—	(2,899)
Share of results of associates, net of tax	(828)	(305)	3,060	4,917



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

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-DEC-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-DEC-22 RM'000	CURRENT YEAR TO DATE 31-DEC-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-DEC-22 RM'000
(Loss)/Profit before tax	(15,078)	23,389	(23,142)	29,889
Income tax credit/(expense)	1,341	(4,749)	(11,249)	(5,424)
(Loss)/Profit after tax	(13,737)	18,640	(34,391)	24,465
Other comprehensive income:				
Foreign currency translation differences	(14,286)	(11,291)	(7,451)	(15,211)
Total comprehensive (loss)/income	(28,023)	7,349	(41,842)	9,254
(Loss)/Profit attributable to:				
Owners of the Company	(20,925)	13,946	(51,662)	17,593
Non-controlling interest	7,188	4,694	17,271	6,872
	(13,737)	18,640	(34,391)	24,465
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(33,103)	12,474	(65,649)	12,266
Non-controlling interest	5,080	(5,125)	23,807	(3,012)
	(28,023)	7,349	(41,842)	9,254
Earnings per share attributable to equity holders of the Company:				
Basic and diluted earnings per share (sen)	(1.21)	1.00	(2.75)	1.26

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.

The basic and diluted earnings per ordinary shares for both current and corresponding periods were calculated based on the weighted average number of ordinary shares of 1,875,791,000 and 1,394,062,000 respectively.



MUDAJAYA GROUP BERHAD
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 DECEMBER 2023**

	UNAUDITED AS AT 31-DEC-23 RM'000	AUDITED AS AT 31-DEC-22 RM'000
Assets		
Property, plant and equipment	166,574	170,525
Right of use assets	38,298	41,790
Investment properties	50,673	49,918
Intangible assets	10,934	11,604
Service concession assets	262,325	278,354
Investment in associates	25,672	22,612
Land held for property development	24,181	24,120
Other investments	29,283	28,436
Deferred tax asset	8,743	1,925
Other receivables	29,945	17,554
Total non-current assets	646,628	646,838
Service concession assets	14,996	12,565
Inventories	94,658	97,636
Other current assets	154,916	156,145
Contract assets	14,500	65,610
Trade and other receivables	926,564	683,723
Loan receivables	23,487	29,130
Tax recoverable	1,227	2,922
Financial assets at fair value through profit or loss	26,358	—
Cash and bank balances	306,956	231,294
Total current assets	1,563,662	1,279,025
Total assets	2,210,290	1,925,863



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

	UNAUDITED AS AT 31-DEC-23 RM'000	AUDITED AS AT 31-DEC-22 RM'000
Equity		
Share capital	667,683	663,450
Warrant reserves	—	4,195
Foreign currency translation reserve	(17,219)	(3,232)
Accumulated losses	(311,931)	(260,269)
Equity attributable to owners of the Company	338,533	404,144
Non-controlling interests	283,144	274,844
Total equity	621,677	678,988
Liabilities		
Loans and borrowings	323,072	473,502
Lease liabilities	39,880	41,868
Refundable deposits	2,774	2,695
Deferred tax liabilities	34,884	35,411
Total non-current liabilities	400,610	553,476
Loans and borrowings	596,882	256,359
Lease liabilities	2,007	2,655
Trade and other payables	528,744	379,854
Contract liabilities	12,178	6,248
Tax liabilities	48,192	48,283
Total current liabilities	1,188,003	693,399
Total liabilities	1,588,613	1,246,875
Total equity and liabilities	2,210,290	1,925,863
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.18	0.21

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 both current and corresponding periods have been calculated based on 1,875,921,000 and 1,875,747,000 ordinary shares respectively.



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

	← <i>Attributable to owners of the Company</i> →				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	—	—	(13,987)	—	(13,987)	6,536	(7,451)
Loss for the year	—	—	—	(51,662)	(51,662)	17,271	(34,391)
Total comprehensive loss	—	—	(13,987)	(51,662)	(65,649)	23,807	(41,842)
Contribution by and distributions to owners of the Company							
Issuance of ordinary shares pursuant to exercise of warrants	38	—	—	—	38	—	38
Transferred from warrant reserve to share capital	4,195	(4,195)	—	—	—	—	—
Dividends to non-controlling interest	—	—	—	—	—	(15,507)	(15,507)
Total transactions with owners of the Company	4,233	(4,195)	—	—	38	(15,507)	(15,469)
At 31 December 2023	667,683	—	(17,219)	(311,931)	338,533	283,144	621,677



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

	← <i>Attributable to owners of the Company</i> →				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 2022	502,054	38,426	2,095	(277,862)	264,713	38,088	302,801
Foreign currency translation differences for foreign operations	—	—	(5,327)	—	(5,327)	(9,884)	(15,211)
Profit for the year	—	—	—	17,593	17,593	6,872	24,465
Total comprehensive income	—	—	(5,327)	17,593	12,266	(3,012)	9,254
Contribution by and distributions to owners of the Company							
Issuance of ordinary shares pursuant to exercise of warrants	127,165	—	—	—	127,165	—	127,165
Transferred from warrant reserve to share capital	34,231	(34,231)	—	—	—	—	—
Dividends to non-controlling interest	—	—	—	—	—	(13,349)	(13,349)
Total transactions with owners of the Company	161,396	(34,231)	—	—	127,165	(13,349)	113,816
Acquisition of subsidiaries	—	—	—	—	—	253,112	253,112
Disposal of a subsidiary	—	—	—	—	—	5	5
At 31 December 2022	663,450	4,195	(3,232)	(260,269)	404,144	274,844	678,988



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

	YEAR ENDED	
	31-DEC-23 RM'000	31-DEC-22 RM'000
Cash flows from operating activities		
Profit before tax	(23,142)	29,889
<i>Adjustments for:</i>		
Amortisation of intangible asset	784	646
Interest income	(31,772)	(29,522)
Interest expense	52,418	31,683
Depreciation of property, plant and equipment	10,882	5,880
Depreciation of investment properties	1,061	925
Depreciation of right-of-use assets	3,789	2,766
Fair value loss on derivative	—	1,197
Fair value gain on financial assets designated as fair value through profit or loss	—	(202)
Fair value gain on other investment	—	(6,500)
Gain on disposal of property, plant and equipment	(1,199)	(629)
Gain on disposal of right-of-use assets	—	(2)
Gain on disposal of a subsidiary	—	(16)
Property, plant and equipment written-off	10	1,782
(Reversal of)/Impairment loss of trade and other receivables	(7,634)	711
Inventories written down to net realisable value	—	587
Impairment loss of other current assets	1,261	—
Loan receivables written-off	4,913	—
Modification loss from service concession assets	1,032	—
(Reversal of)/Negative goodwill from business combination	2,101	(6,248)
Net unrealised loss on foreign exchange	(1,912)	(3,346)
Share of profit of equity accounted associates	(3,060)	(4,917)
Operating profit before changes in working capital	9,532	24,684
Change in service concession assets	38,454	36,159
Change in inventories	2,112	23,353
Change in other current assets	—	(2,559)
Change in contract assets	51,110	(46,328)
Change in trade and other receivables	(270,692)	37,268
Change in refundable deposits	79	330
Change in trade and other payables	158,759	(77,922)
Change in contract liabilities	5,930	(19,039)
Cash used in operations	(4,716)	(24,054)
Tax paid	(16,411)	(7,256)
Tax refunded	—	1,142
Net cash used in operating activities	(21,127)	(30,168)



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

	YEAR ENDED	
	31-DEC-23	31-DEC-22
	RM'000	RM'000
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,196)	(2,477)
Acquisition of a subsidiary, net of cash and cash equivalent required	—	(15,898)
Proceeds from disposal of property, plant and equipment	2,539	773
Additional expenditure in investment property	(5)	—
Additional in other investments	(847)	—
Increase in investment in an associate	—	(240)
Repayment from associates	933	4,983
Interest received	5,190	2,928
Proceeds from redemption of loans receivable	6,372	29,958
Purchase of financial assets at fair value through profit or loss	(26,358)	—
Proceeds from redemption of financial assets at fair value through profit or loss	—	59,658
Change in pledged deposits	(95,475)	26,700
Net cash (used in)/generated from investing activities	<u>(115,847)</u>	<u>106,385</u>
Cash flows from financing activities		
Dividend paid to non-controlling interest	(15,507)	(13,349)
Advance from non-controlling interest	—	29
Proceeds from issuance of ordinary shares pursuant to exercise of warrants	38	127,165
Repayment of loan and borrowings	(114,670)	(122,536)
Drawdown of loan and borrowings	274,947	97,423
Repayment for lease liabilities	(5,886)	(1,494)
Interest paid	(49,957)	(31,683)
Net cash generated from financing activities	<u>88,965</u>	<u>55,555</u>
Net (decrease)/increase in cash and cash equivalents	(48,009)	131,772
Effect of foreign exchange rate fluctuations	28,196	(20,504)
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 year	<u>148,556</u>	<u>168,369</u>
Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:		
Cash and bank balances	116,257	131,651
Deposits placed with financial institutions	190,699	99,643
	<u>306,956</u>	<u>231,294</u>
Less:		
Pledged deposits	(158,400)	(62,925)
	<u>148,556</u>	<u>168,369</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 FOURTH QUARTER ENDED 31 DECEMBER 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 and Appendix 9B 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 2024

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

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

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

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.

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.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

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. 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 debt 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.

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:

	YEAR ENDED 31-DEC-23 RM'000	YEAR ENDED 31-DEC-22 RM'000
Associates		
<i>PT Harmoni Energy Indonesia</i>		
Interest income	680	850
Secondment fee	293	251
<i>Musyati Mudajaya JV Sdn Bhd</i>		
Project management fee	—	316
Secondment fee	131	129
Corporate guarantee fee	299	299
<i>Kendiri Emas Mudajaya Sdn Bhd</i>		
Secondment fee payable	344	117
Progress billing issued	18,728	—



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION

QUARTERLY RESULTS:

	Construction contracts	Property	Power	Trading and manufacturing	Others	Adjustments and eliminations	Total
Q4 2023	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	35,681	4,289	1,819	69,218	—	—	111,007
Inter-segment	—	394	573	231	—	(1,198)	—
Total revenue	35,681	4,683	2,392	69,449	—	(1,198)	111,007
Results:							
Included in the measure of segment profit/(loss) are:							
(Loss)/Profit before tax	(7,686)	(256)	47	(2,979)	899	(5,103)	(15,078)
Interest income	157	68	6,069	1,081	—	—	7,375
Interest expenses	(995)	(936)	(3,756)	(5,281)	(2,108)	—	(13,076)
Depreciation and amortisation	(87)	(444)	(763)	(2,328)	(1)	—	(3,623)
Fair value gain on financial assets designated at fair value through profit or loss	—	—	—	253	—	—	253
Reversal of impairment of financial instruments	—	340	16	6,953	—	—	7,309
Share of profit/(loss) of associates	101	—	(929)	—	—	—	(828)
Income tax (expenses)/credit	(905)	(1,220)	9,022	(4,519)	(1,037)	—	1,341
(Loss)/Profit after tax	(8,591)	(1,476)	9,069	(7,498)	(138)	(5,103)	(13,737)



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

	Construction contracts	Property	Power	Trading and manufacturing	Others	Adjustments and eliminations	Total
Q4 2022	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:							
External customers	77,678	1,240	(26,179)	46,703	—	—	99,442
Inter-segment	—	513	511	5,318	—	(6,342)	—
Total revenue	77,678	1,753	(25,668)	52,021	—	(6,342)	99,442
Results:							
Included in the measure of segment profit/(loss) are:							
Profit/(Loss) before tax	6,026	8,749	9,515	(2,889)	4,136	(2,148)	23,389
Interest income	174	41	26,248	360	145	—	26,968
Interest expenses	(1,606)	(597)	(3,163)	(2,399)	(1,764)	—	(9,529)
Depreciation and amortisation	(271)	(433)	11,745	(2,397)	(27)	—	8,617
Fair value loss on derivatives	(1,318)	—	—	—	—	—	(1,318)
Fair value gain on other investment	—	—	2,500	—	—	—	2,500
Fair value gain on financial assets designated at fair value through profit or loss (Allowance for)/Reversal of	—	—	—	202	—	—	202
impairment of financial instruments	—	(50)	—	1,201	—	—	1,151
Share of profit/(loss) of associates	263	—	(568)	—	—	—	(305)
Income tax expenses	(2)	(245)	(3,023)	(1,480)	1	—	(4,749)
Profit/(Loss) after tax	6,024	8,504	6,492	(4,369)	4,137	(2,148)	18,640



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS:

YEAR ENDED 31-DEC-2023	Construction contracts RM'000	Property RM'000	Power RM'000	Trading and manufacturing RM'000	Others RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue:							
External customers	158,384	15,144	7,219	279,954	—	—	460,701
Inter-segment	—	1,854	2,183	10,119	—	(14,156)	—
Total revenue	158,384	16,998	9,402	290,073	—	(14,156)	460,701
Results:							
Included in the measure of segment profit/(loss) are:							
(Loss)/Profit before tax	(47,650)	1,187	13,470	21,952	(12,106)	5	(23,142)
Interest income	747	212	27,633	3,178	2	—	31,772
Interest expenses	(3,806)	(3,613)	(15,110)	(22,519)	(7,370)	—	(52,418)
Depreciation and amortisation	(409)	(1,775)	(3,097)	(11,169)	(66)	—	(16,516)
Fair value gain on financial assets designated at fair value through profit or loss	—	—	—	485	—	—	485
Reversal of impairment of financial instruments	—	430	251	6,953	—	—	7,634
Share of profit of associates	372	—	2,688	—	—	—	3,060
Income tax (expenses)/credit	(974)	(2,870)	7,300	(13,569)	(1,136)	—	(11,249)
(Loss)/Profit after tax	(48,624)	(1,683)	20,770	8,383	(13,242)	5	(34,391)



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

YEAR ENDED 31-DEC-2023	Construction contracts RM'000	Property RM'000	Power RM'000	Trading and manufacturing RM'000	Others RM'000	Adjustments and eliminations RM'000	Total RM'000
Assets:							
Included in the measure of segment assets are:							
Investment in associates	8,300	—	17,372	—	—	—	25,672
Additions to non-current assets [^]	311	1,933	3	3,319	—	—	5,566
Segment assets	407,094	244,807	431,798	1,297,448	535,694	(706,551)	2,210,290
Segment liabilities	415,831	120,377	356,910	1,058,804	145,827	(509,136)	1,588,613

[^] Additions to non-current assets consist of property, plant and equipment, investment property and service concession assets.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

YEAR ENDED 31-DEC-2022	Construction contracts RM'000	Property RM'000	Power RM'000	Trading and manufacturing RM'000	Others RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue:							
External customers	218,967	18,352	7,586	60,287	—	—	305,192
Inter-segment	—	2,023	2,045	27,574	—	(31,642)	—
Total revenue	218,967	20,375	9,631	87,861	—	(31,642)	305,192
Results:							
Included in the measure of segment profit/(loss) are:							
Profit/(Loss) before tax	1,574	12,126	25,107	(1,961)	(13,207)	6,250	29,889
Interest income	488	107	28,107	361	459	—	29,522
Interest expenses	(6,750)	(700)	(14,437)	(2,591)	(7,205)	—	(31,683)
Depreciation and amortisation	(1,620)	(1,694)	(3,105)	(3,690)	(108)	—	(10,217)
Fair value loss on derivatives	(1,197)	—	—	—	—	—	(1,197)
Fair value gain on other investments	—	—	6,500	—	—	—	6,500
Fair value gain on financial assets designated at fair value through profit or loss	—	—	—	202	—	—	202
(Allowance for)/Reversal of impairment of financial instruments	(1,587)	(325)	—	1,201	—	—	(711)
Share of profit of associates	657	—	4,260	—	—	—	4,917
Income tax (expenses)/credit	(48)	(1,218)	(3,089)	(1,070)	1	—	(5,424)
Profit/(Loss) after tax	1,526	10,908	22,018	(3,031)	(13,206)	6,250	24,465



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS: (CONTINUED)

Assets:

Included in the measure of segment assets are:

Investment in associates	7,928	—	14,684	—	—	—	22,612
Additions to non-current assets [^]	407	451	113	1,502	4	—	2,477
Segment assets	438,740	248,832	437,860	964,886	538,122	(702,577)	1,925,863
Segment liabilities	391,614	124,880	381,435	597,779	251,452	(500,285)	1,246,875

[^] Additions to non-current assets consist of property, plant and equipment, investment property and service concession assets.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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
YEAR ENDED 31-DEC-2023				
External customers	208,920	251,781	—	460,701
Inter-segment	14,156	—	(14,156)	—
Total revenue	223,076	251,781	(14,156)	460,701
(Loss)/Profit before tax	(46,672)	23,525	5	(23,142)
As at 31-DEC-2023				
Segment assets	1,649,277	1,267,564	(706,551)	2,210,290
Segment liabilities	1,055,267	1,042,482	(509,136)	1,588,613
YEAR ENDED 31-DEC-2022				
External customers	264,809	40,383	—	305,192
Inter-segment	31,642	—	(31,642)	—
Total revenue	296,451	40,383	(31,642)	305,192
Profit/(Loss) before tax	24,676	(1,037)	6,250	29,889
As at 31-DEC-2022				
Segment assets	1,701,455	926,985	(702,577)	1,925,863
Segment liabilities	1,061,366	685,794	(500,285)	1,246,875



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QUARTERLY REPORT FOR FOURTH QUARTER ENDED 31 DECEMBER 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
Q4 2023				
External customers	52,542	58,465	—	111,007
Inter-segment	1,198	—	(1,198)	—
Total revenue	<u>53,740</u>	<u>58,465</u>	<u>(1,198)</u>	<u>111,007</u>
(Loss)/Profit before tax	(16,910)	6,935	(5,103)	(15,078)
Q4 2022				
External customers	60,218	39,224	—	99,442
Inter-segment	6,342	—	(6,342)	—
Total revenue	<u>66,560</u>	<u>39,224</u>	<u>(6,342)</u>	<u>99,442</u>
Profit/(Loss) before tax	26,572	(1,035)	(2,148)	23,389

Exchange rates used:

As at 31 December 2023 — MYR / RMB : 1.5378

For the period ended 31 December 2023 — MYR / RMB : 1.5503



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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. The listing application in relation to the proposals has been submitted to Bursa Malaysia Securities Berhad on 22 January 2024.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE

QUARTERLY ANALYSIS:

	Individual Quarter			
	Current Year Quarter 31-DEC-2023 RM'000	Preceding Year Corresponding Quarter 31-DEC-2022 RM'000	Changes	
			RM'000	%
Revenue	111,007	99,442	11,565	12
Loss from operations	(18,759)	(15,061)	(3,698)	25
(Loss)/Profit before interest and tax	(2,002)	32,918	(34,920)	(>100)
(Loss)/Profit before tax	(15,078)	23,389	(38,467)	(>100)
(Loss)/Profit after tax	(13,737)	18,640	(32,377)	(>100)
(Loss)/Profit attributable to owners of the Company	(20,925)	13,946	(34,871)	(>100)

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

The Group recorded revenue of RM111.0 million and loss before tax ("LBT") of RM15.1 million in the current quarter as compared to revenue of RM99.4 million and profit before tax ("PBT") of RM23.4 million in the corresponding quarter of 2022. Revenue for the current quarter reflects the consolidation of revenue streams for three months compared to two months in the corresponding quarter of 2022 due to the acquisition of Real Jade Group in November 2022, which relates to cement manufacturing, trading and sales as well as energy conservation and reuse activities in China. The decrease in PBT in the current quarter is mainly due to the reassessment of the cost of a construction contract and a lower share of an associate's profit in the current quarter.

The performances of the respective business segments are as follow:

Construction segment: This segment reported revenue and LBT of RM35.7 million and RM7.7 million respectively in the current quarter as compared to revenue of RM77.7 million and PBT of RM6.0 million in the corresponding quarter of 2022. Higher LBT is reported in current period is mainly due to the reassessment of the cost of a construction contract and a lower share of an associate's profit in the current 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 84% of this segment revenue in the current quarter. This segment reported revenue of RM69.2 million and LBT of RM3.0 million respectively in the current quarter as compared to revenue of RM46.7 million and LBT of RM2.9 million in the corresponding quarter of 2022, following from the acquisition of the Real Jade group from November 2022.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

QUARTERLY ANALYSIS: (CONTINUED)

Property segment: This segment reported revenue and LBT of RM4.3 million and RM0.3 million respectively in the current quarter as compared to RM1.2 million and PBT of RM8.7 million in the corresponding quarter of 2022. The higher PBT in the corresponding quarter was due to the one-off reversal of a cost provision that was no longer required.

Power segment: This segment reported revenue and PBT of RM1.8 million and RM0.05 million respectively in the current quarter as compared to downward adjustment in revenue of RM26.2 million and PBT of RM9.5 million in the corresponding quarter of 2022 as a result of change in accounting policies in the financial year ended 31 December 2022. Lower PBT in the current quarter is mainly due to a lower share of an associate's profit in the current quarter as mentioned above.

Other segment: This segment consists of the investment holding division of the Group. This segment reported a PBT of RM0.9 million in the current quarter as compared to PBT of RM4.1 million in the corresponding quarter of 2022. The lower PBT in the current quarter is mainly due to reversal of negative goodwill from business combination recognised in the corresponding quarter.

YEAR-TO-DATE ANALYSIS

	Cumulative Period			
	Current Year To-date 31-DEC-2023 RM'000	Preceding Year Corresponding Period 31-DEC-2022 RM'000	Changes	
			RM'000	%
Revenue	460,701	305,192	155,509	51
(Loss)/Profit from operations	(5,735)	22,123	(27,858)	(>100)
Profit before interest and tax	29,276	61,572	(32,296)	(52)
(Loss)/Profit before tax	(23,142)	29,889	(53,031)	(>100)
(Loss)/Profit after tax	(34,391)	24,465	(58,856)	(>100)
(Loss)/Profit attributable to owners of the Company	(41,842)	17,593	(59,435)	(>100)



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

YEAR-TO-DATE ANALYSIS (CONTINUED)

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

The Group reported revenue of RM460.7 million and LBT of RM23.1 million for the year ended 31 December 2023 as compared to revenue of RM305.2 million and PBT of RM29.9 million in the preceeding year. As mentioned earlier, revenue for the current year reflects the consolidation of revenue streams for twelve months compared to two months in the corresponding quarter of 2022 due 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 during the year. However, the impact is partially offset by the profit generated from China operations.

The performances of the respective business segments are as follows:

Construction segment: This segment reported revenue of RM158.4 million and LBT of RM47.7 million in the current year as compared to revenue of RM219.0 million and PBT of RM1.6 million in the preceeding year. The lower performance in the current year is mainly due to the reassessment of the cost of a construction contract during the year 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 90% of this segment revenue in the current year. This segment reported revenue of RM280.0 million and PBT of RM22.0 million in the current year as compared to revenue of RM60.3 million and LBT of RM2.0 million in the preceeding year 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 RM15.1 million and PBT of RM1.2 million in the current year as compared to revenue of RM18.3 million and PBT of RM12.1 million in the preceeding year. The higher PBT in the corresponding quarter was due to the one-off reversal of a cost provision that was no longer required .

Power segment: This segment reported revenue of RM7.2 million and PBT of RM13.5 million in the current year as compared to revenue of RM7.6 million and PBT of RM25.1 million in the preceeding year. The lower PBT in the current year is mainly due to the one-off recognition of the fair value gain on the investment in RKM in 2022, combined with the lower share of profit of an associate in the current year.

Other segment: This segment consists of the investment holding division of the Group. This segment reported LBT of RM12.1 million in the current year as compared LBT of RM13.2 million in the preceeding year. The lower LBT in the current period is mainly due to lower unrealised foreign exchange loss in the current year relating to foreign currency borrowings.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

16. COMPARISON WITH PRECEDING QUARTER'S REPORT

	Current Year Quarter	Immediate Preceding Quarter	Changes	
	31-DEC-2023	30-SEP-2023	RM'000	%
Revenue	RM'000 111,007	RM'000 124,224	(13,217)	(11)
(Loss)/Profit from operations	(18,759)	10,579	(29,338)	(>100)
(Loss)/Profit before interest and tax	(2,002)	16,634	(18,636)	(>100)
(Loss)/Profit before tax	(15,078)	2,662	(17,740)	(>100)
Loss after tax	(13,737)	(1,914)	(11,823)	>100
Loss attributable to owners of the Company	(20,925)	(4,956)	(15,969)	>100

The Group recorded revenue and LBT of RM111.0 million and RM15.1 million in the current quarter compared to revenue and PBT of RM124.2 million and RM16.6 million in the immediate preceding quarter. The lower performance in the current quarter was impacted by the reassessment of the cost of a construction contract in the quarter as mentioned above.

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 RM251.8 million and RM23.5 million respectively in the current year ended 31 December 2023 representing 55% of the Group's total revenue for the year. Following the ongoing upgrade of our cement production plant in Shandong, the Group's China subsidiary has been attained the ranks of the national high-tech enterprises jointly recognised 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 RM381.4 million.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

17. PROSPECTS (CONTINUED)

Mudajaya's business of power segment 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.

19. TAX (CREDIT)/EXPENSE

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	31-DEC-23 RM'000	31-DEC-22 RM'000	31-DEC-23 RM'000	31-DEC-22 RM'000
Current tax expense				
Malaysian taxation	1,018	1,085	3,523	2,516
Overseas taxation	4,268	3,081	13,632	3,081
	<u>5,286</u>	<u>4,166</u>	<u>17,155</u>	<u>5,597</u>
(Over)/Under provision of tax in prior years				
Malaysian taxation	1	(264)	860	(497)
Overseas taxation	(435)	99	—	99
	<u>(434)</u>	<u>(165)</u>	<u>860</u>	<u>(398)</u>
Deferred tax expense	(6,193)	748	(6,766)	225
	<u>(1,341)</u>	<u>4,749</u>	<u>11,249</u>	<u>5,424</u>

For the current quarter and the period under review, the Group's effective tax rate is lower than the statutory rate of 24% mainly due to certain income not being subject to tax and utilisation of carried forward tax losses to offset against the chargeable income.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

20. GROUP BORROWINGS AND DEBT SECURITIES

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

AS AT 31 DECEMBER 2023				
Interest rate	Long term RM'000	Short term RM'000	Total borrowings RM'000	
Secured				
Revolving credits	Floating	—	69,230	69,230
Invoice financing	Floating	—	2,304	2,304
Term loan denominated in RM	Fixed/Floating	43,734	8,006	51,740
Green SRI Sukuk Wakalah	Fixed	182,791	14,837	197,628
Other borrowings denominated in HKD (HKD130 million)	Fixed	—	76,545	76,545
		226,525	170,922	397,447
Unsecured				
Revolving credits	Floating	—	4,000	4,000
Bankers' acceptance	Floating	—	4,573	4,573
Invoice financing denominated in RMB (RMB253.45 million)	Floating	—	164,682	164,682
Term loan denominated in RM	Fixed	—	27,000	27,000
Term loan denominated in USD (USD21 million)	Fixed	96,547	—	96,547
Other borrowing denominated in HKD (HKD372.57 million)	Fixed	—	225,705	225,705
		96,547	425,960	522,507
Total Group's borrowings		323,072	596,882	919,954
AS AT 31 DECEMBER 2022				
Interest rate	Long term RM'000	Short term RM'000	Total borrowings RM'000	
Secured				
Revolving credits	Floating	—	61,514	61,514
Term loan denominated in RM	Fixed/Floating	51,737	7,876	59,613
Green SRI Sukuk Wakalah	Fixed	197,628	15,000	212,628
Other borrowings denominated in HKD (HKD200.00 million)	Fixed	113,107	45,243	158,350
		362,472	129,633	492,105
Unsecured				
Revolving credits	Floating	—	4,000	4,000
Bankers' acceptance	Floating	—	4,414	4,414
Term loan denominated in RM	Fixed	—	30,000	30,000
Term loan denominated in USD (USD20 million)	Fixed	—	88,312	88,312
Other borrowing denominated in HKD (HKD214.98 million)	Fixed	111,030	—	111,030
		111,030	126,726	237,756
Total Group's borrowings		473,502	256,359	729,861



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

20. GROUP BORROWINGS AND DEBT SECURITIES (CONTINUED)

- i. Total borrowings increased from RM729.9 million as at 31 December 2022 to RM920.0 million as at 31 December 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 5.35% 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 third parties. 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 31-DEC-23 RM'000
Neither past due nor impaired	518,357
1 to 30 days past due but not impaired	7,280
31 to 60 days past due but not impaired	3,634
61 to 90 days past due but not impaired	4,415
More than 90 days past due but not impaired	41,286
	<u>574,972</u>

Trade receivables are non-interest bearing and generally on 30 days to 90 days terms to third party and 30 days terms to related parties.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 year ended 31 December 2023.

24. BASIC EARNINGS PER SHARE

The 'Basic and Diluted earnings per share' for the current period and the comparative year 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, excluding treasury shares held by the Company.

	CURRENT QUARTER 31-DEC-23	YEAR ENDED 31-DEC-23
<u>Basic and Diluted earnings per share:-</u>		
Loss for the period/year attributable to owners of the Company (RM'000)	<u>(20,925)</u>	<u>(51,662)</u>
Weighted average number of ordinary shares ('000)	1,875,791	1,857,791
Basic and diluted earnings per share (sen)	<u>(1.21)</u>	<u>(2.75)</u>