

**CITRA NUSA HOLDINGS BERHAD**  
**(198901004452)(181758-A)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		2023	2022	2023	2022
		CURRENT QUARTER 30/06/2023 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2022 RM'000	CURRENT YEAR TO DATE 30/06/2023 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2022 RM'000
Revenue	B1	15,508	16,936	30,292	38,690
Direct operating costs		(7,195)	(8,480)	(15,358)	(17,836)
Gross profit		8,313	8,456	14,934	20,854
Other income		671	638	1,056	684
Operating costs		(8,045)	(9,876)	(16,028)	(21,099)
Finance costs		(92)	(78)	(205)	(220)
Profit/(Loss) before taxation	B2	847	(860)	(243)	219
Taxation	B5	(180)	(263)	(360)	(545)
Profit/(Loss) for the financial period		667	(1,123)	(603)	(326)
Other comprehensive (income)/loss		199	(45)	152	(127)
Total comprehensive income/(loss) for the financial period		866	(1,168)	(451)	(453)
Profit/(Loss) attributable to:					
Owners of the Company		629	(1,063)	(528)	(173)
Non-controlling interest		38	(60)	(75)	(153)
		667	(1,123)	(603)	(326)
Total comprehensive income/(loss) attributable to:					
Owners of the Company		828	(1,108)	(376)	(300)
Non-controlling interest		38	(60)	(75)	(153)
		866	(1,168)	(451)	(453)
Weighted average number of shares in issue ('000)		720,000	720,000	720,000	720,000
Earnings per share (sen) - basic	B10	0.09	(0.15)	(0.07)	(0.02)
- diluted	B10	0.09	(0.15)	(0.07)	(0.02)

**Note 1:**

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**CITRA NUSA HOLDINGS BERHAD**  
**(198901004452)(181758-A)**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2023**

Note	Unaudited AS AT 30/06/2023 RM'000	Audited AS AT 31/12/2022 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	29,520	29,438
Investment properties	6,854	5,104
Intangible asset	720	856
Other Investment	1,388	143
Investment in preference shares	2,000	2,000
	40,482	37,541
<b>Current Assets</b>		
Inventories	11,487	14,096
Trade receivables	3,470	7,371
Other receivables, deposits and prepayments	1,420	4,170
Short-term investment	13,347	10,483
Cash and cash equivalents	10,698	13,018
	40,422	49,138
<b>TOTAL ASSETS</b>	80,904	86,679
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share capital	72,000	72,000
Treasury shares	(48)	(41)
Exchange translation reserve	(49)	(201)
Legal capital reserve	178	178
Accumulated loss	(3,168)	(2,640)
<b>Total equity attributable to the Owners of the Company</b>	68,913	69,296
Non-controlling interest	700	775
<b>Total Equity</b>	69,613	70,071
<b>Non-current Liability</b>		
Lease liabilities	B7 984	1,090
	984	1,090
<b>Current Liabilities</b>		
Trade payables	2,598	4,238
Other payables, deposits and accruals	6,675	10,098
Lease liabilities	B7 932	1,017
Tax payable	102	165
	10,307	15,518
<b>Total Liabilities</b>	11,291	16,608
<b>TOTAL EQUITY AND LIABILITIES</b>	80,904	86,679
Net assets per share attributable to owners of the Company (RM)	0.10	0.10

**Note:**

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**CITRA NUSA HOLDINGS BERHAD**  
**(198901004452)(181758-A)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

	← Attributable to the Owners of the Company →				Distributable Retained earnings/ (Accumulated loss)	Non-controlling	Total
	← Non-distributable →		→ Exchange translation →				
	Share capital	Legal reserve	Treasury shares	Exchange reserve			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Balance as of 1 January 2023</b>	72,000	178	(41)	(201)	(2,640)	775	70,071
Loss for the period	-	-	-	-	(528)	(75)	(603)
<b>Other comprehensive loss</b>							
Foreign currency translation	-	-	-	152	-	-	152
<b>Transactions with Owners of the Company</b>							
Purchase of treasury shares	-	-	(7)	-	-	-	(7)
Total transactions with Owners of the Company	-	-	(7)	-	-	-	(7)
<b>Balance as of 30 June 2023</b>	<u>72,000</u>	<u>178</u>	<u>(48)</u>	<u>(49)</u>	<u>(3,168)</u>	<u>700</u>	<u>69,613</u>

	← Attributable to the Owners of the Company →				Distributable Retained earnings/ (Accumulated loss)	Non-controlling	Total
	← Non-distributable →		→ Exchange translation →				
	Share capital	Legal reserve	Treasury shares	Exchange reserve			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Balance as of 1 January 2022</b>	72,000	178	-	63	(859)	1,251	72,633
Loss for the period	-	-	-	-	(173)	(153)	(326)
<b>Other comprehensive loss</b>							
Foreign currency translation	-	-	-	(127)	-	-	(127)
<b>Transactions with Owners of the Company</b>							
Purchase of treasury shares	-	-	(8)	-	-	-	(8)
Total transactions with Owners of the Company	-	-	(8)	-	-	-	(8)
<b>Balance as of 30 June 2022</b>	<u>72,000</u>	<u>178</u>	<u>(8)</u>	<u>(64)</u>	<u>(1,032)</u>	<u>1,098</u>	<u>72,172</u>

**Note:**

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**CITRA NUSA HOLDINGS BERHAD**  
**(198901004452)(181758-A)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

	<b>6 Months Ended 30/06/2023 RM'000</b>	<b>6 Months Ended 30/06/2022 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
(Loss)/Profit before tax	(243)	219
Adjustments for:		
Amortisation of intangible assets	121	149
Depreciation of property, plant and equipment	856	913
Interest expenses	205	220
Interest income	(626)	(88)
Inventories written down	52	-
Reversal of inventories written down	(280)	(23)
Property, plant and equipment written off	23	15
Intangible asset written off	15	-
Gain on disposal of property, plant and equipment	(66)	-
Unrealised gain on foreign exchange currency	(143)	(89)
	<hr/>	<hr/>
Operating profit before working capital changes	(86)	1,316
Inventories	2,837	(1,449)
Receivables	6,794	(386)
Payables	(5,063)	(2,116)
	<hr/>	<hr/>
Cash generated from/(used in) operations	4,482	(2,635)
Interest paid	(205)	(220)
Interest received	626	88
Tax paid	(423)	(533)
Net cash generated from/(used in) operating activities	<hr/>	<hr/>
	4,480	(3,300)
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant and equipment	(895)	(335)
Purchase of treasury shares	(7)	(8)
Purchase of investment property	(1,750)	-
Purchase of other investments	(1,245)	-
Proceeds from investment in preference shares	-	1,450
Withdrawal/(Placement) of short-term investments	(2,864)	337
Net cash (used in)/generated from investing activities	<hr/>	<hr/>
	(6,761)	1,444
<b>Cash Flows from Financing Activity</b>		
Repayment of lease liabilities, representing net cash used in financing activity	(191)	(238)
	<hr/>	<hr/>
<b>Net Decrease in Cash and Cash Equivalents</b>	(2,472)	(2,094)
<b>Foreign exchange differences</b>	152	(127)
<b>Cash and Cash Equivalents at beginning of period</b>	<hr/>	<hr/>
<b>Cash and Cash Equivalents at end of period</b>	<hr/>	<hr/>
	10,698	8,045
Cash and Cash Equivalents at end of period comprise of the followings:-		
Cash and bank balances	<hr/>	<hr/>
	10,698	8,045
	<hr/>	<hr/>

**Note :**

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

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

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in the Malaysia Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa”).

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

The interim financial statements of the Group have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards (“IFRS”) and the Companies Act 2016 in Malaysia.

**A2. Significant Accounting Policies**

The accounting policies and presentation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2022. The adoption of the new standards did not have any significant impact towards the Group.

**Effective for financial periods beginning on or after 1 January 2023**

MFRS 17 and Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9- Comparative Information
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transactions
Amendments to MFRS 112	International Tax Reform - Pillar Two Model Rules

**Effective for financial periods beginning on or after 1 January 2024**

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-Current Liabilities with Covenants
Amendments to MFRS 101	Classification of Liabilities as Current and Non-current

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

**A2. Significant Accounting Policies (cont’d)**

**Effective date deferred indefinitely**

Amendments to MFRS 10 and MFRS 128	Sale of Contribution of Assets between an Investor and its Associate or Joint Venture
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**A3. Auditors' Report**

There were no audit qualifications on the annual audited financial statements of the Group for the financial year ended 31 December 2022.

**A4. Seasonal or Cyclical Factors**

The Group’s performance is affected by seasonal or cyclical factors on quarter-to-quarter basis; the demand may be skewed towards major festivities. This pattern is in line with the forecast and expectation of the Group.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter and financial year-to-date under review.

**A6. Material Changes in Estimates**

There were no changes in the estimate of amounts reported in the prior interim periods of the current financial year, or in previous years, which have material effect on the current quarter under review.

**A7. Changes in Debts and Equity Securities**

Save as disclosed below, there were no issuances, repurchases and repayment of debt and equity securities during the quarter ended 30 June 2023.

As at 30 June 2023, the number of treasury shares held was 800,000 CNH Shares.

**A8. Dividend Paid**

There were no dividends paid during the current quarter under review.

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

**A9. Segmental Reporting**

The segmental revenue and results for the financial year-to-date under review are as follows:

	Current quarter		Year to-date	
	Revenue	Results	Revenue	Results
	30/06/2023	30/06/2023	30/06/2023	30/06/2023
	RM’000	RM’000	RM’000	RM’000
Marketing and trading	10,711	547	21,486	462
Manufacturing	6,959	12	13,192	(1,011)
Others	370	90	898	29
Inter-segment elimination	(2,532)	236	(5,284)	202
	15,508	885	30,292	(318)
Income tax		(180)		(360)
Non-controlling interests		(38)		75
Profit/(Loss) for the period		667		(603)

The segmental revenue and results for the preceding year’s corresponding financial year-to-date are as follows:

	Current quarter		Year to-date	
	Revenue	Results	Revenue	Results
	30/06/2022	30/06/2022	30/06/2022	30/06/2022
	RM’000	RM’000	RM’000	RM’000
Marketing and trading	12,312	42	30,367	1,793
Manufacturing	8,481	(5)	16,158	(613)
Others	533	(514)	1,079	(818)
Inter-segment elimination	(4,390)	(443)	(8,914)	(296)
	16,936	(920)	38,690	66
Income tax		(263)		(545)
Non-controlling interests		60		153
Loss for the period		(1,123)		(326)

**A10. Changes in the Composition of the Group**

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

**A11. Changes in Contingent Assets and Contingent Liabilities**

As at the date of this announcement, there were no material changes in contingent assets and contingent liabilities of the Group since the last audited financial statements for the financial year ended 31 December 2022.

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

**A12. Capital Commitment**

The outstanding capital commitments as at the end of the financial period were as follows:

	<b>As at 30.06.2023 RM’000</b>
Capital expenditure approved and contracted for	39
Capital expenditure approved and not contracted for	2,571
	<u>2,610</u>

**A13. Subsequent Material Events**

There were no material events subsequent to the current quarter up to the date of the interim financial report.

**A14. Related Party Transactions**

Related party transactions were summarised as follows:

	<b>Current quarter RM’000</b>	<b>Cumulative quarter RM’000</b>
<b><u>CNI Corporation Sdn Bhd</u></b>		
Management fee paid and payable	60	115
Trade purchase paid and payable	101	443
<b><u>CNI Venture Sdn Bhd</u></b>		
Research and development expenditure paid and payable	54	102
<b><u>CNI IPHC</u></b>		
Trademark fee paid and payable	67	133



**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of Performance**

(a) Results for current year quarter compared to corresponding quarter of the preceding year

The Group recorded revenue of RM15.51 million for the current quarter ended 30 June 2023 as compared to RM16.94 million in the previous year corresponding quarter, decreased by 8%.

	<b>Current year quarter</b>	<b>Preceding Year Corresponding quarter</b>	<b>Changes %</b>	<b>Current year-to-date</b>	<b>Preceding Year Corresponding quarter</b>	<b>Changes %</b>
	<b>30/06/2023</b>	<b>30/06/2022</b>		<b>30/06/2023</b>	<b>30/06/2022</b>	
	<b>RM'000</b>	<b>RM'000</b>		<b>RM'000</b>	<b>RM'000</b>	
Revenue	15,508	16,936	-8%	30,292	38,690	-22%
Profit/(Loss) Before Tax	847	(860)	>100%	(243)	219	>100%
Profit/(Loss) After Tax	667	(1,123)	>100%	(603)	(326)	85%
Profit/(Loss) Attributable to Owners of the Company	629	(1,063)	>100%	(528)	(173)	>100%

The revenue from the marketing and trading segment decreased from RM12.31 million to RM10.71 million, a decrease of 13% as compared to the previous corresponding quarter. The decrease in revenue is primarily due to a softer than expected rebound of purchases post buy-up and festive spending during the current quarter under review.

Revenue contribution from the manufacturing segment decreased from RM8.48 million to RM6.96 million, a decrease of 18% as compared to the previous corresponding quarter. This was mainly attributable to low customer's orders.

Revenue contribution from the other segments i.e. investment holding, retail of food and beverage businesses were RM0.37 million.

(b) Results for Current YTD 2023 vs corresponding YTD 2022

The Group's revenue for the financial period ended 30 June 2023 was RM30.29 million, 22% decrease compared to the previous corresponding period per factors stated above in B1(a).

The Group's loss after tax for the financial period ended 30 June 2023 was RM0.60 million, mainly due low sales.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B2. Material Change in Profit before Taxation (PBT) of Current Quarter Compared with Immediate Preceding Quarter**

The Group's PBT for the current quarter was RM0.85 million, compared to LBT of RM1.09 million in the immediate preceding quarter, mainly due to increase in other income.

	<b>Current quarter</b>	<b>Immediate Preceding quarter</b>	<b>Changes %</b>
	<b>30/06/2023</b>	<b>30/03/2023</b>	
	<b>RM'000</b>	<b>RM'000</b>	
Revenue	15,508	14,784	5%
Profit/(Loss) Before Tax	847	(1,090)	>100%

**B3. Commentary on Prospects and Targets**

We see our CBO's continued business building efforts and the relevance of our business model. However, we see a softer than expected rebound from the pre-price increase and festive period buy-up. This will present some headwind in the remaining quarters of the year. We will continue efforts to shore up our sales and marketing programmes and speed up new product introductions to spur consumption. In addition, we will review ongoing cost optimization initiatives to manage expenditure.

**B4. Profit Forecast and Profit Guarantee**

The Group has not issued or disclosed in any public documents any profit forecast or profit guarantee for the current quarter under review.

**B5. Taxation**

The breakdown of tax charge for the current quarter and financial year-to-date were as follows:

	<b>Current quarter</b>	<b>Year-to-date</b>
	<b>RM'000</b>	<b>RM'000</b>
Income Tax Expense	<u>180</u>	<u>360</u>

The Malaysian income tax is calculated at the statutory tax rate of 24% of the estimated taxable profit for the financial year. The effective tax rate of the Group for the financial year was higher than the statutory tax rate mainly due to certain expenses not tax allowable.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B6. Corporate Proposals**

Save as disclosed below, there were no corporate proposals announced but not completed as at 16 August 2023 (the latest practicable date which is not earlier than 7 days from the date of this quarterly report).

At the 34<sup>th</sup> Annual General Meeting of the Company held on 25 May 2023, the ordinary resolutions in respect of the following were approved by the shareholders of the Company:

1. Proposed Renewal of Shareholders' Mandate for Existing Recurrent Related Party Transactions of a Revenue or Trading Nature; and
2. Proposed Renewal of Authority for the Company to Purchase its Own Shares.

**B7. Group Borrowings and Debt Securities**

The details of the Group borrowings (denominated in Ringgit Malaysia and foreign currency) as at 30.06.2023 were as follow:

	<b>Total</b>
	<b>RM'000</b>
<b>Secured</b>	
Short-term borrowings	
Lease liabilities	932
Long-term borrowings	
Lease liabilities	984
	1,916

**B8. Material Litigation**

The Group is not engaged in any material litigation since the date of the last annual statement of financial position up to the date of issuance of this quarterly report.

**B9. Proposed Dividend**

There was no dividend proposed in the current quarter.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B10. Earnings per Share**

**(a) Earnings per share**

The basic earnings per share for the current quarter and financial period-to-date are computed as follow:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>Current Year to-date</b>	<b>Preceding Year Corresponding Period</b>
Profit/(Loss) attributable to the owners of the Company (RM'000)	629	(1,063)	(528)	(173)
Weighted average number of ordinary shares in issue ('000)	720,000	720,000	720,000	720,000
Basic earnings per share (sen)	0.09	(0.15)	(0.07)	(0.02)

**(b) Diluted earnings per share**

There were no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period.

**B11. Loss for the period**

Loss before tax is arrived at after charging/ (crediting) the following items:

	<b>Current Quarter</b>	<b>Financial Year-to-date</b>
	<b>RM'000</b>	<b>RM'000</b>
Amortisation of intangible assets	46	121
Depreciation of property, plant and equipment	432	856
Interest expenses	92	205
Interest income	(419)	(626)
Unrealised gain on foreign exchange	(110)	(143)

**B12. Authorised for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 August 2023.