



KEYFIELD INTERNATIONAL BERHAD

Registration number 202001038989 (1395310-M)
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FIRST QUARTER ENDED 31 MARCH 2024**



KEYFIELD INTERNATIONAL BERHAD

Registration number 202001038989 (1395310-M)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD/YEAR ENDED 31 MARCH 2024

| | Note | Unaudited Individual Quarter (3 months) | | Unaudited Cumulative Period (3 months) | |
|---|-----------|--|---|---|--|
| | | Current Year Quarter 31/03/2024 RM'000 | Preceding Year Corresponding Quarter 31/03/2023 RM'000 | Current Year- To-Date 31/03/2024 RM'000 | Preceding Year Corresponding Period 31/03/2023 RM'000 |
| Revenue | | 106,391 | 55,403 | 106,391 | 55,403 |
| Cost of sales | | (55,284) | (37,357) | (55,284) | (37,357) |
| Gross profit | | 51,107 | 18,046 | 51,107 | 18,046 |
| Other income | | 457 | 193 | 457 | 193 |
| | | 51,564 | 18,239 | 51,564 | 18,239 |
| Administrative expenses | | (5,737) | (3,552) | (5,737) | (3,552) |
| Other expenses | | (1,159) | (890) | (1,159) | (890) |
| Finance costs | | (2,900) | (2,444) | (2,900) | (2,444) |
| Impairment losses on financial assets | | - | - | - | - |
| Share of losses of an equity accounted associate | | (4) | (8) | (4) | (8) |
| Profit before taxation | B6 | 41,764 | 11,345 | 41,764 | 11,345 |
| Income tax expense | B7 | (11,130) | (4,052) | (11,130) | (4,052) |
| Profit after taxation | | 30,634 | 7,293 | 30,634 | 7,293 |
| Other comprehensive expenses | | - | - | - | - |
| Total comprehensive income for the financial period/year | | 30,634 | 7,293 | 30,634 | 7,293 |



KEYFIELD INTERNATIONAL BERHAD

202001038989 (1395310-M)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD/YEAR ENDED 31 MARCH 2024 (Cont'd)

| | Note | Unaudited Individual Quarter (3 months) | | Unaudited Cumulative Period (3 months) | |
|---|------|--|--|--|---|
| | | Current Year Quarter 31/03/2024 RM'000 | Preceding Year Corresponding Quarter 31/03/2023 RM'000 | Current Year-To-Date 31/03/2024 RM'000 | Preceding Year Corresponding Period 31/03/2023 RM'000 |
| Profit after taxation attributable to: | | | | | |
| Owners of our Company | | 30,298 | 7,410 | 30,298 | 7,410 |
| Non-controlling interests | | 336 | (117) | 336 | (117) |
| | | <u>30,634</u> | <u>7,293</u> | <u>30,634</u> | <u>7,293</u> |
| Total comprehensive income attributable to: | | | | | |
| Owners of our Company | | 30,298 | 7,410 | 30,298 | 7,410 |
| Non-controlling interests | | 336 | (117) | 336 | (117) |
| | | <u>30,634</u> | <u>7,293</u> | <u>30,634</u> | <u>7,293</u> |
| Earnings per share (Sen) | | | | | |
| - Basic | B10 | <u>6.05</u> | 1.48 | <u>6.05</u> | 1.48 |
| - Diluted | B10 | <u>3.66</u> | 0.89 | <u>3.66</u> | 0.89 |



KEYFIELD INTERNATIONAL BERHAD

202001038989 (1395310-M)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

| | Unaudited As At 31 Mar 2024 RM'000 | Audited As At 31 Dec 2023 RM'000 |
|--|---|---|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Investment in an associate | 202 | 206 |
| Property, plant and equipment | 531,073 | 501,154 |
| Investment property | 1,516 | 1,524 |
| Right-of-use assets | 11,698 | 14,454 |
| Other investments | 218 | 218 |
| | 544,707 | 517,556 |
| CURRENT ASSETS | | |
| Inventories | 3,151 | 3,351 |
| Trade receivables | 97,018 | 93,561 |
| Other receivables, deposits and prepayments | 6,666 | 3,949 |
| Current tax assets | - | - |
| Fixed deposits with licensed banks | 4,247 | 4,241 |
| Cash and bank balances | 43,719 | 68,540 |
| | 154,801 | 173,642 |
| TOTAL ASSETS | 699,508 | 691,198 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| Share capital | 125,260 | 125,260 |
| Retained profits | 178,380 | 163,127 |
| Equity attributable to owners of our Company | 303,640 | 288,387 |
| Non-controlling interests | 6,342 | 6,005 |
| TOTAL EQUITY | 309,982 | 294,392 |
| NON-CURRENT LIABILITIES | | |
| Cumulative redeemable non-convertible preference shares ("CRNCPS") | 140,108 | 139,447 |
| Lease liabilities | B11 2,787 | 4,384 |
| Other payables | 81,946 | 88,255 |
| Borrowings | B11 5,526 | 6,186 |
| Deferred tax liabilities | 76,495 | 65,464 |
| | 306,862 | 303,736 |
| CURRENT LIABILITIES | | |
| Trade payables | 32,054 | 40,673 |
| Other payables and accruals | 34,812 | 32,346 |
| CRNCPS | 356 | 3,563 |
| Lease liabilities | B9 9,157 | 10,259 |
| Borrowings | B9 2,640 | 2,625 |
| Current tax liabilities | 3,645 | 3,604 |
| | 82,664 | 93,070 |
| TOTAL LIABILITIES | 389,526 | 396,806 |
| TOTAL EQUITY AND LIABILITIES | 699,508 | 691,198 |
| NET ASSETS PER SHARE (RM) | 0.62 | 0.58 |



KEYFIELD INTERNATIONAL BERHAD
202001038989 (1395310-M)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

| | Share Capital RM'000 | Non- distributable Foreign Exchange Translation Reserves RM'000 | Distributable Retained Profits RM'000 | Attributable to Owners of our Company RM'000 | Non- controlling Interests RM'000 | Total Equity RM'000 |
|---|----------------------------|---|--|--|--|---------------------------|
| Balance at 1.1.2023 | 125,260 | - | 62,712 | 187,972 | 4,365 | 192,337 |
| Profit after taxation for the financial year | - | - | 105,475 | 105,475 | 1,640 | 107,115 |
| Other comprehensive expenses for the financial year: | | | | | | |
| - foreign currency translation differences | - | - | - | - | - | - |
| Distribution by owners of our Company: - dividends | - | - | (5,060) | (5,060) | - | (5,060) |
| Balance at 31.12.2023 / 1.1.2024 | <u>125,260</u> | <u>-</u> | <u>163,127</u> | <u>288,387</u> | <u>6,005</u> | <u>294,392</u> |
| Profit after taxation for our financial year | - | - | 30,298 | 30,298 | 337 | 30,635 |
| Distribution to owners of our Company: - dividends for FYE 2023 paid in FYE 2024 | - | - | (15,045) | (15,045) | - | (15,045) |
| Balance at 31.03.2024 | <u>125,260</u> | <u>-</u> | <u>178,380</u> | <u>303,640</u> | <u>6,342</u> | <u>309,982</u> |



KEYFIELD INTERNATIONAL BERHAD

202001038989 (1395310-M)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

| | Unaudited Current Year- To-Date (3 months) RM'000 | Audited Preceding Year Corresponding Period (3 months) RM'000 |
|---|---|--|
| CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES | | |
| Profit before taxation | 41,764 | 11,345 |
| Adjustments for: | | |
| Accretion of interest on CRNCPS | 661 | 673 |
| Depreciation: | | |
| - property, plant and equipment | 8,239 | 5,088 |
| - investment property | 8 | 7 |
| - right-of-use assets | 2,756 | 2,707 |
| Other interest expenses | 2,709 | 2,227 |
| Interest expense on lease liabilities | 191 | 217 |
| Share of losses of an equity accounted associate | 4 | 8 |
| Net unrealized losses/ (gain) on foreign exchange | 26 | - |
| Interest income | (301) | (25) |
| Operating profit before working capital changes | 56,057 | 22,247 |
| Decrease in inventories | 200 | 679 |
| (Increase)/decrease in trade and other receivables | (6,174) | 12,113 |
| (Decrease) in trade and other payables | (6,554) | (3,714) |
| Cash from/(for) operations activities | 43,529 | 31,325 |
| Interest paid | (6,106) | (1,375) |
| Income tax paid | (59) | (28) |
| NET CASH FROM OPERATING ACTIVITIES | 37,364 | 29,922 |
| CASH FLOWS FOR INVESTING ACTIVITIES | | |
| Interest income received | 301 | 25 |
| Purchase of property, plant and equipment | (38,158) | (25,434) |
| Increase in pledged fixed deposit with a licensed bank | (6) | - |
| NET CASH FOR INVESTING ACTIVITIES | (37,863) | (25,409) |
| CASH FLOWS FOR FINANCING ACTIVITIES | | |
| Net drawdown of revolving credits | - | 10,254 |
| Dividend paid | (14,982) | - |
| Repayment to third parties | (5,970) | - |
| Repayment of lease liabilities | (2,699) | (2,657) |
| Repayment of term loans | (645) | (8,410) |
| NET CASH FOR FINANCING ACTIVITIES | (24,296) | (813) |
| NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS | (24,795) | 3,700 |
| EFFECTS OF FOREIGN EXCHANGE TRANSLATION | (26) | - |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD | 68,540 | 17,024 |
| CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD | 43,719 | 20,724 |



A NOTES TO THE INTERIM FINANCIAL REPORT – FIRST QUARTER ENDED 31 MARCH 2024

A1. Basis of Preparation

The Interim Financial Report of Keyfield International Berhad (“Keyfield” or “our Company”) and its subsidiaries (“Keyfield Group” or “our Group”) is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“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 (“Listing Requirements”).

This Interim Financial Report should be read in conjunction with the audited financial statements of our Group for the financial year ended 31 December 2023 (“AFS FYE 2023”).

A2. Significant Accounting Policies

The significant accounting policies applied by our Group in this Interim Financial Report are consistent with those adopted in preparation of our Group’s AFS FYE2023, except for the adoption of the following amendments to the MFRS, which are effective for annual periods beginning on or after 1 January 2024:

- Lease Liability in a Sale and Leaseback (Amendments to MFRS 16)
- Classification of Liabilities as Current or Non-Current (Amendments to MFRS 101)
- Non-Current Liabilities with Covenants (Amendments to MFRS 101)
- Supplier Finance Arrangements (Amendments to MFRS 107)

Our 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 MASB but are not yet effective for the current financial period/year:

| MFRSs and/or IC Interpretations (Including the consequential amendments) | Effective Date |
|---|-----------------------|
| 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 121: Lack of Exchangeability | 1 January 2025 |

Our Group intends to adopt these new and amended standards and interpretations, if applicable, when they become effective in the respective financial period(s). The application of these amendments to MFRS is not expected to have any significant effect to the financial statements of our Group.

A3. Audit Qualification

There was no qualification on our Group’s AFS FYE 2023.

A4. Seasonal or Cyclical Factors

Due to the relatively adverse weather conditions (monsoon season) typically during the period from December to March in the South-China Sea where our vessels currently operate in, our Group generally records lower chartering activities during this period as compared to the second and third quarters of each year. During the monsoon season, our Group’s vessels might not be chartered out or might be chartered out at lower daily charter rate compared to other months. As a result, our Group generally records lower revenue and lower utilisation rate in the first and fourth quarters as compared to the second and third quarters of each year.

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

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



A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellations or shares held as treasury shares by our Company during 1Q2024.

A8. Dividends

During 1Q2024 and since 1 January 2024, the following dividends were declared and paid:

- (i) dividend for FYE 2023 amounting to RM15.03 million representing 3.0 sen per ordinary share was declared on 15 February 2024 and paid to the then existing shareholders of Keyfield on 22 February 2024; and
- (ii) dividends in respect of the 3% cumulative redeemable non-convertible preference shares ("Keyfield CRNCPS"), paid as follows:
 - (a) RM4.3 million which was paid on 22 February 2024, of which RM3.6 million is in respect of FYE 2023 and RM0.7 million is in respect of financial year ending 31 December 2024 ("FYE 2024"); and
 - (b) RM0.7 million which was paid on 30 April 2024 in respect of FYE 2024.

Such Keyfield CRNCPS dividends have been accounted for in the financial statements as finance costs in accordance with the relevant accounting standard. All Keyfield CRNCPS have been fully redeemed as at 30 April 2024 and upon the dividend payment in (b) above, there are no further dividends to be paid in respect of Keyfield CRNCPS.

On 27 May 2024, Keyfield declared a first interim dividend of 1 sen per ordinary share in respect of FYE 2024 which will amount to RM8.0 million in total, to entitled shareholders whose names appear in the Record of Depositors as at 12 June 2024 and which is to be paid on 24 June 2024.

A9. Property, plant and equipment

In year to date up to 31 March 2024, our Group had acquisitions of property, plant and equipment amounting to RM38.2 million, out of which RM34.8 million was for the acquisition of our 11th own vessel, namely IMS Aman and the balance RM3.4 million was mainly in respect of vessel equipment and dry-docking.

A10. Capital Commitments

As at 31 March 2024, our Group had no material contractual capital commitments.



A11. Segmental Information

Our Group operates predominantly in Malaysia and in one business segment, i.e. in the chartering of accommodation vessels and the provision of related onboard services. We categorise our revenue into those generated by own vessels and third-party vessels. Geographical segmental information is not applicable.

Our revenue for the current financial period ended 31 March 2024 is set out below:

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|-----------------------------------|------------------------|--------------------------------------|------------------------|---|
| | Current Period Quarter | Preceding Year Corresponding Quarter | Current Period-to-date | Preceding Year Corresponding Period-to-date |
| | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>Own Vessels</u> | | | | |
| Chartering | 66,804 | 25,041 | 66,804 | 25,041 |
| Catering | 9,925 | 5,329 | 9,925 | 5,329 |
| Others ⁽¹⁾ | 4,218 | 1,421 | 4,218 | 1,421 |
| Subtotal | 80,947 | 31,791 | 80,947 | 31,791 |
| <u>Third Party Vessels</u> | | | | |
| Chartering | 20,163 | 18,676 | 20,163 | 18,676 |
| Catering | 2,552 | 1,867 | 2,552 | 1,867 |
| Others ⁽¹⁾ | 2,729 | 3,069 | 2,729 | 3,069 |
| Subtotal | 25,444 | 23,612 | 25,444 | 23,612 |
| Total | 106,391 | 55,403 | 106,391 | 55,403 |

Note:

(1) Others refer to revenue from VSAT internet charges, BMS / TMS, rental of project equipment such as life jackets, gangway accessories, air tugger and others.

A12. Material Events Subsequent to the Statement of Financial Position Date

Save as disclosed in Notes A8 and B9 and below, there were no other material events subsequent to the end of 1Q2024 that have not been reflected in this interim financial report:

- (i) On 26 March 2024, our Company issued the Prospectus in respect its initial public offering ("IPO") in conjunction with the public issue of a total of 208,960,000 new ordinary shares in Keyfield ("Keyfield Shares") at the issue price of RM0.90 per share and its listing on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). Full details of the IPO are contained in the Prospectus.

On 17 April 2024, Keyfield had issued a total of 298,960,000 Keyfield Shares, comprising 208,960,000 in respect of the IPO and 90,000,000 to redeem 324,000,000 Keyfield CRNCPS, as detailed in Section 4.4.4 of our Prospectus (page 27). Upon such issuance, Keyfield's issued and paid-up share capital is 800,000,000 Keyfield Shares.

The listing of Keyfield's entire enlarged issued and paid-up ordinary share capital on Bursa Malaysia had successfully taken place on 22 April 2024.

A13. Changes in Composition of our Group

There were no changes in the composition of our Group for 1Q2024.



A14. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets of a material nature for 1Q2024.

A15. Derivatives

There were no derivatives used in 1Q2024.

A16. Fair Value of Financial Instruments

There were no gains or losses arising from fair value changes of our Group's financial liabilities for 1Q2024.

A17. Related Party Transactions

The related party transactions for the year to date up to 31 March 2024 is as follows:

| | Cumulative Quarter | |
|---|------------------------|---|
| | Current Period-to-date | Preceding Year Corresponding Period-to-date |
| | 31 March 2024 | 31 March 2023 |
| | Unaudited | Audited |
| | RM'000 | RM'000 |
| Dividend on ordinary shares to directors | 7,022 | - |
| Dividend on Keyfield CRNCPS to a substantial shareholder | 2,325 | - |
| Directors' fees | 90 | 69 |
| Directors' remuneration other than fees | 1,087 | 457 |
| Other key senior management's remuneration | 641 | 276 |
| Rental of office units from person connected to a substantial shareholder | 127 | 61 |



B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

Current and Cumulative Quarter ended 31 March 2024 (“1Q2024”)

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---------------------------|------------------------|--------------------------------------|------------------------|---|
| | Current Period Quarter | Preceding Year Corresponding Quarter | Current Period-to-date | Preceding Year Corresponding Period-to-date |
| | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| | Unaudited | Audited | Unaudited | Audited |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 106,391 | 55,403 | 106,391 | 55,403 |
| Gross profit | 51,107 | 18,046 | 51,107 | 18,046 |
| Profit before tax (“PBT”) | 41,764 | 11,345 | 41,764 | 11,345 |
| PATAMI | 30,298 | 7,410 | 30,298 | 7,410 |

Our Group recorded total revenue of RM106.4 million in 1Q2024, which was an increase of RM51.0 million (92.1%) compared to revenue of RM55.4 million in 1Q2023. Out of this, revenue from own vessels increased by RM49.1 million (154.4%) to RM80.9 million (1Q2023: RM31.8 million) while revenue from third party vessels increased by RM1.8 million (7.6%) to RM25.4 million (1Q2023: RM23.6 million).

The increase in revenue for own vessels was mainly due to:

- i) The number of chartered days for own vessels in 1Q2024 was 633 days with utilisation rate at 67.1% (1Q2023: 297 days with utilisation rate of 47.1%). The increase in number of chartered days was mainly contributed by:
 - a) Additional 4 own vessels in 1Q2024 (total 11) compared with 1Q2023 (total 7), where Keyfield Lestari, Blooming Wisdom, Keyfield Helms 1 and IMS Aman contributed to the higher number of chartered days in 1Q2024; and
 - b) Meanwhile, the utilisation rate of our Group’s 7 other own vessels increased to 64.8% in 1Q2024 compared to 47.1% in 1Q2023, as a result of these own vessels being chartered earlier in 2024 as compared to 2023, to support our customers’ offshore activities. Typically, own vessels’ utilisation rate for the first quarter of each year is the lowest due to the reason as explained in Note A4.
- ii) The increase in average daily charter rate (“DCR”) for our own vessels in 1Q2024 by 25.2% as compared to 1Q2023 due to improved market conditions for our vessel chartering business.

Meanwhile, revenue from third party vessels increased in 1Q2024 by RM1.9 million despite Blooming Wisdom and Keyfield Helms 1’s revenue being categorised under own vessels’ revenue, as we had acquired these two in 2Q2023. In 1Q2023, we had achieved 305 chartered days for third party vessels, including for Blooming Wisdom and Keyfield Helms 1 before Keyfield group acquired both these vessels in April 2023. In 1Q2024, we achieved 328 chartered days from third party vessels.

Arising from the increase in revenue from own vessels, our total gross profit for 1Q2024 was RM51.1 million, an increase of RM33.1 million or 183.9% over previous corresponding period. The gross profit margin for 1Q2024 improved to 48.0% (1Q2023: 32.6%) due to the higher proportion of revenue from own vessels and higher utilisation rate as well as higher average DCR for own vessels.



B2. Comparison with the Immediate Preceding Quarter's Results

| | 3-MONTHS ENDED | | Variance + / (-) | |
|-------------------|-----------------|-------------------|------------------|--------|
| | Current Quarter | Preceding Quarter | | |
| | 31 March 2024 | 31 December 2023 | | |
| | Unaudited | Audited | | |
| | RM'000 | RM'000 | RM'000 | % |
| Revenue | 106,391 | 119,533 | (13,142) | (10.9) |
| Gross profit | 51,107 | 45,792 | 5,315 | 11.6 |
| Profit before tax | 41,764 | 32,095 | 9,669 | 30.1 |
| PATAMI | 30,298 | 22,123 | 8,175 | 36.9 |

Our Group's revenue for 1Q2024 was RM13.1 million lower than that for 4Q2023 as typically, own vessels' utilisation rate for the first quarter of each year is the lowest due to the reason as explained in Note A4. We achieved 633 days with utilisation rate at 67.1% for 1Q2024 (4Q2023: 665 days with utilisation rate of 72.3%). Despite the revenue being lower, we achieved a higher total gross profit by RM5.3 million in 1Q2024 mainly due to:

- i) Increase in average DCR for own vessels in 1Q2024 compared to 4Q2023 by 12.2%; and
- ii) Higher gross profit contribution in 1Q2024 from certain third party vessels for which the margin was higher as compared to 4Q2023.

Our Group's profit before tax for 1Q2024 was RM9.7 million higher than 4Q2023, mainly due to:

- i) The higher gross profit as explained above; and
- ii) Reduction in administrative expenses by RM3.5 million, as we had incurred additional staff expenses in the last quarter of 2023.

B3. Commentary on Prospects

Keyfield Group is involved in the provision of offshore accommodation via its vessel chartering business and currently mainly serves the offshore oil and gas industry in Malaysia. For the current financial year ending 31 December 2024 ("FYE 2024") and foreseeable future, we expect our business activities and its prospects to be closely related the level of offshore activities in Malaysia.

In December 2023, PETRONAS had issued its 'Petronas Activity Outlook 2024-2026' where it had projected a steady outlook for the Malaysian offshore activities for these years. With this steady outlook, offshore oil and gas activities such as exploration, production, maintenance and decommissioning are expected to be maintained or increased, thus auguring well for demand conditions in the markets where we operate in. Meanwhile, we expect supply conditions for offshore vessels, particularly accommodation workboats which we specialise in, to remain tight in 2024 due to shortage of suitable vessels to support offshore activities.

We are cautiously optimistic of our prospects due to the above factors as well as due to our order book in hand. As at 31 March 2024, our remaining order book consisting of contracted charters to date amounts to RM675.0 million, out of which RM370.9 million is in respect of the remaining nine months of FYE 2024 and the balance in future financial years. We remain steadfast in our commitment to manage our fleet and operations in a prudent and careful manner, remaining vigilant to the challenges of the ever-changing business environment which we operate in and beyond.

As at the date of this announcement, our fleet consists of 11 own vessels, namely 2 smaller-sized vessels (1 anchor handling tug supply boat and 1 geotechnical platform supply vessel), 8 medium-sized vessels or accommodation workboats ("AWBs") of which 5 are equipped with Dynamic Positioning 2 ("DP2") systems, and 1 larger-sized vessel or barge, and all of these are currently being chartered by our customers. In addition, we are currently chartering various third party vessels to our customers.

B4. Profit Forecast

Our Group did not issue profit forecast in any announcement or public document during the current quarter and financial period under review.



B5. Material Litigation

As of the date of this interim financial report, our Group is not engaged in any governmental, legal or arbitration proceedings which may have or have had material or significant effects on our Group's financial position or profitability.

B6. Profit Before Tax

Profit before tax is arrived at after charging/(crediting):

| | Current Quarter | | Year-to-date | |
|---|---------------------|-------------------|---------------------|-------------------|
| | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| | Unaudited RM'000 | Audited RM'000 | Unaudited RM'000 | Audited RM'000 |
| Interest income | (301) | (25) | (301) | (25) |
| Accretion of interest on CRNCPS | 661 | 673 | 661 | 673 |
| Fair value gain on CRNCPS | - | - | - | - |
| Interest expense on lease liabilities | 191 | 217 | 191 | 217 |
| Interest expense on borrowings | 2,709 | 2,227 | 2,709 | 2,227 |
| Depreciation of property, plant & equipment | 8,239 | 5,088 | 8,239 | 5,088 |
| Depreciation of investment property | 8 | 7 | 8 | 7 |
| Depreciation of right-of-use assets | 2,756 | 2,707 | 2,756 | 2,707 |
| Realised (gain) on foreign exchange | (122) | (145) | (122) | (145) |
| Unrealised (gain) on foreign exchange | (9) | - | (9) | - |
| Realised loss on foreign exchange | 23 | 63 | 23 | 63 |
| Unrealised loss on foreign exchange | 35 | - | 35 | - |

B7. Taxation

| | Current Quarter | | Year-to-date | |
|-------------------------------|---------------------|-------------------|---------------------|-------------------|
| | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| | Unaudited RM'000 | Audited RM'000 | Unaudited RM'000 | Audited RM'000 |
| In respect of current period: | | | | |
| Income tax | 100 | 12 | 100 | 12 |
| Deferred tax | 11,030 | 4,040 | 11,030 | 4,040 |
| Total tax expense | 11,130 | 4,052 | 11,130 | 4,052 |
| Effective tax rate (%) | 26.6 | 35.7 | 26.6 | 35.7 |
| Statutory tax rate (%) | 24.0 | 24.0 | 24.0 | 24.0 |

Our Group's effective tax rate was at 26.6% for year-to-date ended 31 March 2024. The effective tax rate was higher than the statutory tax rate of 24.0% mainly due to certain expenses such as IPO expenses and Keyfield CRNCPS dividends not being deductible for taxation purposes.



B8. Status of Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced by our Company but not completed as at the date of this interim financial report.

On 26 March 2024, our Company issued the Prospectus in relation to the IPO comprising the public issue of 208,960,000 new ordinary shares in our Company at an IPO price of RM0.90 per share. Full details of the IPO are contained in the Prospectus.

Our Company's entire issued share capital was successfully listed on the Main Market of Bursa Securities on 22 April 2024 ("Listing").

B9. Utilisation of Proceeds from the Public Issue

The estimated gross proceeds arising from the Public Issue of approximately RM188.1 million shall accrue entirely to Keyfield and will be utilised in the following manner:

| Utilisation of proceeds | Time frame (months) | Proposed utilisation RM'm | ⁽¹⁾ Actual utilisation RM'm | Status |
|--|---------------------|---------------------------|--|--|
| Redemption of Keyfield CRNCPS | 1 | 61.5 | 61.5 | Fully utilised |
| Repayment of bank borrowings | 3 | 3.0 | 3.0 | Fully utilised |
| Settlement of balance purchase consideration for Blooming Wisdom | 1 | 65.0 | 65.0 | Fully utilised |
| Settlement of balance purchase consideration for Helms 1 | 1 | 35.0 | 35.0 | Fully utilised |
| Working capital | 12 | 14.6 | 10.3 | Partially utilised with the balance expected to be utilised by 2Q2024 |
| Estimated listing expenses | 1 | 9.0 | 8.6 | The final total listing expenses is RM8.6 million, all of which has been utilised. The balance RM0.4 million will be utilised for our working capital requirements |
| Total | | 188.1 | 183.4 | Balance of RM4.7 million to be utilised by 2Q2024 |

⁽¹⁾ Actual utilisation up to the date of this announcement.

The utilisation of proceeds and the timeline above should be read in conjunction with the Prospectus.

B10. Basic and Diluted Earnings per Share ("EPS")

The basic and diluted EPS for the current quarter is computed as follows:

| | Individual Quarter | | Year-to-date | |
|---|----------------------------|--------------------------|----------------------------|--------------------------|
| | 31 March 2024 Unaudited | 31 March 2023 Audited | 31 March 2024 Unaudited | 31 March 2023 Audited |
| Profit attributable to owners of our Company (RM'000) | 30,298 | 7,410 | 30,298 | 7,410 |
| Basic EPS (sen) ⁽¹⁾ | 6.05 | 1.48 | 6.05 | 1.48 |
| Diluted EPS (sen) ⁽²⁾ | 3.66 | 0.89 | 3.66 | 0.89 |

Notes:

(1) Calculated based on the PAT attributable to owners of our Company divided by the existing ordinary share capital of 501,040,000 Shares as at 31 March 2024, before the public issue of 208,960,000 new ordinary shares pursuant to the IPO, which were issued and allotted on 17 April 2024.



- (2) Calculated based on the PAT attributable to owners of our Company divided by the enlarged ordinary share capital of 828,000,000 Shares after the IPO and after taking into account the full potential exercise of employee share option scheme (“ESOS”) options which has already been granted by our Company.

B11. Borrowings and Lease Liabilities

Our Group’s borrowings and lease liabilities, including financial instruments and other financing arrangements, are as follows:

| | <u>31 March 2024</u> | <u>31 December 2023</u> |
|---|-----------------------|-------------------------|
| | <u>Unaudited</u> | <u>Audited</u> |
| | <u>RM'000</u> | <u>RM'000</u> |
| <u>Current</u> | | |
| <u>Secured and/or guaranteed:</u> | | |
| Term loans | 2,640 | 2,625 |
| Amount owing to vendors of Blooming Wisdom and Keyfield Helms 1 | 24,693 | 24,354 |
| | <u>27,333</u> | <u>26,979</u> |
| <u>Unsecured and unguaranteed:</u> | | |
| Keyfield CRNCPS | 356 | 3,563 |
| Lease liabilities ⁽¹⁾ | 9,157 | 10,259 |
| | <u>9,513</u> | <u>13,822</u> |
| Total short-term borrowings and lease liabilities | <u>36,846</u> | <u>40,801</u> |
| <u>Non-current</u> | | |
| <u>Secured and/or guaranteed:</u> | | |
| Term loans | 5,526 | 6,186 |
| Amount owing to vendors of Blooming Wisdom and Keyfield Helms 1 | 81,946 | 88,255 |
| | <u>87,472</u> | <u>94,441</u> |
| <u>Unsecured and unguaranteed:</u> | | |
| Keyfield CRNCPS | 140,108 | 139,447 |
| Lease liabilities ⁽¹⁾ | 2,787 | 4,384 |
| | <u>142,895</u> | <u>143,831</u> |
| Total long-term borrowings and lease liabilities | <u>230,367</u> | <u>238,272</u> |
| Total borrowings and lease liabilities | <u>267,213</u> | <u>279,073</u> |

Notes:

- (1) In accordance with MFRS 16 *Leases*, we have classified our bareboat agreements for the respective charters of Daya Indah Satu and Daya Ceria and our tenancy agreements for our head office as Right-of-Use Assets and the corresponding liabilities as lease liabilities in our statement of financial position.
- (2) As at the date of this announcement, save for the lease liabilities in (1) above, our Group has fully settled / repaid all of the above term loans, amount owing to vendors of Blooming Wisdom and Keyfield Helms 1 and Keyfield CRNCPS, by utilising part of the proceeds from the Public Issue, as disclosed in Note B9 above, as well as our Group’s internal funds.



B12 Dividend declared

On 27 May 2024, Keyfield declared a first interim dividend of 1 sen per ordinary share in respect of FYE 2024 which will amount to RM8.0 million in total, to entitled shareholders whose names appear in the Record of Depositors as at 12 June 2024 and which is to be paid on 24 June 2024.