



ONLY WORLD GROUP HOLDINGS BERHAD
Registration No: 201201041977 (1033338-K)

**INTERIM FINANCIAL REPORT
FOR THE FORTH QUARTER ENDED 30 JUNE 2023**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
Note	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	RM'000	RM'000	RM'000	RM'000
Revenue	35,079	25,068	133,966	63,062
Cost of sales	(21,537)	(18,933)	(90,314)	(57,256)
Gross profit	13,542	6,135	43,652	5,806
Other income	2,865	4,473	4,849	6,936
	16,407	10,608	48,501	12,742
Selling and distribution expenses	(84)	(162)	(849)	(502)
Administrative expenses	(6,981)	(5,580)	(20,229)	(11,705)
Other expenses	506	(3,642)	(1,387)	(5,282)
Profit/(Loss) from operations	9,848	1,224	26,036	(4,747)
Finance costs	(1,736)	(4,725)	(10,609)	(9,269)
Profit/(Loss) before taxation	8,112	(3,501)	15,427	(14,016)
Taxation	543	(1,436)	(3,699)	(1,415)
Profit/(Loss) after taxation	8,655	(4,937)	11,728	(15,431)
Other comprehensive income	-	-	-	-
Total comprehensive income/(expenses) for the financial period	8,655	(4,937)	11,728	(15,431)
			-	-
Profit/(Loss) after taxation attributable to:-			-	-
- Owners of the Company	8,657	(4,936)	11,736	(15,426)
- Non-Controlling interests	(2)	(1)	(8)	(5)
	8,655	(4,937)	11,728	(15,431)
Total comprehensive income/(expenses) attributable to:-				
- Owners of the Company	8,657	(4,936)	11,736	(15,426)
- Non-Controlling interests	(2)	(1)	(8)	(5)
	8,655	(4,937)	11,728	(15,431)
Profit/(Loss) per share (sen) attributable to Owners of the Company				
- Basic	2.01	(1.23)	2.72	(3.86)
- Diluted	2.00	(1.22)	2.67	(3.67)

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2022 and the Explanatory Notes for the quarter ended 30 June 2023)



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INTERIM FINANCIAL REPORT
FOR THE FORTH QUARTER ENDED 30 JUNE 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 6/30/2023 (Unaudited) RM'000	As at 6/30/2022 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	116,940	128,242
Right-of-use assets	162,256	164,623
Intangible assets	5	27
Deferred tax assets	12,897	12,897
	292,098	305,789
CURRENT ASSETS		
Inventories	2,889	2,778
Trade receivables	8,192	1,365
Other receivables, deposits and prepayments	10,759	8,692
Current tax assets	2,914	2,062
Short-term investments	35,509	22,125
Fixed deposits with licensed banks	34,937	34,138
Cash and bank balances	12,802	8,250
	108,002	79,410
TOTAL ASSETS	400,100	385,199
EQUITY AND LIABILITIES		
EQUITY		
Share capital	223,015	222,993
Reserves	(9,141)	(24,694)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	213,874	198,299
Non-controlling interests	1,313	1,321
TOTAL EQUITY	215,187	199,620
NON-CURRENT LIABILITIES		
Other payables	1,766	3,564
Leases liabilities	68,646	65,817
Long-term borrowings	56,246	62,931
Deferred tax liabilities	2,235	478
Deferred income	872	826
	129,765	133,616
CURRENT LIABILITIES		
Trade payables	4,977	3,873
Other payables, deposits received and accruals	29,296	22,678
Leases liabilities	13,615	8,836
Short-term borrowings	5,746	14,478
Bank overdrafts	-	318
Current tax liabilities	797	305
Deferred income	717	1,475
	55,148	51,963
TOTAL LIABILITIES	184,913	185,579
TOTAL EQUITY AND LIABILITIES	400,100	385,199
Net assets per share attributable to Owners of the Company (RM)	0.50	0.50

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2022 and the Explanatory Notes for the quarter ended 30 June 2023)



ONLY WORLD GROUP HOLDINGS BERHAD

Registration No: 201201041977 (1033338-K)

INTERIM FINANCIAL REPORT
FOR THE FORTH QUARTER ENDED 30 JUNE 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Non-Distributable →			Capital Reserve	Distributable Retained Profits	Attributable To Owners of The Group	Non-controlling Interests	Total Equity	
	Share Capital	Warrant Reserve	Merger Deficit						Revaluation Reserve
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
12 Months Ended 30 June 2023									
At 1 July 2022	222,993	8,897	(56,777)	18,096	1,200	3,890	198,299	1,321	199,620
Profit after taxation for the financial period	-	-	-	-	-	11,736	11,736	(8)	11,728
Revaluation of property, plant and equipment	-	-	-	3,817	-	-	3,817	-	3,817
Other comprehensive income for the financial year	-	-	-	3,817	-	-	3,817	-	3,817
Issuance of shares pursuant of warrant conversion	22	-	-	-	-	-	22	-	22
Total contributions by and distributions to owners	22	-	-	-	-	-	22	-	22
At 30 June 2023 (Unaudited)	223,015	8,897	(56,777)	21,913	1,200	15,626	213,874	1,313	215,187
12 Months Ended 30 June 2022									
At 1 July 2021	201,080	20,033	(56,777)	18,096	1,200	19,316	202,948	1,326	204,274
Loss after taxation for the financial period	-	-	-	-	-	(15,426)	(15,426)	(5)	(15,431)
Issuance of shares pursuant of warrant conversion	10,777	-	-	-	-	-	10,777	-	10,777
Transfer from warrant reserve	11,136	(11,136)	-	-	-	-	-	-	-
Total contributions by and distributions to owners	21,913	(11,136)	-	-	-	-	10,777	-	10,777
At 30 June 2022 (Audited)	222,993	8,897	(56,777)	18,096	1,200	3,890	198,299	1,321	199,620

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2022 and the Explanatory Notes for the quarter ended 30 June 2023)



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**INTERIM FINANCIAL REPORT
FOR THE FORTH QUARTER ENDED 30 JUNE 2023**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 Months Ended	
	6/30/2023 RM'000	6/30/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	15,427	(14,016)
Adjustments for:-		
Allowance for impairment loss on:		
- intangible assets	-	196
- property, plant and equipment	-	2,894
- trade and other receivables	-	224
Depreciation of property, plant and equipment	22,310	20,526
Depreciation of right-of-use assets	6,213	8,823
Gain on disposal of property, plant and equipment	(100)	
Realisation of revaluation reserve	498	
Impairment loss on trade and other receivables	(366)	
Interest expense on lease liabilities	5,260	4,937
Interest expense on lease financial liabilities that are not		
- hire purchase payables	-	301
- term loans	4,407	3,820
- overdrafts	22	212
Other interest expense	920	
Written off:		
- inventories	-	11
- trade and other receivables	-	129
COVID-19-rent concessions	-	(3,891)
Gain on disposal of property and equipment	-	(27)
Gain on lease modification	-	(10)
Imputed interest income	-	(579)
Interest income	(1,615)	(732)
Writeback of allowance for doubtful debts	-	-
Operating profit before working capital changes	52,976	22,818
Increase in inventories	(111)	(903)
(Increase)/Decrease in trade and other receivables	(10,885)	239
(Decrease)/Increase in trade and other payables	(4,614)	5,725
Cash generated from operations	37,366	27,879
Tax paid	(1,508)	(920)
Interest paid	(10,609)	(4,409)
Interest received	1,615	293
NET CASH GENERATED FROM OPERATIONS	26,864	22,843
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	-	439
Placement of fixed deposits	(800)	(673)
Proceeds from disposal of property, plant and equipment	-	27
Purchase of intangible assets	-	(4)
Purchase of property, plant and equipment	-	(1,276)
NET CASH USED IN INVESTING ACTIVITIES	(800)	(1,487)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loans	-	100
Drawdown of hire purchase obligations/lease liabilities	7,398	
Proceeds from issuance of new ordinary shares	-	10,777
Net repayment of hire purchase obligations/lease liabilities	-	(4,251)
Net repayment of term loan	(15,208)	(49)
NET CASH (USED IN)/GENERATED FROM FINANCING ACTIVITIES	(7,810)	6,577
NET INCREASE IN CASH AND CASH EQUIVALENTS	18,254	27,933
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	30,479	2,546
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	48,733	30,479
CASH AND CASH EQUIVALENTS COMPRISE:-		
Fixed deposit with licensed banks	34,937	34,138
Cash and bank balances	48,311	30,375
Bank overdrafts	-	(318)
	83,248	64,195
Less: Fixed deposits pledged with licensed banks	(34,515)	(33,716)
	48,733	30,479

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2022 and the Explanatory Notes for the quarter ended 30 June 2023)



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INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 30 JUNE 2023

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and should be read in conjunction with the Group’s annual audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to these audited financial statements.

The Group has adopted merger accounting method for the preparation of this interim financial statements.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements of the Group for the financial year ended 30 June 2022 except for the adoption of the relevant new MFRSs, amendments to MFRSs and IC Interpretations which are applicable to the financial statements and are relevant to the operations:

During the current financial quarter, the Group has adopted the following new accounting standards and interpretations (including the consequences amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 3: Reference to the conceptual framework

Amendments to MFRS 116: Property, plant and equipment - Proceeds before intended use

Amendments to MFRS 137: Onerous Contracts - Cost of fulfilling a contract

Annual improvements to MFRS Standards 2018 - 2020

The adoption of above amendments and interpretation did not result in any significant change to the accounting policies and did not have a material impact on the interim financial report of the Group.

A2. Significant Accounting Policies (Cont'd)

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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
Amendments to MFRS 16	Lease Liability in a Sales and Leaseback 1 January 2024
Amendments to MFRS 17	Insurance Contracts 1 January 2023
Amendment to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information 1 January 2023
Amendments to MFRS 101	Disclosure of Accounting Policies 1 January 2023
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 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

The adoption of the above accounting standards and/or interpretations (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. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2022.

A4. Seasonal or Cyclical Factors

Our Group's operations are inherently seasonal in nature. The number of patrons usually increases during weekends and the holiday seasons.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no significant unusual items that effect the assets, liabilities, equity, net income or cash flow for the current financial quarter and financial year-to-date.

A6. Material Changes in Estimates

There were no changes in estimates that have any material effect for the current financial quarter and financial year-to-date results.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and financial year-to-date.

A8. Dividend Paid

There were no dividends paid or proposed during the current financial quarter and financial year-to-date.

A9. Segmental Information

Segmental information is presented in respect of the Group's business segment which form the primary basis of segmental reporting.

- (i) The segmental result for the twelve (12) months ended 30 June 2023 was as follows:

	Food Service Operations RM'000	Amusement and Recreation Operations RM'000	Other Services RM'000	Elimination RM'000	The Group RM'000
Segment revenue					
External revenue	69,701	49,038	15,227	-	133,966
Inter-segment revenue	14,470	2,225	797	(17,492)	-
Total revenue	<u>84,171</u>	<u>51,263</u>	<u>16,024</u>	<u>(17,492)</u>	<u>133,966</u>
Segment profit	19,968	32,651	325	-	52,944
Depreciation of property, plant and equipment					(22,310)
Depreciation of right-of-use assets					(6,213)
Finance costs					(10,609)
Finance income					1,615
Profit before taxation					<u>15,427</u>
Taxation					<u>(3,699)</u>
Profit for the period					<u>11,728</u>

- (ii) The segmental result for the twelve (12) months ended 30 June 2022 was as follows:

	Food Service Operations RM'000	Amusement and Recreation Operations RM'000	Other Services RM'000	Elimination RM'000	Group RM'000
Segment revenue					
External revenue	32,761	23,172	7,129	-	63,062
Inter segment revenue	6,352	930	379	(7,661)	-
Total segment revenue	<u>39,113</u>	<u>24,102</u>	<u>7,508</u>	<u>(7,661)</u>	<u>63,062</u>
Segment profit	9,171	13,879	820	-	23,870
Depreciation of property, plant and equipment					(20,526)
Depreciation of right-of-use assets					(8,823)
Finance costs					(9,269)
Finance income					732
Loss before taxation					<u>(14,016)</u>
Taxation					<u>(1,415)</u>
Loss for the period					<u>(15,431)</u>

A10. Capital Commitment

Capital commitment for property and equipment not provided for as at 30 June 2023 were as follows:-

	As at 6/30/2023 RM'000
Approved and contracted for:-	
Interior design and renovation works for Jungle Gym playland and café at Lalaport	<u>1,234</u>

A11. Material Events During And Subsequent to the End of the Financial Period

There were no material event during and subsequent to the end of the financial period.

A12. Changes in Composition of the Group

There were no changes in composition of the Group during the current financial year under review.

A13. Contingent Liabilities or Contingent Assets

The Company provides corporate guarantees amounting to RM50.7 million to licensed banks and financial institutions for credit facilities granted to certain subsidiaries. No provisions are recognised on the above liabilities as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement.

There were no contingent assets as at the date of this report.

A14. Related Party Disclosures

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
	RM'000	RM'000	RM'000	RM'000
(i) Entities controlled by certain key management personnel:-				
Rental income	38	45	166	180
(ii) Directors:-				
Rental expense	<u>(270)</u>	<u>(270)</u>	<u>(1,080)</u>	<u>(540)</u>



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INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 30 JUNE 2023

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

- (i) Current Financial Quarter vs Preceding Financial Year Corresponding Quarter

	3 Months Ended		Changes	
	6/30/2023 RM'000	6/30/2022 RM'000	RM'000	%
Revenue	35,079	25,068	10,011	40%
EBITDA	17,728	10,530	7,198	68%
Profit/(Loss) before taxation	8,112	(3,501)	11,613	-332%

The Group recorded revenue, EBITDA and profit before taxation of RM35.1 million, RM17.7 million and RM8.1 million respectively for the current financial quarter ended 30 June 2023. The revenue increased by RM10.0 million compared to the revenue of RM25.1 million recorded for the corresponding 3-months financial quarter ended 30 June 2022. The Food Service Operations segment and Amusement and Recreation Operations segment are the key contributors to the Group's revenue. Out of the Group's total revenue of RM35.1 million, approximately 50% was contributed from the Food Service Operations segment and approximately 37% was from the Amusement and Recreation Operations segment.

The Group recorded a higher business volume when compared to the preceding financial year, mainly due to the recovery of business activities and consumer spending from COVID-19 pandemic, as well as improvement in brand awareness through advertising activities on various social media platforms, which resulted in increased number of footfalls to our Food and Beverage outlets and Amusement and Recreation Park. This had resulted in:

- The Food Service Operations segment recorded an increase in revenue of RM4.0 million to RM17.7 million in the current financial quarter when compared with the preceding financial year's corresponding quarter of RM13.7 million.
- The Amusement and Recreation Operations segment recorded revenue of RM13.0 million for the current financial quarter, which is RM3.4 million higher when compared with the preceding financial year's corresponding quarter of RM9.6 million.
- The Other Services segment recorded revenue of RM4.4 million for the current financial quarter, which is RM2.6 million higher when compared with the preceding financial year's corresponding quarter of RM1.8 million.

The improvement in revenue had contributed to a higher EBITDA and profit before taxation for the current financial quarter of RM17.7 million and RM8.1 million respectively, as compared to the preceding financial year corresponding quarter which recorded EBITDA of RM10.5 million and loss before taxation of RM3.5 million. However, it was partly offset with the increase in the cost of sales, and administrative cost and a reduction in the other income.

B1. Performance Review (Cont'd)

(ii) Current Financial Year-to-date vs Preceding Financial Year Corresponding Year-to-date

	12 Months Ended		Changes	
	6/30/2023	6/30/2022	RM'000	%
Revenue	133,966	63,062	70,904	112%
EBITDA	52,944	23,870	29,074	122%
Profit/(Loss) before taxation	15,427	(14,016)	29,443	210%

The Group achieved revenue, EBITDA and profit before taxation of RM134.0 million, RM52.9 million and RM15.4 million respectively for the 12-months financial year ended ("FYE") 30 June 2023. The revenue of RM134.0 million represented an increase of RM70.9 million or approximately 112% as compared to the revenue of RM63.1 million recorded for the preceding financial year corresponding 12-months FYE 30 June 2022. The "Food Service Operations" and "Amusement and Recreation Operations" were the key contributors to the Group's revenue. Out of the Group's revenue of RM134.0 million, approximately 52% was from the segment of "Food Service Operations", approximately 37% was from the segment of "Amusement and Recreation Operations", and the remaining 11% was contributed by Other Services.

The Food Service Operations segment recorded an increase in revenue of RM36.8 million to RM69.7 million in the current financial year 12-months FYE 30 June 2023 in comparison to the preceding financial year corresponding 12-months FYE 30 June 2022 of RM32.9 million, mainly due to the lower business volume in the previous financial year which was in the midst of gradual recovery from the COVID-19 pandemic, as well as higher number of footfalls to the Group's outlets in the current financial year-to-date. The higher number was contributed by amongst others, improvement in brand awareness through advertising activities on various social media platforms.

The Amusement and Recreation Operations segment recorded increase in revenue of RM26.0 million from RM23.1 million in the preceding financial year corresponding 12-months FYE 30 June 2022 in comparison to the current financial year 12-months FYE 30 June 2023 of RM49.1 million. The increase in revenue was mainly due to the improve in footfall and in-park spendings as a result of increased marketing activities.

The Other Services segment recorded a revenue of RM15.2 million in the current financial year 12-months FYE 30 June 2023 which is RM8.1 million higher compared to the preceding financial year corresponding 12-months FYE 30 June 2022 of RM7.1 million. The increased number of footfall to the Amusement and Recreation park also contributed to the increase in revenue of the other services such as photoshooting and retail businesses operating in the park.

Profit before taxation for the current financial year 12-months FYE 30 June 2023 was RM15.4 million as compared to loss before taxation of RM14.0 million for the preceding financial year corresponding 12-months FYE 30 June 2022. The increase in profit before taxation of RM29.4 million was mainly due to the 112% increased in revenue, effective cost control measurement, a one off rental related rebate and reduction in other expenses as there were no further impairment loss on rights of use assets and fixed assets provided for the current financial year.

B2. Material Changes in Profit Before Taxation compared with the Immediate Preceding Financial Quarter

	3 Months Ended		Changes	
	6/30/2023	3/31/2023	RM'000	%
Revenue	35,079	31,682	3,397	11%
EBITDA	17,728	11,941	5,787	48%
Profit before taxation	8,112	2,853	5,259	184%

The Group recorded revenue, EBITDA and profit before taxation of RM35.1 million, RM17.7 million and RM8.1 million respectively for the current financial quarter ended 30 June 2023. The revenue increased by RM3.4 million or approximately 11% in comparison to the RM31.7 million recorded for the immediate preceding financial quarter ended 31 March 2023. The higher revenue was mainly due to an increase in business volume as a result of mid-term school holidays and public holidays and the increase in tickets purchased by the online travel agency in the current financial quarter compared to the immediate preceding financial quarter ended 31 March 2023.

The increase in revenue and a one off rental related rebate of RM1.4 million had resulted a higher EBITDA and profit before taxation for the current financial quarter of RM17.7 million and RM8.1 million respectively as compared to EBITDA and profit before taxation of RM11.9 million and RM2.9 million respectively for the immediate preceding financial quarter ended 31 March 2023.

B3. Coming Year Prospects

As disclosed in the latest Bank Negara Malaysia's Quarterly Bulletin 2Q 2023, for the second half of 2023, the Malaysian economy is expected to expand at a moderate pace. Slower external demand will continue to weigh on the economic activity particularly for the export-oriented sector. Growth will be supported by domestic demand, underpinned by favourable labour market conditions, particularly in the domestic-oriented sectors. Tourists arrivals is expected to continue improving, thereby lifting tourism activities.

In addition to the above, pursuant to Bank Negara Malaysia's Economic & Monetary Review 2022, Malaysia's economic growth is projected to grow between 4% to 5% in 2023, supported by firm domestic demand. The economy will continue to face challenges, particularly on the external front. Slowing global growth is expected to weigh on Malaysia's exports. Domestically, concerns remain on the elevated cost of living and input costs, and its impact on spending by households and businesses. Nonetheless, growth will be driven mainly by firm domestic demand, underpinned by further improvement in employment and income levels, continued implementation of multiyear investment projects and higher tourism activities. Meanwhile, further recovery in international travel, including from the resumption in China's outbound tourism since 8 January 2023 is projected to boost growth in high-touch services sub-sectors.

Our Group remains positive and poised to leverage on opportunities arising from higher tourism activity and will also continue to re-strategize our business plan to adapt to the changing environment.

B4. Profit Forecast and Profit Estimate

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

B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Profit/(Loss) before taxation is stated after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	6,404	9,680	22,310	20,526
Depreciation of right-of-use assets	1,896	(203)	6,213	8,823
Finance costs	1,736	4,725	10,609	9,269
Finance income	(420)	(171)	(1,615)	(732)
Other income	(2,445)	(4,302)	(3,234)	(6,204)

Save for the above, the other items as required under Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B6. Taxation

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysian - current	(543)	1,436	3,699	1,415
	(543)	1,436	3,699	1,415

The tax income for the current financial period was due to the reversal of overprovision of taxation in previous quarters. The Group's effective tax rate was higher than statutory tax rate in previous quarters mainly due to certain expenses which are non-tax deductible. Losses incurred by certain subsidiary companies were also not available to set off against taxable profits in other companies within the Group.

B7. Status of Corporate Proposals Announced

There were no corporate proposals announced but not completed as at 21 August 2023.

B8. Group Borrowings

	As at	As at
	6/30/2023	6/30/2022
	RM'000	RM'000
Long-term borrowings		
Secured:		
Term loans	56,246	62,931
	56,246	62,931
Short-term borrowings		
Secured:		
Term loans	5,746	14,478
	5,746	14,478
Total borrowings	61,992	77,409

B9. Changes in Material Litigation

There is no material litigation involving the Group subsequent to 30 June 2022 and up to the date of this interim Financial Report.

B10. Dividends

No dividend was declared for the current financial quarter and financial year-to-date.

B11. Earnings Per Share ("EPS")

(i) Basic earnings per share

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
Profit/(Loss) attributable to Owners of the Company (RM'000)	8,657	(4,936)	11,736	(15,426)
Weighted average number of ordinary shares in issue ('000)	430,845	400,008	430,845	400,008
Basic earnings/(loss) per share (sen)	2.01	(1.23)	2.72	(3.86)

(ii) Diluted earnings per share

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		12 Months Ended	
	6/30/2023	6/30/2022	6/30/2023	6/30/2022
Profit/(Loss) attributable to Owners of the Company (RM'000)	8,657	(4,936)	11,736	(15,426)
Weighted average number of ordinary shares in issue ('000)	430,845	400,008	430,845	400,008
Adjustment for potential conversion of warrants ('000)	2,571	5,898	8,859	19,865
	433,416	405,906	439,704	419,873
Diluted earnings/(loss) per share (sen)	2.00	(1.22)	2.67	(3.67)

B12. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the FYE 30 June 2022 was unqualified.

B13. Derivative financial instruments

The Group does not have any derivative financial instruments as at the end of the quarter.

B14. Gain/losses arising from fair value changes of financial liabilities

There were no material gains or losses arising from fair value changes of financial liabilities during the current financial quarter and the financial year to date under review.