



SHL CONSOLIDATED BHD.

Registration No. : 199401007886 (293565-W)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

FOR

THIRD QUARTER ENDED

31 DECEMBER 2023

SHL CONSOLIDATED BHD.

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Interim Financial Report – 31 December 2023

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
Financial Period Ended 31 December 2023

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		Increase / (Decrease)	
	Current	Preceding	Current	Preceding		
	Year	Year	Year	Year		
	Quarter	Corresponding Quarter	To Date	Corresponding Period		
	31/12/2023	31/12/2022	31/12/2023	31/12/2022	RM'000	%
	RM'000	RM'000	RM'000	RM'000		
1. Revenue	60,558	58,370	148,217	134,886	13,331	9.9%
2. Cost of Sales	(35,323)	(38,769)	(87,534)	(85,982)	1,552	1.8%
3. Gross Profit	25,235	19,601	60,683	48,904	11,779	24.1%
4. Other Operating Income	2,865	2,745	8,476	6,724	1,752	26.1%
5. Distribution Costs	(1,971)	(2,700)	(5,722)	(5,173)	549	10.6%
6. Administration Expenses	(3,247)	(4,412)	(9,048)	(8,055)	993	12.3%
7. Finance Costs	-	-	(1)	(1)	-	-
8. Profit / (Loss) from Associate	(1,623)	2	(84)	(16)	(68)	-425.0%
9. Profit before Taxation	21,259	15,236	54,304	42,383	11,921	28.1%
10. Taxation	(3,603)	(2,824)	(9,310)	(8,630)	680	7.9%
11. Profit for the Period	17,656	12,412	44,994	33,753	11,241	33.3%
12. Other Comprehensive Income	16	32	57	46	11	23.9%
13. Total Comprehensive Income for the Period	17,672	12,444	45,051	33,799	11,252	33.3%
Profit Attributable to:						
14. Equity Holders of the Company	17,563	11,579	44,605	32,468	12,137	37.4%
15. Non-controlling Interests	93	833	389	1,285	(896)	-69.7%
	17,656	12,412	44,994	33,753	11,241	33.3%
Total Comprehensive Income Attributable to:						
16. Equity Holders of the Company	17,579	11,611	44,662	32,514	12,148	37.4%
17. Non-controlling Interests	93	833	389	1,285	(896)	-69.7%
	17,672	12,444	45,051	33,799	11,252	33.3%
Earnings Per Share Attributable to Equity Holders of the Company:						
18. Basic & Fully Diluted (Sen)	7.25	4.78	18.42	13.41	5.01	37.4%

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2023

	(UNAUDITED) 31/12/2023 RM'000	(AUDITED) 31/3/2023 RM'000
ASSETS		
Non-current assets		
1. Property, plant and equipment	206,536	206,130
2. Investment in associate	129	8,756
3. Investment properties	72,493	72,493
4. Investments	24	24
5. Inventories	2,766	2,765
6. Trust account	2,782	2,705
7. Deferred tax assets	3,072	3,489
	287,802	296,362
8. Current assets		
8.1 Inventories	274,660	280,647
8.2 Trade receivables	10,547	51,208
8.3 Contract assets	85,881	27,655
8.4 Other receivables	13,549	12,522
8.5 Current tax assets	3,061	4,262
8.6 Cash, deposits and short-term investments	320,627	339,349
	708,325	715,643
9. TOTAL ASSETS	996,127	1,012,005
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
10. Share capital	247,726	247,726
11. Reserves	653,339	639,532
	901,065	887,258
12. Non-controlling Interests	20,655	36,841
13. Total equity	921,720	924,099
14. Non-current liabilities		
14.1 Deferred tax liabilities	29,676	27,288
14.2 Lease liabilities	8	21
14.3 Club establishment fund	9,500	9,571
	39,184	36,880
15. Current liabilities		
15.1 Trade payables	21,938	41,740
15.2 Contract liabilities	647	662
15.3 Other payables	9,256	8,079
15.4 Current tax liabilities	3,369	534
15.5 Lease liabilities	13	11
	35,223	51,026
16. TOTAL LIABILITIES	74,407	87,906
17. TOTAL EQUITY AND LIABILITIES	996,127	1,012,005
18. Net assets per share (RM)	3.72	3.66

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Financial Period Ended 31 December 2023

(The figures have not been audited)

	Attributable to equity holders of the Company					Total	Non-controlling Interests	Total Equity
	Non-distributable			Distributable				
	Share Capital	Revaluation Surplus	Merger Deficit	Capital Reserves	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
1. 9 months ended								
31 December 2023								
1.1 At 1 April 2023	247,726	-	-	-	639,532	887,258	36,841	924,099
1.2 Total comprehensive income for the period	-	57	-	-	44,605	44,662	389	45,051
1.3 Realisation of revaluation surplus	-	1,685	-	-	(1,685)	-	-	-
1.4 Dividends paid	-	-	-	-	(30,855)	(30,855)	(1,725)	(32,580)
1.5 Capital repayment to minority shareholders	-	-	-	-	-	-	(14,850)	(14,850)
1.6 At 31 December 2023	247,726	1,742	-	-	651,597	901,065	20,655	921,720
2. 9 months ended								
31 December 2022								
2.1 At 1 April 2022	247,726	98,092	(130,464)	6,663	632,548	854,565	55,879	910,444
2.2 Total comprehensive income for the period	-	46	-	-	32,468	32,514	1,285	33,799
2.3 Realisation of revaluation surplus	-	(683)	-	-	683	-	-	-
2.4 Dividend paid	-	-	-	-	(21,791)	(21,791)	-	(21,791)
2.5 Capital repayment to minority shareholders	-	-	-	-	-	-	(16,500)	(16,500)
2.6 At 31 December 2022	247,726	97,455	(130,464)	6,663	643,908	865,288	40,664	905,952

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Audited Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
Financial Period Ended 31 December 2023

	9 months ended 31/12/2023	9 months ended 31/12/2022
	RM'000	RM'000
1 Cash flows from operating activities		
1.1 Profit before taxation	54,304	42,383
1.2 Adjustments for :-		
1.2.1 Depreciation	591	472
1.2.2 Fair value gain on short-term investments	-	(2,492)
1.2.3 Interest expenses	1	1
1.2.4 Interest income	(8,211)	(1,518)
1.2.5 Loss / (profit) from associate	84	16
1.3 Operating profit before working capital changes	46,769	38,862
1.4 (Increase) / decrease in inventories	5,987	(1,763)
1.5 (Increase) / decrease in receivables	(18,476)	37,886
1.6 Increase / (decrease) in payables	(18,640)	4,157
1.7 Cash generated from / (absorbed by) operations	15,640	79,142
1.8 Tax paid	(2,526)	(4,415)
1.9 Net cash from / (used in) operating activities	13,114	74,727
2 Cash flows from investing activities		
2.1 Claim received from / (payment to) trust account	(80)	(80)
2.2 Purchase of property, plant and equipment	(997)	(842)
2.3 Reinvestment of short-term investments	-	(163)
2.4 Dividends received from associate	8,543	-
2.5 Purchase of land held for property development	(1)	(4)
2.6 Proceeds from redemption of short-term investments	-	2,667
2.7 Interest received	8,211	1,518
2.8 Net cash from / (used in) investing activities	15,676	121,806
3 Cash flows from financing activities		
3.1 Repayment of club members' deposits	(71)	(220)
3.2 Payment of lease liabilities	(11)	(8)
3.3 Capital repayment to minority shareholders	(14,850)	(16,500)
3.4 Interest paid	-	(1)
3.5 Dividends paid to owners of the Company	(30,780)	(21,791)
3.6 Dividends paid to non-controlling interests	(1,800)	-
3.7 Net cash from / (used in) financing activities	(47,512)	(38,520)
4 Net increase / (decrease) in cash and cash equivalents	(18,722)	158,013
5 Cash and cash equivalents at 1 April 2023 / 2022	339,349	153,631
6 Cash and cash equivalents at 31 December 2023 / 2022	320,627	311,644
7 Analysis of Cash and Cash Equivalents :-		
8 Cash and deposits	320,627	311,644

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Audited Financial Report for the year ended 31 March 2023 and the accompanying explanatory notes to the interim financial report)

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NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting*, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the requirements of Companies Act 2016 (“CA 2016”) that became effective on 31 January 2017 in Malaysia. These financial statements also comply with International Accounting Standard (“IAS”) 34 *Interim Financial Reporting* issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2023, which have been prepared in accordance with the MFRSs, International Financial Reporting Standards (IFRSs) and the CA 2016.

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2023.

No early adoption is made by the Group on the following accounting pronouncements that are expected to have application to the Group’s operations. These accounting pronouncements have been issued by the Malaysian Accounting Standards Board (MASB), but yet to be effective:-

	Effective for financial periods beginning on or after
Amendments to MFRS 101 Classification of Liabilities as Current or Non-Current	1 January 2023
Amendments to MFRS 101 Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group is in the process of assessing the impact of these accounting pronouncements.

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2. Audit report for the preceding annual financial statements

The audit report for the financial statements for the year ended 31 March 2023 was not qualified.

3. Seasonal or cyclical factors

The business operations of the Group are generally affected by the prevailing market condition of the Malaysian property development and construction sectors that have historically shown long term cyclical trend.

4. Exceptional items

There were no exceptional items during the current period under review.

5. Changes in estimates

There were no changes in the nature and amount of estimates reported in prior interim periods of the current financial year or in estimates reported in prior financial year that have a material effect in the current periods under review.

6. Debt and equity securities

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current financial period-to-date.

7. Dividends paid

During the financial year ending 31 March 2024, a final dividend of 12 sen per share, amounting to a net dividend payable of approximately RM29.05 million in respect of the financial year ended 31 March 2023, was paid on 25 October 2023.

8. Valuations of property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the previous annual financial statements.

9. Inventories

	As at	As at
	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>
<i>Non-current:</i>		
At cost:		
- Land held for property development	2,766	2,764
<i>Current:</i>		
At cost:		
- Completed development units	79,589	124,160
- Raw materials	439	390
- Goods for resale	157	145
- Work in progress	276	11
- Finished goods	5,331	2,272
- Spare parts	292	203
	86,084	127,181
Property development costs	188,576	157,424
	274,660	284,605
Total inventories	<u>277,426</u>	<u>287,369</u>

10. Cash, deposits and short-term investments

	As at	As at
	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>
Cash and bank balances:		
- Housing development accounts	5,537	2,475
- Bank current accounts and petty cash	19,473	25,197
	25,010	27,672
Short-term deposits	295,617	283,972
Cash and cash equivalents	<u>320,627</u>	<u>311,644</u>
Short-term investments	-	40,218
Total cash, deposits and short-term investments	<u>320,627</u>	<u>351,862</u>

Housing Development Accounts are held and maintained pursuant to Section 7A of the Housing Development Act, 1966. These accounts are restricted from use in other operations.

Short-term investments are placements made in management funds that invest in Islamic deposits and other Shariah-compliant investment instruments permitted by the Shariah Advisory Council of the Securities Commission Malaysia and/or Shariah Adviser. The management funds aim to provide a higher level of liquidity while providing better return by predominantly investing its assets in Sukuk and short-term Islamic Money Market Instruments. The income is calculated daily and distributed at month end.

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11. Material events subsequent to the end of the reporting period

There were no material events subsequent to the end of current quarter to 21 February 2024, the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

12. Segmental information

The segmental analysis for the current year to date ended 31 December 2023 is tabulated below:

	Investment and services RM'000	Property development RM'000	Construction RM'000	Trading RM'000	Manufacturing RM'000	Quarrying RM'000	Eliminations RM'000	Consolidated RM'000
REVENUE								
External sales	12,088	109,756	25,510	-	863	-	-	148,217
Inter-segment sales	2,971	-	25,072	16,286	2,739	-	(47,068)	-
Total revenue	15,059	109,756	50,582	16,286	3,602	-	(47,068)	148,217
RESULTS								
Operating profit	4,869	40,079	(1,583)	29	872	(16)	1,928	46,178
Interest income	781	3,286	1,895	255	1,297	697	-	8,211
Finance costs	-	(1)	-	-	-	-	-	(1)
Loss from associate	-	(84)	-	-	-	-	-	(84)
Profit before taxation	5,650	43,280	312	284	2,169	681	1,928	54,304
Taxation								(9,310)
Non-controlling interests								(389)
Profit for the period								44,605
ASSETS								
Segment assets	113,009	766,070	100,552	15,760	75,593	27,913	(109,032)	989,865
Investment in associate	-	129	-	-	-	-	-	129
Current and deferred tax assets	17	15	557	-	-	79	5,465	6,133
Total assets	113,026	766,214	101,109	15,760	75,593	27,992	(103,567)	996,127
LIABILITIES								
Segment liabilities	12,402	33,029	12,852	3,784	1,371	20	(22,096)	41,362
Current and deferred tax liabilities	6,921	23,152	16	266	1,952	2	736	33,045
Total liabilities	19,323	56,181	12,868	4,050	3,323	22	(21,360)	74,407
OTHERS								
Capital expenditure	19	726	252	-	-	-	-	997
Non-cash expenses :								
Depreciation	203	201	33	-	128	-	26	591

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The segmental analysis for the preceding year to date ended 31 December 2022 is tabulated below:

	Investment and services	Property development	Construction	Trading	Manufacturing	Quarrying	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE								
External sales	8,957	84,839	39,485	-	1,605	-	-	134,886
Inter-segment sales	3,354	-	7,318	15,004	4,272	-	(29,948)	-
Total revenue	12,311	84,839	46,803	15,004	5,877	-	(29,948)	134,886
RESULTS								
Operating profit	2,356	32,754	1,741	88	1,283	271	2,389	40,882
Interest income	324	402	295	82	317	98	-	1,518
Finance costs	-	(1)	-	-	-	-	-	(1)
Loss from associate	-	(16)	-	-	-	-	-	(16)
Profit before taxation	2,680	33,139	2,036	170	1,600	369	2,389	42,383
Taxation								(8,630)
Non-controlling interests								(1,285)
Profit for the period								32,468
ASSETS								
Segment assets	110,331	768,431	107,065	16,200	72,627	27,831	(123,811)	978,674
Investment in associate	-	8,764	-	-	-	-	-	8,764
Current and deferred tax assets	11	22	546	-	183	244	6,822	7,828
Total assets	110,342	777,217	107,611	16,200	72,810	28,075	(116,989)	995,266
LIABILITIES								
Segment liabilities	14,380	43,119	13,243	4,515	1,002	6	(15,515)	60,750
Current and deferred tax liabilities	6,622	19,339	25	209	1,598	-	771	28,564
Total liabilities	21,002	62,458	13,268	4,724	2,600	6	(14,744)	89,314
OTHERS								
Capital expenditure	566	5	81	-	-	-	-	652
Non-cash expenses :								
Depreciation	201	63	54	-	128	-	26	472

Segmental reporting by geographical locations has not been presented as all the activities of the Group's operations are carried out in Malaysia only.

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13. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations.

14. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at 31 December 2023.

15. Capital commitments

No capital commitment was outstanding as at 31 December 2023.

16. Related party transactions

The significant related party transactions for the current financial year-to-date under review are as follows:

- (a) Income from rental of premises of approximately RM0.11 million.
- (b) Procurement of engineering consultancy services of approximately RM1.41 million.
- (c) Rental expense of premises of approximately RM0.83 million.
- (d) Procurement of legal services of approximately RM0.62 million.
- (e) Procurement of tax consultancy services of approximately RM0.23 million.

17. Comparative Figures for Distribution Costs and Administrative Expenses

The Group has applied the accounting practice of recognising administrative expenses in the Condensed Consolidated Statement of Comprehensive Income of the Group for the financial period ended 31 December 2023 for all business segments of the Group.

The above accounting practice of recognising administrative expenses in the Condensed Consolidated Statement of Comprehensive Income of the Group for the financial period ended 31 December 2022 has been applied for all business segments of the Group except for its property development business segment whereby administrative expenses of the property development business segment incurred for the aforesaid financial year are recognized as property development cost under the asset classification of inventories.

The following table illustrates the comparative figures for administrative expenses to be recognised in the Condensed Consolidated Statement of Comprehensive Income of the Group for the financial period ended 31 December 2022 should the above accounting practice be applied for all business segments of the Group including that of the property development business segment.

	Financial Period Ended 31 December 2023 <u>RM'000</u>	Financial Period Ended 31 December 2022 <u>RM'000</u>
Administrative Expenses	9,048	9,698

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

1. Review of performance

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Current	Preceding	Changes		Current	Preceding	Changes	
	Year	Year			Year	Year		
	Quarter	Corresponding	To Date	Corresponding				
31/12/2023	Quarter	31/12/2023	31/12/2022					
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	60,558	58,370	2,188	3.7%	148,217	134,886	13,331	9.9%
Gross Profit	25,235	19,601	5,634	28.7%	60,683	48,904	11,779	24.1%
Profit before Taxation	21,259	15,236	6,023	39.5%	54,304	42,383	11,921	28.1%
Profit for the Period	17,656	12,412	5,244	42.2%	44,994	33,753	11,241	33.3%
Profit Attributable to Equity Holders of the Company	17,563	11,579	5,984	51.7%	44,605	32,468	12,137	37.4%

1.1 Current Year-To-date vs Preceding Year-To-date

The Group revenue has increased by 9.9% from RM134.89 million reported in the preceding year corresponding period to RM148.22 million for the period ended 31 December 2023, mainly due to higher revenue generated by our property development segment.

The Group recorded a profit before taxation for the period ended 31 December 2023 of RM54.30 million, increased by RM11.92 million or 28.1% as compared to preceding year's profit before taxation of RM42.38 million. The increase in the Group's profit is mainly due to higher revenue generated by the property development segment.

The property development segment continues to be the key contributor registering a revenue of RM109.76 million for the nine months period ended 31 December 2023, representing about 74.05% of the consolidated revenue. The property development segment will remain focused on building landed properties and affordable value homes with readily available mortgage financing facilities from banks. Goodview Heights, an integrated mixed-development township in Sungai Long South, Selangor Darul Ehsan, Villa Sungai Long semi-detached houses and bungalows, Alam Budiman commercial shop house in Shah Alam, Kiara Sg Long and Sg Long Residence condominiums in Bandar Sungai Long, Selangor Darul Ehsan and Taman Rasa Utama in Batang Kali, Selangor Darul Ehsan have contributed significantly to the financial performance of the Group.

Despite the current challenging and unpredictable Malaysian economic environment, the investment and services segment registered a revenue of RM12.09 million for the nine months period ended 31 December 2023, representing about 8.16% of the consolidated revenue.

The construction segment registered a revenue of RM25.51 million for the nine months period ended 31 December 2023, representing about 17.21% of the consolidated revenue.

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Performance of the respective operating business segments for the current year-to-date as compared to the preceding year-to-date is analysed as follows:

- (i) Property Development – The increase in pre-tax profit was mainly due to higher revenue generated by the property development segment.
- (ii) Construction – The decrease in pre-tax profit was mainly due to increase in construction cost.
- (iii) There are no significant variations for other business segments.

2. Variation of results against preceding quarter

	INDIVIDUAL QUARTER			
	Current Quarter	Immediate Preceding Quarter	Changes	
	31/12/2023	30/9/2023	RM'000	%
Revenue	60,558	47,619	12,939	27.2%
Gross Profit	25,235	21,538	3,697	17.2%
Profit before Taxation	21,259	20,653	606	2.9%
Profit for the Period	17,656	17,185	471	2.7%
Profit Attributable to Equity Holders of the Company	17,563	17,067	496	2.9%

The Group revenue increased by 27.2% from RM47.62 million reported in the immediate preceding quarter to RM60.56 million for the current quarter, mainly due to higher revenue generated by property development segment.

The Group's profit before taxation of RM21.26 million for the current quarter increased by RM0.61 million compared to RM20.65 million achieved in the immediate preceding quarter. The increase is mainly due to higher revenue generated by the property development segment.

3. Prospects for the next financial year

The Malaysian economy grew by 3.3% in the third quarter of 2023 (2Q 2023: 2.9%). Growth was supported mainly by higher domestic demand as economic activity continued to normalise with the easing of containment measures. The improvement also reflects the recovery in the labour market and continued policy support. Looking ahead, while external demand is expected to moderate, weighed by headwinds to global growth, economic growth will be supported by firm domestic demand. Additionally, growth would continue to benefit from the easing of restrictions and reopening of international borders. Furthermore, investment activities are also projected to improve, supported by the realisation of multi-year projects.

Despite the current challenging and unpredictable Malaysian economic environment, SHL Consolidated Bhd will remain resilient and focused on building landed properties and affordable value homes at Bandar Sungai Long, Goodview Heights in Sungai Long South, Alam Budiman in Shah Alam and Rasa in Batang Kali, all property development projects located in Selangor Darul Ehsan, the primary social and economic centre of Malaysia.

Barring any unforeseen circumstances, the Board of Directors is cautiously optimistic that the Group's performance for the current financial year will be satisfactory.

4. Profit forecast or profit guarantee

Not applicable as no profit forecast or profit guarantee was published.

5. Notes to Condensed Consolidated Statement of Comprehensive Income

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

	Current year quarter	Current year-to- date
	<u>RM'000</u>	<u>RM'000</u>
Interest income	(3,021)	(8,211)
Interest expense	-	-
Depreciation	265	591

6. Taxation

	Current quarter ended		Year-to-date ended	
	31 December		31 December	
	2023	2022	2023	2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current	3,427	3,778	6,578	6,381
Deferred	175	(954)	2,731	2,249
	<u>3,603</u>	<u>2,824</u>	<u>9,310</u>	<u>8,630</u>
Effective tax rate	<u>16.9%</u>	<u>18.5%</u>	<u>17.1%</u>	<u>20.4%</u>

The effective tax rate of the Group for the current quarter was lower than the statutory rate due to non-taxability of certain income.

7. Status of corporate proposals announced

There were no corporate proposals announced but not completed as at 21 February 2024.

8. Lease liabilities

<u>Secured</u>	As at	As at
	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>
Short Term	13	11
Long Term	8	24
	<u>21</u>	<u>35</u>

The above lease liabilities are denominated in Ringgit Malaysia.

SHL CONSOLIDATED BHD.

Registration No. : 199401007886 (293565-W)

(Incorporated in Malaysia)

9. Dividend

No dividend was declared for the current quarter ended 31 December 2023 and preceding year corresponding quarter.

10. Earnings per share (Basic and fully diluted)

The calculation of basic earnings per share of the Group is based on the net profit attributable to ordinary shareholders and the number of ordinary shares outstanding during the financial year of 242,123,725.

Fully diluted earnings per share is the same as basic earnings per share as it is considered that there are no dilutive potential ordinary shares.

For and on behalf of the Board
SHL CONSOLIDATED BHD.

Dato' Sri Ir. Yap Chong Lee

Executive Director

28 February 2024