



CARIMIN PETROLEUM BERHAD

Registration No. 201201006787 (908388-K)

**QUARTERLY REPORT
FOR THE SECOND 2ND QUARTER ENDED
31 DECEMBER 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR
THE SECOND QUARTER ENDED 31 DECEMBER 2023**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Current Quarter Ended 31/12/2023	Corresponding Quarter Ended 31/12/2022	Current Period Ended 31/12/2023	Corresponding Period Ended 31/12/2022
	RM'000	RM'000	RM'000	RM'000
Revenue	102,048	58,133	186,744	137,175
Cost of sales	(92,411)	(49,460)	(163,601)	(117,223)
Gross profit	9,637	8,673	23,143	19,952
Other income	269	100	579	489
Administrative expenses	(4,692)	(3,843)	(9,341)	(7,235)
Other expenses	(175)	(140)	(353)	(295)
Finance costs	(80)	(494)	(230)	(1,033)
Share of profit/(loss) from a joint venture	-	543	-	801
Profit/(Loss) before taxation	4,960	4,839	13,798	12,679
Income tax expense	(901)	230	(1,161)	(591)
Profit/(Loss) after taxation for the period	4,059	5,069	12,637	12,088
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	138	74	307	331
Total comprehensive (expenses)/income for the period	4,197	5,143	12,945	12,419
Profit/(Loss) attributable to:				
Owners of the Company	4,061	5,060	12,654	12,112
Non-controlling interest	(2)	9	(17)	(24)
	4,059	5,069	12,637	12,088
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	4,199	5,134	12,961	12,443
Non-controlling interest	(2)	9	(17)	(24)
	4,197	5,143	12,945	12,419
Earnings per share attributable to equity holders of the company (sen):				
- Basic	1.74	2.16	5.41	5.18
- 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 DECEMBER 2023**

	Unaudited As at 31/12/2023 RM'000	Audited As at 30/6/2023 RM'000
ASSETS		
Property, plant and equipment	95,765	92,855
Right of Use	8,198	7,582
Other investment	590	590
TOTAL NON-CURRENT ASSETS	104,553	101,027
Contract assets	73,768	68,859
Trade receivables	42,915	24,034
Other receivables, deposit and prepayment	23,211	12,527
Amount owing by joint venture	1,104	1,185
Current tax asset	6,046	420
Short term Investments	17,880	32,395
Fixed deposits with licensed banks	18,429	19,365
Cash and bank balances	51,610	13,694
TOTAL CURRENT ASSETS	234,963	172,479
TOTAL ASSETS	339,516	273,506
EQUITY AND LIABILITIES		
EQUITY		
Share capital	149,385	149,385
Reserves	52,725	44,443
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	202,110	193,828
Non-controlling interests	(1)	16
TOTAL EQUITY	202,109	193,844
LIABILITIES		
Loan and borrowings	5,139	2,928
Lease Liabilities	304	-
Deferred taxation	36	36
TOTAL NON-CURRENT LIABILITIES	5,479	2,964
Trade payables	44,400	25,355
Other payables and accruals	81,519	46,838
Current tax liabilities	5,509	948
Lease Liabilities	500	541
Short term borrowings	-	3,016
TOTAL CURRENT LIABILITIES	131,928	76,698
TOTAL LIABILITIES	137,407	79,662
TOTAL EQUITY AND LIABILITIES	339,516	273,506
NET ASSETS PER SHARE (SEN)	86.42	82.88

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 SECOND QUARTER ENDED 31 DECEMBER 2023

	-----Attributable to the owners of the Company-----						Non-Controlling Interest RM'000	Total Equity RM'000
	Non - Distributable			Distributable		Total RM'000		
	Share Capital RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Profits RM'000				
As at 1 July 2023	149,385	(80,802)	1,545	123,700	193,828	16	193,844	
(Loss)/Profit for the financial period	-	-	-	12,654	12,654	(17)	12,637	
<u>Other comprehensive income for the period</u>								
- Fair value changes of available for sale financial assets	-	-	307	-	307	-	307	
Total comprehensive income/(expenses) for the period	-	-	307	12,654	12,960	(17)	12,943	
<u>Contributions by and distributions to owners of the Company:</u>								
- Acquisition of interest in a subsidiary	-	-	-	-	-	-	-	
- Dividend by the Company	-	-	-	(4,678)	(4,678)	-	(4,678)	
Total transaction with owners	-	-	-	(4,678)	(4,678)	-	(4,678)	
As At 31 December 2023	149,385	(80,802)	1,852	131,676	202,110	(1)	202,109	
As at 1 July 2022	149,385	(80,802)	567	100,806	169,956	205	170,161	
Profit/(Loss) for the financial period	-	-	-	22,946	22,946	(77)	22,869	
Fair value changes of available for sale financial assets			978		978		978	
Total comprehensive income/(expenses) for the period	-	-	978	22,946	23,924	(77)	23,847	
<u>Contributions by and distributions to owners of the Company:</u>								
- Dividend by the Company	-	-	-	-	-	-	-	
- Acquisition of non controlling interest	-	-	-	(52)	(52)	(112)	(164)	
Total transaction with owners	-	-	-	(52)	(52)	(112)	(164)	
As at 30 Jun 2023	149,385	(80,802)	1,545	123,700	193,828	16	193,844	

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 SECOND QUARTER ENDED 31 DECEMBER 2023**

	Unaudited Quarter Ended 31/12/2023	Audited Year Ended 30/6/2023
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	13,798	27,228
Adjustments for:-		
Depreciation of property, plant and equipment	3,344	6,552
Depreciation of right-of-use assets	238	696
Impairment on trade receivables	-	2,081
Interest expense	230	2,931
Interest income	(458)	(848)
Fair value gain/(loss) on short term investment	307	-
Unrealised gain on foreign exchange	(4)	(39)
Impairment on trade receivables - Write Back	-	(278)
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Operating profit before changes in working capital	17,455	38,323
Changes in trade and other receivables	(32,371)	(6,461)
Changes in trade and other payables	51,045	(13,121)
Changes in contract assets	660	(8,116)
	<hr/>	<hr/>
CASH (FOR)/FROM OPERATIONS	36,789	10,625
Interest paid	(230)	(2,931)
Tax (paid)/refund	(2,227)	(3,952)
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NET CASH (FOR)/FROM OPERATING ACTIVITIES	34,332	3,742
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(7,164)	(14,278)
Proceed from disposal of property, plant & equipment	55	-
Interest received	458	848
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NET CASH FOR INVESTING ACTIVITIES	(6,651)	(13,430)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance/(acquisition) of shares/loan stock	-	(164)
Net (increase)/decrease in placement of pledged deposits	947	13,913
Repayment of borrowings	(2,853)	(20,783)
Repayment of lease liabilities	(59)	393
Dividend paid	(4,678)	-
Repayment from Joint Venture	-	1,730
Drawdown of term loan	2,370	4,579
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NET CASH FROM FINANCING ACTIVITIES	(4,273)	(332)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	23,408	(10,020)
Effect on Foreign Exchange Translation	4	1,018
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	47,045	56,047
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CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	70,457	47,045
Note:		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	17,462	19,365
- non-restricted	18,847	32,395
Cash and bank balances	51,610	13,694
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	87,919	65,454
Less: Deposits pledged to licensed banks	(17,462)	(18,409)
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	70,457	47,045

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 2023.

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
- MFRS 17 Insurance Contracts	1 January 2023
- Amendments to MFRS 17: Insurance Contracts	1 January 2023
- Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	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
- Amendments to MFRS 112: International Tax Reform – Pillar Two Model Rules	1 January 2023
- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
- Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
- Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
- Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
- 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 31/12/2023 RM'000	Corresponding Quarter Ended 31/2/2022 RM'000	Unaudited Current Period Ended 31/12/2023 RM'000	Corresponding Period Ended 31/2/2022 RM'000
REVENUE BY ACTIVITIES				
Manpower services	18,434	14,662	37,268	29,295
Const. HUC & TMM	75,847	30,525	129,023	70,927
Marine services	7,767	12,947	20,453	36,953
Const. - Civil Works	-	-	-	-
Total	102,048	58,133	186,744	137,175

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 December 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 31/12/2023 RM'000	Audited As at 30/6/2023 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	5,724	3,858
Bank/Performance guarantee extended to third parties	31,352	30,264
Total	37,076	34,122

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 31/12/2023	Preceding Year Corr. Quarter Ended 31/12/2022	Difference	
	RM'000	RM'000	RM'000	%
Revenue	102,048	58,133	43,915	76%
- Manpower services ("MPS")	18,434	14,662	3,773	26%
- Const, HUC & TMM ("CHUCTMM")	75,847	30,525	45,322	148%
- Marine services ("MS")	7,767	12,947	(5,180)	(40%)
- Const. Civil Works ("CIVIL")	-	-	- --	
Operating Profit	9,637	8,673	964	
Profit/(Loss) before interest and Tax	5,040	4,790	249	
Profit/(Loss) before taxation	4,960	4,839	121	
Profit/(Loss) after taxation	4,059	5,069	(1,010)	
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	4,061	5,060	(999)	

In the quarter ending 31 December, 2023, the Group's registered an increase in revenue by RM43.9 million (or 76%) as compared to the corresponding quarter in the preceding year.

The CHUCTMM division posted a higher revenue by RM45.3 million (or 148%) as compared to the same quarter in the previous year. The increase was due to higher activities from Angsi CTSM, FIP, gas cluster & 3rd party services under the Maintenance, Construction, and Modification (MCM) services.

Similarly, the MPS division reported RM3.8 million (or 26%) increase in revenue, arising primarily from higher demand for personnel supply. In contrast, the MS division recorded a decrease in revenue by RM5.2 million (or -40%) as one of its marine asset is under scheduled dry dock as compared to the corresponding quarter in the previous year.

Despite the improved revenue performance, the group saw only a slight increase in pre-tax profit by RM0.1 million compared to the corresponding quarter of the previous year. This was mainly due to different profit contribution mix.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter Ended 31/12/2023	Preceding Quarter Ended 30/9/2023	Difference	
	RM'000	RM'000	RM'000	%
Revenue	102,048	84,696	17,353	20%
- Manpower services ("MPS")	18,434	18,834	(400)	(2%)
- Const, HUC & TMM ("CHUCTMM")	75,847	53,176	22,672	43%
- Marine services ("MS")	7,767	12,686	(4,919)	(39%)
- Const. Civil Works ("CIVIL")	-	-	- --	
Operating profit	9,637	13,506	(3,869)	
Profit before interest and Tax	5,040	8,988	(3,949)	
Profit before taxation	4,960	8,838	(3,878)	
Profit after taxation	4,059	8,577	(4,518)	
Profit attributable to Ordinary Equity Holders of the Parent	4,061	8,593	(4,532)	

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

During the current quarter, the Group posted an increase in revenue, amounting to RM17.4 million (or 20%) as compared to the immediate preceding quarter. The CHUCTMM division posted a higher revenue by RM22.7 million (or 43%) contributed mainly from its Angsi CTSM, FIP, gas cluster and third-party services under its MCM contract.

MPS division revenue remained constant whilst MS division posted a reduction in revenue by RM4.9 million (or -39%) on lower utilisation of its marine assets due to monsoon and scheduled dry dock during the quarter under review.

Despite the improved revenue, the Group recorded a decrease in pre-tax profit by RM3.9 million as compared to the immediate preceding quarter. This was mainly due to higher operating costs associated with its marine assets and lower operating margin from increased reimbursable 3rd party services.

B3. Current Prospect

The global outlook on the oil & gas industry remains favourable albeit prevailing global tensions like in the Red Sea. Domestically, expected tenders has been called by oil majors reflecting the industry positive outlook.

The Group had two of its major contracts extended by Petronas. This bode well for the Group's newly developed Kemaman yard which is expected to be operational by mid-2024.

Moving forward, the Group will continue to actively pursue business and/or investments opportunities capitalising on the Group's financial strength.

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
	31/12/2023	31/2/2022	31/12/2023	31/2/2022
	RM'000	RM'000	RM'000	RM'000
Tax for the current period	901	(230)	1,161	591
Effective Tax Rate	18%	-5%	8%	5%

The effective tax rate for the financial period ended 31 December 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 December 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

All listing proceeds have been utilised as at the date of this report.

B9. Group Borrowings and Debt Securities

The Group's borrowings as at 31 December 2023 were as follows:-

	As at 2ND quarter ended FY2024			As at 2ND quarter ended FY2023		
	Long Term	Short Term	Total Borrowing	Long Term	Short Term	Total Borrowing
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term Loan	5,139	-	5,139	2,414	13,208	15,622
Lease Liabilities	304	500	804	-	184	184
Total	5,443	500	5,943	2,414	13,392	15,806

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 December 2023.

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	Corresponding Quarter Ended	Unaudited Current Period Ended	Corresponding Period Ended
	31/12/2023	31/2/2022	31/12/2023	31/2/2022
Basic Earnings Per Share				
Net profit attributable to owners of the Company (RM'000)	4,061	5,060	12,654	12,112
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	1.74	2.16	5.41	5.18

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 31/12/2023 RM'000	Audited As at 30/6/2023 RM'000
Total retained profits of the Company and its subsidiaries:		
-realised	98,409	90,418
-unrealised	(2)	18
	<u>98,407</u>	<u>90,436</u>
Total share of retained profits of joint venture:		
-realised	-	0
-unrealised	-	-
	<u>-</u>	<u>0</u>
Less: Consolidation adjustments	33,269	33,264
	<u>131,676</u>	<u>123,700</u>
Total group retained profits as per consolidated financial statements		

B15. Notes to the Condensed Consolidated Statements of Income

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Unaudited		Unaudited	
	Current Quarter Ended 31/12/2023 RM'000	Corresponding Quarter Ended 31/12/2022 RM'000	Current Quarter Ended 31/12/2023 RM'000	Corresponding Year Ended 31/12/2022 RM'000
<u>(Loss)/Profit before taxation is arrived at after charging/(crediting):</u>				
Other operation income:				
- Interest income	(239)	(150)	(458)	(286)
- Rental income	(17)	(17)	(33)	(33)
Unrealised gain on foreign exchange	(1)	8	(4)	(32)
Realised loss/(gain) on foreign exchange	(85)	35	92	69
Interest expense	80	494	230	1,033
Depreciation of right-of-use assets	238	138	238	295
Depreciation of property, plant and equipment	1,559	1,644	3,344	3,281
Impairment on trade receivable - write back	-	-	-	(171)

B16. Authorisation for Issue

The interim financial statements were authorised for issuance by the Board of Directors on **22 February 2023**.