

MCT BERHAD

Company No: 200901038653 (881786-X)

(Incorporated In Malaysia)

Interim Financial Reports

For The Quarter Ended 31 March 2022

MCT BERHAD 200901038653 (881786-X)
Incorporated In Malaysia

Interim Financial Reports

For The Quarter Ended 31 March 2022

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MCT BERHAD 200901038653 (881786-X)
Incorporated In Malaysia

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING QUARTER 31-MAR-21 RM'000	CURRENT YEAR TO DATE 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING PERIOD 31-MAR-21 RM'000
Revenue	38,618	89,500	38,618	89,500
Cost of sales	(25,211)	(65,199)	(25,211)	(65,199)
Gross profit	<u>13,407</u>	<u>24,301</u>	<u>13,407</u>	<u>24,301</u>
Other Income	1,869	864	1,869	864
Selling and marketing expenses	(753)	(193)	(753)	(193)
Direct operating and general administrative expenses	(15,995)	(15,074)	(15,995)	(15,074)
Finance costs	(8,308)	(9,063)	(8,308)	(9,063)
Profit before tax	<u>(9,780)</u>	<u>835</u>	<u>(9,780)</u>	<u>835</u>
Income tax expense	(2,417)	(120)	(2,417)	(120)
(Loss)/ Profit for the period	(12,197)	715	(12,197)	715
Other comprehensive income, net of tax				
Items that may be reclassified subsequently to profit or loss				
Cash flow hedge	1,185	2,950	1,185	2,950
Total comprehensive income/(loss) for the period	<u>(11,012)</u>	<u>3,665</u>	<u>(11,012)</u>	<u>3,665</u>

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2022
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING QUARTER 31-MAR-21 RM'000	CURRENT YEAR TO DATE 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING PERIOD 31-MAR-21 RM'000
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(11,010)	3,669	(11,010)	3,669
Non-controlling interest	(2)	(4)	(2)	(4)
	(11,012)	3,665	(11,012)	3,665
Earnings per share attributable to owners of the parent:				
Basic earnings per share (sen) - Note B13	(0.76)	0.25	(0.76)	0.25
Diluted earnings per share (sen)	NA	NA	NA	NA

NA denotes not applicable as the Company has no dilutive potential ordinary shares at the end of the reporting period.

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	(UNAUDITED) AS AT END OF CURRENT FINANCIAL QUARTER 31-MAR-22 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31-DEC-21 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	237,254	239,774
Investment properties	249,641	249,674
Land held for property development	297,186	296,032
Deferred tax assets	14,381	17,120
	798,462	802,600
Current Assets		
Inventories	4,365	4,452
Property development costs	253,250	245,352
Trade receivables	57,238	98,980
Other receivables	48,180	50,918
Contract assets	30,469	26,781
Tax recoverable	24,600	18,461
Cash and bank balances	461,861	459,482
	879,963	904,426
	1,678,425	1,707,026
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Company		
Share capital	1,541,092	1,541,092
Reserves	(1,066,549)	(1,067,734)
Retained earnings	378,397	390,592
	852,940	863,950
Non-controlling interests	228	230
	853,168	864,180

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	(UNAUDITED) AS AT END OF CURRENT FINANCIAL QUARTER 31-MAR-22 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31-DEC-21 RM'000
Non-Current Liabilities		
Borrowings	43,421	-
Lease liabilities	1,134	1,104
Total Non-Current Liabilities	44,555	1,104
Current Liabilities		
Trade payables	72,680	86,614
Other payables and accrued expenses	115,051	139,988
Contract liabilities	45,013	80,821
Amount owing to ultimate holding company	525,750	520,625
Tax liabilities	2,953	5,741
Borrowings	18,000	-
Lease liabilities	1,102	1,115
Derivative financial liabilities	153	6,838
Total Current Liabilities	780,702	841,742
Total Liabilities	825,257	842,846
Total Equity and Liabilities	1,678,425	1,707,026

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2022
(The figures have not been audited)

Attributable to the owners of the Company

	<--- Non-Distributable --->			Distributable		Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Acquisition reserve RM'000	Cash flow hedge reserve RM'000	Retained earnings RM'000	Total RM'000		
As at 1 January 2021	1,541,092	(1,062,627)	(12,228)	406,828	873,065	237	873,302
Total comprehensive income for the year	-	-	7,121	(16,236)	(9,115)	(7)	(9,122)
As at 31 December 2021	1,541,092	(1,062,627)	(5,107)	390,592	863,950	230	864,180
Total comprehensive income for the period	-	-	1,185	(12,195)	(11,010)	(2)	(11,012)
As at 31 March 2022	1,541,092	(1,062,627)	(3,922)	378,397	852,940	228	853,168

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2022

	(UNAUDITED)	(AUDITED)
	3 MONTHS	12 MONTHS
	ENDED	ENDED
	31-MAR-22	31-DEC-21
	RM'000	RM'000
CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax	(9,780)	5,101
Adjustments for:		
Depreciation of:		
Property, plant and equipment	3,092	15,858
Investment properties	126	1,361
Finance costs	8,308	35,229
Impairment loss on property, plant and equipment	-	431
Reversal of impairment loss on property, plant and equipment	-	(707)
Allowance for impairment loss on trade receivables	-	82
Bad debts written off	-	38
Loss/(Gain) on disposal of property, plant and equipment	51	(1,710)
Interest income	(743)	(4,553)
Unrealised loss/(gain) on foreign exchange	33	19
	1,087	51,149
Operating Profit Before Working Capital Changes		
Decrease/(Increase) in:		
Inventories	87	8,326
Property development costs	(7,102)	58,958
Contract assets	(3,689)	(20,477)
Trade receivables	41,742	52,384
Other receivables and prepaid expenses	2,738	(11,582)
(Decrease)/Increase in:		
Contract liabilities	(35,807)	(161,135)
Trade payables	(13,957)	(2,402)
Other payables and accrued expenses	(24,877)	(18,032)
	(39,778)	(42,811)
Cash Used In Operations		
Income taxes paid	(8,978)	(22,483)
	(48,756)	(65,294)
Net Cash Used In Operating Activities		

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2022

	(UNAUDITED)	(AUDITED)
	3 MONTHS	12 MONTHS
	ENDED	ENDED
	31-MAR-22	31-DEC-21
	RM'000	RM'000
CASH FLOWS USED IN INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	159	2,747
Interest received	743	4,553
Additions to:		
Investment properties	(92)	(334)
Property, plant and equipment	(1,191)	(3,465)
Land held for property development	(1,216)	(11,344)
	(1,597)	(7,843)
Net Cash Used In Investing Activities	(1,597)	(7,843)
CASH FLOWS USED IN FINANCING ACTIVITIES		
Proceeds/(Repayment) from bank borrowings	61,421	(25,000)
Placement of fixed deposits placed with licensed banks	-	(3,077)
Repayment of lease liabilities	(331)	(7,859)
Finance costs paid	(8,358)	(33,822)
	52,732	(69,758)
Net Cash Generated From/(Used In) Financing Activities	52,732	(69,758)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,379	(142,895)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	456,405	599,300
CASH AND CASH EQUIVALENTS AT END OF PERIOD	458,784	456,405

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2022

	(UNAUDITED)	(AUDITED)
	3 MONTHS	12 MONTHS
	ENDED	ENDED
	31-MAR-22	31-DEC-21
	RM'000	RM'000
Cash and cash equivalents included in the statement of cash flows comprise the following:		
Fixed deposits with licensed banks	28,094	36,496
Deposits under Housing Development Accounts	361,255	359,546
Cash on hand and in bank	72,512	63,440
Cash and bank balances	433,767	422,986
Less:		
Fixed deposits with maturity period more than 90 days	(3,077)	(3,077)
Cash and cash equivalents	458,784	456,405

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NOTES TO INTERIM FINANCIAL STATEMENTS
UNAUDITED INTERIM FINANCIAL REPORTS FOR THE QUARTER ENDED 31 MARCH 2022

PART A - EXPLANATORY NOTES PURSUANT TO THE 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 requirements of MFRS134: Interim Financial Reporting and paragraph 9.22 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 financial year ended 31 December 2021. These interim financial statements contain selected explanatory notes which provide explanations of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries ("Group").

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 31 December 2021.

The Group has adopted the following amendments to MFRSs which are effective for annual periods beginning on or after 1 January 2022:

Amendments to:	
MFRS 3	Reference to the Conceptual Framework
MFRS 116	Proceeds before Intended Use
MFRS 137	Cost of Fulfilling a Contract
Amendments to MFRSs	Annual Improvements to MFRSs 2018-2020 Cycle

The adoption of the above amendments to MFRSs does not have any significant impact to the Group.

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

At the date of the unaudited interim financial statements, the new and revised Standards and Amendments which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

MFRS 17	Insurance Contracts ¹
Amendments to: MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information ¹
MFRS 101	Classification of Liabilities as Current or Non-current & Disclosure of Accounting Policies ¹
MFRS 108	Definition of Accounting Estimates ¹
MFRS 112	Deferred tax related to assets and liabilities arise from a single transaction ¹
MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ²

¹ Effective for annual period beginning on or after 1 January 2023, with earlier application permitted.

² Effective date deferred to a date to be determined and announced, with earlier application permitted.

The directors anticipate that the abovementioned MFRSs and amendments to MFRSs will be adopted in the annual financial statements of the Group and the Company when they become effective and that the adoption of these MFRSs and amendments to MFRSs may have an impact on the financial statements of the Group and the Company in the period of initial application. However, it is not practicable to provide a reasonable estimate of the effect until the Group and the Company undertake a detailed review.

A2 Auditors' Report on preceding annual financial statements

The auditors' report on the audited financial statements for the financial year ended 31 December 2021 were not subject to any qualification.

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

A3 Exceptional or unusual items

There were no material items of exceptional or unusual nature affecting the assets, liabilities, equity, net income or cash flows of the Group for the period ended 31 March 2022.

A4 Changes in estimates

There were no changes in estimates that have a material effect on the amounts reported for the current quarter under review.

A5 Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter under review.

A6 Dividend paid

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

A7 Profit before tax

The following amounts have been included in arriving at profit before tax:

	CURRENT YEAR QUARTER 31-MAR-22 RM'000	YEAR TO DATE 31-MAR-22 RM'000
Staff costs	6,833	6,833
Depreciation of:		
Property, plant and equipment	3,092	3,092
Investment properties	126	126
Unrealised loss on foreign exchange	33	33
Realised gain on foreign exchange	(15)	(15)
Gain on disposal of property, plant and equipment	(51)	(51)
Interest income	(743)	(743)

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

A8 Segmental information

The segmental information for the quarter ended 31 March 2022 is as follows:

	Property Development RM'000	Investment Holding RM'000	Complementary Business RM'000	Others RM'000	Total RM'000	Elimination RM'000	The Group RM'000
Revenue							
External revenue	35,972	-	212	2,434	38,618	-	38,618
Inter-segment revenue	-	-	6,082	694	6,776	(6,776)	-
Total revenue	35,972	-	6,294	3,128	45,394	(6,776)	38,618
Results							
Operating profit/(loss)	(111)	(1,784)	(355)	(1,071)	(3,321)	(20)	(3,341)
Interest income	712	8,619	29	-	9,360	(8,617)	743
Other income	361	15	658	92	1,126	-	1,126
Finance costs	(5,549)	(8,166)	(2,981)	(249)	(16,945)	8,637	(8,308)
Profit/(Loss) before tax	(4,587)	(1,316)	(2,649)	(1,228)	(9,780)	-	(9,780)
Income tax expense	(1,073)	(1,555)	234	(23)	(2,417)	-	(2,417)
Profit/(Loss) after tax	(5,660)	(2,871)	(2,415)	(1,251)	(12,197)	-	(12,197)

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

A8 Segmental information

The segmental information for the quarter ended 31 March 2022 is as follows: *(continued)*

	Property Development RM'000	Investment Holding RM'000	Complementary Business RM'000	Others RM'000	Total RM'000	Elimination RM'000	The Group RM'000
Assets and liabilities							
Segment assets	2,193,789	2,271,763	778,137	77,568	5,321,257	(3,681,813)	1,639,444
Tax recoverable and deferred tax asset	15,050	1,297	9,227	236	25,810	13,171	38,981
Total assets	2,208,839	2,273,060	787,364	77,804	5,347,067	(3,668,642)	1,678,425
Segment liabilities	1,704,847	727,823	724,648	112,037	3,269,355	(2,447,051)	822,304
Tax liabilities and deferred tax liabilities	2,444	509	-	-	2,953	-	2,953
Total liabilities	1,707,291	728,332	724,648	112,037	3,272,308	(2,447,051)	825,257

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

A8 Segmental information

The segmental information for the quarter ended 31 March 2022 is as follows: *(continued)*

	Property Development RM'000	Investment Holding RM'000	Complementary Business RM'000	Others RM'000	Total RM'000
Other segment information					
Capital expenditure:					
Investment properties	92	-	-	-	92
Property, plant and equipment	340	-	697	154	1,191
Depreciation of:					
Investment properties	126	-	-	-	126
Property, plant and equipment	2,300	-	202	590	3,092

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

A9 Material events subsequent to the end of interim financial year

There were no material events subsequent to the end of the current quarter under review up to the date of issue of this report that were not reflected in the financial statements for the current quarter under review.

A10 Changes in the composition of the Group

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

A11 Changes in contingent liabilities and contingent assets

Details of contingent liabilities of the Group as at end of the current quarter under review are as follows:

(a) Performance bond

	As at 31-MAR-22 RM'000	As at 31-DEC-21 RM'000
Performance bond provided in favour of third parties pursuant to the construction and/or development projects of the Group	<u>14,818</u>	<u>14,191</u>

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

A12 Commitments

There were no commitments in the Group for the current quarter under review.

A13 Significant related party transactions

During the financial year, the significant related party transactions entered by the Group, which were determined based on negotiations agreed between the parties, are as follows:

	YEAR TO DATE 31-MAR-22 RM'000
Interest paid/payable to ultimate holding company	<u>8,033</u>

A14 Seasonal or Cyclical Factors

The Group's operations were not significantly affected by any seasonal or cyclical factors during the current quarter under review.

A15 Fair Values

The carrying amounts of the financial instruments approximate their fair values as these financial assets and financial liabilities have short-term maturity or are repayable on demand except for the following:

The fair value of long-term financial liabilities is determined by the present value of future cash flow estimated and discounted using the current interest rates for similar instruments at the end of the reporting period. There is no material difference between the fair values and carrying values of these liabilities as at the end of the reporting period.

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**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA
SECURITIES BERHAD
UNAUDITED INTERIM FINANCIAL REPORTS FOR THE QUARTER ENDED 31 MARCH 2022**

**PART B - EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1 Performance Review

For the current quarter under review

The Group recorded revenue of RM39 million for the current quarter ended 31 March 2022, compared to RM90 million in the corresponding quarter of the preceding year, representing a 57% decrease in revenue. The decrease in revenue recorded was mainly due to most of the Group's projects are either towards the completion stage or at infancy stage whereby lesser work done were recognised.

Expenses recorded for the current quarter under review is consistent at RM25 million as compared to the corresponding quarter of the preceding year.

Consequently, the Group recorded loss after tax of RM12 million for the current quarter under review as compared to a profit after tax of RM1 million for the corresponding quarter of the preceding year.

B2 Material Changes for the Current Quarter as Compared to the Preceding Quarter

The Group recorded revenue of RM39 million for the current quarter ended 31 March 2022, compared to RM87 million in the preceding quarter. The decrease in revenue recorded was mainly due to most of the Group's projects are either towards the completion stage or at infancy stage whereby lesser work done were recognised.

Total expenses recorded for the current quarter of RM25 million is lower than the expenses recorded in the preceding quarter of RM27 million. The slight decrease is due to the recognition of impairment of the Group's assets in the preceding quarter.

Consequently, the Group recorded loss after tax of RM12 million for the current quarter under review as compared to loss after tax of RM2 million in the previous quarter.

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**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA
SECURITIES BERHAD
UNAUDITED INTERIM FINANCIAL REPORTS FOR THE QUARTER ENDED 31 MARCH 2022**

**PART B - EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B3 Prospects

On 1 April 2022, Malaysia has begun its transition to endemic phase with the reopening of international borders and the lifting of most pandemic-related restrictions in order to stimulate economic activities. This will improve domestic economic activities and entail better prospects for the property sector. Despite the recent announcement by Bank Negara Malaysia to increase the Overnight Policy Rate by 25 basis points, we believe that the sustained reopening of the global economy and the improvement in labour market will assist to drive the property sector with a more positive outlook. Based on Bank Negara Malaysia's report, the latest indicators show that the country's economic growth is on a firmer footing, driven by strengthening domestic demand amid sustained export growth. The labour market is further lifted by the lower unemployment rate, higher labour participation and better income prospects

The Group will maintain its prudent management strategy in the coming quarters. The Group will continue to manage cost efficiencies and exercise prudence while consolidating our market position and reinforce our competitive edge in order to seize any opportunities that will arise as the situation improves.

B4 Variance of profit forecast

No profit forecast has been issued by the Group previously in any public document.

B5 Profit forecast or profit guarantee

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

B6 Profit/(Loss) on sale of unquoted investments

There was no sale of unquoted investments during the current quarter under review.

B7 Quoted securities

There was no other purchase or disposal of quoted and marketable securities during the current quarter under review.

B8 Status of corporate proposals

There were no material corporate proposals entered into during the current quarter under review.

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**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA
SECURITIES BERHAD
UNAUDITED INTERIM FINANCIAL REPORTS FOR THE QUARTER ENDED 31 MARCH 2022**

**PART B - EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B9 Group borrowings

Total loans and borrowings as at 31 March 2022 were as follows:

	Short-term RM'000	Long-term RM'000	Total RM'000
Unsecured:			
Lease liabilities	34	60	94
Revolving credit	18,000	-	18,000
Term loan	-	43,421	43,421
	<u> </u>	<u> </u>	<u> </u>

Save for the advances from ultimate holding company and its related interest payable, there were no loans and borrowings denominated in foreign currency as at 31 March 2022.

Total loans and borrowings as at 31 December 2021 were as follows:

	Short-term RM'000	Long-term RM'000	Total RM'000
Unsecured:			
Lease liabilities	33	68	101
	<u> </u>	<u> </u>	<u> </u>

Save for the advances from ultimate holding company and its related interest payable, there were no loans and borrowings denominated in foreign currency as at 31 December 2021.

Weighted average interest rates per annum of borrowings effective as at reporting date are as follow:

	31-MAR-22
Lease liabilities	2.40%
Revolving credit	2.93%
Term loan	3.54% - 4.20%

The interest rate profile of the borrowings are:

	31-MAR-22	
	RM'000	% to total borrowings
Fixed rate	94	1%
Floating rate	61,421	99%
	<u> </u>	<u> </u>
	61,515	100%

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B10 Material litigation

- (a) By virtue of an originating summons (“OS”) filed by Chellappa Kalimuthu, President of the Jawatankuasa Pengurusan Kuil (“Chellappa”) of the Sri Maha Mariamman Temple (“Temple”) in the High Court on 3 May 2019, Chellappa is seeking the following orders:
- i. A declaration that the affairs of the Temple are subject to a constructive trust for religious purposes;
 - ii. the administration and management of the Temple;
 - iii. the vesting of immovable property(ies) (if any) of the Temple or to be donated to the temple or to be acquired for the benefit of the Temple to the Court appointed Trustees;
 - iv. intervention of the Attorney General (“AG”) in respect of matters involving the Temple.
- (b) The temple land has been surrendered to the State, to be gazetted as “Rumah Ibadat Bukan Islam”.
- (c) On 23 February 2022, an application to intervene in the proceedings was filed by one of the temple's devotee but it was dismissed by the Court. On 19 May 2022, the Court has granted an order for the release of the stakeholders sum including interest to USJ Citypoint Sdn. Bhd. (“USJCP”). The Court shall now treat USJCP as a nominal party only until the matter is fully disposed.

B11 Income Tax Expense

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING QUARTER 31-MAR-21 RM'000	CURRENT YEAR TO DATE 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING PERIOD 31-MAR-21 RM'000
Income tax expense/(credit) comprises:				
Current tax	1,605	955	1,605	955
Deferred tax	812	(835)	812	(835)
	<u>2,417</u>	<u>120</u>	<u>2,417</u>	<u>120</u>

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B12 Dividend Payable

No interim dividends have been recommended in respect of the current quarter under review.

B13 Earnings Per Share

The calculation of the earnings per ordinary share of the Group has been calculated by dividing (loss)/profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING QUARTER 31-MAR-21 RM'000	CURRENT YEAR TO DATE 31-MAR-22 RM'000	PRECEEDING YEAR CORRESPONDING PERIOD 31-MAR-21 RM'000
Basic earnings per share				
Profit/(Loss) attributable to owners of the parent (RM'000)	(11,010)	3,669	(11,010)	3,669
Weighted average number of ordinary shares ('000)	1,456,995	1,456,995	1,456,995	1,456,995
Basic earnings per share (sen)	<u>(0.76)</u>	<u>0.25</u>	<u>(0.76)</u>	<u>0.25</u>

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B14 Trade Receivables

The table below is the aging analysis of trade receivables at the end of the reporting period:

	31-MAR-22 RM'000
Neither past due nor impaired	36,182
1 to 30 days past due	2,608
31 to 60 days past due	5,841
61 to 90 days past due	1,881
More than 90 days past due	22,220
	32,550
Less: Provision for doubtful debt for trade receivables	(11,494)
	<u>57,238</u>

Allowance for doubtful debt for trade receivables was provided for balances aged beyond 180 days as it is probable the Group will be unable to collect such debts after sending reminder letters and letter of demand.

On confirmation of insolvency of receivables, the balances will be written off.