



SINARAN ADVANCE GROUP BERHAD
 Registration No. 202001007513 (1363833-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2022

The Board of Directors of Sinaran Advance Group Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 30 September 2022 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December (“FYE”) 2021 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	<u>Note</u>	Individual quarter		Cumulative quarter	
		Quarter ended		Quarter ended	
		30.09.2022	30.09.2021	30.09.2022	30.09.2021
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue	B1	12,196	21,539	40,363	78,182
Cost of sales		(12,102)	(20,303)	(36,787)	(74,998)
Gross profit		94	1,236	3,576	3,184
Other income		99	41	173	131
Selling and distribution expenses		(143)	(290)	(516)	(666)
Administrative expenses		(1,623)	(1,562)	(5,021)	(5,162)
Other operating expenses		(31)	-	(54)	-
Finance costs		(639)	(828)	(2,130)	(2,291)
Loss before taxation	B12	(2,243)	(1,403)	(3,972)	(4,804)
Taxation		28	27	83	80
Total loss for the period	B1	(2,215)	(1,376)	(3,889)	(4,724)
Other comprehensive income after tax		-	-	-	-
Total comprehensive loss for the period		(2,215)	(1,376)	(3,889)	(4,724)
Attributable to :					
- Owner of the Company		(2,215)	(1,376)	(3,889)	(4,724)
Loss per share attributable to owner of the Company :					
Basic (RM sen)	B13	(0.23)	(0.21)	(0.41)	(0.73)
Diluted (RM sen)	B13	(0.23)	(0.21)	(0.41)	(0.73)

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**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(CONT'D)**

Notes:

- (a) The presentation in Ringgit Malaysia ("RM") for the quarter ended 30 September 2022 with comparatives are shown for reference only and has been made at the exchange rate of RMB1 to RM0.6579 for the quarter ended 30 September 2022 and exchange rate of RM0.6386 for the quarter ended 30 September 2021. This translation should not be construed as a representation that the RMB amounts represented have been or could be converted into RM at this or any other rate.

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30.09.2022 RM'000	Audited As at 31.12.2021 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	16,764	18,240
Right-of-use assets	24,458	25,057
	41,222	43,297
Current Assets		
Right-of-use assets	700	701
Inventories	423	1,200
Trade receivables	50,065	51,775
Other receivables	52	400
Contract assets	827	4,250
Tax recoverable	164	123
Cash and bank balances	25,660	19,002
	77,891	77,451
Total assets	119,113	120,748
EQUITY AND LIABILITIES		
Capital and Reserves		
Share capital	110,741	102,386
Retained earnings	30,512	34,401
Other reserves	(94,909)	(94,988)
	46,344	41,799
Current Liabilities		
Borrowings	33,066	36,421
Trade payables	24,194	24,384
Other payables	12,560	15,093
Lease liabilities	9	14
	69,829	75,912
Non-Current Liability		
Deferred tax liability	2,940	3,030
Lease liabilities	-	7
	2,940	3,037
Total liabilities	72,769	78,949
Total equity and liabilities	119,113	120,748

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	Unaudited	Audited
	As at	As at
	30.09.2022	31.12.2021
Net assets per share attributable to owner of the Company (sen) (Note b)	<u>5.07</u>	<u>5.94</u>

Notes:

- (a) The net assets per share attributable to owner of the Company is calculated based on the net assets as at 31 December 2021 and 30 September 2022 divided by the number of ordinary shares of 703,816,580 and 914,961,482 respectively.
- (b) The presentation in Ringgit Malaysia ("RM") for the quarter ended 30 September 2022 with comparatives are shown for reference only and has been made at the exchange rate of RMB1 to RM0.6531 for the quarter ended 30 September 2022 and exchange rate of RM0.6479 for the quarter ended 30 September 2021. This translation should not be construed as a representation that the RMB amounts represented have been or could be converted into RM at this or any other rate.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owner of the Company						Total equity RM'000
	Share capital RM'000	Merger reserve RM'000	Statutory reserve RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	
At 1 January 2021	77,134	(112,836)	16,011	7,384	(64)	41,204	28,833
Issuance of ordinary shares	13,101	-	-	-	-	-	13,101
Exercise of warrants	12,151	-	-	(6,416)	-	-	5,735
Expiry of warrants	-	-	-	(968)	-	968	-
Foreign currency translation reserve	-	-	-	-	(237)	-	(237)
Total comprehensive loss for the financial period	-	-	-	-	-	(4,724)	(4,724)
At 30 September 2021	102,386	(112,836)	16,011	-	(301)	37,448	42,708
At 1 January 2022	102,386	(107,297)	15,225	-	(2,916)	34,401	41,799
Share issuance arising from private placement	8,355	-	-	-	-	-	8,355
Total comprehensive income/(loss) for the financial period	-	-	-	-	79	(3,889)	(3,810)
At 30 September 2022	110,741	(107,297)	15,225	-	(2,837)	30,512	46,344

Notes:

- (a) The presentation in Ringgit Malaysia ("RM") for the quarter ended 30 September 2022 with comparatives are shown for reference only and has been made at the exchange rate of RMB1 to RM0.6531 for the quarter ended 30 September 2022 and exchange rate of RM0.6479 for the quarter ended 30 September 2021. This translation should not be construed as a representation that the RMB amounts represented have been or could be converted into RM at this or any other rate.

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(Incorporated in Malaysia)**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2022****CONSOLIDATED STATEMENT OF CASH FLOWS**

	For the financial period ended 30.09.2022 RM'000 Unaudited	For the financial period ended 30.09.2021 RM'000 Unaudited
Cash flows from operating activities		
Loss before taxation	(3,972)	(4,804)
Adjustments for:		
Interest income	(16)	-
Interest expenses	2,130	2,291
Depreciation of property, plant and equipment	1,446	1,426
Depreciation of right of use assets	540	513
Realised gain in forex exchange	(62)	-
Unrealised loss/(gain) on forex exchange	54	(3,769)
Operating profit/(loss) before working capital changes	120	(4,343)
Decrease in inventories	777	657
Decrease/(Increase) in trade and other receivables	5,481	(31,692)
(Decrease)/Increase in trade and other payables	(2,600)	17,218
Cash generated from/(used in) operations	3,778	(18,160)
Income tax paid	(164)	-
Interest received	16	-
Interest paid	(2,130)	(2,291)
Net cash flows generated from/(used in) operating activities	1,500	(20,451)
Cash flows from investing activities		
Net cash flows generated from investing activities	-	-
Cash flows from financing activities		
Proceeds from share issuance	8,355	13,101
Proceeds from conversion of warrants	-	5,735
Repayment of borrowing	(3,290)	-
Repayment of lease liabilities	(12)	-
Net cash flows generated from financing activities	5,053	18,836
Net increase in cash and cash equivalents	6,553	(1,615)
Cash and cash equivalents at beginning of the financial period [^]	19,002	13,604
Restricted bank balance [^]	-	11,365
Effect of exchange translation difference on cash and cash equivalents	105	(237)
Cash and cash equivalents at end of the financial period[^]	25,660	23,117

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CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

	For the financial period ended	
	30.09.2022	30.09.2021
	RM'000	RM'000
	Unaudited	Unaudited
Cash and bank balances		
- Malaysian Ringgit	5,829	2,126
- Chinese Yuan	19,831	20,991
	<u>25,660</u>	<u>23,117</u>

Notes:

- (a) The presentation in Ringgit Malaysia ("RM") for the quarter ended 30 September 2022 with comparatives are shown for reference only and has been made at the exchange rate of RMB1 to RM0.6531 for the quarter ended 30 September 2022 and exchange rate of RM0.6479 for the quarter ended 30 September 2021. This translation should not be construed as a representation that the RMB amounts represented have been or could be converted into RM at this or any other rate.
- [^] Included in the cash and cash equivalents is an amount of RM11.46 million (RMB equivalent :RMB 17.54 million) held as restricted bank balance. The restricted bank balance represents amount deposited by third parties as a guarantee for indemnity purpose. The deposit is under the custody and control by Dixing, a wholly-owned subsidiary of SAG.

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**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in MFRS 134 - Interim Financial Reporting, the International Accounting Standard 34 Interim Financial Reporting and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**").

The interim financial statements should be read in conjunction with the audited financial statements for the FYE 2021 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes 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 since the FYE 2021.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the FYE 2020 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2021.

The Group has adopted the following Amendments to Standards during the financial period.

Amendments to MFRS 1	<i>First time Adoption of Malaysian Financial Reporting Standards - Annual Improvements to MFRS Standards 2018 - 2020 Cycle</i>
Amendments to MFRS 3	<i>Reference to the Conceptual Framework - Business Combinations</i>
Amendments to MFRS 9	<i>Financial Instruments - Annual Improvements to MFRS Standards 2018 - 2020 Cycle</i>
Amendments to MFRS 116	<i>Property, Plant and Equipment - Proceeds before Intended Use</i>
Amendments to MFRS 137	<i>Onerous Contract - Cost of Fulfilling a Contract</i>
Amendments to MFRS 141	<i>Agriculture (Annual Improvements to MFRSs 2018 - 2020 Cycle)</i>

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

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A1. Basis of preparation (cont'd)

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

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

MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements - Disclosures of Accounting Estimates</i>
Amendments to MFRS 108	<i>Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates</i>
Amendments to MFRS 112	<i>Income Tax - Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>

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

Amendments to MFRS 10 and MFRS 128	<i>Consolidated Financial Statements and Investments in Associates and Joint Ventures - Sales or Contribution of Assets between an Investor and its Associate or Joint Venture</i>
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The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A2. Qualification of financial statements

The audit report of the Group's financial statements for the FYE 2021 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the current financial quarter were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current financial quarter.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current financial quarter.

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There is no issues, repurchases, and repayments of debts and equity securities of the Group during the financial quarter and period except for on 14 January 2022, the Company had raised approximately RM8.6 million from the private placement exercise by issuance of 211,144,900 new ordinary shares.

A7. Dividend paid

There were no dividends paid during the current financial quarter.

A8. Segmental information

The reportable business segment of the Group comprise the following:

- Sports : Business of design, manufacture and distribution of sports footwears, sports apparel and footwear accessories
- Construction : Construction and related activities
- Others : Other segments comprise investment holding, property investment holding and wholesale of pharmaceutical and medical goods.

	Sports footwear in PRC RM'000	Construction in Malaysia RM'000	Others RM'000	Total RM'000
Revenue				
Footwear	29,661	-	-	29,661
Construction	-	10,702	-	10,702
	29,661	10,702	-	40,363
Result:				
Segment result	(1,191)	773	(1,597)	(2,015)
Other income	173	-	-	173
Finance Cost	(2,130)	-	-	(2,130)
(Loss)/Income before taxation	(3,148)	773	(1,597)	(3,972)
Taxation	83	-	-	83
(Loss)/Income after taxation	(3,065)	773	(1,597)	(3,889)
Segment assets				
As at 30.09.2021	83,732	29,625	5,705	119,062
As at 30.09.2022	71,874	40,219	7,020	119,113
Segment liabilities				
As at 30.09.2021	59,584	16,655	115	76,354
As at 30.09.2022	51,155	21,480	134	72,769

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A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

A10. Material events subsequent to the end of the current quarter

There were no other material event subsequent at the end of the current quarter.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial quarter and period.

A12. Contingent liabilities/assets

There were no material changes in the contingent liabilities or contingent assets since the last annual statement of financial position ended 31 December 2021.

A13. Capital commitments

There were no capital commitments as at 30 September 2022.

A14. Significant related party transactions

There were no significant related party transactions during the current financial quarter.

A15. Financial Instruments

a) Categories of Financial Instruments

The table below provides an analysis of financial instrument as at 30 September 2022 categorised as follows:

	30.09.2022	30.09.2021
	RM'000	RM'000
Financial assets		
<u>At amortised cost</u>		
Trade receivables	50,065	42,724
Other receivables	52	6,782
Contract assets	827	-
Cash and cash equivalents	25,660	23,117
	<u>76,604</u>	<u>72,623</u>
Financial liabilities		
<u>At amortised cost</u>		
Trade payables	24,194	4,232
Other payables and accruals	12,560	26,547
Lease liabilities	9	-
Borrowings	33,066	39,282
	<u>69,829</u>	<u>70,061</u>

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A15. Financial Instruments (cont'd)

b) Fair Value Information

The carrying amount of cash and cash equivalents, short term receivables and payables and short-term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

A16. Fair Value Measurement

The financial assets maturing within the next 12 months reasonably approximate their fair values due to the relatively short-term maturity of the financial instruments.

Fair value hierarchy

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value measurement of financial instruments

The carrying amounts of financial assets and liabilities with a maturity of less than one year (including trade and other receivables, cash and bank balances, trade and other payables and interest-bearing borrowings) or those which reprice regularly approximate their fair values because of the short period to maturity or repricing.

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REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET****B1. Review Of Performance****Statement of Profit & Loss and Other Comprehensive Income**

	Individual Quarter				Cumulative Quarter			
	Quarter Ended		Changes		Period Ended		Changes	
	30.09.2022	30.09.2021	RM'000	%	30.09.2022	30.09.2021	RM'000	%
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(Audited)	(unaudited)	(unaudited)
Revenue	12,196	21,539	(9,343)	-43%	40,363	78,182	(37,819)	-48%
Gross profit	94	1,236	(1,142)	-92%	3,576	3,184	392	12%
Loss before tax	(2,243)	(1,403)	(840)	60%	(3,972)	(4,804)	832	-17%
Loss after tax	(2,215)	(1,376)	(839)	61%	(3,889)	(4,724)	835	-18%

a) Quarter ended 30 September 2022 compared with quarter ended 30 September 2021

The Group registered revenue of RM12.196 million for the three (3) months ended 30 September 2022, was mainly generated from Fujian JinJiang Dixing Shoe Plastics Co., Ltd on design, manufacture and distribution of sports footwear, sports apparel and accessories amounted RM9.535 million (2021: RM15.748 million) and Sinaran Trillion Sdn. Bhd. on construction activities amounted RM2.661 million (2021: RM5.791 million). For the current quarter and financial period ended 30 September 2022 (“3Q2022”), the Group’s revenue has decreased by approximately 43% as compared to the preceding year corresponding quarter ended 30 September 2021 (“3Q2021”). This was mainly due to the huge decrease in the sales of sport footwear, sports apparel and accessories from the China side.

b) Nine month ended 30 September 2022 compared with quarter ended 30 September 2021

Group revenue of RM40.363 million for the current nine month decrease by 48% compare with RM78.182 million in the previous year;s nine month. The decrease came primarily from the sports footwear, sports apparel and accessories in China and construction sector in Malaysia.

In spite of the decreasing in group revenue, The Group has incurred lower loss after tax of RM3.889 million for the nine (9) months ended 30 September 2022 as compared to loss after tax of RM4.724 million for the preceding year corresponding quarter ended 30 September 2021. This was mainly due to the improvement in construction segment for the preceding year corresponding quarter ended 30 September 2021.

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Group Results	Quarter Ended		Changes	
	30.09.2022 RM'000 (unaudited)	30.06.2022 RM'000 (unaudited)	RM'000	%
Revenue	12,196	12,192	4	0%
Gross profit	94	626	(532)	-85%
Loss before tax	(2,243)	(2,051)	(192)	9%
Loss after tax	(2,215)	(2,024)	(191)	9%

Revenue

The Group's revenue for the 3Q2022 has not much changes as compared to the preceding quarter three (3) months ended 30 June 2022 ("2Q2022") mainly due to the progression from the construction segment were slowed down.

The Group gross profit drop significantly by 85% as compared to the preceding quarter. This was mainly due to the increasing in cost of sales from the construction segment which has resulted reduction in gross profit margin.

Loss after tax

The Group recorded a pre-tax loss was narrowed as compared to the 2Q2022 mainly due to the decrease in general administrative expenses.

B3. Current year prospects

Looking forward, the sportswear market will be sustaining its growth potential driven by the consumption upgrading trend and stable demand among domestic consumers with improved living standard and higher income growth. The propelling growth in the sector is also driven by rising level of health and well-being awareness and increasing sports participation. In addition, the Chinese Government supports the development of sports industry vigorously with the introduction of numerous favorable policies, programmes and sport events. The advancement of e-commerce also plays a significant part to drive growth and to cushion the deteriorating growth of the retail stores.

Market competition will continue to intensify with international sportswear brands are constantly accelerating their presence in the mainland causing domestic sportswear brands to lose market share due to weaker brand recognition and innovation. The increasing cost of labour also raises concern over the challenges from Southeast Asia countries offering considerably labour cost advantages over China. However, China has its competitive advantages over its well-established and centralized hub of raw and auxiliary material supplies serves to strengthen cohesion and sustainability of the local market.

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B3. Current year prospects (cont'd)

Given the overall backdrop in consumer sentiment, uncertainty economic impact arising from the on-going US-China trade dispute, coronavirus outbreak and intense market competition, the Group remains cautious and sees challenges on the business growth but remains optimistic on the long-term sustainability of the business.

Following the diversification of the Group business into construction with the intention to provide additional stream of revenue to the Group. The Group believes that the construction sector, being the backbone of the nation's economy growth would continue to be the key priority of the government's focus to promote continuous economy growth and recovery from the Covid-19 pandemic. The Board believe the stimulus measure introduced by the Malaysian government would give rise to increase construction activities in Malaysia, which will in turn, present the Group with more business opportunities (i.e. subcontracting work from main contractor). The Board of Directors of SAG ("Board") envisages that the Group's prospects for the coming years would be challenging.

B4. Variation on Revenue or Profit Estimate, Forecast, Projection or Internal Targets

Not applicable.

B5. Variance of Actual Profit After Tax and Minority Interest and the Forecast Profit after Tax and Minority Interest

Not applicable.

B6. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B7. Taxation

	30.09.2022	30.09.2021
	RM'000	RM'000
Deferred taxation	<u>(83)</u>	<u>(80)</u>

The deferred tax income was in respect of the unwinding of deferred tax liability over the useful life of certain assets of the Group.

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On 14 January 2022, the Company had raised approximately RM8.6 million from the private placement exercise by issuance of 211,144,900 new ordinary shares.

Details of utilisation	Utilisation timeframe	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised proceeds RM'000
Funding for the Group's on-going construction projects	Within 24 months	8,251	8,251	-
Expenses for the Proposal	Immediate	300	300	-
		<u>8,551</u>	<u>8,551</u>	<u>-</u>

B9. Borrowings and debt securities

	30.09.2022 RM'000	31.12.2021 RM'000
Short-term bank borrowings:		
Secured	6,400	6,416
Unsecured	16,216	16,256
Loans from an unrelated party	<u>10,450</u>	<u>13,749</u>
	<u>33,066</u>	<u>36,421</u>

The borrowings are denominated in RMB with a weighted average interest rate of 5.66% (31 December 2021: 5.66%) per annum. There were no material changes of the borrowings amount as at the current quarter as compared to the preceding year corresponding quarter.

B10. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B11. Dividend

The Board of Directors did not recommend any dividend for the current financial quarter.

SINARAN ADVANCE GROUP BERHAD

Registration No. 202001007513 (1363833-T)

(Incorporated in Malaysia)**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2022****B12. Loss before tax**

	Individual Quarter		Cumulative Quarter	
	Quarter Ended		Period Ended	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
	RM'000	RM'000	RM'000	RM'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Unrealised foreign exchange loss/(gain)	31	(2,285)	54	(3,769)
Realised foreign exchange gain	(14)	-	(62)	-
Depreciation of property, plant and equipment	480	477	1,446	1,426
Depreciation of right-of-used assets	179	174	540	513
Interest expense	639	828	2,130	2,291
Interest income	-	-	(16)	-

B13. Loss per share

Basic loss per share is calculated by dividing the net loss attributable to owners of parent for the period by the number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Quarter Ended		Period Ended	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Net loss attributable to owners of the company (RM'000)	(2,215)	(1,376)	(3,889)	(4,724)
Weighted average number of ordinary shares (units)	956,013	648,396	956,013	648,396
Basic & diluted loss per share attributable to owners of the parent (sen)	(0.23)	(0.21)	(0.41)	(0.73)

* The diluted loss per ordinary share is same as the basic loss per share as the average market price of the ordinary shares during the current financial quarter was lower than the exercise price of the warrants and accordingly, the effect of the assumed conversion of warrants outstanding will be anti-dilutive effect and the Company has no other dilutive potential ordinary shares in issue as at the end of the current financial quarter.

SINARAN ADVANCE GROUP BERHAD

Registration No. 202001007513 (1363833-T)

(Incorporated in Malaysia)**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2022****B14. Trade Receivables**

	As at 30.09.2022 RM'000 (unaudited)	As at 31.12.2021 RM'000 (audited)
Trade receivables	50,525	52,235
Less: Impairment losses	<u>(460)</u>	<u>(460)</u>
	<u>50,065</u>	<u>51,775</u>

The aging analysis of the Group's trade receivables as at 30 September 2022 is as follows:

	As at 30.09.2022 RM'000 (unaudited)	As at 31.12.2021 RM'000 (audited)
No credit terms	-	-
Not past due	4,489	6,815
Past due but not impaired:		
- Less than 30 days	4,354	11,532
- 31-60 days	4,553	9,112
- more than 60 days	<u>37,129</u>	<u>24,776</u>
Gross trade receivables	50,525	52,235
Less: Allowance for impairment loss	<u>(460)</u>	<u>(460)</u>
	<u>50,065</u>	<u>51,775</u>

B15. Authorisation For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the Board of Directors.

By Order of the Board
Ding JianPing
Executive Chairman and
Chief Executive Officer