

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**

	Current year quarter 30/09/2023 RM'000	Preceding year corresponding quarter 30/09/2022 RM'000	Current year to-date 30/09/2023 RM'000	Preceding year corresponding period 30/09/2022 RM'000
Revenue from contracts with customers	17,570	52,739	39,687	126,472
Cost of sales	<u>(20,606)</u>	<u>(37,292)</u>	<u>(44,788)</u>	<u>(86,051)</u>
Gross (loss)/ profit	(3,036)	15,447	(5,101)	40,421
Other items of income				
Interest income	82	152	251	291
Other income	834	2,208	2,998	5,240
Other items of expense				
Administrative expenses	(1,602)	(2,179)	(4,516)	(5,525)
Other expenses	<u>(16)</u>	<u>(899)</u>	<u>(53)</u>	<u>(2,031)</u>
(Loss)/ Profit before tax	(3,738)	14,729	(6,421)	38,396
Income tax	<u>1,031</u>	<u>(3,452)</u>	<u>2,302</u>	<u>(9,115)</u>
(Loss)/ Profit after tax	<u>(2,707)</u>	<u>11,277</u>	<u>(4,119)</u>	<u>29,281</u>
(Loss)/ Profit after tax attributable to:				
Owners of the Company	<u>(2,707)</u>	<u>11,277</u>	<u>(4,119)</u>	<u>29,281</u>
(Loss)/Earnings per share attributable to owners of the Company:				
Basic (sen)	<u>(1.24)</u>	<u>5.43</u>	<u>(1.89)</u>	<u>14.20</u>
Diluted (sen)	<u>(1.24)</u>	<u>5.41</u>	<u>(1.89)</u>	<u>14.07</u>

This Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2022 and accompanying explanatory notes attached to these interim financial statements.

(Incorporated In Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023**

	As at 30/09/2023 RM'000	As at 31/12/2022 RM'000
Assets		
Non-current assets		
Property, plant and equipment	24,322	22,994
Investment properties	1,989	2,051
Intangible asset	149	149
Deferred tax assets	-	19
	<u>26,460</u>	<u>25,213</u>
Current assets		
Inventories	51,016	40,981
Trade and other receivables	6,686	4,850
Other current assets	3,628	2,285
Tax recoverable	3,206	1
Other current financial assets	73,882	96,239
Cash and bank balances	23,445	27,864
	<u>161,863</u>	<u>172,220</u>
Total assets	<u>188,323</u>	<u>197,433</u>
Equity and liabilities		
Current liabilities		
Trade and other payables	5,652	3,780
Contract liabilities	402	86
Tax payable	-	432
	<u>6,054</u>	<u>4,298</u>
Net current assets	<u>155,809</u>	<u>167,922</u>
Non-current liability		
Deferred tax liabilities	416	2,582
Total liabilities	<u>6,470</u>	<u>6,880</u>
Net assets	<u>181,853</u>	<u>190,553</u>
Equity attributable to owners of the Company		
Share capital	92,652	91,854
Treasury shares	(7,387)	(7,229)
Employee share option reserve	-	853
Retained earnings	96,588	105,075
Total equity	<u>181,853</u>	<u>190,553</u>
Total equity and liabilities	<u>188,323</u>	<u>197,433</u>
Net assets per share (RM)	<u>0.83</u>	<u>0.88</u>

This Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2022 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	Current year to-date 30/09/2023 RM'000	Preceding year corresponding period 30/09/2022 RM'000
Operating activities		
(Loss)/ Profit before tax	(6,421)	38,396
Adjustments for:		
Depreciation of investment properties	62	62
Depreciation of property, plant and equipment	2,336	2,495
Advances written off	27	-
Inventory written down	1,924	8
Property, plant and equipment written off	74	-
Gain on disposal of property, plant and equipment	(73)	(19)
(Forfeiture)/ Grant of equity-settled share options	(703)	16
Interest income	(251)	(291)
Net fair value loss on derivatives - unrealised	-	396
Unrealised foreign exchange gain	(2)	(334)
Operating cash flows before changes in working capital	(3,027)	40,729
Changes in inventories	(11,959)	(3,822)
Changes in trade and other receivables	(1,861)	30,551
Changes in other current assets	(1,343)	5,902
Changes in trade and other payables	1,872	(3,258)
Changes in contract liabilities	316	(3,858)
Cash flows (used in)/ generated from operations	(16,002)	66,244
Interest received	242	279
Income tax refunded	1,176	-
Income tax paid	(4,658)	(975)
Net cash (used in)/ generated from operating activities	(19,242)	65,548
Investing activities		
Interest received	7	14
Proceeds from disposal of property, plant and equipment	92	19
Purchase of property, plant and equipment	(3,757)	(1,661)
Net cash used in investing activities	(3,658)	(1,628)
Financing activities		
Dividend paid	(4,368)	(9,212)
Purchase of treasury shares	(158)	(2,137)
Proceeds from exercise of employee share options	648	7,433
Net cash used in financing activities	(3,878)	(3,916)

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2022 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
 FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	Current year to-date 30/09/2023 RM'000	Preceding year corresponding period 30/09/2022 RM'000
Net (decrease)/ increase in cash and cash equivalents	(26,778)	60,004
Effect of exchange rate changes on cash and cash equivalents	2	334
Cash and cash equivalents at 1 January	<u>123,717</u>	<u>77,884</u>
Cash and cash equivalents at 30 September	<u>96,941</u>	<u>138,222</u>
Analysis of cash and cash equivalents		
Cash and bank balances	23,445	43,071
Investments in money market funds	73,882	95,537
Less: Deposits with maturity of more than three months	<u>(386)</u>	<u>(386)</u>
Cash and cash equivalents	<u>96,941</u>	<u>138,222</u>

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2022 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	Equity, total RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Treasury shares RM'000	Employee share option reserve RM'000	Retained earnings RM'000
Opening balance at 1 January 2022	169,114	169,114	57,691	(9,378)	3,715	117,086
Profit after tax	29,281	29,281	-	-	-	29,281
Dividends on ordinary shares	(11,681)	(11,681)	-	-	-	(11,681)
Exercise of employee share options	7,433	7,433	9,915	-	(2,482)	-
Purchase of treasury shares	(2,137)	(2,137)	-	(2,137)	-	-
Distribution of share dividend	2,469	2,469	-	2,469	-	-
Grant of equity-settled share options	16	16	-	-	16	-
Closing balance at 30 September 2022	194,495	194,495	67,606	(9,046)	1,249	134,686
Opening balance at 1 January 2023	190,553	190,553	91,854	(7,229)	853	105,075
Loss after tax	(4,119)	(4,119)	-	-	-	(4,119)
Dividends on ordinary shares	(4,368)	(4,368)	-	-	-	(4,368)
Purchase of treasury shares	(158)	(158)	-	(158)	-	-
Forfeiture of equity-settled share options	(703)	(703)	-	-	(703)	-
Exercise of employee share options	648	648	798	-	(150)	-
Closing balance at 30 September 2023	181,853	181,853	92,652	(7,387)	-	96,588

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2022 and accompanying explanatory notes attached to these interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

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

A1. Basis of preparation

These condensed consolidated interim financial statements, for the period ended 30 September 2023, have been prepared in accordance with MFRS134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The explanatory notes attached to the unaudited interim financial report provide an explanation of the event and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 December 2022. They do not include all the information required for full annual financial statements and should be read in conjunction with the Group’s financial statements for the financial year ended 31 December 2022.

A2. Significant accounting policies

The significant accounting policies adopted by the Group in these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2022 of the Group, except for the adoption of the following new MFRSs, Amendments to MFRSs and Interpretations effective for financial period beginning on or after 1 January 2023:

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above MFRSs, Amendments to MFRSs and Interpretations did not have any material financial impact on these condensed consolidated financial statements.

The following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2024

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 & 7	Supplier Finance Arrangements

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2025

Amendments to MFRS 121	Lack of Exchangeability
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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

A2. Significant accounting policies

MFRSs, Interpretations and Amendments which effective for a date yet to be confirmed

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between Investors and its Associate or Joint Venture
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The directors anticipate that the abovementioned MFRSs, Interpretations and Amendments will have no material impact on the financial statements of the Group in the period of initial application.

A3. Seasonal or cyclical factors

The Group's business operation and performance are not affected materially by any seasonal or cyclical factors for the financial quarter under review.

A4. Items of unusual nature

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow in the quarterly financial statements.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in either the prior interim period of the current financial period or prior financial years that have had a material effect on the results during the current quarter and financial period-to-date.

A6. Changes in debt and equity securities

During the financial period ended 30 September 2023, the Company issued 1,284,000 units of ordinary shares for cash pursuant to the Company's Employee Share Option Scheme ("ESOS") at exercise price of RM0.505 per ordinary share. Details of the issued and paid-up capital of the Company as at 30 September 2023 are as follows:

	No. of shares	RM'000
As at 1 January 2023	229,136,000	91,854
Ordinary shares issued pursuant to ESOS	1,284,000	798
As at 30 September 2023	230,420,000	92,652

Purchase of shares pursuant to Section 127 of the Companies Act 2016

During the period ended 30 September 2023, the Company had acquired 257,700 units of ordinary shares from the open market for a cash consideration of RM0.16 million. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127(4) of the Companies Act 2016.

Other than the above, there were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A7. Dividend paid

An interim tax-exempt dividend of 2 sen per ordinary share in respect of the financial year ended 31 December 2022 amounting to RM4.37 million was paid on 22 March 2023.

A8. Segment reporting

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

- i. Manufacturing segment - manufacturing and sale of plywood, veneer and laminated veneer lumber (LVL).
- ii. Electricity segment - generation and sale of electricity.

The following table provides an analysis of the Group's revenue, results, assets and liabilities by business segment:

	Manufacturing RM'000	Electricity RM'000	Adjustment/ Elimination RM'000	Total RM'000
<u>Period ended 30 September 2023</u>				
Revenue				
External sales	39,687	-	-	39,687
Inter-segment sales	-	1,655	(1,655)	-
	<u>39,687</u>	<u>1,655</u>	<u>(1,655)</u>	<u>39,687</u>
Results				
Segment (loss)/ profit	<u>(9,098)</u>	<u>346</u>	<u>2,331</u>	<u>(6,421)</u>
Segment assets as at 30 September 2023	<u>105,134</u>	<u>4,112</u>	<u>79,077</u>	<u>188,323</u>
Segment liabilities as at 30 September 2023	<u>5,873</u>	<u>181</u>	<u>416</u>	<u>6,470</u>
<u>Period ended 30 September 2022</u>				
Revenue				
External sales	126,472	-	-	126,472
Inter-segment sales	-	1,800	(1,800)	-
	<u>126,472</u>	<u>1,800</u>	<u>(1,800)</u>	<u>126,472</u>
Results				
Segment profit	<u>37,142</u>	<u>335</u>	<u>919</u>	<u>38,396</u>
Segment assets as at 31 December 2022	<u>96,024</u>	<u>3,099</u>	<u>98,310</u>	<u>197,433</u>
Segment liabilities as at 31 December 2022	<u>3,799</u>	<u>67</u>	<u>3,014</u>	<u>6,880</u>

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

A8. Segment reporting (continued)

The following items are added to segment loss or profit to arrive at total loss or profit before tax reported in the unaudited condensed consolidated statement of comprehensive income:

	Current year to-date 30/09/2023	Preceding year corresponding period 30/09/2022
	RM'000	RM'000
Interest income from fixed deposit	9	8
Distribution income from money market funds	205	111
Net gain on money market funds	2,073	758
Rental income from investment properties	198	198
Depreciation of investment properties	(62)	(62)
Direct operating expenses arising from investment properties	(92)	(94)
	2,331	919

The following items are added to segment assets to arrive at total assets reported in the unaudited condensed consolidated statement of financial position:

	As at 30/09/2023	As at 31/12/2022
	RM'000	RM'000
Money market funds	73,882	96,239
Investment properties	1,989	2,051
Deferred tax assets	-	19
Tax recoverable	3,206	1
	79,077	98,310

The following item is added to segment liabilities to arrive at total liabilities reported in the unaudited condensed consolidated statement of financial position:

	As at 30/09/2023	As at 31/12/2022
	RM'000	RM'000
Tax payable	-	432
Deferred tax liabilities	416	2,582
	416	3,014

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter.

A10. Change in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

A11. Capital commitments

The following table provides information on the capital commitments subsequent to the end of the current financial quarter:

	As at 30/09/2023	As at 31/12/2022
	RM'000	RM'000
Approved and contracted for property, plant and equipment	3,948	807

A12. Material events subsequent to the reporting period

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the interim financial statements under review.

A13. Changes in composition of the Group

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

A14. Related party transactions

The following table provides information on the transactions which have been entered into with related parties during the period ended 30 September 2023 and 30 September 2022 as well as the balances with the related parties as at 30 September 2023 and 31 December 2022:

	Transaction value for period ended		Balance outstanding as at	
	30/09/2023	30/09/2022	30/09/2023	31/12/2022
	RM'000	RM'000	RM'000	RM'000
<u>Nature of transactions</u>				
Rental paid to a director	144	144	-	-

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

**PART B -
 ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD
 (PART A OF APPENDIX 9B)**

B1. Review of performance of the Group

(a) Comparison of the current quarter against the corresponding quarter

	Current year quarter 30/09/2023 RM'000	Preceding year corresponding quarter 30/09/2022 RM'000	Changes %
Revenue	17,570	52,739	-66.7
Operating (loss)/ profit	(4,449)	14,286	-131.1
Non-operating income	711	443	60.5
(Loss)/ Profit before tax	(3,738)	14,729	-125.4
(Loss)/ Profit after tax	(2,707)	11,277	-124.0
(Loss)/ Profit attributable to owners of the parent	(2,707)	11,277	-124.0

For the third quarter ended 30 September 2023, revenue was RM17.57 million, a decrease of RM35.17 million, or 67% year-over-year. The Group reported gross loss of RM3.04 million in current quarter under review as compared to gross profit of RM15.45 million a year earlier. The decline was anticipated as we did not expect our third quarter sales to keep pace with results generated during the exceptional conditions of fiscal year 2022. The decline was due to a combination of price deflation and lower sales volume as compared to the same period in the prior year.

In line with lower sales volume, total cost of sales reduced by approximately RM16.68million or 45%. However, cost of goods sold per m3 was higher as compared to preceding year corresponding quarter due primarily to recognition of inventory written down of RM1.63 million in current quarter under review to reflect the lower of cost or net realisable value.

For the third quarter of year 2023, non-operating income was RM0.71 million, up 61% from a year earlier. The increase was due primarily to higher net gain generated from money market funds as a result of rates hike by the Bank Negara Malaysia since May 2022. Administrative expenses in current year quarter were lower by approximately 26% as compared to previous year corresponding quarter because of the catch-up adjustment recognised on provision for bonus in third quarter last year.

For the three months ended 30 September 2023, the Group reported net loss after tax of RM2.71 million, as compared to profit after tax of RM11.28 million in the third quarter of year 2022. The third quarter of 2023 marked a continuation of the challenging demand market we experienced in the recent quarters.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

B1. Review of performance of the Group (Continued)

(b) Comparison of the current year to-date against the corresponding period

	Current year to-date 30/09/2023	Preceding year corresponding period 30/09/2022	Changes
	RM'000	RM'000	%
Revenue	39,687	126,472	-68.6
Operating (loss)/ profit	(8,752)	37,477	-123.4
Non-operating income	2,331	919	153.6
(Loss)/ Profit before tax	(6,421)	38,396	-116.7
(Loss)/ Profit after tax	(4,119)	29,281	-114.1
(Loss)/ Profit attributable to owners of the parent	(4,119)	29,281	-114.1

For the nine months ended 30 September 2023, revenue was RM39.69 million, a decrease of RM86.78 million, or 69%, over the prior year corresponding period. The Group reported gross loss of RM5.10 million in current period as compared to gross profit of RM40.42 million in the first nine months of year 2022. The decline in both revenue and gross profit compared to the preceding year corresponding period was attributable to the year-over-year price and volume decrease, reflecting changing market conditions.

Cost of goods sold per m3 was 13% higher due primarily to lower production volume as well as inventory written down to reflect the lower of cost or net realisable value. In addition, the Group also written off unallocated fixed production overhead of RM2.08 million, versus RM0.94 million unallocated fixed production overhead expensed off in prior year corresponding period.

Non-operating income was RM2.33 million for the nine months ended 30 September 2023, increased by RM1.41 million year-over-year. This was mainly attributable to higher net gain generated from money market funds. Administrative expenses decreased by approximately RM1.01 million due mainly to the reversal of ESOS reserve and lower provision for bonus, offset by the quality defects liability claimed by our customers in current period.

As anticipated, the Group reported a loss after tax of RM4.12 million for the period ended 30 September 2023 as compared to profit after tax of RM29.28 million in corresponding period of previous financial year. This year-over-year change reflects the decrease in gross profit driven by price deflation of plywood, and lower sales and production volume during the current financial year. It was partially offset by lower administrative expenses in current period.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

B2. Comparison with immediate preceding quarter's results

	Current year quarter 30/09/2023	Immediate preceding quarter 30/06/2023	Changes
	RM'000	RM'000	%
Revenue	17,570	13,698	28.3
Operating loss	(4,449)	(1,398)	218.2
Non-operating income	711	769	-7.5
Loss before tax	(3,738)	(629)	494.3
Loss after tax	(2,707)	(194)	1,295.4
Loss attributable to owners of the parent	(2,707)	(194)	1,295.4

Revenue in current quarter amounted to RM17.57 million, increased by RM3.87 million or 28% quarter-over-quarter. This was mainly due to higher sales volume of plywood in current quarter as plywood demand from United States continues growing while average selling price stabilised. Sales volume increased by approximately 30% in current quarter as compared to second quarter of year 2023. The Group recorded a higher gross loss margin, -19% in third quarter 2023 versus -6% in immediate preceding quarter. Deteriorating gross margin reflects the one-off adjustment on inventory written down amounting to RM1.63 million recognised in current quarter under review. Increase in cost of sales was in line with the increase in sales volume as well as the inventory written down in current quarter.

Non-operating income was RM0.71 million, reduced by approximately 8% quarter-over-quarter due to lower principal balances of money market funds. Administrative expenses in current quarter increased by approximately RM0.51 million, due to lower administrative expenses in immediate preceding quarter as a result of reversal of ESOS reserve upon the expiry of the share options.

The Group reported a weaker result in current quarter under review, loss after tax of RM2.71 million as compared to RM0.19 million in second quarter of year 2023. This was mainly attributed from the write down of inventory in current quarter and reversal of ESOS reserve in immediate preceding quarter.

B3. Prospects for the remaining period of current financial year

Although our production and sales volume are increasing over the quarters since early this year, we anticipated that the Group's performance in the remaining period of current financial year to be consistent with the first nine months due to the combined effect of recent inflation and high interest rates at US.

However, there is sign of recovery of demand of plywood as we have received more orders from US customers recently. Based on the latest RVIA forecast 2024, RV Shipments are projected to range between 363,700 and 375,700 units which represents 22% to 24% over the 2023 median forecast. Demand for our products will recover following the recovery of US housing and RV sectors. We are looking forward for a turnaround in the coming year, especially when the logging operation at our concession area begins.

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B4. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial year.

B5. Income tax

	Current year quarter 30/09/2023	Preceding year corresponding quarter 30/09/2022	Current year to-date 30/09/2023	Preceding year corresponding period 30/09/2022
	RM'000	RM'000	RM'000	RM'000
Current income tax:				
- Income tax	-	3,470	-	9,338
- Over provision in prior years	-	-	(155)	-
	-	3,470	(155)	9,338
Deferred income tax:				
- Origination and reversal of temporary differences	(1,020)	(18)	(2,106)	(226)
- Over provision in prior years	(11)	-	(41)	3
	(1,031)	(18)	(2,147)	(223)
Total income tax	(1,031)	3,452	(2,302)	9,115

The effective tax rate for current quarter was lower than the statutory tax rate, principally due to certain income not subjected to income tax purposes. The effective tax rate for current year to-date was lower than the statutory tax rate, principally due to certain income not subjected to income tax purposes as well as the over provision in prior years recognised in the first quarter of year 2023.

B6. Status of corporate proposals

There were no corporate proposals announced or not completed by the Group as at the date of this report.

B7. Borrowings

The Group has no borrowings as at 30 September 2023.

B8. Material litigations

There were no material litigations since the financial year ended 31 December 2022 and up to the date of this report.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023**
B9. Dividends

The Board of Directors is pleased to declare an interim tax-exempt dividend of 2 sen per ordinary share in respect of the financial year ending 31 December 2023. The entitlement date and payment date are on 11 December 2023 and 22 December 2023 respectively. The total dividends declared to-date for the current financial year ending 31 December 2023 is 2 sen (2022: 6.64 sen) per ordinary share.

B10. Loss/ earnings per share

Basic loss/ earnings per share is calculated by dividing the loss/ profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares in issue during the period. For diluted loss/ earnings per share calculation, the weighted average number of ordinary shares in issue was adjusted to assume that the maximum number of new ordinary shares have been issued pursuant to the share options granted under the Employees' Share Option Scheme ("ESOS"). The dilutive portion of the ordinary shares deemed issued pursuant to the ESOS are accounted for in the diluted loss/ earnings per share calculation. The ESOS will have a dilutive effect only when the average market price of ordinary shares of the Company during the period exceeds the exercise price of options granted.

	Current year quarter 30/09/2023	Preceding year corresponding quarter 30/09/2022	Current year to-date 30/09/2023	Preceding year corresponding period 30/09/2022
(Loss)/ Profit after tax, attributable to owners of the parent used in the computation of loss per share (RM'000)	(2,707)	11,277	(4,119)	29,281
Weighted average number of ordinary shares in issue ('000)	218,432	205,642	218,284	202,588
Effects of dilution:				
- Employee share options ('000)	-	1,814	-	3,812
Weighted average number of ordinary shares for diluted loss/ earnings per share computation ('000)	218,432	207,456	218,284	206,400
Basic (loss)/ earnings per share (sen)	(1.24)	5.48	(1.89)	14.45
Diluted (loss)/ earnings per share (sen)	(1.24)	5.44	(1.89)	14.19

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

B11. Auditors' report

There was no qualification to the audited financial statements of the Company and its subsidiary for the financial year ended 31 December 2022.

B12. Loss/ Profit before tax

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

	Current year quarter 30/09/2023	Preceding year corresponding quarter 30/09/2022	Current year to-date 30/09/2023	Preceding year corresponding period 30/09/2022
	RM'000	RM'000	RM'000	RM'000
Interest income	(82)	(152)	(251)	(291)
Distribution income from money market funds	(102)	(38)	(205)	(111)
Net gain on money market funds	(586)	(380)	(2,073)	(758)
Gain on disposal of property, plant and equipment	-	-	(73)	(19)
Bad debts recovered	-	(80)	(60)	(320)
Rental income	(66)	(68)	(198)	(207)
Advances written off	-	-	27	-
Inventory written down	1,626	8	1,924	8
Rental of office premises	48	48	144	144
Depreciation of property, plant and equipment	802	851	2,336	2,495
Depreciation of investment properties	21	21	62	62
Property, plant and equipment written off	74	-	74	-
Direct operating expenses arising from investment properties:				
- rental generating properties	25	25	92	94
Net fair value loss/ (gain) on derivatives:				
- realised	16	899	26	1,635
- unrealised	-	(283)	-	396
Net gain on foreign exchange:				
- realised	(23)	(1,105)	(251)	(3,157)
- unrealised	(6)	(190)	(2)	(334)