

A Explanatory Notes in compliance with Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A1. Change in Financial Year End

As announced on 26 April 2023, the Group has changed its financial year end from 31 December to 30 June. Due to the change, the condensed consolidated statement comprehensive income, condensed consolidated statement of changes in equity, condensed consolidated statement of cash flows as well certain notes to the interim financial report for the current quarter ended 30 September 2024, being the first quarter of the current financial year ending 30 June 2025, are not comparable with that of the first quarter of the previous financial period ended 30 June 2024. As such, comparative figures are not presented where applicable in this interim financial report.

A2. Basis of Preparation

The unaudited condensed interim financial statements have been prepared in accordance with the reporting requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) and the requirements of the Companies Act 2016 in Malaysia.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2024. These explanatory notes attached to the interim financial statements provide 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 year ended 30 June 2024.

A3. Significant Accounting Policies

The significant accounting policies adopted by the Group for the unaudited condensed interim financial statements are consistent with those adopted for the Group audited financial statements for the financial year ended 30 June 2024, except for the adoption of the following amendments to MFRSs effective 1 January 2024:

- Amendments to MFRS 16 Leases – *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101 Presentation of Financial Statements – *Non-current Liabilities with Covenants*
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosure – *Supplier Finance Arrangements*

The adoption of the above amendments and annual improvements to MFRSs is not expected to have any material impact on the interim financial statements of the Group.

Standards issued but not yet effective

The following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective to the Group.

Effective for financial periods beginning on or after 1 January 2025

- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates – *Lack of Exchangeability*

Effective dates of these Amendments to Standards has been deferred, and yet to be announced

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investment in Associates and Joint Ventures – *Sales or Contribution of Assets between an Investor and its Associates or Joint Venture*

A4. Qualification of Financial Statements

The auditors' report for the preceding year's audited financial statements was not subject to any qualification.

A5. Seasonal or Cyclical Factors

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

A6. Nature and Amount of Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

A7. Nature and Amount of Changes in Estimates

There were no material changes in estimates for the current financial quarter under review.

A8. Issuance and Repayment of Debt and Equity Securities

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

As at the end of the current financial quarter under review, a total of 1,165,744 shares were held as treasury shares.

A9. Dividend Paid

There were no dividends paid during the current financial quarter under review.

A10. Segmental Information

The Company and its subsidiaries are principally engaged in construction, property development and investment holding.

The Company has arrived at two (2) reportable segments that are organised and managed separately according to the nature of products and services, specific expertise and technologies requirements, which require different business and marketing strategies. The reportable segments are summarised as follows:

(i) Construction

Securing and carrying out construction contracts.

(ii) Property development

Development of residential and commercial properties.

Other operating segments that do not constitute a reportable segment comprise investment holding.

A10. Segmental Information (continued)

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

3 months ended 30 September 2024	Construction RM'000	Property Development RM'000	Other RM'000	Inter- segment Elimination RM'000	Total RM'000
Segment Revenue					
External	28,510	10,663	300	-	39,473
Inter-segment	11,797	-	1,654	(13,451)	
Total revenue	40,308	10,663	1,954	(13,451)	39,473
Interest income	928	39	1,732	(2,155)	544
Finance cost	(1,971)	(798)	(3,235)	2,210	(3,793)
Net finance expense	(1,043)	(759)	(1,503)	56	(3,249)
Share of profit of an associate	(167)	-	-	-	(167)
Share of profit of a joint venture	-	-	11	-	11
Segment profit/(loss) before taxation	348	(3,081)	(2,807)	(130)	(5,670)
Taxation	-	-	(7)	(4)	(10)
Segment profit/(loss) after taxation	348	(3,081)	(2,813)	(134)	(5,680)
Other material non-cash item:					
- Depreciation	(1,254)	(106)	(456)	352	(1,463)
Additions to non-current assets other than financial instruments and deferred tax assets	402	17	-	-	419
Segment assets	837,144	527,316	664,804	(789,830)	1,239,435
Segment liabilities	550,607	474,050	244,354	(543,970)	725,041

A11. Valuation of Property, Plant and Equipment

There is no valuation of property, plant and equipment performed in the current quarter and financial year-to-date.

A12. Acquisition/Disposal of Property, Plant and Equipment

There was no material acquisition or disposal of property, plant and equipment during the current quarter and financial year-to-date.

A13. Material Subsequent Event

There were no material events subsequent to the end of the current financial quarter under review up to the date of this report which is likely to substantially affect the results of the operations of the Group.

A14. Changes in the Composition of the Group

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

A15. Capital Commitment

There are no material capital commitments for the current quarter and financial year-to-date.

A16. Contingent Liabilities

	As at 30 Sept 24 RM'000	As at 30 June 24 RM'000
Bank guarantees given by financial institutions in respect of construction and property projects	<u>63,568</u>	<u>64,895</u>

B Explanatory Notes in Compliance with listing Requirements of the Bursa Malaysia

B1. Review of performance for the current quarter compared to the immediate preceding quarter

Group – Current quarter review:

	Current quarter	Immediate preceding quarter	
	30/9/2024	30/6/2024	Changes
	RM'000	RM'000	%
Revenue	39,473	50,231	(21.4)
(Loss)/Profit Before Tax	(5,670)	1,395	(506.5)
(Loss)/Profit After Taxation	(5,680)	1,686	(436.9)

As announced on 26 April 2023, the financial year end of the Group has been changed from 31 December to 30 June. Consequently, there is no comparative financial information for the current quarter ended 30 September 2024 ("1Q25"). The analysis below compares 1Q25 to the immediate preceding quarter ended 30 June 2024 ("6Q24").

The Group registered revenue of RM39.5 million and LBT of RM5.7 million in 1Q25, compared to RM50.2 million and RM1.4 million in revenue and PBT respectively in 6Q24. The lower revenue is primarily due to the lower contributions from the construction division as most of the projects were at tail end of completion. Additionally, settlement costs of RM2.1 million related to the old projects also further impacted the results.

The Group provided LADs amounting to RM4.6 million in 1Q25. Excluding the LAD, Group's core LAT stood at RM1.1 million for 1Q25.

B1. Review of performance for the current quarter compared to the immediate preceding quarter (continued)

Construction segment

	Current quarter	Immediate preceding quarter	Changes (%)	Cumulative 3 months
	30/9/2024	30/6/2024		30/9/2024
	RM'000	RM'000		RM'000
Revenue	40,308	66,786	(39.6)	40,308
Profit Before Tax	348	27,651	(98.7)	348
Profit After Taxation	348	18,857	(98.2)	348

Revenue from the construction segment stood at RM40.3 million in 1Q25, compared to RM66.8 million registered in 6Q24. This quarter's revenue was primarily driven by the E'Island Lake Haven and the Light Rail Transit 3 ("LRT 3") projects contributing RM11.4 million and RM9.9 million in revenue respectively. The results were also impacted by settlement costs of RM2.1 million related to old projects, which affected the profit before tax (PBT).

Property development segment

	Current quarter	Immediate preceding quarter	Changes (%)	Cumulative 3 months
	30/9/2024	30/6/2024		30/9/2024
	RM'000	RM'000		RM'000
Gross Revenue	10,663	(5,392)	297.8	10,663
Audit adjustment (YE June 2024)	-	(17,013)	100.0	-
Adjusted Revenue	10,663	(22,405)	147.6	10,663
Loss Before Tax	(3,081)	(28,926)	89.3	(3,081)
Loss After Taxation	(3,081)	(18,634)	83.5	(3,081)

The property development segment revenue shows a positive revenue growth in 1Q25, with RM10.7 million in revenue. However, the segment reported a LBT of RM3 million, mainly due to LADs amounting to RM4.6 million. The lower revenue in 6Q24 is primarily due to audit adjustments for the E'Island Lake Haven Project, which resulted in a RM17.0 million reduction in revenue.

B2. Prospects

Based on its existing business, GBG stands to recognise a total of RM1.3 billion in future gross revenue, comprising RM406.1 million from the construction division and RM898.5 million from the property development division.

As of 1Q25, the Group's total borrowings stood at RM263.7 million, increasing by RM28.4 million or 12.1% compared to 6Q24. These borrowings comprise RM4.0 million in long-term borrowings, RM134.3 million in short-term borrowings, and RM125.4 million in Islamic Commercial Papers (ICPs) and Islamic Medium Term Notes (IMTNs). The Group's cash and cash equivalent stood at RM107.8 million as at 1Q25, increasing by RM11.4 million or 11.8% compared to 6Q24. Based on the above, the Group's gross and net gearing stood at 0.51x and 0.30x in 1Q25, respectively.

(a) Construction Division

The Group's construction division is armed with a healthy outstanding orderbook of RM406.6 million, that will sustain earnings and cashflow contribution up to FYE 2026. In the near term, the construction division is focusing on executing and completing its ongoing construction projects, whilst finalising claims for various completed projects.

Based on our experience, capabilities, and resources, we see opportunities from potential government and private construction projects. However, prospective projects will undergo an extensive internal assessment to ensure that the risk-reward parameters are of an optimal level, including margins and cashflow.

(b) Property Development Division

In 1Q25, the Group achieved RM1.7 million in property sales that comprise 4 units of E'Island Lake Haven. As at 30 September 2024, our total sold and unbilled sales stand at RM205.9 million, which will progressively be recognised up to the end of 2025.

The property division is currently engaged in the development of projects with a gross development value (GDV) of RM1.1 billion, including two key projects: E'Island Lake Haven in Puchong and The Peak in Johor Bahru City Centre. Additionally, the division is preparing to undertake the inaugural launch Serena Gambang, a 100-acre landed township in Gambang with a total GDV of RM382 million.

As of 30 September 2024, the ongoing projects of E'Island Lake Haven and The Peak have achieved take-up rates of 95% and 40% respectively. Furthermore, the division holds completed but unsold inventories valued at RM19.4 million, comprising units from Contours in Melawati Heights and Kinrara Uptown in Lestari Perdana.

In a positive development, Maybank approved a RM120 million, seven-year term loan facility for GBG in July 2024, inclusive of a two-year repayment grace period. This financing will support the acceleration of construction activities for *The Peak*, with full completion targeted for 2025. The facility is earmarked to cover the remaining development and marketing costs associated with the project. As of 30 September 2024, The Peak had 403 unsold units, with a total net sellable area of approximately 525,000 square feet, collectively valued at RM401.2 million.

The primary target markets for The Peak include Malaysians employed in Singapore, a group anticipated to greatly benefit from the completion of the Johor Bahru – Singapore Rail Transit System (RTS). Additionally, Singaporeans, and participants of the Malaysia My Second Home (MM2H) program, and businesses relocating to Johor Bahru as a result of the Johor Bahru – Singapore Special Economic Zone incentives are expected to contribute to the marketability of the development.

In FY2025, we will launch Serena Gambang – a 100-acre township situated in the educational hub of Kuantan, with Universiti Malaysia Pahang, International Islamic University Malaysia, and Pahang Matriculation College all within a 10km radius. Strategically located 1.5km from both the Gambang Interchange on the East Coast Highway and the future Gambang East Coast Railway Station, the development will offer rapid connectivity to Gombak and Kuala Lumpur. Designed with sustainability in focus, Serena Gambang will feature solar-powered homes and streetlights, rainwater harvesting technologies, a central park with pedestrian paths, and multi-generational recreational spaces including cycling tracks, jogging paths, and skating rinks.

(b) Property Development Division (Continued)

Property Sales Summary up to 25 November 2024

	No of Units				Take Up	Cumulative Sales since 2Q19
	Unsold as at (July 24)	Sold in 1Q25	Sold (1 Oct 2024 to 25 Nov 2024)	Sold (Year to date up to 25 Nov 2024)		
<u>Developments Under Construction</u>						
E'Island Lake Haven	66 of 1,140	4	1	5	1,079 units or 95%	RM464.1m
The Peak	403 of 668	-	-	-	265 units or 40%	RM102.2m
<u>Completed Developments</u>						
Contours	2 of 40	-	-	-	38 units or 95%	RM37.0m
Permas Centro	-	-	-	-	100%	RM15.5m
Kinrara Uptown	2 of 177	-	-	-	175 or 99%	-
Total	473	4	1	5		RM618.8m
						Bookings
						RM0.8m

Since the relaunch of our property development division in 2Q19, we have achieved RM614.8 million in property sales as shown in the table above. Additionally, we have RM0.8 million in property bookings pending loan conversions.

B2. Prospects (Continued)

(b) Property Development Division (Continued)

The property development division continues to be on the lookout for new lands to further expand its property development portfolio and provide further continuity to earnings and cashflows from FYE 2025 to FYE 2029.

B3. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate in any public document.

B4. Items included in the Statements of Comprehensive Income include:

	Current Quarter 3 months ended 30 September 24 RM'000	Cumulative Quarter 3 months ended 30 September 24 RM'000
Interest income	544	544
Reversal of impairment losses of receivables	151	151
Other income	1,048	1,048
Interest expense (excluding interest capitalised)	(3,795)	(3,795)
Depreciation and amortisation	(1,537)	(1,537)
Impairment losses of receivables	(125)	(125)
Gain on disposal of property, plant and equipment	118	118
Foreign exchange gain or loss	*	*
Gain or loss on derivatives	*	*
Exceptional items	*	*

* There were no such reportable items as required by Bursa Malaysia in the current quarter and cumulative quarter to date.

B5. Taxation

The Group effective tax rate for the cumulative quarter is higher than the statutory rate mainly due to certain expenses being disallowed for income tax purposes.

	Current Quarter 3 months ended 30 September 24 RM'000	Cumulative Quarter 3 months ended 30 September 24 RM'000
Current income tax:		
- Current year	7	7
- Previous year	-	-
	<u>7</u>	<u>7</u>
Deferred tax:		
- Current year	4	4
- Prior years	-	-
	<u>4</u>	<u>4</u>
	<u>11</u>	<u>11</u>

B6. Status of Corporate Proposals Announced

There are no corporate proposals announced by the Company but not completed as at 10 November 2024, being the latest practicable date, which is not earlier than 7 days from the date of issuance of this interim financial report.

Establishment of an Islamic commercial paper (“ICP”)/ Islamic medium term note (“IMTN”) Programme

On 11 August 2022, the Company made a lodgment with the Securities Commission Malaysia (“SC”) the required information and relevant documents pursuant to the SC’s Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework, in relation to the establishment of an ICP / IMTN Programme of RM200.0 million in nominal value for the issuance(s) of ICPs under the Shariah principle of *Mudharabah* and/or IMTN under the Shariah principle of *Wakalah bi al-Istithmar* (the ICPs and IMTNs are collectively referred to as the “Sukuk GBG”).

Kenanga Investment Bank Berhad is the appointed Principal Adviser, Lead Arranger, Lead Manager, Shariah Adviser and Facility Agent in respect of the ICP/IMTN Programme.

MARC Ratings Berhad has assigned a preliminary rating of **MARC-1_{IS}/A_{IS}** for the ICP/IMTN Programme, with a stable outlook.

The proceeds from the ICP/IMTN Programme shall be utilised for the following purposes:

- (i) to utilise RM100,000 to fund the trustee’s reimbursement account, as required under the SC’s Trust Deed Guidelines;
- (ii) to finance the investment activities, capital expenditure, working capital requirements and/or other general corporate purposes of Board of Directors of the Group (“Issuer”) and the Group as well as, to defray any fees and expenses relating to the ICP/IMTN Programme;
- (iii) to repay any existing conventional borrowings undertaken by the Group; and/ or
- (iv) to repay any existing and/or future Islamic financings undertaken by Group (including for purposes of redemption or refinancing/ rollover of the Sukuk GBG)

In any case, all utilisation of funds from the issuance of the ICPs/ IMTNs under the ICP/IMTN Programme shall be for Shariah-compliant purposes only, including the manner in which the funds are to be channelled within the Group by the Issuer.

As of 4 August 2023, MARC Ratings has affirmed its ratings of **MARC-1_{IS}/A_{IS}** on Gabungan AQRs Berhad’s RM200.0 million Islamic Commercial Papers (ICP)/Islamic Medium-Term Notes (IMTN) Programme. The ratings outlook is stable. The total outstanding balance under the programme stood at RM125.4 million.

B7. Group Borrowings and Debt Securities

	As at 30 September 2024
	Short term RM'000
Secured	
- Term loan	220
- Revolving credit	21,000
- Bank overdrafts	113,085
Unsecured	
- ICP/IMTN Programme	125,383
	<u>259,688</u>
	As at 30 June 2024
	Short term RM'000
Secured	
- Term loan	166
- Revolving credit	21,100
- Bank overdrafts	105,520
Unsecured	
- ICP/IMTN Programme	104,395
	<u>231,181</u>

B8. Dividend

No dividend has been proposed by the Board of Directors for the current quarter ended 30 September 2024.

B9. Material litigation

- (a) On 15 September 2020, Gabungan AQRS Berhad ("GAB") and Trusvest Sdn Bhd ("TVSB"), commenced legal proceedings against the former Executive Director and Group Chief Financial Officer for the Gabungan AQRS Group of Companies, Bernard Lim Soon Chiang ("Bernard"), in the High Court at Shah Alam.

GAB and TVSB's case is that Bernard had acted negligently and / or in breach of his service contract with GAB as its Chief Financial Officer, by, amongst others, failing, refusing and / or neglecting to give proper tax advice and / or properly consulting a tax consultant on the tax implications of a project to construct, own and subsequently sublease base-camp accommodation to Petronas Chemicals Fertiliser Sabah Sdn Bhd at Sipitang, Sabah ("Sipitang Project"). The Sipitang Project was awarded to TVSB by a consortium comprising Seri Wilayah Engineering Sdn Bhd and REMT Utama Sdn Bhd. TVSB in turn awarded the construction works to a subsidiary of GAB, Gabungan Strategik Sdn Bhd. GAB and TVSB also allege that :-

- (i) Bernard had fraudulently and / or negligently misrepresented the tax implications of the Sipitang Project to the Audit Committee and Board of Directors of GAB; and
- (ii) Bernard had breached his fiduciary duties owed to GAB and Trusvest.

In consequence, GAB and TVSB suffered loss and damage amounting to RM13,245,173.

B9. Material litigation (continued)

GAB and TVSB have filed an application for further and better particulars of Bernard's Defence ("Application"), which was dismissed by the High Court on 25 August 2021. GAB and TVSB appealed to the Court of Appeal against the aforesaid decision on 23 September 2021.

Company's solicitors attended hearing on 5 July 2023 for its application to amend its Statement of Claim ("Amendment Application"). The Court allowed 4 of the 5 amendments sought by the Company, with RM5,000.00 costs awarded in favour of the Defendant.

Following to GAB's expert report which has been filed on 6 October 2023, Defendant's solicitor indicated that Bernard intends to file a rebuttal expert report.

The Defendant's Counsel sought an extension of time to confirm the Defendant's instruction and to prepare the rebuttal expert report.

The trial Judge reluctantly allowed the request for extension of time, and gave an ultimatum for the Defendant to file the rebuttal expert report by 20 February 2024.

The Defendant's Counsel confirmed that the Defendant is not filing any rebuttal expert report. The Judge directed the parties to exchange witness statements on 8 April 2024, 6 weeks before the commencement of trial.

The Judge vacated the current trial dates fixed on 20, 21, 23, 24, 27, 28 May 2024 of its own volition, as the Judge has been directed to complete all part-heard cases pending in his Court before starting any new trials and directed the parties to file witness statements.

Exchange of witness statements on 18 April 2024 in compliance with the Court's directions. Bernard did not make any new allegations against the management of Gabungan in his witness statement, there is no further or new witness required at this juncture.

The Court vacated the current trial dates fixed on 16-18, 28-29 October 2024 and 11-13 November 2024 of its own volition, as the Judge is sitting on the Court of Appeal and has been directed not to start any new trial.

High Court Judge for Bernard's trial, YA Mohd Firuz bin Jaffril has been elevated to the Court of Appeal, and as a result, the trial dates in October and November 2024 were vacated.

The Court fixed new trial on 10-21 November 2025.

(b) On 1 October 2020, Gabungan Strategik Sdn Bhd ("GSSB"), the subsidiary of the company, filed a Writ of Summons against: -

- (i) Geonamics (M) Sdn Bhd ("1st Defendant")
- (ii) Jurutera Perunding Primareka Sdn Bhd ("2nd Defendant")
- (iii) Yee Yong Yip ("3rd Defendant")
- (iv) Tiong Ping Siing ("4th Defendant")
- (v) Tang Pui San ("5th Defendant")
- (vi) Mohd Noor Nazrul Bin Mohd Yusof ("6th Defendant")
- (vii) Azmi Bin Md Aziz ("7th Defendant")
- (viii) Wong Kee Choo ("8th Defendant")
- (ix) Choon Suan Fatt ("9th Defendant")
- (x) Ahmad Bashti Bin Azmi ("10th Defendant")
- (xi) Foo Mun Pong ("11th Defendant")

For negligence and/or breach of employment contracts with GSSB, in connection with a contract awarded to GSSB for the earthworks, piling works, and substructure works for a project known as the Paloma Project. In the said suit, GSSB claims losses of RM14,392,347.10.

B9. Material litigation (continued)

In March 2021, the following defendants applied to strike out GSSB's Suit against them: -

1. 2nd Defendant;
2. 3rd Defendant;
3. 4th to 6th Defendants and 11th Defendant; and
4. 9th and 10th Defendants,
(collectively the "Striking Out Applications")

The 1st Defendant applied for a Determination of Question of Law under Order 14A of the Rules of Court, 2021 on 19 March 2021 ("Order 14A Application").

The Striking Out Applications and Order 14A Application were heard before the Kuala Lumpur High Court Judge on 17 August 2021. The Judge reserved his decision to be delivered on 18 October 2021.

On 18 October 2021, the Judicial Commissioner allowed the 1st Defendant's Order 14A Application and proceeded to dismiss GSSB's claim against the 1st Defendant with costs of RM7,000-00 awarded against GSSB.

The Judge also allowed in part the Striking Out Applications, struck out GSSB's claims against the Defendants founded in negligence and ordered GSSB's claims against the Defendants founded in contract to be tried. In summary, the decision resulted in:

- i) GSSB's claims against the 2nd Defendant (Jurutera Perunding Primareka) to be wholly struck out with costs of RM7,000-00 awarded against GSSB; and
- ii) GSSB's claim against the employee defendants (3rd to 6th and 9th 11th Defendants) to be struck out in part, with costs in the cause. GSSB's claims against the employee defendants that are founded in contract were ordered to be tried.

GSSB appealed to the Court of Appeal against the aforesaid decisions. Furthermore, each employee defendant appealed to the Court of Appeal against the High Court decision to not allow their striking out applications in full. On 12 January 2022, the Court of Appeal directed GSSB's and the employee defendants' appeals, arising from the High Court 18 October 2021 decision to be heard together.

Based on the hearing fixed on 27 June 2023, the Court of Appeal unanimously ruled in favor of GSSB, resolving all 8 appeals and the suit will proceed for trial at the High Court. At this juncture, costs of RM50,000 were awarded to GSSB.

During case management on 8 March 2024, the Judge struck out the General Discovery Application with no order as to costs and directed the defendants to file applications for leave to issue Third Party Notices by 15 April 2024. GSSB was instructed to contact the Director General of Insolvency ("DGI") regarding a defense for 8th Defendant. GSSB proceeds to enter a Judgment in Default against 7th Defendant for his failure to enter appearance until to date.

Following case management on 16 April 2024, DGI appeared before the Judge, and informed they had written to request 8th Defendant to file his defense but received no response. GSSB requested the Judge to enter Judgement in Default of Defence against 8th Defendant.

On 7 May 2024, the Court entered the Judgement in Default of Defence against 8th Defendant during case management before the Registrar.

B9. Material litigation (continued)

During the case management on 6 June 2024, the 3rd Defendant, 4th to 6th Defendants and 11th Defendant have filed applications to seek the Court's directions on the third-party proceedings against Sanubari Cekal. The Registrar has directed those Defendants to file their respective applications on or before 20 June 2024.

Following the e-review case management on 21 June 2024, the Registrar has fixed a case management before the Judge on 18 July 2024 to deal with all the Defendants' applications for directions on the third party proceedings against Sanubari Cekal.

During the case management on 18 July 2024, the Court allowed the application for directions on the third party proceedings against Sanubari Cekal, with direction for the Defendants to file their Statement of Claim against Sanubari Cekal within 21 days from the 18 July 2024.

On 22 October 2024, during the e-review case management, Sanubari Cekal's solicitors informed the Court that they will be filing applications to set aside the third party proceedings commenced by the Defendants. The Judge directed Sanubari Cekal to file their setting aside applications by 29th October 2024 and for bundle of pleadings to be filed by 29th October 2024.

On 30 October 2024, during the e-review case management, The Court gave the following directions for Sanubari Cekal's setting aside applications :-

- (i) the Defendants to file their affidavit in reply by 15 November 2024; and
- (ii) Sanubari Cekal to file its affidavit in reply by 29 November 2024.

The next case management is fixed on *Tuesday, 3rd December 2024* for further directions.

B10. Earnings Per Share

(a) Basic

The basic earnings per share are calculated by dividing the profit attributable to owners of the Company for the financial period by the weighted average number of ordinary shares in issue during the financial period under review.

	Current Quarter 3 months ended 30 September 24 RM'000	Cumulative Quarter 3 months ended 30 September 24 RM'000
Profit attributable to equity holders of the Company (RM'000)	(5,655)	(5,655)
Weighted average number of ordinary shares ('000)	542,771	542,771
Basic earnings per share (sen)	(1.04)	(1.04)

B10. Earnings Per Share (continued)

(b) Diluted

Diluted earnings per share are calculated by dividing the profit for the year, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year after adjustment for the effects of dilutive potential ordinary shares, calculated as follows:

	Current Quarter 3 months ended 30 September 24 RM'000	Cumulative Quarter 3 months ended 30 September 24 RM'000
Profit attributable to equity holders of the Company (RM'000)	<u>(5,655)</u>	<u>(5,655)</u>
No of ordinary shares for basic earnings per share computation	542,771	542,771
Effect of dilution - on assumption that remaining warrants are exercised	<u>-</u>	<u>-</u>
Weighted average number of ordinary shares ('000)	<u>542,771</u>	<u>542,771</u>
Diluted earnings per share (sen)	<u>(1.04)</u>	<u>(1.04)</u>

B11. Authorisation for Issue

This interim financial report was authorised for issue by the Board of Directors.