



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	3 months ended		15 months ended	
		31.03.2022 RM'000	31.03.2020 RM'000	31.03.2022 RM'000	31.03.2020 RM'000
Revenue		172,554	N/A	755,161	N/A
Cost of sales		(158,262)	N/A	(726,282)	N/A
Gross profit		14,292	N/A	28,879	N/A
Other operating income		452	N/A	9,236	N/A
Administrative expenses		(5,241)	N/A	(30,013)	N/A
Other operating expenses		(6,577)	N/A	(26,290)	N/A
Operating loss		2,926	N/A	(18,188)	N/A
Finance costs		(4,805)	N/A	(22,252)	N/A
Loss before tax	A7	(1,879)	N/A	(40,440)	N/A
Income tax expense	A8	2,948	N/A	5,304	N/A
Profit/(loss) for the period		1,069	N/A	(35,136)	N/A
Other comprehensive income/(loss)					
Exchange differences on translation of foreign operation		(43)	N/A	(2,267)	N/A
Net movement of cash flow hedges		966	N/A	1,306	N/A
Income tax related to cash flow hedges		(231)	N/A	(313)	N/A
Other comprehensive income/(loss) for the period, net of tax		692	N/A	(1,274)	N/A
Total comprehensive income/(loss) for the period, net of tax		1,761	N/A	(36,410)	N/A
Profit/(loss) for the period attributable to:					
Equity holders of the company		1,111	N/A	(34,549)	N/A
Non-controlling interests		(42)	N/A	(587)	N/A
		1,069	N/A	(35,136)	N/A
Total comprehensive income/(loss) for the period, net of tax attributable to:					
Equity holders of the company		1,812	N/A	(35,331)	N/A
Non-controlling interests		(51)	N/A	(1,079)	N/A
		1,761	N/A	(36,410)	N/A
Earnings/(loss) per share attributable to Equity holders of the company (sen per share):					
Basic	A9	0.31	N/A	(9.54)	N/A
Diluted	A9	0.31	N/A	(9.54)	N/A

Notes:

- (i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.
- (ii) The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.
- (iii) In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	31.03.2022 RM'000	31.12.2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	A10	243,068	258,074
Intangible assets		2,510	2,510
Deferred tax assets		39,238	36,508
Concession financial assets	A11	108,465	99,045
Trade receivables		17,159	20,512
		<u>410,440</u>	<u>416,649</u>
Current assets			
Inventories		114,036	98,685
Trade and other receivables		167,869	171,643
Other current assets		35,317	11,702
Contract assets		-	3
Derivative assets		1,306	-
Tax recoverable		12,011	8,188
Cash and bank balances	A13	38,391	42,500
		<u>368,930</u>	<u>332,721</u>
		<u>779,370</u>	<u>749,370</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
Current liabilities			
Loans and borrowings	A14	395,582	395,807
Trade and other payables		166,094	114,222
Contract liabilities		6,653	15,956
Income tax payable		4	567
		<u>568,333</u>	<u>526,552</u>
Net current liabilities		<u>(199,403)</u>	<u>(193,831)</u>
Non-current liabilities			
Loans and borrowings	A14	72,186	72,681
Trade payables		6,542	6,542
Deferred tax liabilities		7,444	11,214
		<u>86,172</u>	<u>90,437</u>
Total liabilities		<u>654,505</u>	<u>616,989</u>
Net assets		<u>124,865</u>	<u>132,381</u>
Equity attributable to equity holders of the Company			
Share capital		267,215	238,321
Reverse acquisition reserve		(37,300)	(37,300)
Foreign currency translation reserve		(2,470)	(695)
Hedge reserve		993	-
Accumulated losses		(99,061)	(64,512)
		<u>129,377</u>	<u>135,814</u>
Non-controlling interests		(4,512)	(3,433)
Total equity		<u>124,865</u>	<u>132,381</u>
TOTAL EQUITY AND LIABILITIES		<u>779,370</u>	<u>749,370</u>
Net assets per share attributable to owners of the Company (sen)		39	42

Notes:

- (i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.
- (ii) The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.
- (iii) In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Total Equity	Attributable to equity holders of the Company						Non-controlling interests
		Total equity attributable to equity holders of the Company, total	Share capital	Reverse acquisition reserve	Foreign currency translation reserves	Hedge reserve	Revenue reserves	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	157,511	159,626	238,321	(37,300)	(787)	(1,151)	(39,457)	(2,115)
Loss for the period	(26,447)	(25,172)	-	-	-	-	(25,172)	(1,275)
Other comprehensive income	1,272	1,243	-	-	92	1,151	-	29
Total comprehensive income	(25,175)	(23,929)	-	-	92	-	(25,172)	(1,246)
Transactions with owners	45	117	-	-	-	-	117	(72)
At 31 December 2020	132,381	135,814	238,321	(37,300)	(695)	-	(64,512)	(3,433)

Notes:

(i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.

(ii) The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.

(iii) In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Total Equity	Total equity attributable to equity holders of the Company, total	Attributable to equity holders of the Company					Non-controlling interests
			Share capital	Reverse acquisition reserve	Foreign currency translation reserves	Hedge reserve	Revenue reserves/ (Accumulated loss)	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	132,381	135,814	238,321	(37,300)	(695)	-	(64,512)	(3,433)
Loss for the period	(35,136)	(34,549)	-	-	-	-	(34,549)	(587)
Other comprehensive income	(1,274)	(782)	-	-	(1,775)	993	-	(492)
Total comprehensive income	(36,410)	(35,331)	-	-	(1,775)	993	(34,549)	(1,079)
Issuance of share capital	30,220	30,220	30,220	-	-	-	-	-
Share capital expenses	(1,326)	(1,326)	(1,326)	-	-	-	-	-
At 31 March 2022	124,865	129,377	267,215	(37,300)	(2,470)	993	(99,061)	(4,512)

Notes:

(i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.

(ii) The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.

(iii) In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	31.03.2022 Unaudited RM'000	31.12.2020 Audited RM'000
Operating activities			
Loss before tax		(40,440)	(26,454)
Adjustments for:			
Allowance for impairment loss on:			
- Trade receivables	A7	-	2,364
- Other receivables	A7	-	123
Depreciation of property, plant and equipment	A7	17,807	17,620
Finance income from concessions financial assets	A7	(4,737)	(5,308)
Gain on debt modification	A7	-	(1,271)
Gain on disposal of property, plant and equipment	A7	(189)	(9)
Impairment of concessions financial assets	A7	-	5,621
Interest income	A7	(2,840)	(686)
Interest expense	A7	22,252	21,809
Inventories written off	A7	139	434
Property, plant and equipment written off	A7	-	302
Reversal of allowance for impairment loss of trade receivables	A7	-	(496)
Unrealised gain on foreign exchange, net	A7	(433)	(1,763)
Operating cash flows before working capital changes		<u>(8,441)</u>	<u>12,463</u>
Changes in working capital:			
(Increase)/decrease in inventories		(15,490)	41,534
Decrease in trade and other receivables		9,244	90,888
Increase in concessions financial assets		(8,147)	(2,511)
Increase in other current assets		(32,863)	(12,027)
Increase/(decrease) in trade and other payables		55,765	(81,776)
Total changes in working capital		<u>8,509</u>	<u>36,108</u>
Cash flows generated from operations		68	48,571
Interest paid		(22,252)	(21,809)
Tax paid, net of refund		(5,848)	(7,021)
Net cash flows used in operating activities		<u>(28,032)</u>	<u>(19,741)</u>

Notes:

- (i) *The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.*
- (ii) *The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.*
- (iii) *In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.*



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTD.)

	Note	31.03.2022 Unaudited RM'000	31.12.2020 Audited RM'000
Investing activities			
Proceeds from disposal of property, plant and equipment		617	1,351
Purchase of property, plant and equipment		(4,765)	(4,236)
Interest received		2,840	686
Net cash used in investing activities		<u>(1,308)</u>	<u>(2,199)</u>
Financing activities			
Repayment for borrowings		(3,669)	(61,962)
Repayment of lease liabilities		-	(3,121)
Issuance of share capital		30,220	-
Share capital expenses		(1,326)	-
(Decrease)/increase in cash and bank balances pledged for bank borrowings		73	(1,627)
Net cash generated from/(used in) financing activities		<u>25,298</u>	<u>(66,710)</u>
Net decrease in cash and cash equivalents		(4,042)	(49,168)
Effect on exchange rate changes		4	(48)
Cash and cash equivalents at 1 January		34,968	84,184
Cash and cash equivalents at 31 March 2022/ 31 December 2020	A13	<u><u>30,930</u></u>	<u><u>34,968</u></u>

Notes:

- (i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying notes to the quarter report attached hereto.*
- (ii) The financial year end has been changed from 31 December to 31 May. The next audited financial statements shall be for a period of seventeen (17) months from 1 January 2021 to 31 May 2022 and thereafter, the financial year end shall be 31 May for each subsequent year.*
- (iii) In addition, there is no comparative figures available for the preceding year corresponding period ended 31 March 2020.*



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Corporate information

Sarawak Cable Berhad (“the Company”) is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 26 May 2022.

A2. Significant accounting policies

These interim financial statements are unaudited and have been prepared in accordance with applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad, MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. These interim financial statements do not include all of the information required for annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2020.

The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2020, except for the adoption of new standards effective as at 1 January 2021:

- Amendments to MFRS 16, *Covid-19 Related Rent Concessions*
- Amendments to MFRS 7, *Financial Instruments: Disclosures*
- MFRS 9, *Financial Instruments*
- MFRS 139, *Financial Instruments: Recognition and Measurement*
- MFRS 4, *Extension of the Temporary Exemption from Applying MFRS 9*
- MFRS 16, *Leases– Interest Rate Benchmark Reform – Phase 2*

The initial application of the above do not have any material impact on the financial statement of the Group.

A3. Changes in estimates

There were no changes in estimates that have a material effect in the current interim results.

A4. Item of unusual nature, size or incidence

There was no item of unusual nature, size or incidence.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A5. Segment information

	Sales of cables and wires		Sales of galvanised products and steel structures		Transmission lines construction		Power generation, helicopter services and corporate		Total		Adjustments/ elimination		Per condensed consolidated financial statements	
	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020	31 Mar 2022	31 Mar 2020
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue														
External customers	642,657	N/A	25,452	N/A	75,979	N/A	11,073	N/A	755,161	N/A	-	-	755,161	N/A
Inter-segment	-	-	-	-	-	-	6,675	N/A	6,675	N/A	(6,675)	N/A	-	-
Total revenue	642,657	N/A	25,452	N/A	75,979	N/A	17,748	N/A	761,836	N/A	(6,675)	N/A	755,161	N/A
Segment (loss)/profit	(29,727)	N/A	(2,358)	N/A	8,534	N/A	(16,889)	N/A	(40,440)	N/A	-	-	(40,440)	N/A

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A5. Segment information (contd.)

The Group is organised into business units based on their products and services, and has four operating segments as follows:

- (a) The sales of cable and wires segment supplies power and telecommunication cables and cable components to consumers.
- (b) The sales of galvanised products and steel structures segment supplies galvanised products and steel structures. It also offers galvanising services.
- (c) The transmission lines construction segment involves the supply, installation and commissioning of transmission line projects.
- (d) The power generation, helicopter services and corporate segment is involved in power generation business, provision of helicopter services and Group-level corporate and management services.

Sales of cables and wires

The sales of cables and wires segment contributed 85.1% of the total revenue of the Group for the period ended 31 March 2022 and is the main contributor to the Group’s operating profit in 2022.

The segment recorded a revenue and loss before tax of RM642.6 million and RM29.7 million respectively for the period ended 31 March 2022.

Market demand for products under this segment remain challenging but has shown improvement in consideration that all economic sectors in Malaysia were reopened in January 2022.

The Group continues to explore opportunity to increase its markets share locally and overseas.

Sales of galvanised products and steel structures

The sales of galvanised products and steel structures segment contributed 3.4% of the total revenue of the Group for the period ended 31 March 2022 .

The Group’s subsidiary whose sales and services are in this segment, concentrates mainly in East Malaysia.

This segment recorded a loss before tax of RM2.3 million for period ended 31 March 2022. Market demand for products under this segment has started to pick up in consideration that all economic sectors in Malaysia were reopened in January 2022.

The Group continues to explore opportunities to supply and sell its products and services in Malaysia and especially in Borneo Island.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A5. Segment information (contd.)

Transmission lines construction

The transmission line construction segment contributed 10.1% of the total revenue of the Group for the period ended 31 March 2022.

The segment recorded a revenue and profit before tax of RM76.0 million and RM8.5 million respectively for the financial period ended 31 March 2022 mainly due to reversal of provision for damages upon completion of a completed project.

The Group anticipates increase contribution from this segment in view that all movement restrictions were fully lifted in January 2022.

The Group continuous plans for the power transmission industry, includes active participation in works as subcontractors and implement and strengthen our project management team to better manage the cost and completion timeline of on-going projects.

Power generation, helicopter services and corporate

The power generation, helicopter services and corporate segment provides power generation business, provision of helicopter services and Group-level corporate and management services. In the financial period ended 31 March 2022, power generation, helicopter services and corporate segment contributed RM11.1 million to the total revenue of the Group, mainly due to the contribution from the power generation segment.

Consolidated loss before tax

The Group recorded a loss before tax of RM40.4 million for the fifteen (15) months period ended 31 March 2022 and included in this fifteen (15) months reporting period were the months in which the Group’s operations were affected by the then various Movement Control Orders

The other factors which had affected the current quarter’s loss before tax are explained above.

A6. Seasonality of operations

The Group's operations were not significantly affected by seasonal or cyclical factors.

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK
--



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A7. The following items have been included in arriving at loss before tax:

	Current 3 months ended		Cumulative 15 months ended	
	31 Mar 2022 RM'000	31 Mar 2020 RM'000	31 Mar 2022 RM'000	31 Mar 2020 RM'000
Depreciation of property, plant and equipment	3,455	N/A	17,807	N/A
Finance income form concessions financial assets	(636)	N/A	(4,737)	N/A
Gain on disposal of property, plant and equipment	(58)	N/A	(189)	N/A
Interest expense	4,805	N/A	22,252	N/A
Interest income	(674)	N/A	(2,840)	N/A
Inventories written off	3	N/A	139	N/A
Unrealised loss/(gain) on foreign exchange	29	N/A	(433)	N/A

A8. Income tax expense

	Current 3 months ended		Cumulative 15 months ended	
	31 Mar 2022 RM'000	31 Mar 2020 RM'000	31 Mar 2022 RM'000	31 Mar 2020 RM'000
Current income tax:				
Based on results for the period	(52)	N/A	1,690	N/A
Over provision of deferred tax in respect of previous period	-	N/A	792	N/A
Deferred income tax	(2,896)	N/A	(7,786)	N/A
	(2,948)	N/A	(5,304)	N/A

The effective tax rate for the current and cumulative current quarter ended 31 March 2022 was lower than the statutory tax rate principally due to recognition of deferred tax assets arising from unabsorbed tax losses and unabsorbed capital allowances in certain subsidiaries.

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A9. Earnings/(loss) per share

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period, net of tax, attributable to equity holders of the company by the weighted average number of ordinary shares outstanding during the period.

The Group had no potential ordinary shares in issue as at the reporting date and therefore, diluted earnings/(loss) per share is presented as equal to basic earnings/(loss) per share.

The following are the earnings/(loss) and share data used in the computation of basic and diluted earnings/(loss) per share:

	Current quarter		Current period to date	
	31	31	31	31
	Mar	March	Mar	Mar
	2022	2020	2022	2020
Profit/(loss) net of tax attributable to equity holders the Company (RM'000)	1,111	N/A	(34,549)	N/A
Weighted average number of ordinary shares in issue ('000)	361,985	N/A	361,985	N/A
Basic earnings/(loss) per share (sen per ordinary share)	0.31	N/A	(9.54)	N/A
Diluted earnings/(loss) per share (sen per ordinary share)	0.31	N/A	(9.54)	N/A

A10. Property, plant and equipment

During the period ended 31 March 2022, the Group acquired assets at the cost of RM4.7 million.

A11. Concession financial assets

	31 March	31 December
	2022	2020
	RM'000	RM'000
At 1 January	99,045	99,863
Concession construction revenue	2,238	2,511
Accrued financial income	4,737	5,308
Exchange difference	2,445	(3,016)
Impairment	-	(5,621)
At 31 March 2022/31 December 2020	<u>108,465</u>	<u>99,045</u>



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A12. Cash and bank balances

Cash and bank balances comprised the following amounts:

	31 March 2022 RM'000	31 December 2020 RM'000
Cash in hand and at banks	34,964	27,500
Deposits with licensed banks	3,427	15,000
Cash and bank balances	<u>38,391</u>	<u>42,500</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following as at the reporting date:

	31 March 2022 RM'000	31 December 2020 RM'000
Cash and bank balances	38,391	42,500
Less: Bank overdrafts	(2,000)	(1,998)
Cash restricted for repayment	(2,034)	(2,034)
Deposits pledged	(3,427)	(3,500)
Cash and cash equivalents	<u>30,930</u>	<u>34,968</u>

A13. Loans and borrowings

	31 March 2022 RM'000	31 December 2020 RM'000
Current		
Secured	80,103	60,372
Unsecured	315,479	335,435
	<u>395,582</u>	<u>395,807</u>
Non-current		
Secured	72,056	72,681
Unsecured	130	-
	<u>72,186</u>	<u>72,681</u>
	<u>467,768</u>	<u>468,488</u>

Included in the secured borrowing is a borrowing denominated in foreign currency: -

	31 March 2022 USD'000	31 December 2020 USD'000
USD term loan	<u>5,619</u>	<u>5,619</u>



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A14. Dividend paid

No dividend had been paid for the period ended 31 March 2022.

A15. Commitments

	31 March 2022 RM’000	31 December 2020 RM’000
Capital expenditure		
Approved and contracted for:		
Property, plant and equipment	523	378
Approved but not contracted for:		
Property, plant and equipment	9,156	5,096
	<u>9,679</u>	<u>5,474</u>

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Contingencies

There were no significant contingencies as at the end of the current financial quarter.

B2. Related party transactions

The following table provides information on the transactions which were entered into with related parties during the period ended 31 March 2022 and 31 March 2020 as well as the balances with the related parties as at 31 March 2022 and 31 December 2020.

		March 2022		March 2022/December 2020	
		Sales to related parties	Purchases from related parties	Amounts owed by related parties	Amounts owed to related parties
		RM'000	RM'000	RM'000	RM'000
Transactions with subsidiaries of Sarawak Energy Berhad:					
Syarikat	2022	16,367	-	288	-
SESCO Berhad	2020	N/A	N/A	893	-
Transactions with subsidiaries of Hng Capital Sdn Bhd:					
Alpha	2022	6,913	171,835	9,506	4,574
Industries Sdn. Bhd.	2020	N/A	N/A	-	9,599
Transactions with subsidiaries of Leader Universal Aluminium Sdn. Bhd.:					
Leader	2022	-	-	-	-
Universal Aluminium Sdn. Bhd.	2020	N/A	N/A	-	-

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B3. Review of performance

Explanatory comments on the performance of each of the Group’s business segments are provided in Note A5.

B4. Comment on material change in loss before taxation

The results for the quarter ended 31 March 2022 have improved when compared to the immediate preceding quarter mainly due to reversal of provision for liquidated damages for a completed project under the transmission lines construction segment.

B5. Commentary on prospects

In view that all movement restrictions in Malaysia have ended and with all economic sector reopened, barring any unforeseen circumstances, we foresee opportunities to strengthen and grow our business.

B6. Profit forecast or profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B7. Corporate proposals

On 22 February 2021, the Company announced that it proposed to undertake the proposed private placement of up to 95,115,000 new ordinary shares in the Company (“Shares”) representing up to 30% of the total number of issued shares of the Company (“the Proposal”).

On 17 March 2021, the Company has submitted the additional listing application and draft circular to shareholders of the Company, in relation to the Proposal for Bursa Securities’ clearance.

The Company has obtained approval from Bursa Securities for the Proposal on 23 March 2021.

On 7 April 2021, the Company has dispatched the circular to shareholder to seek shareholders’ approval on the Proposal at an Extraordinary General Meeting (“EGM”) to be convened on 23 April 2021.

Shareholders’ approval was obtained at the aforesaid EGM.

On 11 May 2021, the Company raised RM7.65 million with the issuance of 18,525,000 Shares.

The Company has on 4 June 2021 announced that the Company shall seek fresh approval from its shareholders in respect of the placement of 63,410,000 subscription shares to Petra Transit Systems Sdn Bhd (“the Subscriber”).

Subsequently on 10 June 2021, the Company dispatched the circular to shareholders to seek fresh approval from its shareholders in respect of the placement of 63,410,000 subscription shares to the Subscriber pursuant to paragraph 8.22 of the Main Market Listing Requirements in respect of the material variation to the terms of the subscription agreement.

On 17 March 2022, Bursa Securities has granted the Company a further extension of time until 22 September 2022 to complete the impletion of the Proposal.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B7. Corporate proposals (contd.)

On 1 July 2021, the Company raised RM22.57 million with the issuance of 63,410,000 Shares to the Subscriber.

Status of utilisation of proceeds from the Proposal:

The gross proceeds from the Proposal of RM 30.22 million have been/shall be utilised in the following manner:

	Purpose	Proposed utilisation	Actual utilisation	Deviation	Balance	Estimated timeframe for utilisation from date of listing	Explanation
		RM'000	RM'000	RM'000	RM'000		
(i)	Working capital requirements	28,940	(28,894)	(46)	-	Within 12 months	-
(ii)	Estimated expenses	1,280	(1,326)	46	-	Within 1 month	Note A
		<u>30,220</u>	<u>(30,220)</u>	<u>-</u>	<u>-</u>		

Explanation:

Note A: The expenses represented actual expenses incurred for completion of EGM and raising of the gross proceeds of RM30.2 million.

B8. Changes in material litigation

There were no material litigation during the current financial period up to the date of this quarterly report.

B9. Dividends payable

No dividend was payable for the period ended 31 March 2022.

B10. Disclosure of nature of outstanding derivatives

The outstanding derivatives were for the forward hedges with the London Metal Exchange (“LME”) brokers.

B11. Risks and policies of derivatives

The Group will only enter into a LME or currency derivative to hedge against potential commodity or currency fluctuation.

B12. 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 March 2022 and 31 December 2020 other than the derivatives as disclosed in Note B10 above.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Auditors’ report on preceding annual financial statements

The auditors’ report on the financial statements for the year ended 31 December 2020 was not qualified.

B14. Authorised for issue

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 May 2022.

By order of the Board