



An Islamic business trust constituted in Malaysia and registered with the Securities Commission Malaysia.

Unaudited Results For The

3rd Quarter Ended

30 September 2024



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Prolintas Infra Business Trust

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Prolintas Infra Business Trust

INTRODUCTION

PROLINTAS INFRA BUSINESS TRUST ("PROLINTAS INFRA BT")

Prolintas Infra Business Trust ("Prolintas Infra BT" or "Trust") is an Islamic business trust constituted in Malaysia under the Trust Deed and registered with the Securities Commission Malaysia ("SC") on 11 December 2023. This Trust is managed by Prolintas Managers Sdn. Bhd. as the Trustee-Manager.

Prolintas Infra BT is the first business trust in Malaysia listed on the Main Market of Bursa Malaysia Securities Berhad on 25 March 2024, with an initial portfolio comprising brownfield highways, namely Ampang - Kuala Lumpur Elevated Highway ("AKLEH"), Guthrie Corridor Expressway ("GCE"), Lebuhraya Kemuning - Shah Alam ("LKSA"), and Sistem Lingkaran-Lebuhraya Kajang SILK ("SILK").

The Trust Group consists of the concession companies, namely Projek Lintasan Kota Sdn Bhd ("AKLEH Co"), Projek Lintasan Shah Alam Sdn Bhd ("LKSA Co"), Prolintas Expressway Sdn Bhd ("GCE Co") and Sistem Lingkaran-Lebuhraya Kajang Sdn Bhd ("SILK Co").

Prolintas Infra BT is the owner of the concession companies and is principally involved in the operations and maintenance of the highways. Besides that, the Trust also provides ancillary facilities to complement the operations of the highways, as well as enhancing road users' experience and convenience.

The Trust gives investors the opportunity to invest in highway-related infrastructure assets with the key objective of delivering stable and regular distributions to the unitholders.

Prolintas Infra BT, being a business trust, is allowed to pay distributions to unitholders out of its residual cash flows, in accordance with its distribution policy. This is unlike companies which are governed by the Companies Act 2016, that can only make dividend payments out of accounting profits.

Prolintas Infra Business Trust

Unaudited results for the third quarter ended 30 September 2024

The Directors of Prolintas Managers Sdn. Bhd., as the Trustee-Manager of Prolintas Infra Business Trust, advise the following unaudited results of the Group for the third quarter ended 30 September 2024.

The Trust Group was established on 21 December 2023. SILK Co, being one of the wholly-owned subsidiaries of the Trust with the highest asset value, is the deemed accounting acquirer for the acquisition of the Trust assets. In this regard, the Trust's group financial statements have been prepared on the basis of a reverse acquisition with SILK Co being the acquirer/parent in accordance with the Malaysian Financial Reporting Standards ("MFRS").

Condensed Consolidated Statement of Financial Position as at 30 September 2024

		As at 30 Sept 2024 (Unaudited) RM	As at 31 Dec 2023 (Unaudited) RM
	Note		
ASSETS			
Non-current assets			
Goodwill	A2	210,568,893	210,568,893
Highway development expenditure	B7	2,825,294,444	2,854,003,000
Deferred tax assets		81,425,181	79,849,479
Other receivables		7,628,283	7,799,066
		<u>3,124,916,801</u>	<u>3,152,220,438</u>
Current assets			
Trade and other receivables		17,598,672	41,877,156
Amount due from related companies		17,664,048	14,158,000
Tax recoverable		-	168,859
Other investment	B8	225,780,341	-
Deposits, cash and bank balances	B9	267,687,495	406,651,993
		<u>528,730,556</u>	<u>462,856,008</u>
TOTAL ASSETS		<u>3,653,647,357</u>	<u>3,615,076,446</u>

Prolintas Infra Business Trust

**Condensed Consolidated Statements of Financial Position as at 30 September 2024
(contd.)**

	Note	As at 30 Sept 2024 (Unaudited) RM	As at 31 Dec 2023 (Unaudited) RM
EQUITY AND LIABILITIES			
Trust units		1,100,000,000	1,100,000,000
Accumulated losses		(197,081,337)	(180,315,897)
Reserves		(268,722,421)	(268,722,421)
Total Unitholder's Fund		<u>634,196,242</u>	<u>650,961,682</u>
Non Current Liabilities			
Deferred tax liability		272,548,474	273,997,676
Deferred liabilities		5,284,328	5,622,586
Borrowings	B6	2,319,757,083	2,319,575,340
Provision		294,565,814	298,520,574
		<u>2,892,155,699</u>	<u>2,897,716,176</u>
Current Liabilities			
Borrowings	B6	-	164,086
Other payables		67,309,790	30,428,293
Provision		28,232,035	27,529,905
Provision for tax		7,071,382	3,237,534
Deferred liabilities		451,011	451,011
Amount due to related companies		24,231,198	4,587,759
		<u>127,295,416</u>	<u>66,398,588</u>
Total Liabilities		<u>3,019,451,115</u>	<u>2,964,114,764</u>
Net Assets		<u>634,196,242</u>	<u>650,961,682</u>
TOTAL EQUITY AND LIABILITIES		<u>3,653,647,357</u>	<u>3,615,076,446</u>

Note:

The comparative figures of the consolidated statement of financial position as at 31 December 2023 is that of SILK Group, being SILK Co and its subsidiary, Manfaat Tetap Sdn. Bhd. ("MTSB") after consolidating the assets and liabilities (measured at fair value) of the three highways acquired.

Prolintas Infra Business Trust

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the quarter ended 30 September 2024

	Note	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
		30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Revenue	A12	79,332,316	33,060,163	232,752,960	98,802,039
Construction revenue		2,081,363	66,129	4,515,438	1,302,789
		<u>81,413,679</u>	<u>33,126,292</u>	<u>237,268,398</u>	<u>100,104,828</u>
Construction costs		(2,081,363)	(66,129)	(4,515,438)	(1,302,789)
Other income	A13	4,520,103	698,074	11,550,867	2,940,706
Staff costs		(5,693,804)	(1,000,167)	(16,244,099)	(3,954,003)
Amortisation of highway development expenditure		(12,296,755)	(2,722,309)	(35,420,399)	(8,336,566)
Other operating expenses		<u>(21,323,206)</u>	<u>(4,392,750)</u>	<u>(60,096,613)</u>	<u>(13,832,948)</u>
Profit from operations		<u>44,538,654</u>	<u>25,643,011</u>	<u>132,542,716</u>	<u>75,619,228</u>
Finance cost	A14	<u>(34,545,459)</u>	<u>(14,268,089)</u>	<u>(103,778,810)</u>	<u>(39,724,330)</u>
Profit before tax	B14	<u>9,993,195</u>	<u>11,374,922</u>	<u>28,763,906</u>	<u>35,894,898</u>
Income tax credit/ (expenses)	B5	<u>2,100,919</u>	<u>(7,025,493)</u>	<u>(10,549,246)</u>	<u>(98,686,601)</u>
Profit/(Loss) for the financial period, representing total comprehensive income/(loss) for the financial period		<u>12,094,114</u>	<u>4,349,429</u>	<u>18,214,660</u>	<u>(62,791,703)</u>
Earnings Per Unit ("EPU") (sen)		1.10	N/A	1.66	N/A
Proposes/Declared Distribution Per Unit ("DPU") (sen)		3.18	N/A	3.18	N/A

Note:

The comparative figures of the consolidated statement of comprehensive income for the quarter ended 30 September 2023 is that of SILK Group only.

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Condensed Consolidated Statement of Changes in Equity for the quarter ended 30 September 2024

	Share capital/ Trust units (Unaudited) RM	Accumulated losses (Unaudited) RM	Reserves (Unaudited) RM	Total (Unaudited) RM
At 1 January 2023	488,722,421	(106,322,881)	(268,722,421)	113,677,119
Total comprehensive loss for the financial period	-	(62,791,703)	-	(62,791,703)
At 30 September 2023	488,722,421	(169,114,584)	(268,722,421)	50,885,416
At 1 January 2024	1,100,000,000	(180,315,897)	(268,722,421)	650,961,682
Total comprehensive income for the financial period	-	18,214,660	-	18,214,660
Transaction with unitholders				
Distribution paid, representing total transaction with unitholders	-	(34,980,100)	-	(34,980,100)
At 30 September 2024	1,100,000,000	(197,081,337)	(268,722,421)	634,196,242

Note:

The comparative figures of the consolidated statement of changes in equity for the quarter ended 30 September 2023 is that of SILK Group only.

Prolintas Infra Business Trust

Condensed Consolidated Statement of Cash Flows as at 30 September 2024

	Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from toll collection	229,570,250	96,348,904
Government compensation received	9,442,361	31,954,625
Receipts from expressway ancillary facilities	1,391,244	115,787
Payments to suppliers, contractors, employees, related companies and for other operating expenses	(43,956,181)	(53,451,175)
Payments to suppliers for lane widening and interchange	(21,734,964)	-
Trustee-Managers fees	(4,000,000)	-
Tax paid	(5,802,528)	-
Finance cost paid	(65,271,693)	(96,396,903)
Net cash generated from/(used in) operating activities	<u>99,638,489</u>	<u>(21,428,762)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Income received from other investments and deposits with licensed banks	11,140,676	2,965,510
Payment for highway development expenditure	(5,183,222)	(1,547,219)
Proceeds from redemption of other investments	-	36,978,104
Investment in unit trust	(225,780,341)	-
Net cash (used in)/generated from investing activities	<u>(219,822,887)</u>	<u>38,396,395</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Refund received for stamp duty exemption	16,200,000	-
Distribution paid to unitholders	(34,980,100)	-
Payment of principal portion of lease liabilities	-	(18,232)
Repayment of Sukuk Mudharabah	-	(56,536,701)
Net cash used in financing activities	<u>(18,780,100)</u>	<u>(56,554,933)</u>

Prolintas Infra Business Trust

Condensed Consolidated Statement of Cash Flows as at 30 September 2024 (contd.)

	Cumulative Quarter 9 months ended	
	30 Sept 2024	30 Sept 2023
	(Unaudited)	(Unaudited)
	RM	RM
NET DECREASE IN CASH AND CASH EQUIVALENTS	(138,964,498)	(39,587,300)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	404,151,993	124,909,088
CASH AND CASH EQUIVALENTS AT END OF PERIOD	265,187,495	85,321,788
Cash and cash equivalents comprise:		
Cash and bank balances	216,873,941	13,347,841
Deposit with licensed banks	50,813,554	73,473,947
	<u>267,687,495</u>	<u>86,821,788</u>
Amount pledged as security with bank guarantee	(2,500,000)	(1,500,000)
	<u>265,187,495</u>	<u>85,321,788</u>

Note:

The comparative figures of the consolidated statement of cash flow for the quarter ended 30 September 2023 is that of SILK Group only.

Prolintas Infra Business Trust

Part A: Explanatory Notes to the Interim Financial Statements (unaudited)

A1. Basis of preparation

This set of financial report is unaudited and has been prepared in compliance with the reporting requirements outlined in MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.54 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Securities").

On 11 December 2023, the Trust entered into a Sale of Business Agreement ("SBA") with its immediate holding company, Projek Lintasan Kota Holdings Sdn Bhd ("PLKHSB") to acquire the entire share capital of AKLEH Co, LKSA Co, GCE Co and SILK Co for a total consideration of RM1,100 million. The total consideration was satisfied through the issuance of 1,100 million units of the Trust. The acquisition was completed on 21 December 2023 ("Business Combination Date"), thereby forming the Trust Group.

The acquisition has been accounted for as a Reverse Acquisition under MFRS 3 Business Combinations detailed in Note A2.1 below, whereby SILK Co is considered the accounting acquirer of the Trust and its subsidiaries. Other than the Reverse Acquisition as detailed in Note A2.1 below, the accounting policies, estimates and judgements adopted in this interim financial statements are consistent with those adopted by SILK Co as disclosed in the Accountants' Report within the Prospectus of the Trust dated 6 March 2024.

Following the completion of the Reverse Acquisition, this set of financial statements is prepared as follows:

Group level

Financial period ended 30 September 2024

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity and Condensed Consolidated Statement of Cash Flows comprised the financial results of the Trust Group for the period from 1 January 2024 to 30 September 2024.

Financial period ended 30 September 2023

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity and Condensed Consolidated Statement of Cash Flows comprised the financial results of the accounting acquirer, SILK Co, for the period from 1 January 2023 to 30 September 2023.

Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A2. Material Accounting Policies

A2.1 Reverse Acquisition

Having entered into a SBA with PLKHSB on 11 December 2023 and the acquisition completed on 21 December 2023, the Trust became the legal acquirer of AKLEH Co, LKSA Co, GCE Co, SILK Co and MTSB. However, the Trust is newly established on 11 December 2023 and thus does not satisfy the criteria to be treated as an acquirer for business combination under MFRS 3. Thus this acquisition has been accounted for as a Reverse Acquisition whereby for accounting purposes, SILK Co, being the largest entity under this acquisition is treated as the accounting acquirer while the accounting acquiree is the Trust and its subsidiaries, namely AKLEH Co, LKSA Co and GCE Co.

Under Reverse Acquisition, the consolidated financial statements of the combined entity are issued under the name of the legal parent, that is, the Trust, however the consolidated financial statements represent a continuation of the historical financial statements of the accounting acquirer, that is, SILK Co. Nevertheless, the legal capital of the accounting acquirer is adjusted retroactively to reflect the capital of the legal parent.

Accordingly, the consolidated financial statements reflect:

- (i) the assets and liabilities of the accounting acquirer recognised and measured at their pre-combination carrying amounts;
- (ii) the assets and liabilities of the accounting acquiree recognised and measured in accordance with this MFRS 3 Business Combination;
- (iii) the retained earnings and other equity balances of the accounting acquirer before the business combination;
- (iv) the amount recognised as issued equity interests in the consolidated financial statements determined by adding the issued equity interest of the accounting acquirer outstanding immediately before the business combination to the fair value of the legal parent. However, the equity structure reflects the equity structure of the legal parent; and
- (v) the non-controlling interest's proportionate share of the accounting acquirer's pre-combination carrying amounts of retained earnings and other equity interests.

Prolintas Infra Business Trust

Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A2. Material Accounting Policies (contd.)

A2.1 Reverse Acquisition (contd.)

At the Business Combination Date, the Group had estimated the fair value of the identifiable assets and liabilities of the Trust and its subsidiaries which aligns to the purchase price allocation (“PPA”) assessment, as follows:

	RM
Deemed purchase consideration of the Trust and its subsidiaries by SILK Co	611,277,579
Less: Identifiable assets and liabilities acquired	
Highway development expenditure	2,112,168,339
Other non-current assets	15,628,975
Current assets	349,658,160
Non-current liabilities	(345,334,994)
Current liabilities	(1,731,411,794)
Total	<u>400,708,686</u>
Goodwill on business combination	<u>210,568,893</u>

A2.2 Adoption of Amendments to MFRS

On 1 January 2024, the Trust Group adopted the following amendments mandatory for annual financial periods beginning on or after 1 January 2024. The accounting policies adopted are consistent with those applied by the Trust Group as disclosed in the Accountants’ Report within the Prospectus of the Trust dated 6 March 2024, except as follows:

	Effective dates for financial period beginning on or after
Classification of Liabilities as Current or Non-current (<i>Amendments to MFRS 101 Presentation of Financial Statements</i>)	1 January 2024
Lease Liability in a Sale and Leaseback (<i>Amendments to MFRS 16 Leases</i>)	1 January 2024
Disclosures: Supplier Finance Arrangements (<i>Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures</i>)	1 January 2024

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Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A2. Material Accounting Policies (contd.)

A2.2 Adoption of Amendments to MFRS (contd.)

The adoption of the above amendments did not result in any material impact to the financial statements of the Trust Group.

A2.3 Standards issued but not yet effective

The standards that are issued but not yet effective are disclosed below. The Trust Group intend to adopt these standards, if applicable, when they become effective.

	Effective dates for financial period beginning on or after
Lack of exchangeability (<i>Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates</i>)	1 January 2025
Amendments to MFRS 9: Financial Instruments and MFRS 7: Disclosure of Financial Instruments - Classification and Measurement of Financial Instruments	1 January 2026
MFRS 18: Presentation and Disclosure in Financial Statements and MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (<i>Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures</i>)	Deferred

The directors of the Trust Manager are of the opinion that the amendments above would not have any material impact on the financial statements in the year of initial application.

A3. Seasonal or cyclical factors

There was no significant fluctuation in the seasonality or cyclicity of operations affecting the Trust Group's results.

A4. Exceptional or unusual items

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

A5. Changes in estimates

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

Prolintas Infra Business Trust

Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A6. Debt securities

As at 30 September 2024, the Trust Group's total outstanding financing / borrowings, are as follows:

	RM
	(Unaudited)
Secured	
Borrowings	2,326,318,701
Less: Unamortised issuance expense	<u>(6,561,617)</u>
	<u>2,319,757,084</u>

The first repayment in respect of the borrowings principal will commence in the year 2033.

A7. Income distribution

The Trust declared the first interim distribution of 3.18 sen per unit, amounting to RM34.9 million to its unitholders. This distribution was paid on 18 September 2024.

A8. Material events subsequent to the statement of financial position date

There were no material events subsequent to the end of the financial period under review that have not been reflected in the interim financial report.

A9. Changes in the Composition of the Group

Other than the Reverse Acquisition as disclosed in Note A1 and Note A2.1 to the interim financial statements, there were no changes in the composition of the Group during the current quarter under review and financial year.

A10. Capital Commitment

The material capital commitments (being the Trust Group's contracted capital expenditures) as at 30 September 2024:

	RM
	(Unaudited)
Approved and contracted for	<u>35,205,764</u>

Prolintas Infra Business Trust

Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A11. Related Party Transactions

Related party transactions has been entered into in the ordinary course of business and at arm's length basis.

The significant related party transactions of the Trust are shown below:

	Cumulative Quarter 9 months ended 30 Sept 2024 (Unaudited) RM
Trustee Manager	
Manager's trustee fees	(6,000,000)
Other related companies	
Rental and advertising income by Prolintas Highway Services Sdn. Bhd.	1,255,941
Corporate shared service fee by Prolintas Corporate Shared Services Sdn. Bhd.	(6,178,906)
Consultancy/contract service fee by Turnpike Synergy Sdn. Bhd.	(1,221,938)
IPO expenses recharged by PLKHSB	<u>(5,245,224)</u>

A12. Segmental Information

The Trust Group has two reportable sources of revenue namely toll collection which contributes 99% of the total, and the remaining is from non-toll revenue. The segmental information is as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
<u>Toll collection</u>				
AKLEH	9,367,492	-	27,049,258	-
GCE	23,221,907	-	67,943,074	-
LKSA	11,146,287	-	32,775,909	-
SILK	35,218,783	30,825,792	103,728,779	96,462,546
	<u>78,954,469</u>	<u>30,825,792</u>	<u>231,497,020</u>	<u>96,462,546</u>

Note:

The comparative figure of the toll collection for the quarter ended 30 September 2023 is that of SILK Group only.

Prolintas Infra Business Trust

Part A: Explanatory Notes to the Interim Financial Statements (unaudited) (contd.)

A12. Segmental Information (contd.)

The Trust Group recorded toll collection of RM78.9 million in the third quarter. SILK contributed the largest share, with RM35.2 million, or 45% of the total revenue, followed by GCE, which contributed RM23.2 million, or 29%. The strong performance of these two highways is consistent with their status as the longest highways, covering a broad range of residential areas, with four and three toll plazas in operation, respectively. Both SILK and GCE saw increases in toll collections, rising by 1.5% and 2.0%, respectively, compared to the second quarter. Meanwhile, LKSA and AKLEH contributed 14% or RM11.1 million and 12% or RM9.4 million of the total revenue, with increases of 2.9% and 5.4%, respectively, from the previous quarter. SILK Group, as the deemed acquirer, recorded toll collections of RM30.8 million in the same quarter last year.

Non-toll revenue

Non-toll revenue comprises earnings from advertising billboards, space rental for telecommunications towers, and rental income from stall operators in Rest and Service Areas ("RSA"). The Trust Group generated a total non-toll revenue of RM0.4 million, which remains unchanged from the previous quarter, as the number of operators and tenants under contract has remained consistent.

A13. Other income

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Profit income from placements with financial institutions	4,104,936	690,214	11,016,289	2,922,046
Others	415,167	7,860	534,578	18,660
	4,520,103	698,074	11,550,867	2,940,706

A14. Finance costs

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Finance costs on borrowings	32,044,722	12,217,159	95,437,543	32,784,610
Amortisation of issuance expense	60,582	-	181,743	-
Unwinding of discount on provisions	2,440,155	2,050,930	8,159,524	6,939,720
	34,545,459	14,268,089	103,778,810	39,724,330

Prolintas Infra Business Trust

Part B: Additional Information

B1. Review of performance

Current quarter compared to corresponding quarter (Q3'24 vs Q3'23)

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Revenue	81,413,679	33,126,292	237,268,398	100,104,828
Profit from operations	44,538,654	25,643,011	132,542,716	75,619,228
Profit before tax	9,993,195	11,374,922	28,763,906	35,894,898
Net profit/(loss) for the quarter	12,094,114	4,349,429	18,214,660	(62,791,703)
Profit/(loss) attributable to owners	<u>12,094,114</u>	<u>4,349,429</u>	<u>18,214,660</u>	<u>(62,791,703)</u>

For the third quarter ended 30 September 2024, the Trust Group reported total revenue of RM81.4 million. Toll collections accounted for 97%, or RM78.9 million, of the total, followed by non-toll revenue of RM0.4 million. Construction revenue amounted to RM2.1 million, which will be offset against an equal amount of construction costs. In comparison, for the third quarter ended 30 September 2023, SILK Group recorded total revenue of RM33.1 million, primarily driven by toll collections of RM30.8 million, or 93% of the total.

The Trust Group recorded an operating profit of RM44.5 million for the current quarter. This was achieved after accounting for staff costs of RM5.7 million (which includes salaries, contributions to the defined benefit plan, and other staff-related expenses), amortisation of highway development expenditure of RM12.3 million (a non-cash expense linked to traffic volume), and other operating expenses totaling RM21.3 million (which includes highway operations and maintenance costs, professional fees, utilities, and other related expenses). In comparison, for the third quarter ended 30 September 2023, SILK Group reported an operating profit of RM25.6 million, after factoring in other income of RM0.7 million and total expenses of RM8.1 million.

The Trust Group reported a net profit of RM12.09 million for the third quarter ended 30 September 2024, after accounting for a finance cost of RM34.5 million related to the financing facility with Bank Pembangunan Malaysia Berhad. The result was also supported by a tax credit of RM2.1 million. In comparison, SILK Group posted a net profit of RM4.3 million for the quarter ended 30 September 2023.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B1. Review of performance (contd.)

Year-to-Date Results

For the 9-month period ended 30 September 2024, the Trust Group reported total revenue of RM237.3 million. Toll collections accounted for 98% of the total, amounting to RM231.5 million, while the remaining 2% came from non-toll and construction revenue. The Trust Group achieved a net profit of RM18.2 million, driven by higher toll collections, increased income from Shariah-compliant placements, and reduced operating expenses, which were primarily impacted by one-off IPO costs of RM5.2 million.

SILK Group recorded revenue of RM98.8 million for the previous year-to-date period, but posted a net loss of RM62.8 million. The loss was primarily due to a one-off deferred tax reversal, caused by insufficient future taxable profits to utilize unutilized business losses under the new supplemental concession agreement.

Current quarter compared to immediate preceding quarter (Q3'24 vs Q2'24)

	Current quarter 30 Sept 2024 (Unaudited) RM	Preceding quarter 30 June 2024 (Unaudited) RM
Revenue	81,413,679	79,328,535
Profit from operations	44,538,654	46,544,119
Profit before tax	9,993,195	11,913,779
Net profit for the quarter	12,094,114	4,031,676
Profit attributable to owners	<u>12,094,114</u>	<u>4,031,676</u>

The Trust Group's revenue increased by 2.6% or RM2.1 million compared to the preceding quarter, reflecting a rise in traffic volume, particularly on AKLEH and LKSA, which saw increases of 2.3% and 1.2%, respectively. The Group also recorded higher profit from its Shariah-compliant placements in the third quarter, amounting to RM4.4 million, compared to RM4.1 million in the second quarter. This improvement was driven by higher available cash and a strengthened investment strategy, with profit rates reaching up to 4.0%. Operating expenditures were higher in the current quarter, mainly due to increased operational activities. The Trust Group recorded a higher net profit of RM12.1 million in the current quarter, compared to RM4.0 million in the previous quarter, primarily due to additional deferred tax credit of RM6.7m.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B2. Variance of Actual Results from Forecast

The actual profit for the quarter ended 30 September 2024, the pro-rated forecast and the full year forecast are presented as following:

Condensed Consolidated Statement of Comprehensive Income

	Cumulative Quarter 9 months ended		
	Actual	Forecast	Forecast
	30 Sept 2024 (Unaudited) RM	30 Sept 2024 (Pro-rated) RM	31 Dec 2024 (Full year) RM
Revenue	232,752,960	230,967,252	307,956,335
Construction revenue	4,515,438	1,650,000	2,200,000
	<u>237,268,398</u>	<u>232,617,252</u>	<u>310,156,335</u>
Construction costs	(4,515,438)	(1,650,000)	(2,200,000)
Other income	11,550,867	9,656,250	12,875,000
Staff costs	(16,244,099)	(16,630,457)	(22,173,942)
Amortisation of highway development expenditure	(35,420,399)	(35,400,452)	(47,200,602)
Other operating expenses	(60,096,613)	(66,653,795)	(88,871,726)
Profit from operations	132,542,716	121,938,798	162,585,065
Finance cost	(103,778,810)	(104,636,006)	(139,514,673)
Profit before tax	28,763,906	17,302,792	23,070,392
Income tax	(10,549,246)	(11,094,309)	(14,792,411)
Profit for the financial period	<u>18,214,660</u>	<u>6,208,483</u>	<u>8,277,981</u>

The Trust Group surpassed its revenue forecast as of the third quarter, recording a total of RM232.8 million, or 101% of the expected amount. Other income, primarily from profits on Shariah-compliant placements, reached 120% of the forecast, driven by higher profit rates ranging up to 3.85%, compared to the forecasted 3.66%. Amortization of highway development expenditure was in line with the forecast, totaling RM35.4 million. The Group also achieved a 10% reduction in other operating expenses, amounting to RM60.1 million as of September 2024, compared to the forecasted RM66.7 million. This was due to controlled operational activities, reduced ad-hoc highway maintenance (including bridge, roadside, and drainage work), and lower IPO-related expenses. As a result, the Trust Group recorded a net profit of RM18.2 million as of 30 September 2024, exceeding the prorated forecast amount.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B2. Variance of Actual Results from Forecast (contd.)

The actual cash flows for the quarter ended 30 September 2024, and the full year forecast is presented as follows:

Condensed Consolidated Statement of Cash Flows

	Actual 30 Sept 2024 (Unaudited) RM	Forecast 31 Dec 2024 (Full year) RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from toll collection	229,570,250	305,609,359
Government compensation received	9,442,361	17,463,325
Receipts from expressway ancillary facilities	1,391,244	2,346,975
Payments to suppliers, contractors, employees, related companies and for other operating expenses	(43,956,181)	(93,963,745)
Payments to suppliers for lane widening and interchange	(21,734,964)	(34,715,238)
Trustee-Managers fees	(4,000,000)	(8,000,000)
Trust expenses	-	(500,000)
Tax paid	(5,802,528)	(13,198,424)
Finance cost paid	(65,271,693)	(128,033,095)
Net cash generated from operating activities	<u>99,638,489</u>	<u>47,009,157</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Income received from other investments and deposits with licensed banks	11,140,676	12,137,296
Payment for highway development expenditure	(5,183,222)	(2,200,000)
Investment in unit trust	(225,780,341)	-
Net cash (used in)/generated from investing activities	<u>(219,822,887)</u>	<u>9,937,296</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Refund received for stamp duty exemption	16,200,000	16,200,000
Drawdown of financing	-	24,578,389
Distribution paid to unitholders	(34,980,100)	(35,000,000)
IPO expenses incurred	-	(10,080,000)
Net cash used in financing activities	<u>(18,780,100)</u>	<u>(4,301,611)</u>

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B2. Variance of Actual Results from Forecast (contd.)

Condensed Consolidated Statement of Cash Flows (contd.)

	Actual 30 Sept 2024 (Unaudited) RM	Forecast 31 Dec 2024 (Full year) RM
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(138,964,498)	52,644,842
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	404,151,993	404,151,993
CASH AND CASH EQUIVALENTS AT END OF PERIOD	265,187,495	456,796,835
Cash and cash equivalents comprise:		
Cash and bank balances	216,873,941	456,796,835
Deposit with licensed banks	50,813,554	-
	267,687,495	456,796,835
Amount pledged as security with bank guarantee	(2,500,000)	-
	265,187,495	456,796,835

Based on the current quarter results, the Trust Group will be meeting its cash flow forecast. The Trust Group has invested in unit trust of RM225,780,341.

	30 Sept 2024 (Unaudited) RM
Cash and cash equivalents	267,687,495
Other investment	225,780,341
	493,467,836

Statement of board of directors with regards to forecasts attainability:

Based on the above results for quarter ended 30 September 2024 and barring any unforeseen circumstances, the directors of Prolintas Managers Sdn Bhd, being the Trustee Manager of Prolintas Infra BT are of the opinion that the Trust Group should achieve the forecasts for the financial period to 31 December 2024.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B3. Prospects of the Trust Group

On 21 October 2024, the Department of Statistics Malaysia reported advance estimates of Gross Domestic Product (GDP) at 5.3% in 3Q 2024, following a robust growth of 5.9% in the preceding quarter. The estimate is consistent with BNM forecasts of the domestic economy expansion between 4.0% to 5.0% in 2024, driven by resilience of domestic expenditure and backed by external demand.

The Highways which are strategically located within the Klang Valley are expected to benefit from the economic activity centred in the Klang Valley. Frost & Sullivan forecasts the market size in terms of revenue of urban highways in Klang Valley will grow at a CAGR of 4.6% from RM3.1 billion in 2023 to RM3.7 billion in 2027 (source: *Independent Market Research on the Highway Concessionaires Industry in Klang Valley dated 9 February 2024*).

The Trustee-Manager maintains an optimistic outlook regarding the future performance of the highways.

The Trustee-Manager key focus is to complement the organic growth of the highways with value-added services and amenities along the highways to maximise its revenue-generating potential and to establish the highways as preferred routes for travel. The Trustee-Manager will also focus on achieving cost efficiencies through operational excellence.

B4. Earnings before interest, taxes, depreciation, and amortisation ("EBITDA")

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Profit before tax	9,993,195	11,374,922	28,763,906	35,894,898
<u>Add:</u>				
Amortisation of highway development expenditure	12,296,755	2,722,309	35,420,399	8,336,566
Finance cost	34,545,459	14,268,089	103,778,810	39,724,330
Listing expenses	-	-	5,245,224	-
<u>Less:</u>				
Profit income from placements with financial institutions	(4,104,936)	(690,214)	(11,016,289)	(2,922,046)
EBITDA	52,730,473	27,675,106	161,853,176	81,033,748
EBITDA margin (%)	65%	84%	68%	81%

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B5. Taxation

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024	30 Sept 2023	30 Sept 2024	30 Sept 2023
	(Unaudited) RM	(Unaudited) RM	(Unaudited) RM	(Unaudited) RM
Current income tax:				
- Malaysian income tax	(4,969,210)	-	(13,939,835)	-
- Over provision in prior year	365,687	-	365,687	-
	<u>(4,603,523)</u>	<u>-</u>	<u>(13,574,148)</u>	<u>-</u>
Deferred tax:				
- Origination and reversal of temporary differences	7,757,265	(5,841,427)	2,818,391	(99,517,946)
- Over/(Under) provision in prior year	(1,052,822)	(1,184,066)	206,511	831,345
	<u>6,704,443</u>	<u>(7,025,493)</u>	<u>3,024,902</u>	<u>(98,686,601)</u>
Tax credit/(expenses)	<u>2,100,920</u>	<u>(7,025,493)</u>	<u>(10,549,246)</u>	<u>(98,686,601)</u>

The income tax expense of RM10.5 million for the 9-months ended 30 September 2024 primarily resulted from GCE Co, and AKLEH Co. The deferred tax recognized is attributed to temporary differences arising from changes in provisions, accruals, capital allowances, and business losses. This has caused the Group's effective tax rate to surpass the statutory rate.

In the corresponding quarter of the previous year, which pertained solely to SILK Co, the effect of supplemental concession agreement led to the recognition of deferred tax involving a one-time reversal of deferred tax assets arising from insufficient projected taxable profits to utilise the unutilised business losses before their expiration.

B6. Group Borrowings and Securities

	30 Sept 2024 (Unaudited) RM	31 Dec 2023 (Unaudited) RM
Secured		
Long-term borrowings		
Tawarruq financing	2,319,757,083	2,319,575,340
Secured		
Short-term borrowings		
Lease liabilities	-	164,086
Total borrowings	<u>2,319,757,083</u>	<u>2,319,739,426</u>

The first repayment in respect of the principal will commence in the year 2033.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B7. Highway development expenditure

Highway development expenditure comprises development and upgrading expenditure incurred in relation to the concession highways and bridge (including finance costs relating to financing of the development of the highways and bridge). Highway development expenditure ("HDE") is stated at cost less amortisation and impairment losses.

	30 Sept 2024 (Unaudited) RM	31 Dec 2023 (Unaudited) RM
Highway development expenditure		
Land cost	403,334,827	410,459,549
Development expenditure	2,192,113,768	2,217,697,199
Other concession assets	79,063,997	80,032,171
Work in progress	150,781,852	145,814,081
Total	2,825,294,444	2,854,003,000

B8. Other investment

	30 Sept 2024 (Unaudited) RM	31 Dec 2023 (Unaudited) RM
Investment in unit trust	225,780,341	-

B9. Deposits, cash and bank balances

	30 Sept 2024 (Unaudited) RM	31 Dec 2023 (Unaudited) RM
Cash and cash equivalents comprise:		
Cash and bank balances	216,873,941	383,920,329
Short term deposits with licensed banks	50,813,554	22,731,664
	<u>267,687,495</u>	<u>406,651,993</u>
Deposit with licensed banks with maturity period of more than 3 months	(2,500,000)	(2,500,000)
	265,187,495	404,151,993

B10. Material Litigation

There was no material litigation as at the date of the interim financial statements.

B11. Proposed Distribution

The Board of Directors does not propose any distribution for the quarter under review.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B12. Status of Utilisation of Proceeds

Prolintas Infra BT did not issue any new Units for the IPO, hence the Trust did not receive any proceeds from the IPO exercise. The proceeds from the Offer for Sale were entirely received by PLKHSB, being the Promoter.

B13. Profit before tax

Profit before tax is arrived as below:

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM	30 Sept 2024 (Unaudited) RM	30 Sept 2023 (Unaudited) RM
Auditors' remuneration	50,293	14,628	173,127	43,248
Provisions for road resurfacing and replacement cost	5,817,600	958,937	11,224,728	1,996,480
Management fee	-	689,973	-	1,575,333
Corporate shared service fee	1,475,579	-	6,178,906	-
Consultancy/contract service fee	411,744	-	1,221,938	-
	<hr/>	<hr/>	<hr/>	<hr/>

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B14. Distributable Amount

	Current quarter ended 30 Sept 2024 (Unaudited) RM	Preceding quarter ended 30 June 2024 (Unaudited) RM	Cumulative 9 months ended 30 Sept 2024 (Unaudited) RM
Profit before tax	9,993,195	11,913,779	28,763,906
Adjusted for:			
<u>Add:</u>			
Amortisation of highway development expenditure	12,296,755	11,707,530	35,420,399
Unwinding discount for lane widening and construction of interchange	2,252,286	2,545,649	7,399,905
Listing expenses	-	-	5,245,224
<u>Less:</u>			
Income tax paid	(1,450,632)	(2,175,948)	(5,802,528)
Capital expenditure for upgrading and development works	(4,798,945)	(9,727,493)	(21,734,964)
Distributable Amount	18,292,659	14,263,517	49,291,942
Distributions paid to unitholders			34,980,100

Note:

The distribution of RM34,980,100 paid to unitholders represents the first interim distribution of a semi-annual payment, which was declared on 19 August 2024 and paid on 18 September 2024.

Prolintas Infra Business Trust

Part B: Additional Information (contd.)

B15. Summary of Distribution Per Unit, Earnings Per Unit and Net Asset Value

The following financial information for the current quarter:

	Current quarter ended 30 Sept 2024 (Unaudited) RM	Preceding quarter ended 30 June 2024 (Unaudited) RM	Cumulative 9 months ended 30 Sept 2024 (Unaudited) RM
Number of units in issue (units)	1,100,000,000	1,100,000,000	1,100,000,000
Net Asset Value ("NAV")	634,196,242	657,082,228	634,196,242
NAV per unit (sen)	57.65	59.73	57.65
Total comprehensive income	12,094,114	4,031,676	18,214,660
Weighted average number of units in issue (units)	1,100,000,000	1,100,000,000	1,100,000,000
Earnings Per Unit ("EPU") (sen)	1.10	0.37	1.66
Distributable Amount	49,291,942	-	49,291,942
Distributions	34,980,100	-	34,980,100
Proposes/Declared Distribution per Unit ("DPU") (sen)	3.18	N/A	3.18
Market Price (RM) on 30 Sept 2024	0.94	N/A	0.94
Distribution Yield (%)*	6.77	N/A	6.77

* Distribution yield of year-to-date DPU divided by the Market Price (as at the end of the period) has been annualised.

No comparative figures are available as this is the first unaudited interim financial statements.

B16. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 14 November 2024.

By Order of the Board

Nurdiana Binti Kamarudin
Secretary
License No.: LS 0009805
SSM Practising Certificate No.: 202108000224
Kuala Lumpur
14/11/2024