



CARIMIN PETROLEUM BERHAD

Registration No. 201201006787 (908388-K)

**QUARTERLY REPORT
FOR THE FIRST 1ST QUARTER ENDED
30 SEPTEMBER 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR
THE FIRST QUARTER ENDED 30 SEPTEMBER 2022**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Corresponding Quarter Ended 30/9/2022 RM'000	Corresponding Quarter Ended 30/9/2021 RM'000	Current Corresponding Period Ended 30/9/2022 RM'000	Corresponding Period Ended 30/9/2021 RM'000
Revenue	79,042	65,919	79,042	65,919
Cost of sales	(67,763)	(57,276)	(67,763)	(57,276)
Gross profit	11,279	8,643	11,279	8,643
Other income	389	506	389	506
Administrative expenses	(3,392)	(3,062)	(3,392)	(3,062)
Other expenses	(155)	(207)	(155)	(207)
Finance costs	(539)	(802)	(539)	(802)
Share of profit/(loss) from a joint venture	259	(473)	259	(473)
Profit/(Loss) before taxation	7,840	4,605	7,840	4,605
Income tax expense	(821)	(531)	(821)	(531)
Profit/(Loss) after taxation for the period	7,020	4,074	7,020	4,074
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	257	63	257	63
Total comprehensive (expenses)/income for the period	7,277	4,137	7,277	4,137
Profit/(Loss) attributable to:				
Owners of the Company	7,053	4,100	7,054	4,100
Non-controlling interest	(34)	(26)	(34)	(26)
	7,020	4,074	7,020	4,074
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	7,310	4,163	7,311	4,163
Non-controlling interest	(34)	(26)	(34)	(26)
	7,277	4,137	7,277	4,137
Earnings per share attributable to equity holders of the company (sen):				
- Basic	3.02	1.75	3.02	1.75
- Diluted	N/A	N/A	N/A	N/A

Notes: These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022**

	Unaudited As at 30/9/2022 RM'000	Audited As at 30/6/2022 RM'000
ASSETS		
Property, plant and equipment	90,304	91,338
Right of Use	1,917	2,070
Investment in joint venture	259	-
Other investment	590	590
TOTAL NON-CURRENT ASSETS	93,070	93,998
Contract assets	69,559	66,188
Trade receivables	27,039	22,352
Other receivables, deposit and prepayment	11,308	9,577
Amount owing by joint venture	2,781	2,130
Current tax asset	5,014	244
Short term Investments	47,935	49,666
Fixed deposits with licensed banks	35,162	33,838
Cash and bank balances	8,319	7,979
TOTAL CURRENT ASSETS	207,117	191,974
TOTAL ASSETS	300,187	285,972
EQUITY AND LIABILITIES		
EQUITY		
Share capital	149,385	149,385
Reserves	27,829	20,571
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	177,214	169,956
Non-controlling interests	59	205
TOTAL EQUITY	177,273	170,161
LIABILITIES		
Loan and borrowings	4,104	7,683
Lease Liabilities	13	45
Deferred taxation	36	36
TOTAL NON-CURRENT LIABILITIES	4,153	7,764
Trade payables	39,306	32,939
Other payables and accruals	60,025	57,061
Current tax liabilities	4,928	365
Lease Liabilities	314	424
Short term borrowings	14,188	17,258
TOTAL CURRENT LIABILITIES	118,761	108,047
TOTAL LIABILITIES	122,914	115,811
TOTAL EQUITY AND LIABILITIES	300,187	285,972
NET ASSETS PER SHARE (SEN)	75.77	72.67

Note : These Condensed Consolidated Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2022

	-----Attributable to the owners of the Company-----								
	<u>Non - Distributable</u>				<u>Distributable</u>			<u>Non-Controlling</u>	
	Share Capital	Share Premium	Capital Reserve	Merger Deficit	Fair Value Reserve	Retained Profits	Total	Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2022	149,385	-	-	(80,802)	567	100,806	169,956	205	170,161
(Loss)/Profit for the financial period	-	-	-	-	-	7,054	7,054	(34)	7,020
<u>Other comprehensive income for the period</u>									
- Fair value changes of available for sale financial assets	-	-	-	-	257	-	257	-	257
Total comprehensive income/(expenses) for the period	-	-	-	-	257	7,054	7,311	(34)	7,277
<u>Contributions by and distributions to owners of the Company:</u>									
- Acquisition of interest in a subsidiary	-	-	-	-	-	(53)	(53)	(112)	(165)
- Dividend by the Company	-	-	-	-	-	-	-	-	-
Total transaction with owners	-	-	-	-	-	(53)	(53)	(112)	(165)
As At 30 Sep 2022	149,385	-	-	(80,802)	824	107,807	177,214	59	177,273
As at 1 July 2021	149,385	-	-	(80,802)	15	107,126	175,724	(119)	175,605
Profit/(Loss) for the financial period	-	-	-	-	-	6,543	6,543	324	6,867
Fair value changes of available for sale financial assets	-	-	-	-	552	-	552	-	552
Total comprehensive income/(expenses) for the period	-	-	-	-	552	6,543	7,095	324	7,419
<u>Contributions by and distributions to owners of the Company:</u>									
- Dividend by the Company	-	-	-	-	-	(12,863)	(12,863)	-	(12,863)
Total transaction with owners	-	-	-	-	-	(12,863)	(12,863)	-	(12,863)
As at 30 Jun 2022	149,385	-	-	(80,802)	567	100,806	169,956	205	170,161

Note : These Condensed Consolidated Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR
THE FIRST QUARTER ENDED 30 SEPTEMBER 2022**

	Unaudited Quarter Ended 30/9/2022 RM'000	Audited Year Ended 30/6/2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	7,840	10,872
Adjustments for:-		
Depreciation of property, plant and equipment	1,641	6,640
Depreciation of right-of-use assets	153	582
Gain on disposal of property, plant and equipment	-	(17)
Impairment on trade receivables	-	4,556
Interest expense	539	2,856
Interest income	(136)	(1,092)
Impairment on Investment in JV	-	1,500
Impairment loss on property, plant and equipment	-	448
Share of loss/(profit) of joint venture	(259)	1,083
Unrealised gain on foreign exchange	(24)	(172)
Impairment on trade receivables - Write Back	(171)	(1,294)
	<hr/>	<hr/>
Operating profit before changes in working capital	9,583	25,962
Changes in trade and other receivables	(8,395)	(49,813)
Changes in trade and other payables	10,043	14,715
Changes in contract assets	(2,588)	243
	<hr/>	<hr/>
CASH (FOR)/FROM OPERATIONS	8,643	(8,893)
Interest paid	(539)	(2,856)
Tax (paid)/refund	(1,028)	(5,728)
	<hr/>	<hr/>
NET CASH (FOR)/FROM OPERATING ACTIVITIES	7,076	(17,477)
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(607)	(643)
Proceed from disposal of property, plant & equipment	-	17
Interest received	136	1,092
	<hr/>	<hr/>
NET CASH FOR INVESTING ACTIVITIES	(471)	466
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance/(acquisition) of shares/loan stock	(164)	(541)
Net increase in placement of pledged deposits	(1,310)	(1,609)
Repayment of borrowings	(3,534)	(9,054)
Repayment of lease liabilities	(142)	(555)
Dividend paid	-	(12,863)
	<hr/>	<hr/>
NET CASH FROM FINANCING ACTIVITIES	(5,150)	(24,622)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	1,455	(41,633)
Effect on Foreign Exchange Translation	281	724
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	56,047	96,956
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	57,783	56,047
Note:		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	33,632	32,322
- non-restricted	49,464	51,182
Cash and bank balances	8,319	4,865
	<hr/>	<hr/>
Less: Deposits pledged to licensed banks	91,415	88,369
	(33,632)	(32,322)
	<hr/>	<hr/>
	57,783	56,047

Note: These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.

A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134
A1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

A2. Changes in Accounting Policies

The significant accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for financial year ended 30 June 2022.

At the date of authorisation of these interim financial statements, the following accounting standard(s) and/ or interpretation(s) including the consequential amendments, if any) were issued but are not yet effective for the current financial year and have not been applied by the Group:

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
- Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
- Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
- Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
- Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
- Amendments to MFRS 101: Classification of Liabilities as Current or Non Current	1 January 2023
- Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
- Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
- Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
- MFRS 17 Insurance Contracts	1 January 2023
- Amendments to MFRS 17 Insurance Contracts	1 January 2023
- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. Seasonal or Cyclical Factors

Save as disclosed in Note B1 and B2, the results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

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 of the Group during the quarter under review.

A5. Material Changes in Estimates

The Group did not provide any estimates in the quarter under review.

A6. Debts and Equity Securities

There were no other issuances, cancellation, repurchases, resale and repayment of debt and equity securities by the Group during the quarter under review.

A7. Segmental Information

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 30/9/2022 RM'000	Corresponding Quarter Ended 30/9/2021 RM'000	Unaudited Current Period Ended 30/9/2022 RM'000	Corresponding Period Ended 30/9/2021 RM'000
REVENUE BY ACTIVITIES				
Manpower services	14,634	6,460	14,634	6,460
Const. HUC & TMM	40,402	55,784	40,402	55,784
Marine services	24,006	3,676	24,006	3,676
Const. - Civil Works	-	-	-	-
Total	79,042	65,919	79,042	65,919

A8. Material Events Subsequent to the End of the Quarter

There are no material events subsequent to the end of the current quarter up to the date of this report that have not been reflected in the financial statement for the period ended 30 September 2022.

A9. Changes in the Composition of the Group

Save as below there were no changes in the composition of the Group during the quarter under review.

On 29 July 2022, the Company acquired 40% of the 500,000 total issued and paid up share capital in Carimin Resources Services Sdn. Bhd. ("CRS") for a total cash consideration of RM163,875. The acquisition had been completed on 2 September 2022 and thereto CRS is a wholly owned subsidiary of the Company.

A10. Contingent Liabilities

The contingent liabilities of the Group comprise of the following:-

	Unaudited As at 30/9/2022 RM'000	Audited As at 30/6/2022 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	18,431	21,996
Bank/Performance guarantee extended to third parties	51,337	46,113
Total	69,769	68,109

A11. Significant Related Party Transactions

There were no related party transactions during the quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS
B1. Review of Performance

	Current Quarter Ended 30/9/2022	Preceding Year Corr. Quarter Ended 30/9/2021	Difference	
	RM'000	RM'000	RM'000	%
Revenue	79,042	65,919	13,123	20%
- Manpower services ("MPS")	14,634	6,460	8,174	127%
- Const, HUC & TMM ("CHUCTMM")	40,402	55,784	(15,382)	(28%)
- Marine services ("MS")	24,006	3,676	20,331	553%
- Const. Civil Works ("CIVIL")	-	-	-	--
Operating Profit	11,279	8,643	2,636	
Profit/(Loss) before interest and Tax	8,121	5,880	2,240	
Profit/(Loss) before taxation	7,840	4,605	3,235	
Profit/(Loss) after taxation	7,020	4,074	2,946	
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	7,053	4,100	2,953	

During the quarter ended 30 September 2022, the Group's revenue increased by RM13.12 million (or 20%) as compared to the preceding year's corresponding quarter.

Both MPS and MS division posted an increase in revenue by RM8.17 million (or 127%) and RM20.33 million respectively contributed mainly from the commencement of new contracts and better utilisation of marine assets. CHUCTMM division registered a decrease in revenue by RM15.38 million (or 28%) as compared to preceding year's corresponding quarter due to completion of work orders under its Integrated Hook up and commissioning (iHUC) projects.

The group's pre-tax profit performance increased to RM7.84 million from RM4.61 million reported in the previous year corresponding quarter.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter Ended 30/9/2022	Preceding Quarter Ended 30/6/2022	Difference	
	RM'000	RM'000	RM'000	%
Revenue	79,042	69,972	9,070	13%
- Manpower services ("MPS")	14,634	14,054	580	4%
- Const, HUC & TMM ("CHUCTMM")	40,402	42,143	(1,741)	(4%)
- Marine services ("MS")	24,006	13,764	10,242	74%
- Const. Civil Works ("CIVIL")	-	11	(11)	(100%)
Operating profit	11,279	10,726	553	
Profit before interest and Tax	8,121	4,892	3,228	
Profit before taxation	7,840	5,534	2,307	
Profit after taxation	7,020	3,529	3,490	
Profit attributable to Ordinary Equity Holders of the Parent	7,053	3,289	3,764	

The Group's revenue for the current quarter increased by RM9.07 million (or 13%) as compared to the immediate preceding quarter. Both MPS and MS division contributed to the revenue improvement by RM0.58 million (or 4%) and RM10.24 million (or 74%) respectively in tandem with increased offshore activities during the quarter under review. However, CHUCTMM posted a slight reduction in revenue by RM1.74 million (or -4%) due to completion of work orders under the iHUC contract.

B2. Comparison with Immediate Preceding Quarter's Results (Cont'd)

Corresponding with the improved revenue performance, the Group posted a pre-tax profit of RM7.84 million as compared to RM5.54 million recorded in the immediate preceding quarter.

B3. Current Prospect

The current oil price of below USD100 per barrel continue to pose recession fears. Coupled with increasing interest rates there could be a slowdown in the global economy and reduction of investment by the oil majors. Thus, the Group would continue to engage with its clients on their outlook and investment plans.

The Group would remain active exploring new business opportunities including new growth businesses given the prevailing economic situation.

B4. Profit Forecast, Profit Guarantee and Internal Targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

B5. Income Tax Expense

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Unaudited		Unaudited	
	Current Quarter	Corresponding Quarter	Current Period	Corresponding Period
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	RM'000	RM'000	RM'000	RM'000
Tax for the current period	821	531	821	531
Effective Tax Rate	10%	12%	10%	12%

The effective tax rate for the financial period ended 30 September 2022 is lower than the statutory tax rate of 24% due to the available of unabsorbed capital allowances.

B6. Profit/ (Loss) on Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments and/or properties for the current financial period under review.

B7. Purchase or Disposal of Quoted Securities

There were no purchases or disposals of quoted securities for the current financial period under review. The Company/ Group have not held any quoted securities (other than the Company's own shares, if any) as at 30 September 2022.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B8. Status of Corporate Proposals
i. Status of Corporate Proposals

There is no pending corporate proposal as at the date of this report.

ii. Utilisation of Listing Proceeds

Detail of Utilisation	<u>Proposed</u>	<u>Actual</u>	<u>Balance Unutilised</u>		<u>Intended timeframe for utilisation</u>
	<u>Utilisation</u>	<u>Utilisation</u>	<u>RM'000</u>	<u>%</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>	
Purchase of offshore support vessel	35,320	35,320	-	-	Extended till 30 June 2023
Development of minor fabrication yard	12,000	2,503	9,497	79%	
Repayment of bank borrowings	8,000	8,000	-	-	
Working capital	7,950	7,950	-	-	
Estimated listing expenses	3,500	3,500	-	-	
Total	66,770	57,273	9,497	14%	

On 13 Sep 2021, the Board resolved to further extend the utilization of proceeds on the development of fabrication yard till 30 June 2023.

B9. Group Borrowings and Debt Securities

The Group's borrowings as at 30 September 2022 were as follows:-

	<u>As at 1st quarter ended FY 2023</u>		
	<u>Long Term</u>	<u>Short Term</u>	<u>Total Borrowing</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Secured			
Term Loan	4,104	14,188	18,292
Overdraft			-
Lease Liabilities	13	314	327
Total	4,117	14,502	18,619

	<u>As at 1st quarter ended FY 2022</u>		
	<u>Long Term</u>	<u>Short Term</u>	<u>Total Borrowing</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Secured			
Term Loan	15,758	14,147	29,905
Lease Liabilities	327	560	887
Total	16,085	14,707	30,792

B10. Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risks as at the date of this report.

B11. Material Litigation

There is no material litigation pending on the date of this announcement.

B12. Proposed Dividends

No dividend was recommended by the Board of Directors during the current quarter ended 30 September 2022.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B13. Earnings Per Share

The basic earnings per share is arrived at by dividing the Group's profit attributable to owners of the Company for the financial year by the weighted average number of ordinary shares in issue during the financial period, as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 30/9/2022	Corresponding Quarter Ended 30/9/2021	Unaudited Current Period Ended 30/9/2022	Corresponding Period Ended 30/9/2021
Basic Earnings Per Share				
Net profit attributable to owners of the Company (RM'000)	7,053	4,100	7,054	4,100
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	3.02	1.75	3.02	1.75

The diluted earnings per share is equal to the basic earnings per share.

B14. Realised and Unrealised profits/ (losses)

The following analysis of realised and unrealised profits/ (losses) is prepared pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No. 1 - Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	Unaudited As at 30/9/2022 RM'000	Audited As at 30/6/2022 RM'000
Total retained profits of the Company and its subsidiaries:		
-realised	60,008	53,506
-unrealised	24	13
	60,032	53,518
Total share of retained profits of joint venture:		
-realised	259	0
-unrealised	-	-
	259	0
Less: Consolidation adjustments	47,516	47,288
Total group retained profits as per consolidated financial statements	107,807	100,806

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B15. Notes to the Condensed Consolidated Statements of Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited		Unaudited	
	Current Quarter Ended	Corresponding Quarter Ended	Current Quarter Ended	Corresponding Year Ended
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	RM'000	RM'000	RM'000	RM'000
<u>(Loss)/Profit before taxation is arrived at after charging/(crediting):</u>				
Other operation income:				
- Interest income	(136)	(407)	(136)	(407)
- Rental income	(17)	(17)	(17)	(17)
- Gain on disposal of PPE	-	17	-	(17)
Unrealised gain on foreign exchange	(24)	90	(24)	(90)
Realised loss/(gain) on foreign exchange	(2)	9	(2)	9
Interest expense	539	802	539	802
Depreciation of right-of-use assets	153	158	153	158
Depreciation of property, plant and equipment	1,641	1,698	1,641	1,698
Impairment on trade receivable - write back	(171)	-	(171)	-

B16. Authorisation for Issue

The interim financial statements were authorised for issuance by the Board of Directors on **29 November 2022**.