



CARIMIN PETROLEUM BERHAD

Registration No. 201201006787 (908388-K)

**QUARTERLY REPORT
FOR THE THIRD 3RD QUARTER ENDED
31 MARCH 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR
THE THIRD QUARTER ENDED 31 MARCH 2023**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current</u>	<u>Corresponding</u>	<u>Current</u>	<u>Corresponding</u>
	<u>Quarter</u>	<u>Quarter</u>	<u>Period</u>	<u>Period</u>
	<u>Ended</u>	<u>Ended</u>	<u>Ended</u>	<u>Ended</u>
	<u>31/3/2023</u>	<u>31/3/2022</u>	<u>31/3/2023</u>	<u>31/3/2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	44,535	34,635	181,710	157,777
Cost of sales	(33,795)	(28,061)	(151,019)	(135,766)
Gross profit	10,740	6,574	30,691	22,011
Other income	626	382	1,115	1,410
Administrative expenses	(3,639)	(3,202)	(10,874)	(9,833)
Other expenses	(140)	(3,310)	(435)	(3,670)
Finance costs	(1,636)	(818)	(2,669)	(2,282)
Share of profit/(loss) from a joint venture	775	(1,376)	1,577	(2,297)
Profit/(Loss) before taxation	6,726	(1,750)	19,405	5,338
Income tax expense	(1,651)	(1,014)	(2,242)	(2,001)
Profit/(Loss) after taxation for the period	5,075	(2,764)	17,163	3,337
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	141	224	729	326
Total comprehensive (expenses)/income for the period	5,216	(2,540)	17,892	3,663
Profit/(Loss) attributable to:				
Owners of the Company	5,065	(2,884)	17,177	3,253
Non-controlling interest	11	120	(14)	84
	5,075	(2,764)	17,163	3,337
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	5,206	(2,660)	17,906	3,579
Non-controlling interest	11	120	(14)	84
	5,216	(2,540)	17,892	3,663
Earnings per share attributable to equity holders of the company (sen):				
- Basic	2.17	(1.23)	7.34	1.39
- 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 31 MARCH 2023**

	Unaudited As at 31/3/2023 RM'000	Audited As at 30/6/2022 RM'000
ASSETS		
Property, plant and equipment	90,627	91,338
Right of Use	1,668	2,070
Investment in joint venture	1,577	-
Other investment	590	590
TOTAL NON-CURRENT ASSETS	94,462	93,998
Contract assets	58,317	66,188
Trade receivables	24,464	22,352
Other receivables, deposit and prepayment	9,812	9,577
Amount owing by joint venture	1,184	2,130
Current tax asset	2,795	244
Short term Investments	40,095	49,666
Fixed deposits with licensed banks	20,359	33,838
Cash and bank balances	11,529	7,979
TOTAL CURRENT ASSETS	168,555	191,974
TOTAL ASSETS	263,017	285,972
EQUITY AND LIABILITIES		
EQUITY		
Share capital	149,385	149,385
Reserves	38,425	20,571
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	187,810	169,956
Non-controlling interests	79	205
TOTAL EQUITY	187,889	170,161
LIABILITIES		
Loan and borrowings	1,395	7,683
Lease Liabilities	-	45
Deferred taxation	36	36
TOTAL NON-CURRENT LIABILITIES	1,431	7,764
Trade payables	22,732	32,939
Other payables and accruals	46,484	57,061
Current tax liabilities	2,330	365
Lease Liabilities	77	424
Short term borrowings	2,074	17,258
TOTAL CURRENT LIABILITIES	73,697	108,047
TOTAL LIABILITIES	75,128	115,811
TOTAL EQUITY AND LIABILITIES	263,017	285,972
NET ASSETS PER SHARE (SEN)	80.30	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 THIRD QUARTER ENDED 31 MARCH 2023

	-----Attributable to the owners of the Company-----						
	Non - Distributable			Distributable		Non-Controlling	
	Share Capital RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Interest RM'000	Total Equity 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	-	-	-	17,177	17,177	(14)	17,163
<u>Other comprehensive income for the period</u>							
- Fair value changes of available for sale financial assets	-	-	729	-	729	-	729
Total comprehensive income/(expenses) for the period	-	-	729	17,177	17,906	(14)	17,892
<u>Contributions by and distributions to owners of the Company:</u>							
- Acquisition of interest in a subsidiary	-	-	-	(52)	(52)	(112)	(164)
- Dividend by the Company	-	-	-	-	-	-	-
Total transaction with owners	-	-	-	(52)	(52)	(112)	(164)
As At 31 Mar 2023	149,385	(80,802)	1,296	117,931	187,810	79	187,889
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 THIRD QUARTER ENDED 31 MARCH 2023**

	Unaudited Quarter Ended 31/3/2023 RM'000	Audited Year Ended 30/6/2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	19,405	10,872
Adjustments for:-		
Depreciation of property, plant and equipment	4,918	6,640
Depreciation of right-of-use assets	402	582
Gain on disposal of property, plant and equipment	-	(17)
Impairment on trade receivables	-	4,556
Interest expense	2,669	2,856
Interest income	(595)	(1,092)
Impairment on Investment in JV	-	1,500
Impairment loss on property, plant and equipment	-	448
Share of loss/(profit) of joint venture	(1,577)	1,083
Unrealised gain on foreign exchange	(38)	(172)
Impairment on trade receivables - Write Back	(226)	(1,294)
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Operating profit before changes in working capital	24,958	25,962
Changes in trade and other receivables	11,165	(49,813)
Changes in trade and other payables	(20,057)	14,715
Changes in contract assets	(5,189)	243
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CASH (FOR)/FROM OPERATIONS	10,877	(8,893)
Interest paid	(2,669)	(2,856)
Tax (paid)/refund	(2,828)	(5,728)
	<hr/>	<hr/>
NET CASH (FOR)/FROM OPERATING ACTIVITIES	5,380	(17,477)
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,208)	(643)
Proceed from disposal of property, plant & equipment	-	17
Interest received	595	1,092
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NET CASH FOR INVESTING ACTIVITIES	(3,613)	466
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance/(acquisition) of shares/loan stock	(164)	(541)
Net (increase)/decrease in placement of pledged deposits	11,957	(1,609)
Repayment of borrowings	(18,357)	(9,054)
Repayment of lease liabilities	(393)	(555)
Dividend paid	-	(12,863)
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NET CASH FROM FINANCING ACTIVITIES	(6,957)	(24,622)
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NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(5,190)	(41,633)
Effect on Foreign Exchange Translation	767	724
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	56,047	96,956
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CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	51,624	56,047
Note:		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	20,359	32,322
- non-restricted	40,095	51,182
Cash and bank balances	11,529	4,865
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	71,983	88,369
Less: Deposits pledged to licensed banks	(20,359)	(32,322)
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	51,624	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.

UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2023
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 31/3/2023 RM'000	Corresponding Quarter Ended 31/3/2022 RM'000	Unaudited Current Period Ended 31/3/2023 RM'000	Corresponding Period Ended 31/3/2022 RM'000
REVENUE BY ACTIVITIES				
Manpower services	12,181	12,693	41,476	29,070
Const. HUC & TMM	28,836	17,887	99,763	114,053
Marine services	3,519	4,055	40,472	14,654
Const. - Civil Works	-	-	-	-
Total	44,535	34,635	181,710	157,777

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 31 March 2023.

A9. Changes in the Composition of the Group

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

A10. Contingent Liabilities

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

	Unaudited As at 31/3/2023 RM'000	Audited As at 30/6/2022 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	3,546	21,996
Bank/Performance guarantee extended to third parties	18,568	46,113
Total	22,115	68,109

A11. Significant Related Party Transactions

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

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

	Current Quarter Ended 31/3/2023	Preceding Year Corr. Quarter Ended 31/3/2022	Difference	
	RM'000	RM'000	RM'000	%
Revenue	44,535	34,635	9,900	29%
- Manpower services ("MPS")	12,181	12,693	(513)	(4%)
- Const, HUC & TMM ("CHUCTMM")	28,836	17,887	10,949	61%
- Marine services ("MS")	3,519	4,055	(536)	(13%)
- Const. Civil Works ("CIVIL")	-	-	-	--
Operating Profit	10,740	6,574	4,165	
Profit/(Loss) before interest and Tax	7,588	444	7,143	
Profit/(Loss) before taxation	6,726	(1,750)	8,477	
Profit/(Loss) after taxation	5,075	(2,764)	7,839	
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	5,065	(2,884)	7,949	

During the quarter ended 31 March 2023, the Group's revenue increased by RM9.9 million (or 29%) as compared to the preceding year's corresponding quarter.

CHUCTMM division registered an increase in revenue by RM10.9 million (or 61%) as compared to preceding year's corresponding quarter due to commencement of work orders under the Maintenance, Construction and Modification (MCM) services gas cluster contract and final completion of its B11 compressor changeout project under its Integrated Hook up and Commissioning (iHUC) projects. However, both MPS and MS division registered decrease in revenue by RM0.5 million (or -4%) and RM0.5 million (or 13%) respectively on lower payroll and completion of Environmental Baseline Survey (EBS) in the previous year's corresponding quarter.

Consequently, the group's pre-tax profit performance increased to RM6.7 million from pre-tax loss of RM1.7 million reported in the previous year corresponding quarter.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter Ended 31/3/2023	Preceding Quarter Ended 31/12/2022	Difference	
	RM'000	RM'000	RM'000	%
Revenue	44,535	58,133	(13,598)	(23%)
- Manpower services ("MPS")	12,181	14,662	(2,481)	(17%)
- Const, HUC & TMM ("CHUCTMM")	28,836	30,525	(1,689)	(6%)
- Marine services ("MS")	3,519	12,947	(9,428)	(73%)
- Const. Civil Works ("CIVIL")	-	-	-	--
Operating profit	10,740	8,673	2,066	
Profit before interest and Tax	7,588	4,790	2,797	
Profit before taxation	6,726	4,839	1,888	
Profit after taxation	5,075	5,069	6	
Profit attributable to Ordinary Equity Holders of the Parent	5,065	5,060	5	

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

The Group's revenue for the current quarter decreased by RM13.6 million (or -23%) as compared to the immediate preceding quarter. Both CHUCTMM and MS divisions registered lower revenue contribution by RM1.7 million (or -6%) and RM9.4 million (or -73%) respectively as offshore activities reduced during the quarter under review due to the monsoon season.

MPS also posted a shortfall in revenue by RM2.5 million (or -17%) as there were lower per individual payroll and reimbursable pay-out.

Despite the decreased in revenue posted, the Group registered a higher pre-tax profit of RM6.7 million as compared to RM4.8 million recorded in the immediate preceding quarter as there were final account recognition from its iHUC B11 compressor changeout project.

B3. Current Prospect

The positive oil & gas industry outlook and oil price stability provides business and growth opportunities for the Group. Such positive sentiment is reflected with term charters for both the Group's vessels.

The Group has also embarked on growing its presence in East Malaysia with land acquisition for yard development whilst continuing to enhance its core competent capabilities.

Premise on the Group's financial strength, low gearing and capabilities, the Group would actively pursue business and/or investment opportunities.

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
	31/3/2023	31/3/2022	31/3/2023	31/3/2022
	RM'000	RM'000	RM'000	RM'000
Tax for the current period	1,651	1,014	2,242	2,001
Effective Tax Rate	25%	-58%	12%	37%

The effective tax rate for the financial period ended 31 March 2023 is lower than the statutory tax rate of 24% due to the available of unabsorbed tax loss and 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 31 March 2023.

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>		
Purchase of offshore support vessel	35,320	35,320	-	-	Extended till 30 June 2023
Development of minor fabrication yard	12,000	5,986	6,014	50%	
Repayment of bank borrowings	8,000	8,000	-	-	
Working capital	7,950	7,950	-	-	
Estimated listing expenses	3,500	3,500	-	-	
Total	66,770	60,756	6,014	9%	

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 31 March 2023 were as follows:-

	<u>As at 3rd 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	1,395	2,074	3,469
Lease Liabilities	-	77	77
Total	1,395	2,151	3,546

	<u>As at 3rd 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	11,249	14,127	25,376
Lease Liabilities	88	533	621
Total	11,336	14,661	25,997

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 31 March 2023.

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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 31/3/2023	Corresponding Quarter Ended 31/3/2022	Unaudited Current Period Ended 31/3/2023	Corresponding Period Ended 31/3/2022
Basic Earnings Per Share				
Net profit attributable to owners of the Company (RM'000)	5,065	(2,884)	17,177	3,253
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	2.17	(1.23)	7.34	1.39

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 31/3/2023 RM'000	Audited As at 30/6/2022 RM'000
Total retained profits of the Company and its subsidiaries:		
-realised	65,047	53,506
-unrealised	18	13
	<u>65,064</u>	<u>53,518</u>
Total share of retained profits of joint venture:		
-realised	1,577	0
-unrealised	-	-
	<u>1,577</u>	<u>0</u>
Less: Consolidation adjustments	51,290	47,288
	<u>117,931</u>	<u>100,806</u>
Total group retained profits as per consolidated financial statements		

B15. Notes to the Condensed Consolidated Statements of Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 31/3/2023 RM'000	Corresponding Quarter Ended 31/3/2022 RM'000	Unaudited Current Quarter Ended 31/3/2023 RM'000	Corresponding Year Ended 31/3/2022 RM'000
<u>(Loss)/Profit before taxation is arrived at after charging/(crediting):</u>				
Other operation income:				
- Interest income	(309)	(141)	(595)	(793)
- Rental income	(17)	(17)	(50)	(33)
- Gain on disposal of PPE	-	-	-	(17)
Unrealised gain on foreign exchange	(7)	8	(38)	(138)
Realised loss/(gain) on foreign exchange	(6)	1	(11)	28
Interest expense	1,636	818	2,669	1,464
Depreciation of right-of-use assets	108	141	402	300
Depreciation of property, plant and equipment	1,637	1,645	4,917	3,349
Impairment on trade receivable - write back	(55)	(97)	(226)	(87)

B16. Authorisation for Issue

The interim financial statements were authorised for issuance by the Board of Directors on **24 May 2023**.