



SENG FONG HOLDINGS BERHAD

(Registration No. 202101022910 (1423210-X))

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD (3RD)
QUARTER ENDED 31 MARCH 2023**

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		(Unaudited) Current Year Quarter 31/03/2023 RM'000	(Unaudited) Preceding Year Corresponding Quarter 31/03/2022 RM'000	(Unaudited) Current Year To Date 31/03/2023 RM'000	(Unaudited) Preceding Year To Date 31/03/2022 RM'000
Revenue		215,718	261,936	698,183	662,427
Cost of Sales		(199,370)	(237,592)	(650,876)	(600,688)
Gross Profit		16,348	24,344	47,307	61,739
Other Income		227	131	1,580	314
Selling Expenses		(4,262)	(6,815)	(13,343)	(16,617)
Administrative Expenses		(2,015)	(2,026)	(5,855)	(5,433)
Other Expenses		(5,416)	(280)	(4,878)	(210)
Finance Costs		(1,123)	(494)	(2,446)	(1,004)
Profit Before Tax	B12	3,759	14,860	22,365	38,789
Taxation	B5	291	(1,495)	(2,741)	(7,467)
Total comprehensive income		4,050	13,365	19,624	31,322
Profit After Tax Attributable To:					
Owners of the Company		4,050	13,365	19,624	31,322
Total Comprehensive Income Attributable To:					
Owners of the Company		4,050	13,365	19,624	31,322
Attributable to Equity Holders of the Company:					
Basic earnings per share (sen) ⁽²⁾	B11	0.78	2.58	3.78	6.04
Diluted earnings per share (sen) ⁽³⁾	B11	0.78	2.58	3.78	6.04

Notes:

- (1) The basis of preparation of the Unaudited Condensed Combined Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statement for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic earnings per share is calculated based on the Company's weighted average number of ordinary shares as referred to in Note B11.
- (3) Diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have convertible options at the end of the reporting period.

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023**UNAUDITED CONDENSED COMBINED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾**

	Note	Unaudited As at 31/03/2023 RM'000	Audited As at 30/06/2022 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment	A10	43,286	42,284
Right-of-use assets		6,754	4,516
Prepaid lease		-	2,331
		<u>50,040</u>	<u>49,131</u>
Current Assets			
Inventories		169,736	130,059
Trade and other receivables		54,123	74,013
Current tax assets		716	-
Derivative assets		61	-
Deposits, bank and cash balances		66,234	8,869
		<u>290,870</u>	<u>212,941</u>
TOTAL ASSETS		<u>340,910</u>	<u>262,072</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		143,923	77,845
Merger reserve		(71,845)	(71,845)
Retained profits		103,739	104,873
TOTAL EQUITY		<u>175,817</u>	<u>110,873</u>
Non-Current Liabilities			
Bank borrowings	B8	4,914	6,163
Deferred tax liabilities		5,541	5,541
		<u>10,455</u>	<u>11,704</u>
Current Liabilities			
Trade and other payables		25,663	52,974
Bank borrowings	B8	128,975	83,713
Derivative liabilities	B9	-	8
Current tax liabilities		-	2,800
		<u>154,638</u>	<u>139,495</u>
TOTAL LIABILITIES		<u>165,093</u>	<u>151,199</u>
TOTAL EQUITY AND LIABILITIES		<u>340,910</u>	<u>262,072</u>
NET ASSETS PER ORDINARY SHARE (RM) ⁽²⁾		0.34	0.26

Notes:

- (1) The basis of preparation of the Unaudited Condensed Combined Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statement for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the Company's number of ordinary shares at the end of the reporting year (2023: 518,960,000 shares; 2022: 428,145,300 shares).

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED COMBINED STATEMENTS OF CHANGES IN EQUITY⁽¹⁾

	<u>Non-distributable</u>		<u>Distributable</u>	<u>Total Equity</u>
	<u>Share Capital</u>	<u>Merger Reserve</u>	<u>Retained Profits</u>	
	RM'000	RM'000	RM'000	
Unaudited				
As at 1 July 2022 (Audited)	77,845	(71,845)	104,873	110,873
Contributions by and distributions to owners of the Group				
- Issuance of shares	68,111	-	-	68,111
- Capitalised of listing expense	(2,033)	-	-	(2,033)
Total transactions with owners of the Group	66,078	-	-	66,078
Total comprehensive income for the period	-	-	19,624	19,624
Dividends	-	-	(20,758)	(20,758)
As at 31 March 2023 (Unaudited)	143,923	(71,845)	103,739	175,817

Unaudited				
As at 1 July 2021 (Audited)	6,000	-	81,845	87,845
Contributions by and distributions to owners of the Group				
Total comprehensive income for the period	-	-	31,322	31,322
Dividends	-	-	(10,000)	(10,000)
As at 31 March 2022 (Unaudited)	6,000	-	103,167	109,167

Note:

- (1) The basis of preparation of the Unaudited Condensed Combined Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statement for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023**UNAUDITED CONDENSED COMBINED STATEMENTS OF CASH FLOWS ⁽¹⁾**

	Unaudited Current Year 9 Months Ended 31/03/2023 RM'000	Unaudited Preceding Corresponding 9 Months Ended 31/03/2022 RM'000
Cash Flow From Operating Activities		
Profit before tax	22,365	38,789
Adjustments for:		
Depreciation of property, plant and equipment	1,923	1,649
Depreciation of right-of-use assets	93	106
Fair value (gain)/loss on derivative	(65)	89
Gain on disposal of property, plant and equipment	(71)	-
Listing expense	558	736
Property, plant and equipment written off	3	1
Unrealised gain on foreign exchange	(790)	119
Interest expenses	2,446	1,004
Interest income	(421)	(75)
Operating profit before working capital changes	26,041	42,418
Changes in working capital		
Inventories	(39,677)	(28,383)
Trade and other receivables	19,836	(29,656)
Trade and other payables	(26,548)	11,997
Cash For Operations	(20,348)	(3,624)
Interest paid	(2,446)	(1,004)
Interest received	421	75
Tax paid	(6,257)	(7,071)
Net Cash For Operating Activities	(28,630)	(11,624)
Cash Flows For Investing Activities		
Proceeds from disposal of property, plant and equipment	96	-
Proceeds from issuance of ordinary shares	68,111	-
Purchase of property, plant and equipment	(5,199)	(12,054)
Net Cash For Investing Activities	63,008	(12,054)
Cash Flows From Financing Activities		
Repayment of advance from director	(510)	-
Dividend paid	(20,758)	(10,000)
Net movement in trade bills	45,864	21,891
Payment of listing expense	(558)	(736)
Repayment of term loans	(1,051)	8,500
Net Cash Flows From Financing Activities	22,987	19,655
Net Changes In Cash and Cash Equivalents	57,365	(4,023)
Cash and Cash Equivalents at Beginning of the Financial Period	8,869	13,453
Cash and Cash Equivalents at End of the Financial Period	66,234	9,430

Note:

- (1) The basis of preparation of the Unaudited Condensed Combined Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statement for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS
("MFRS") 134: INTERIM FINANCIAL REPORTING**

A1 Basis of Preparation

The interim financial statements of Seng Fong Holdings Berhad ("**Company**") and its subsidiary ("**Group**") are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards ("**MFRS**") 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board ("**MASB**") and Chapter 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statement for the financial year ended 30 June 2022 and the accompanying explanatory note attached to this interim financial report.

A2 Significant Accounting Policies

The significant accounting policies and presentation adopted for the interim financial statements are consistent with those adopted as disclosed in the audited financial statement for the financial year ended 30 June 2022, except for the adoption of the following new amendments to MFRSs:

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 Sale 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
Amendment to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101: Non-current Liabilities with Covenants	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

The Group has not applied in advance any accounting standards and / or interpretations (including the consequential amendments, if any) that have been issued by the MASB but are not yet effective for the financial year ending 30 June 2023.

A3 Auditors' Report on Preceding Annual Financial Statements

There was no qualified report issued by the auditors in the financial statements of the Group for the financial year ended 30 June 2022.

A4 Seasonality or Cyclicity of Operations

There were no material seasonal or cyclical factors affecting the business operations of the Group in the current quarter.

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

A5 Unusual Items

There were no material unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current financial period under review.

A6 Material Changes in Estimates

There were no material changes in estimates for the current financial period under review.

A7 Debt and Equity Securities

Save as disclosed in B6, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A8 Dividend Paid

The dividends paid during the financial period were as follow:

Type Of Dividend	Dividend Per Share	Financial Year Ended	Amount RM'000	Entitlement Date	Payment Date
Final single tier	3.0 sen	30.06.2022	15,569	09.09.2022	23.09.2022
First interim single tier	1.0 sen	30.06.2023	5,190	15.12.2022	05.01.2023
Second interim single tier	1.0 sen	30.06.2023	5,190	14.03.2023	03.04.2023

A9 Segment Information

The operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely processing and sale of natural block rubber.

Segment assets is not presented, as all non-current assets are located in Malaysia.

Segmental revenue is presented based on the geographical location of the customers.

	Individual Quarter		Cumulative Quarter	
	Unaudited 31/03/2023 RM'000	Unaudited 31/03/2022 RM'000	Unaudited 31/03/2023 RM'000	Unaudited 31/03/2022 RM'000
China	101,315	110,257	334,051	296,594
Hong Kong (Republic of China)	53,026	64,951	162,797	146,202
Singapore	60,896	83,145	192,673	207,413
Taiwan	-	1,566	4,542	4,792
Others	481	2,017	4,120	7,426
Total	<u>215,718</u>	<u>261,936</u>	<u>698,183</u>	<u>662,427</u>

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

A10 Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment in the current financial period under review.

A11 Capital Commitments

The material capital commitments of the Group as at 31 March 2023 are as follow:

Contracted but not provided for:	RM'000
Biomass System	1,445

A12 Material Subsequent Event

There were no material events subsequent to the end of the current financial period that have not been reflected in the interim financial reports for the said period as at the date of this report.

A13 Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial quarter under review.

A14 Contingent Liabilities

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

A15 Significant Related Party Transactions

	Individual Quarter		Cumulative Quarter	
	Unaudited	Unaudited	Unaudited	Unaudited
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	RM'000	RM'000	RM'000	RM'000
Companies in which person(s) connected to director has substantial financial interests				
Purchase of indirect materials	6	100	104	203
Sundry supplies	27	33	84	73
Transport service	1,922	1,616	4,886	3,883

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UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023**B. EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 Review of Performance**

The Group's performance for the third quarter ended 31 March 2023 (Q3FY2023) compared with the previous corresponding third quarter ended 31 March 2022 (Q3FY2022) are tabled below:

Description	Individual Quarter			Cumulative Quarter		
	Q3FY2023 RM'000	Q3FY2022 RM'000	Variance %	Q3FY2023 RM'000	Q3FY2022 RM'000	Variance %
Revenue	215,718	261,936	(17.6)	698,183	662,427	5.4
Profit before tax ("PBT")	3,759	14,860	(74.5)	22,365	38,789	(42.3)

Our total revenue for the individual Q3FY2023 decreased by RM46.2 million or approximately 17.6% to RM215.7 million (Q3FY2022: RM261.9 million) driven mainly by the decrease in average selling price of RM6,039 per MTS in Q3FY2023 (Q3FY2022: RM7,567 per MTS) despite the increase of sales volume. However, the Group recorded a revenue of RM698.2 million for the cumulative Q3FY2023 increased by RM35.8 million or approximately 5.4% compared to RM662.4 million for the cumulative Q3FY2022. The increase of revenue from Processing Segment was mainly due to the increase of sales volume by 16,330 MTS or 18.8% to 103,240 MTS in Q3FY2023 (Q3FY2022: 86,910 MTS) and partially offset with the decrease in average selling price of RM6,594 per MTS in Q3FY2023 (Q3FY2022: RM7,325 per MTS). The decrease in average selling price of about 10.0% per MTS in Q3FY2023 from Q3FY2022 was attributable to the uncertainties and global economic slowdown brought about by the war in Ukraine and Western countries' sanctions on Russian exports.

The Group's PBT for the cumulative Q3FY2023 decreased by RM16.4 million or approximately 42.3% to RM22.4 million compared to RM38.8 million for the cumulative Q3FY2022. The decrease in PBT was mainly due to increase in diesel cost by RM4.6 million or 69.7% on higher average diesel price per litre of RM3.1 in Q3FY2023 (Q3FY2022: RM2.5). The higher net loss on realised foreign exchange of approximately RM4.9 million in Q3FY2023 was due mainly to the contracted rates of forward foreign exchange contracts which were lower than the actual foreign exchange rates received for the sales denominated in USD.

Despite the increase in sales volume, the higher wages of production staff and foreign workers by RM1.5 million was due to the increase of minimum wage to RM1,500 per month which was effective from 1 May 2022 and balance of RM1.6 million as increasing the production hours with the training cost involved on the second working shift for Factory 3 and Factory 2. In addition, the increase in electricity cost by RM2.4 million or 34.8% due to higher tariff rate applied from 1 January 2023 and higher finance cost by RM1.4 million due to interest rate hikes also had an impact to the cumulative current quarter under review.

B2 Comparison with Immediate Preceding Quarter's Results

The Group's performance for the third quarter ended 31 March 2023 (Q3FY2023) compared with the preceding financial quarter ended 31 December 2022 (Q2FY2023) are tabled below:

Description	Q3FY2023 RM'000	Q2FY2023 RM'000	Variance %
Revenue	215,718	230,813	(6.5)
Profit before tax ("PBT")	3,759	8,395	(54.8)

The Group's revenue for the Q3FY2023 decreased by RM15.1 million or approximately 6.5% to RM215.7 million compared to RM230.8 million in the Q2FY2023. The decline in revenue was mainly driven by the lower average selling price as a result of decreased in natural rubber price in the current financial quarter under review.

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

The Group's PBT for the Q3FY2023 decreased by RM4.6 million or approximately 54.8% to RM3.8 million compared to RM8.4 million in the Q2FY2023. The decrease in PBT was due mainly to realised loss on foreign exchange of RM5.4 million arising from the contracted rates of forward foreign exchange contracts which were lower than the actual foreign exchange rates received for the sales denominated in USD in the current financial quarter under review.

B3 Prospects and Outlook for the Current Financial Year

Despite the challenging global business environment, the Group will continue to take effective measures by diversifying the customer base and improving cost efficiency to provide a sustainably profitable result for financial year ending 30th June 2023. In addition, the Group will focus on the increasing demand from China and India market which are the largest world consumption on natural rubber driven by the growth of the automotive industry.

The Group has optimised the production capacity in financial year 2023 by increasing the production hours in Factory 3 and Factory 2 by adding a second working shift to cater for the increased demand from existing customers as well as new customers. The Group also intends to increase the production hours in Factory 1 by adding a second working shift in financial year 2024, thus increasing our production hours from 12 hours a day to 17 hours a day. Therefore, our total annual capacity is expected to increase from approximately 142,000 MTS in financial year 2022 to achieve approximately 166,000 MTS in financial year 2023 and thereafter approximately 190,000 MTS in financial year 2024.

The installation of the Biomass System to generate gas from wood chips as a fuel source for our dryer system is aimed at achieving cost-saving measures by replacing the consumption of diesel. The Biomass System will have an installed capacity of 4.8 million kCal ("Biomass 1") and 7.2 million kCal ("Biomass 2") respectively and are expected to be fully commissioned by the 2nd quarter of 2023.

In order to reduce the exposure of foreign exchange in USD to RM due to the US tightening monetary policy, the Group is working towards the use of China Renminbi with certain China customers. The Group also explores the automation in the processing line to reduce the reliance on the foreign workers in production.

B4 Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee in the current financial period under review.

B5 Tax Expense

After the perfection on documentation of Malaysian Investment Development Authority (MIDA) and Malaysian Green Technology And Climate Change Corporation (MGTC), the green investment tax incentive on solar system had been fully utilised to offset against 70% of statutory income in the year of assessment 2022.

The effective tax rate is lower than statutory tax rate principally attributable to the overprovision for current tax expense in prior year of approximately RM1.8 million.

	Individual Quarter		Cumulative Quarter	
	Unaudited 31/03/2023 RM'000	Unaudited 31/03/2022 RM'000	Unaudited 31/03/2023 RM'000	Unaudited 31/03/2022 RM'000
Current tax expense				
- Provision for the period	1,470	1,495	4,502	7,471
- Over provision in the prior year	(1,761)		(1,761)	
- Deferred taxation	-	-	-	(4)
	<u>(291)</u>	<u>1,495</u>	<u>2,741</u>	<u>7,467</u>

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023**B6 Status of Corporate Proposals**

Save for the IPO as disclosed in Note A12, there were no other corporate proposals announced and/or not implemented as at the date of this report.

B7 Utilisation of Proceeds Raised from the IPO

On 23 December 2022, the Board had announced a variation of the utilisation of proceeds to re-allocate the remaining unutilised sum amounting to RM10.0 million originally earmarked for repayment or bank borrowings, to be utilised as working capital in conjunction with the listing of and the quotation of its entire share capital on the Main Market of Bursa Malaysia Securities Berhad on 7 July 2022.

The gross proceeds from the IPO amounting to RM68.11 million is intended to be utilised in the following manner:

Details of Use of Proceeds	Proposed		Actual		Balance	Estimated Timeframe for Utilisation Upon Listing ⁽¹⁾
	Utilisation	Variation	Utilisation	Deviation		
	RM'000	RM'000	RM'000	RM'000	RM'000	
Working Capital	19,722	10,000	(29,722)	-	-	Within 12 months
Repayment or bank borrowings	37,862	(10,000)	(27,862)	-	-	Within 6 months
Installation of Biomass System	6,250	-	(4,805)	-	1,445	Within 12 months
Listing Expenses	4,277	-	(4,405)	(128)	-	Within 2 months
	68,111	-	(66,794)	(128)	1,445	

Note:

(1) From the date of listing of the Company on the Main Market of Bursa Securities on 7 July 2022.

B8 Group's Borrowings and Debt Securities

The Group's borrowings are as follows:

	Unaudited As At 31/03/2023 RM'000	Audited As At 30/06/2022 RM'000
Non-current		
Unsecured - Term loans in USD	4,914	6,163
	<u>4,914</u>	<u>6,163</u>
Current		
Unsecured - Trade bills in RM	-	5,000
Unsecured - Trade bills in USD	126,975	76,509
Unsecured - Term loans in USD	2,000	2,204
	<u>128,975</u>	<u>83,713</u>
Total borrowings	<u>133,889</u>	<u>89,876</u>

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 MARCH 2023

B9 Financial Instruments - Derivatives

The Group uses derivative financial instruments, mainly foreign exchange forward contracts to hedge its exposure to fluctuations in foreign exchange arising from sales and purchase. The Group does not hold or issue derivative financial instruments for trading purposes.

Derivative financial assets and liabilities are initially recognised and subsequently measured at fair value. The fair values of derivatives are determined based on market data (primarily exchange rate) to calculate the present value of all estimated flows associated with each derivative at the balance sheet date. Foreign exchange forward contracts of the Group have been measured at fair value and the changes in the fair value are recognised in profit or loss.

	Unaudited As at 31/03/2023		Audited As at 30/06/2022	
	Contract/ Notional Amount RM'000	Derivative Assets Amount RM'000	Contract/ Notional Amount RM'000	Derivative Liabilities Amount RM'000
Forward currency contracts				
Less than one year	61	61	2,856	(8)

B10 Material Litigation

There were no material litigation involving the Group as at the date of this report.

B11 Earnings Per Share

The basic and diluted earnings per share for the current financial quarter and financial year to date are computed as follows:

		Unaudited Current Quarter 31/03/2023 RM'000	Unaudited Current Year To Date 31/03/2023 RM'000
Profit after tax attributable to			
owners of the Company	(RM)	4,054	19,629
Number of ordinary shares ('000)	(shares)	518,960	518,960
Basic earnings per share ⁽¹⁾	(sen)	0.78	3.78
Diluted earnings per share ⁽²⁾	(sen)	0.78	3.78

Notes:

- (1) Basic earnings per share is calculated based on the Company's enlarged issued share capital of 518,960,000 ordinary shares upon listing.
- (2) The diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have convertible options at the end of the reporting period.

B12 Profit Before Tax

Profit before tax for the period has been arrived at after (crediting) / charging:

	Unaudited Current Quarter 31/03/2023 RM'000	Unaudited Current Year To Date 31/03/2023 RM'000
Fair value (gain) / loss on derivative	105	(65)
Interest income	(170)	(421)
Realised (gain) / loss on foreign exchange	5,416	4,875
Depreciation		
- property, plant and equipment	646	1,922
- right-of-use assets	28	93
Interest expenses	1,123	2,446
Listing expenses	-	558

B13 Proposed Dividends

The Board of Directors declared the payment of third interim single tier dividend of 0.5 sen per share of approximately RM2.59 million in respect of the financial year ending 30 June 2023, payable on 6 July 2023 to depositors registered in the Records of Depositors at close of business on 15 June 2023.

BY ORDER OF THE BOARD

SENG FONG HOLDINGS BERHAD

24 May 2023

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