



CARIMIN PETROLEUM BERHAD

Registration No. 201201006787 (908388-K)

**QUARTERLY REPORT
FOR THE FOURTH 4TH QUARTER ENDED
30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR
THE FOURTH QUARTER ENDED 30 JUNE 2023**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30/6/2023	Corresponding Quarter Ended 30/6/2022	Current Period Ended 30/6/2023	Corresponding Period Ended 30/6/2022
	RM'000	RM'000	RM'000	RM'000
Revenue	73,026	69,972	254,736	227,749
Cost of sales	(55,786)	(59,246)	(206,804)	(195,012)
Gross profit	17,240	10,726	47,932	32,737
Other income	356	1,606	1,471	3,016
Administrative expenses	(5,515)	(5,456)	(16,389)	(15,289)
Other expenses	(2,224)	(1,983)	(2,659)	(5,654)
Finance costs	(261)	(573)	(2,931)	(2,856)
Share of profit/(loss) from a joint venture	(1,577)	1,215	-	(1,083)
Profit/(Loss) before taxation	8,020	5,534	27,425	10,872
Income tax expense	(2,117)	(2,004)	(4,359)	(4,005)
Profit/(Loss) after taxation for the period	5,903	3,529	23,066	6,867
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	249	226	978	552
Total comprehensive (expenses)/income for the period	6,152	3,755	24,044	7,419
Profit/(Loss) attributable to:				
Owners of the Company	5,927	3,289	23,104	6,543
Non-controlling interest	(24)	240	(38)	324
	5,903	3,529	23,066	6,867
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	6,176	3,515	24,082	7,095
Non-controlling interest	(24)	240	(38)	324
	6,152	3,755	24,044	7,419
Earnings per share attributable to equity holders of the company (sen):				
- Basic	2.53	1.41	9.88	2.80
- 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 JUNE 2023**

	Unaudited As at 30/6/2023 RM'000	Audited As at 30/6/2022 RM'000
ASSETS		
Property, plant and equipment	97,884	91,338
Right of Use	2,390	2,070
Investment in joint venture	-	-
Other investment	590	590
TOTAL NON-CURRENT ASSETS	100,864	93,998
Contract assets	65,789	66,188
Trade receivables	25,371	22,352
Other receivables, deposit and prepayment	12,459	9,577
Amount owing by joint venture	750	2,130
Current tax asset	3,819	244
Short term Investments	32,395	49,666
Fixed deposits with licensed banks	19,367	33,838
Cash and bank balances	13,694	7,979
TOTAL CURRENT ASSETS	173,644	191,974
TOTAL ASSETS	274,508	285,972
EQUITY AND LIABILITIES		
EQUITY		
Share capital	149,385	149,385
Reserves	44,601	20,571
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	193,986	169,956
Non-controlling interests	55	205
TOTAL EQUITY	194,041	170,161
LIABILITIES		
Loan and borrowings	2,769	7,683
Lease Liabilities	159	45
Deferred taxation	36	36
TOTAL NON-CURRENT LIABILITIES	2,964	7,764
Trade payables	23,561	32,939
Other payables and accruals	46,202	57,061
Current tax liabilities	4,348	365
Lease Liabilities	539	424
Short term borrowings	2,853	17,258
TOTAL CURRENT LIABILITIES	77,503	108,047
TOTAL LIABILITIES	80,467	115,811
TOTAL EQUITY AND LIABILITIES	274,508	285,972
NET ASSETS PER SHARE (SEN)	82.94	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 FOURTH QUARTER ENDED 30 JUNE 2023

	-----Attributable to the owners of the Company-----						Non-Controlling Interest RM'000	Total Equity RM'000
	Non - Distributable		Fair Value Reserve RM'000	Distributable		Total RM'000		
	Share Capital RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling 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	-	-	-	23,104	23,104	(38)	23,066	
<u>Other comprehensive income for the period</u>								
- Fair value changes of available for sale financial assets	-	-	978	-	978	-	978	
Total comprehensive income/(expenses) for the period	-	-	978	23,104	24,082	(38)	24,044	
<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 30 June 2023	149,385	(80,802)	1,545	123,858	193,986	55	194,041	
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	
<u>Fair value changes of available for sale financial assets</u>			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 FOURTH QUARTER ENDED 30 JUNE 2023**

	Unaudited Quarter Ended 30/6/2023 RM'000	Audited Year Ended 30/6/2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	27,425	10,872
Adjustments for:-		
Depreciation of property, plant and equipment	6,610	6,640
Depreciation of right-of-use assets	630	582
Gain on disposal of property, plant and equipment	-	(17)
Impairment on trade receivables	1,999	4,556
Interest expense	2,931	2,856
Interest income	(849)	(1,092)
Fair value gain/(loss) on short term investment	-	-
Impairment on Investment in JV	-	1,500
Impairment loss on property, plant and equipment	82	448
Share of loss/(profit) of joint venture	-	1,083
Unrealised gain on foreign exchange	(80)	(172)
Impairment on trade receivables - Write Back	(225)	(1,294)
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Operating profit before changes in working capital	38,523	25,962
Changes in trade and other receivables	(6,445)	(49,813)
Changes in trade and other payables	(15,542)	14,715
Changes in contract assets	(5,957)	243
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CASH (FOR)/FROM OPERATIONS	10,579	(8,893)
Interest paid	(2,931)	(2,856)
Tax (paid)/refund	(3,952)	(5,728)
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NET CASH (FOR)/FROM OPERATING ACTIVITIES	3,696	(17,477)
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(14,107)	(643)
Proceed from disposal of property, plant & equipment	-	17
Interest received	849	1,092
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NET CASH FOR INVESTING ACTIVITIES	(13,258)	466
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance/(acquisition) of shares/loan stock	(164)	(541)
Net (increase)/decrease in placement of pledged deposits	13,911	(1,609)
Repayment of borrowings	(20,783)	(9,054)
Repayment of lease liabilities	229	(555)
Dividend paid	-	(12,863)
Repayment from Joint Venture	1,730	-
Drawdown of term loan	4,579	-
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NET CASH FROM FINANCING ACTIVITIES	(498)	(24,622)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(10,060)	(41,633)
Effect on Foreign Exchange Translation	1,058	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	47,045	56,047
Note:		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	19,367	32,322
- non-restricted	32,395	51,182
Cash and bank balances	13,694	4,865
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	65,456	88,369
Less: Deposits pledged to licensed banks	(18,411)	(32,322)
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	47,045	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 FOURTH QUARTER ENDED 30 JUNE 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 30/6/2023 RM'000	Corresponding Quarter Ended 30/6/2022 RM'000	Unaudited Current Period Ended 30/6/2023 RM'000	Corresponding Period Ended 30/6/2022 RM'000
REVENUE BY ACTIVITIES				
Manpower services	16,200	14,053	57,676	43,124
Const. HUC & TMM	43,471	42,143	143,233	156,196
Marine services	13,355	13,764	53,827	28,418
Const. - Civil Works	-	11	-	11
Total	73,026	69,972	254,736	227,749

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 June 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 30/6/2023 RM'000	Audited As at 30/6/2022 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	3,858	21,996
Bank/Performance guarantee extended to third parties	30,264	46,113
Total	34,122	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 <u>30/6/2023</u>	Preceding Year Corr. Quarter Ended <u>30/6/2022</u>	<u>Difference</u>	
	RM'000	RM'000	RM'000	%
Revenue	73,026	69,972	3,054	4%
- Manpower services ("MPS")	16,200	14,053	2,147	15%
- Const, HUC & TMM ("CHUCTMM")	43,471	42,143	1,328	3%
- Marine services ("MS")	13,355	13,764	(409)	(3%)
- Const. Civil Works ("CIVIL")	-	11	(11)	(100%)
Operating Profit	17,240	10,726	6,514	
Profit/(Loss) before interest and Tax	9,858	4,892	4,965	
Profit/(Loss) before taxation	8,020	5,534	2,486	
Profit/(Loss) after taxation	5,903	3,529	2,373	
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	5,927	3,289	2,637	

During the quarter ended 30 June 2023, the Group's revenue increased by RM3.1 million (or 4%) as compared to the preceding year's corresponding quarter.

CHUCTMM division registered an increase in revenue by RM1.3 million (or 3%) as compared to preceding year's corresponding quarter with positive contributions from the Engineering, Procurement, Construction and Commissioning (EPCC) Bougainvillea project and commencement of work orders under the Maintenance, Construction and Modification (MCM) services gas cluster but partially lower by its Integrated Hook up and Commissioning (iHUC) projects due to work order completion. MPS division also posted an increase in revenue by RM2.1 million (or 15%) as demand for personnel supply remained high whilst its MS division recorded a lower revenue by RM0.4 million (or -3%) consistent with the reduction of third-party supply vessel as compared to the previous year's corresponding quarter.

Consequent to the improved revenue performances, the group posted a higher pre-tax profit of RM8.0 million as compared to the previous year corresponding quarter.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter Ended <u>30/6/2023</u>	Preceding Quarter Ended <u>31/3/2023</u>	<u>Difference</u>	
	RM'000	RM'000	RM'000	%
Revenue	73,026	44,535	28,491	64%
- Manpower services ("MPS")	16,200	12,181	4,020	33%
- Const, HUC & TMM ("CHUCTMM")	43,471	28,836	14,635	51%
- Marine services ("MS")	13,355	3,519	9,837	280%
- Const. Civil Works ("CIVIL")	-	-	-	--
Operating profit	17,240	10,740	6,501	
Profit before interest and Tax	9,858	7,588	2,270	
Profit before taxation	8,020	6,726	1,293	
Profit after taxation	5,903	5,075	828	
Profit attributable to Ordinary Equity Holders of the Parent	5,927	5,065	862	

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

The Group's revenue for the current quarter increased by RM28.4 million (or 64%) as compared to the immediate preceding quarter. CHUCTMM contributed positively to the group's revenue performance with an increase by RM14.6 million (or 51%) as offshore activities resumed post monsoon season. The EPCC Bougainvillea project, iHUCs Shallow cluster and MCM Gas cluster also recorded higher revenues for the CHUCTMM division.

MPS also posted an increase in revenue by RM4.0 million (or 33%) with higher personnel supply and reimbursable pay-out, whilst MS posted better revenue by RM9.8 million (or 280%) as both the Accommodation workboat and Anchor Handling Tug boat were on full charter during the quarter under review.

In tandem to the increased, the Group registered a higher pre-tax profit of RM8.0 million as compared to RM6.7 million recorded in the immediate preceding quarter despite additional impairment of trade receivable on a specific customer.

B3. Current Prospect

The outlook on oil & gas industry remains positive with the current forecast record global demand and tightening supplies provides business opportunities for the Group. Such positive sentiment is also reflected in the latest Petronas's activity outlook.

The Group's Kemaman yard development scheduled to compete by the 1st quarter of 2024 would enhance its core capabilities to support any increase in activities.

As the financial position of the Group continues to strengthen, the Group would actively pursue business or investment opportunities with the optimum capital and debt structure mix.

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
	30/6/2023	30/6/2022	30/6/2023	30/6/2022
	RM'000	RM'000	RM'000	RM'000
Tax for the current period	2,117	2,004	4,359	4,005
Effective Tax Rate	26%	36%	16%	37%

The effective tax rate for the financial period ended 30 June 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 30 June 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>			
Purchase of offshore support vessel	35,320	35,320	-	-	Extended till 31 Dec 2023
Development of minor fabrication yard	12,000	9,237	2,763	23%	
Repayment of bank borrowings	8,000	8,000	-	-	
Working capital	7,950	7,950	-	-	
Estimated listing expenses	3,500	3,500	-	-	
Total	66,770	64,007	2,763	4%	

On 18 Aug 2023, the Board resolved to further extend the utilization of proceeds on the development of fabrication yard till 31 Dec 2023.

B9. Group Borrowings and Debt Securities

The Group's borrowings as at 30 June 2023 were as follows:-

	<u>As at 4th quarter ended FY2023</u>			<u>As at 4th quarter ended FY2022</u>		
	<u>Long Term</u>	<u>Short Term</u>	<u>Total Borrowing</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>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Secured						
Term Loan	2,769	2,853	5,622	7,683	17,258	24,941
Lease Liabilities	159	539	698	45	424	469
Total	2,928	3,392	6,320	7,728	17,682	25,410

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 are no changes in material litigation, including the status of pending material litigation as at the date of this report.

B12. Proposed Dividends

On 18 August 2023, the Company declared an interim dividend of 2 sen per ordinary share amounting to RM4,677,560 for the financial year ended 30 June 2023. The dividend is to be paid on 4 October 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 30/6/2023	Corresponding Quarter Ended 30/6/2022	Unaudited Current Period Ended 30/6/2023	Corresponding Period Ended 30/6/2022
Basic Earnings Per Share				
Net profit attributable to owners of the Company (RM'000)	5,927	3,289	23,104	6,543
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	2.53	1.41	9.88	2.80

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 30/6/2023 RM'000	Audited As at 30/6/2022 RM'000
Total retained profits of the Company and its subsidiaries:		
-realised	85,342	53,506
-unrealised	(25)	13
	<u>85,317</u>	<u>53,518</u>
Total share of retained profits of joint venture:		
-realised	-	0
-unrealised	-	-
	<u>-</u>	<u>0</u>
Less: Consolidation adjustments	38,541	47,288
Total group retained profits as per consolidated financial statements	<u>123,858</u>	<u>100,806</u>

B15. Notes to the Condensed Consolidated Statements of Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 30/6/2023 RM'000	Corresponding Quarter Ended 30/6/2022 RM'000	Unaudited Current Quarter Ended 30/6/2023 RM'000	Corresponding Year Ended 30/6/2022 RM'000
<i>(Loss)/Profit before taxation is arrived at after charging/(crediting):</i>				
Other operation income:				
- Interest income	(150)	(158)	(849)	(793)
- Rental income	(17)	(17)	(66)	(33)
- Gain on disposal of PPE	-	-	-	(17)
Unrealised gain on foreign exchange	(8)	26	(80)	(138)
Realised loss/(gain) on foreign exchange	(4)	3	(20)	28
Interest expense	494	573	2,931	1,464
Depreciation of right-of-use assets	108	141	630	300
Depreciation of property, plant and equipment	1,675	1,646	6,610	3,349
Impairment loss on trade receivables	-	-	1,999	-
Impairment on trade receivable - write back	-	(1,111)	(225)	(87)

B16. Authorisation for Issue

The interim financial statements were authorised for issuance by the Board of Directors on **18 August 2023**.