

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Note	CURRENT QUARTER		CUMULATIVE QUARTER	
		Current Quarter Ended 31.12.2023 RM'000	Preceding Quarter ended 31.12.2022 RM'000	Current Period Ended 31.12.2023 RM'000	Preceding Period ended 31.12.2022 RM'000
Revenue	A4	136,408	52,071	166,070	143,075
Cost of sales		(127,033)	(43,370)	(152,299)	(131,583)
Gross profit		9,375	8,701	13,771	11,492
Other income		1,240	9,838	1,623	11,802
Staff costs		(2,393)	(3,181)	(5,054)	(7,046)
Other operating expenses		(4,869)	(533)	(6,543)	(7,396)
Profit from operations		3,353	14,825	3,797	8,852
Finance costs		(1,615)	(955)	(3,221)	(2,216)
Share of results of jointly controlled entities		1,189	(2,209)	5,054	1,892
Profit before taxation		2,927	11,661	5,630	8,528
Taxation	B5	(256)	24	(256)	888
Net profit for the period		2,671	11,685	5,374	9,416
Other comprehensive income					
Currency translation differences		(4)	859	40	(149)
Other comprehensive income for the period, net of tax		(4)	859	40	(149)
Total comprehensive income for the period		2,667	12,544	5,414	9,267
Profit attributable to:					
Owners of the parent		2,671	8,724	5,374	7,096
Non-controlling interests		-	2,961	-	2,320
		2,671	11,685	5,374	9,416
Total comprehensive income for the period					
Owners of the parent		2,668	9,584	5,404	6,947
Non-controlling interests		(1)	2,960	10	2,320
		2,667	12,544	5,414	9,267
Earnings per share attributable to Owners of the parent	B15				
- Basic (Sen)		0.17	0.56	0.35	0.46
- Diluted (Sen)		0.17	0.56	0.35	0.46

The unaudited statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED STATEMENT OF FINANCIAL POSITION OF THE GROUP
AS AT 31 DECEMBER 2023**

	Note	As At 31.12.2023 RM'000	Audited As At 30.6.2023 RM'000
Assets			
Non-current Assets			
Property, vessel and equipment		38,768	42,973
Investments in jointly controlled entities		8,430	4,126
Deferred tax assets		255	168
Other investments		350	350
		<u>47,803</u>	<u>47,617</u>
Current Assets			
Contract Assets		32,160	66,654
Trade receivables		41,001	33,624
Other receivables		24,171	27,905
Tax recoverable		639	658
Cash and bank balances		32,684	52,607
		<u>130,655</u>	<u>181,448</u>
Total Assets		<u>178,458</u>	<u>229,065</u>
Equity And Liabilities			
Equity Attributable To Owners Of The Parent			
Share capital		442,667	442,667
Other reserves		(2,887)	(2,917)
Retained profits		(487,347)	(492,721)
		<u>(47,567)</u>	<u>(52,971)</u>
Non-controlling interests		(6,340)	(6,350)
Total Equity		<u>(53,907)</u>	<u>(59,321)</u>
Non-current Liabilities			
Borrowings	B8	2,649	2,649
Deferred tax liabilities		731	731
		<u>3,380</u>	<u>3,380</u>
Current Liabilities			
Borrowings	B8	100,641	109,619
Trade payables		78,284	134,768
Other payables		49,996	40,503
Tax payable		65	116
		<u>228,986</u>	<u>285,006</u>
Total Liabilities		<u>232,366</u>	<u>288,386</u>
Total Equity And Liabilities		<u>178,459</u>	<u>229,065</u>
Net Assets Per Share (RM)		<u>(0.03)</u>	<u>(0.03)</u>

The unaudited statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Attributable to Owners of the Parent					
	Non-Distributable			Distributable		
	Share Capital RM'000	Other Reserves RM'000	Retained Profits/ (Losses) RM'000	Total RM'000	Non-controlling interests RM'000	Total Equity RM'000
As at 1 July 2023	442,667	(2,917)	(492,721)	(52,971)	(6,350)	(59,321)
Profit for the period	-	-	5,374	5,374	-	5,374
Other comprehensive gain	-	30	-	30	10	40
As at 31 December 2023	442,667	(2,887)	(487,347)	(47,567)	(6,340)	(53,907)

The unaudited condensed consolidated statement of changes in equity of the Group should be read in conjunction the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY OF THE GROUP (Continued)
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Attributable to Owners of the Parent					
	Non-Distributable		Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Other Reserves RM'000	Retained Profits/ (Losses) RM'000	Total RM'000		
As at 1 July 2022	442,667	(2,406)	(507,890)	(67,629)	(5,162)	(72,791)
Profit/(loss) for the year	-	-	15,169	15,169	(981)	14,188
Other comprehensive loss	-	(511)	-	(511)	(207)	(718)
As at 30 June 2023	442,667	(2,917)	(492,721)	(52,971)	(6,350)	(59,321)

The unaudited condensed consolidated statement of changes in equity of the Group should be read in conjunction the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED STATEMENT OF CASH FLOW OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Current Period Ended 31.12.2023 RM'000	Preceding Period ended 31.12.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,630	8,528
Adjustment for:		
Interest income	(276)	(98)
Interest expense	3,221	2,216
Depreciation	4,205	6,515
Loss/(Gain) on foreign currency translation	206	(4,166)
Share of results of a jointly controlled entity	(5,054)	(1,892)
Impairment loss on property, vessel and equipment	-	4,783
Disposal of investment in JV & assc	250	-
Gain on disposal of property, vessel and equipment	-	(1,976)
Operating profit before working capital changes	8,182	13,910
Contract asset	34,407	-
Trade and other receivables	(3,821)	(159,277)
Trade and other payables	(47,268)	154,196
Cash (used in)/generated from operating activities	(8,500)	8,829
Taxes paid	-	-
Interest paid	(3,221)	(1,479)
Net cash flow (used in)/generated from operating activities	(11,721)	7,350
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income received	276	98
Proceeds from disposal of fixed assets	-	1,683
Dividend received from JCE	500	4,000
Net cash flows generated from investing activities	776	5,781

The unaudited statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED STATEMENT OF CASH FLOW OF THE GROUP (continued)
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Current Period Ended 31.12.2023 RM'000	Preceding Period ended 31.12.2022 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawing of Revolving Credit	1,640	-
Repayment of MTN - Sukuk Ijarah	(10,269)	-
Net repayment of term loans	(14)	(55)
Marginal deposit	2,710	(1,276)
Net cash flows used in financing activities	<u>(5,933)</u>	<u>(1,331)</u>
Net (decrease)/increase in cash and cash equivalents	(16,878)	11,800
Cash and cash equivalents at beginning of financial period	<u>43,603</u>	<u>20,537</u>
Cash and cash equivalents at end of financial period	<u><u>26,725</u></u>	<u><u>32,337</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash on hand and at banks	27,288	33,233
Deposits with licensed banks	5,396	22,121
	<u>32,684</u>	<u>55,354</u>
Bank overdrafts (Note B8)	(563)	(896)
Amount pledged for bank guarantee facilities	(5,396)	(22,121)
	<u>26,725</u>	<u>32,337</u>
Total cash and cash equivalents	<u><u>26,725</u></u>	<u><u>32,337</u></u>

The unaudited statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention. The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting, the International Accounting Standard (“IAS”) 34 Interim Financial Reporting and Chapter 9.22, part K of Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and should be read in conjunction with the audited financial statements for the financial period ended 30 June 2023.

The interim financial statements should be read in conjunction with the explanatory notes attached to the interim financial statements which provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

A2. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Adoption of amendments/improvements to MFRSs

The Group and the Company have adopted the following amendments/improvements to MFRSs for the current financial year:

Amendments/Improvements to MFRSs

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 3	Business Combinations
MFRS 9	Financial Instruments
MFRS 16	Leases
MFRS 116	Property, Plant and Equipment
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 141	Agriculture

The adoption of the above amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group's and the Company's existing accounting policies.

(b) New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective

The Group and the Company have not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective:

	Effective for financial periods beginning on or after
<u>New MFRS</u>	
MFRS 17 Insurance Contracts	1 January 2023
<u>Amendments/improvements to MFRSs</u>	
MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards	1 January 2023 [#]
MFRS 3 Business Combinations	1 January 2023 [#]
MFRS 5 Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 [#]

A2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Standards and Amendments in issue but not yet effective (continued)

	Effective for financial periods beginning on or after
MFRS 7 Financial Instruments: Disclosures	1 January 2023 [#]
MFRS 9 Financial Instruments	1 January 2024
MFRS 10 Consolidated Financial Statements	Deferred
MFRS 15 Revenue from Contracts with Customers	1 January 2023 [#]
MFRS 16 Leases	1 January 2024
MFRS 17 Insurance Contracts	1 January 2023
MFRS 101 Presentation of Financial Statements	1 January 2023/ 1 January 2023 [#] / 1 January 2024
MFRS 107 Statements of Cash Flows	1 January 2023 [#] / 1 January 2024
MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 112 Income Taxes	1 January 2023
MFRS 116 Property, Plant and Equipment	1 January 2023 [#]
MFRS 119 Employee Benefits	1 January 2023 [#]
MFRS 121 The Effects of Changes in Foreign Exchange Rate	1 January 2025
MFRS 128 Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 [#]
MFRS 132 Financial Instruments: Presentation	1 January 2023 [#]
MFRS 136 Impairment of Assets	1 January 2023 [#]
MFRS 137 Provisions, Contingent Liabilities and Contingent Assets	1 January 2023 [#]
MFRS 138 Intangible Assets	1 January 2023 [#]
MFRS 140 Investment Property	1 January 2023 [#]

[#] Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors did not express an opinion on the financial statements of the Group and of the Company for the financial period ended 30 June 2023. Because of the significance of the matters described in the *Basis for Disclaimer of Opinion* section of the report, the auditors have not been able to obtain sufficient appropriate audit evidence to provide basis for an audit opinion on the financial statements.

A4. SEGMENTAL INFORMATION

The results and other information of the Group for the financial period ended 31 December 2023 are as follows:-

	Offshore support vessels and services	Subsea services & OIC	Others	Consol	TOTAL
6 months ended 31 December 2023	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External	45,985	119,376	2,714	-	168,075
Intra group	-	-	-	(2,005)	(2,005)
Total	45,985	119,376	2,714	(2,005)	166,070
Results					
Profit/(loss) from operations	3,959	1,586	11,331	(13,079)	3,797
Finance costs	(4,496)	-	(69)	1,344	(3,221)
Share of results of jointly controlled entities	-	5,054	-	-	5,054
(Loss)/profit before taxation	(537)	6,640	11,262	(11,735)	5,630
6 months ended 31 December 2022					
Revenue					
External	24,758	118,317	-	-	143,075
Intra group	-	-	3,635	(3,635)	-
Total	24,758	118,317	3,635	(3,635)	143,075
Results					
Profit/(loss) from operations	9,808	11,407	(1,269)	(11,094)	8,852
Finance costs	(2,172)	1	(45)	-	(2,216)
Share of results of jointly controlled entities	-	1,892	-	-	1,892
Profit/(loss) before taxation	7,636	13,300	(1,314)	(11,094)	8,528

A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current financial period except as disclosed in Note A2.

A6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect in the current financial period's results.

A7. SEASONAL AND CYCLICAL FACTORS

The Group's performance would be subject to the risk of increase in downtime and off-hires due to the adverse weather conditions such as monsoon seasons.

Notwithstanding the above, our chartered vessels are made available regardless of the weather condition.

A8. PROFIT BEFORE TAXATION

Included in the Profit before taxation are the following items:

	CURRENT QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 31.12.2023 RM'000	Preceding Quarter ended 31.12.2022 RM'000	Current Period Ended 31.12.2023 RM'000	Preceding Period ended 31.12.2022 RM'000
Interest income	160	(77)	276	(98)
Interest expense	1,615	955	3,221	2,216
Depreciation	1,794	677	4,205	6,515
Impairment loss on property, vessel and equipment	-	4,783	-	4,783
Net loss/(gain) on foreign exchange	229	(4,991)	206	(4,166)
	<hr/>	<hr/>	<hr/>	<hr/>

A9. DIVIDENDS PAID

No dividend was paid in the financial period under review.

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of the property, vessel and equipment in the current financial period under review.

A11. DEBT AND EQUITY SECURITIES

There were no issuance, cancellations, repurchases, resale and repayment of debts and equity in the financial period under review.

A12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in composition of the Group for the financial period under review.

A13. CAPITAL COMMITMENTS

There were no material capital commitments for the financial period under review.

A14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As of December 31, 2023, our contingent obligations, which consists of Bank and Performance Guarantees for contracts entered with clients, amounted to approximately RM3.836 million.

The Company has issued Corporate Guarantees for credit facilities extended by CIMB Berhad and Bank Muamalat to its wholly owned subsidiary, Alam Maritim (M) Sdn. Bhd. ("AMSB") totalling RM22.151 million as of December 31, 2023. Further, the Company has issued a Corporate Guarantee for credit facilities extended by RHB Islamic Berhad to its wholly owned subsidiary, Alam Maritim (L) Inc. ("AML") amounting to RM11.019 million as of December 31, 2023.

A14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS (continued)

As of December 31, 2023, Alam Maritim (L) Inc. (“AMLI”) has also provided Corporate Guarantees on a proportional basis (49%) for the credit facilities granted to its jointly controlled entity, (i) TH-Alam (L) Inc. by OCBC Bank Berhad and Maybank Islamic Berhad amounting to RM80.00 million and RM26.00 million respectively; and (ii) Alam Radiance (L) Inc by Maybank amounting to RM53.37 million.

Apart from the aforementioned disclosures, there were no significant contingent liabilities that could potentially have a noteworthy impact on the Group's financial position or results, should they materialize.

A15. SUBSEQUENT EVENTS

On 23 January 2024, the High Court of Malaya at Kuala Lumpur had granted in favour of the Applicants, among others, the following Orders pursuant to sections 366 and 368 of the Companies Act, 2016 (“Act”):

- (a) An order pursuant to section 366(1) of the Act to extend the time by nine (9) months from 25 January 2024, to summon meetings of the creditors of the Applicants or any class of them for the purpose of considering and, if thought fit, approving with or without modification a scheme of arrangement and compromise proposed between the Applicants and the scheme creditors; and
- (b) An order that the restraining order pursuant to section 368(1) of the Act, be extended for a period of nine (9) months from 25 January 2024, whereby all current and further proceedings in any legal actions or proceedings against AMSB and/or the assets of AMSB be restrained and stayed except by leave of Court.

The Orders granted by the High Court were obtained as part of AMRB’s overall restructuring and rehabilitation plan by way of a proposed scheme of arrangement with its creditors.

The restraining order is not envisaged to have any material financial and operational impact to AMRB and AMSB.

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

B1. PERFORMANCE REVIEW

	OSV Segment RM'000	Subsea/ OIC Segment RM'000	Others/ Elimination RM'000	Consolidated Total RM'000
Revenue (FY 31 Dec 2023)	45,985	119,376	709	166,070
Revenue (FY 31 Dec 2022)	24,758	118,317	-	143,075
Variance	<u>85.7%</u>	<u>0.9%</u>		<u>16.1%</u>

The Group recorded a turnover of RM166.1 million for the financial period ended 31 Dec 2023 in contrast to RM143.1 million in the same period last year. This marks a positive variance of 16.1%.

The Offshore Support Vessels (OSV) segment witnessed an 85.7% increased in revenue, driven by elevated daily charter rates of vessels.

Similarly, revenue from the Subsea Services/Offshore Installation & Construction (OIC) segment increased by 0.9%. This indicates a positive trend in Subsea revenue despite the lack of contributions from OIC projects during the reviewed period.

	OSV Segment RM'000	Subsea/ OIC Segment RM'000	Others/ Elimination RM'000	Consolidated Total RM'000
(Loss)/profit before taxation (FY 31 Dec 2023)	(537)	6,640	(473)	5,630
Profit before taxation (FY 31 Dec 2022)	7,636	13,300	(12,408)	8,528
Variance	<u>>(100%)</u>	<u>(50.1%)</u>		<u>(34.0%)</u>

During the current financial period, the Group reported a profit before taxation of RM5.6 million, reflecting a negative variance of 34.0% compared to the profit before taxation of RM8.5 million recorded for the corresponding period last year. The deteriorated performance of the OSV segment, with a >(100%) loss reduction, was primarily attributed to low utilisation of vessels within the group and impairment of receivables in the current period review.

Likewise, the decline in the Subsea/OIC segment by RM50.1% can be mainly attributed to the absence of contribution from the OIC segment in the current period.

B2. VARIATION OF RESULTS AGAINST THE IMMEDIATE PRECEDING QUARTER

	Revenue RM'000	Profit before taxation RM'000
Quarter Ended 31 Dec 2023	136,408	2,671
Quarter Ended 30 Sep 2023	29,662	2,703
Variance	<u>>100%</u>	<u>(1.2%)</u>

In the present quarter, the Group achieved a revenue of RM136.4 million, as compared to the previous quarter's figure of RM29.7 million, increased by >100%, indicating a significant positive variance. This rise was primarily driven by the spike of revenue from the Subsea segment during the current financial quarter being evaluated.

The profit before taxation for the current quarter remains at RM2.7 million, mirroring the profit before taxation of RM2.7 million reported in the preceding quarter. This marginal shift in financial performance is chiefly due to reduced vessel utilization throughout the group and a slightly diminished contribution from the Subsea segment.

B3. COMMENTARY ON PROSPECTS

The prospective trajectory of Alam Maritim Group's business is contingent upon the extent of capital expenditure outlay by the major players in the oil sector, which corresponds to the scale of exploration and production undertakings. According to the recently released PETRONAS Activity Outlook for 2024-2026, it is evident that Petronas upholds a careful stance regarding the industry's future and will adopt a cautiously optimistic approach, particularly regarding fresh capital ventures.

Despite the aforementioned, the Board of Directors remains committed to prudently overseeing and executing effective strategies for the Group's operations. They will ensure that the enhancement of shareholder value remains a strategic priority, consistently and periodically.

B4. PROFIT FORECAST

The Group did not provide any profit forecast or profit guarantee in any public document.

B5. INCOME TAX EXPENSE

	CURRENT QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 31.12.2023 RM'000	Preceding Quarter ended 31.12.2022 RM'000	Current Period Ended 31.12.2023 RM'000	Preceding Period ended 31.12.2022 RM'000
Income Taxation				
-Current year	256	(24)	256	(888)
-(Over)/under-provision in prior	-	-	-	-
	<u>256</u>	<u>(24)</u>	<u>256</u>	<u>(888)</u>
Deferred Taxation				
-Current year	-	-	-	-
-(Over)/under-provision in prior	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>256</u>	<u>(24)</u>	<u>256</u>	<u>(888)</u>

No income tax expense is provided since the group intends to make use of its unabsorbed loss from the operations of the preceding year.

B6. SALE OF VESSELS

There were no sales of vessel in the financial quarter under review.

B7. INVESTMENTS IN QUOTED SECURITIES

There were no dealings by the Group in quoted securities for the financial period under review.

B8. BORROWINGS

	Total As at 31.12.2023 RM'000	Audited as at 30.6.2023 RM'000
Short Term Borrowings		
Unsecured:		
Revolving credit facilities	47,095	45,455
Overdraft	563	897
Secured:		
MTN - Sukuk Ijarah	41,786	52,055
Term loans	11,167	11,181
Hire purchase/Leasing	31	31
	<u>100,641</u>	<u>109,619</u>
Long-term borrowings		
Secured:		
Term loans	2,644	2,644
Hire purchase/Leasing	5	5
	<u>2,649</u>	<u>2,649</u>
Total Borrowings	<u>103,290</u>	<u>112,268</u>

B9. DERIVATIVE FINANCIAL INSTRUMENTS

There were no outstanding derivatives as at the end of the reporting period.

B10. FAIR VALUE HIERARCHY

No transfer between any levels of the fair value estimation took place during the current financial period and the comparative period. There were also no changes in the purpose of any financial instrument that subsequently resulted a change in those instruments.

B11. DISCLOSURE OF GAINS/LOSSES ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 December 2023.

B12. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no off balance sheet financial instruments as at 31 December 2023.

B13. CHANGES IN MATERIAL LITIGATION

The Company, via its Company Secretary, had on 24 January 2024, received a sealed copy of Judgement in Default of Appearance (“JID”) dated 22 January 2024 from Messrs. Ariff & Co, the solicitors acting for RHB Islamic Bank Berhad (“RHBI”).

Pursuant to the JID, the Company is required to pay the Judgement Sum of USD 2,347,280.65 together with the late payment charges (“Al Ta’widh”) prevailing daily overnight Islamic Interbank rate (IIMM) per annum on the outstanding amount USD2,222,836.49 from 7 November 2023 until full and settlement and the cost of RM1,500.

In view of the Company was not aware of the Writ of Summons dated 26 December 2023 against the Company and based on the JID, on 24 January 2024, the Company via its solicitors, Messrs Azhar Yong & Co had filed and served an unsealed Notice of Application to RHBI via its solicitors Messrs. Ariff & Co, among others, for:

- (a) the Judgement In Default of Appearance dated 22.01.2024 be stayed pending disposal of this application; and
- (b) That the Judgement In Default of Appearance dated 22.01.2024 be set aside.

And on 29 January 2024, the Company via its solicitors, Messrs Azhar Yong & Co had served an unsealed Notice of Application to RHBI via its solicitors Messrs. Ariff & Co.

Details of the claim and circumstances leading to Judgement in Default of Appearance by RHBI

RHBI has granted a Commodity Murabahah Term Financing-i amounting to USD2,600,000.00 and a Commodity Murabahah Revolving Credit-i amounting to USD750,000.00 (both refers to “Facilities”) to Alam Maritim (L) Inc. (“AMLI”), a wholly owned subsidiary of the Company. The Facilities were secured by, among others, Specific Debenture against the vessel, WBI Trinity; Deed of Covenant of Mortgage of the vessel WBI Trinity in favour of RHBI; Deed of Assignment of Contract Proceeds and Corporate Guarantee by the Company.

In May 2017, RHBI had issued a Supplemental Letter of Offer and accepted by AMLI. Further in August 2018 RHBI and AMLI had entered into a Supplemental Agreement varying the terms of the Facilities under the Debt Restructuring Scheme of the Company.

On 12 December 2023, AMLI had received Writ of Summons Suit No.: WA-22M-1792-12/2023 dated 7 December 2023, from Messrs. Ariff & Co, the solicitors acting for RHBI claiming for, among others, the outstanding amount of USD 2,347,280.65 together with the late payment charges (“Al Ta’widh”) prevailing daily overnight Islamic Interbank rate (IIMM) per annum on the outstanding amount USD2,222,836.49 from 6 November 2023 and costs. AMLI had appointed Messrs Azhar Yong & Co to defend AMLI.

Under the Company’s proposed Debt Restructuring exercise as communicated with RHBI, the outstanding amount owing by AMLI to RHBI will be settled via the proposed Debt Restructuring Scheme.

The Company’s solicitor is of the opinion that the JID can be legally defended and the Company will proceed with its overall restructuring and rehabilitation plan by way of a proposed scheme of arrangement with its creditors.

B14. DISCLOSURE OF NATURE OF OUTSTANDING DERIVATIVE

There were no outstanding derivatives as at the end of the reporting period.

B15. EARNINGS PER SHARE ("EPS")

Basic EPS

Basic earnings per share amount is calculated by dividing profit/(loss) for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares issued during the period.

	Current Quarter Ended		Current Period Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) attributable to equity holders of the parent	2,671	8,724	5,374	7,096
Weighted average number of ordinary shares issued	1,531,829	1,531,829	1,531,829	1,531,829
Basic EPS (Sen)	0.17	0.57	0.35	0.46

Diluted EPS

Diluted earnings per share amount is calculated by dividing profit/(loss) for the year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issued during the period after adjusting for the dilutive effects of all potential ordinary shares to be issued under ESOS.

	Current Quarter Ended		Current Period Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) attributable to equity holders of the parent	2,671	8,724	5,374	7,096
Weighted average number of ordinary shares issued	1,531,829	1,531,829	1,531,829	1,531,829
Effects of dilution from ESOS*	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	1,531,829	1,531,829	1,531,829	1,531,829
Diluted EPS (Sen)	0.17	0.57	0.35	0.46

*Note: The estimation of effects of dilution from ESOS was based on the average closing price of RM0.03 for the financial period ended 31 December 2023.

B16. RELATED PARTY TRANSACTIONS

Significant related party transactions during the financial period are described below:

	Cumulative quarter period ended 31.12.2023 RM'000
<u>Jointly controlled entities</u>	
Charter hire vessels	7,844
Vessel management fees	945
<u>Associates</u>	
Charter hire vessels	51,490
Vessel management fees	2,224
	<hr/>

B17. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 27 February 2024.

BY ORDER OF THE BOARD

Nur Aznita binti Taip
(MAICSA No. 7067607)
Company Secretary
Kuala Lumpur
28 February 2024