



INTERIM FINANCIAL STATEMENTS

*- For The Quarter and Year-to-date Ended
30th September 2024 -*

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024
RM'000

	Note	30.09.2024 Unaudited	31.12.2023 Audited
Assets			
Property, plant and equipment	12	91,123	86,849
Investment properties		101,428	101,428
Quarry development expenditure		3,630	2,379
Investment in joint venture		125	125
Inventories		252,835	245,267
Deferred tax assets		2,958	2,958
Trade and other receivables		88,853	103,258
Total non-current assets		540,952	542,264
Inventories		40,247	29,436
Contract assets		32,320	55,180
Contract costs		265	413
Trade and other receivables		123,130	89,321
Current tax assets		20	-
Other investments		75	1,045
Short term investments		5,739	3,516
Cash and cash equivalents		57,477	73,328
Total current assets		259,273	252,239
Total assets		800,225	794,503
Equity			
Share capital		331,020	331,020
Retained earnings		153,971	155,324
Equity attributable to owners of the Company		484,991	486,344
Non-controlling interests		(302)	(302)
Total equity		484,689	486,042
Liabilities			
Trade and other payables		12,277	11,072
Loans and borrowings	23	26,707	31,085
Lease liabilities		21,381	20,988
Total non-current liabilities		60,365	63,145
Trade and other payables		164,443	148,777
Contract Liabilities		1,338	1,338
Loans and borrowings	23	88,401	88,917
Current tax liabilities		-	5,295
Lease liabilities		989	989
Total current liabilities		255,171	245,316
Total liabilities		315,536	308,461
Total equity and liabilities		800,225	794,503

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024
RM'000**

	Note	3 months ended 30-Sep		9 months ended 30-Sep	
		2024	2023	2024	2023
Continuing Operations					
Revenue		70,581	100,465	199,972	181,995
Cost of sales		(60,103)	(84,537)	(172,178)	(158,694)
Gross profit		<u>10,478</u>	<u>15,928</u>	<u>27,794</u>	<u>23,301</u>
Selling & Marketing expenses		(1,156)	(2,652)	(3,248)	(2,796)
Administrative expenses		(8,311)	(6,986)	(24,372)	(24,544)
Other operating income		2,557	805	7,784	2,648
Other operating expenses		(495)	(50)	(403)	(50)
Profit/(Loss) from operating activities		<u>3,073</u>	<u>7,045</u>	<u>7,555</u>	<u>(1,441)</u>
Finance cost		<u>(2,000)</u>	<u>(1,602)</u>	<u>(5,154)</u>	<u>(4,044)</u>
Profit/(Loss) before taxation	10	<u>1,073</u>	<u>5,443</u>	<u>2,401</u>	<u>(5,485)</u>
Tax expense	21	(268)	(458)	(716)	(458)
Profit/(Loss) and total comprehensive expenses for the period		<u>805</u>	<u>4,985</u>	<u>1,685</u>	<u>(5,943)</u>
Profit/(Loss) and total comprehensive expenses for the period attributable to :					
Owners of the Company		805	4,985	1,685	(5,943)
Non-controlling interests		-	-	-	-
Profit/(Loss) and total comprehensive expenses for the period		<u>805</u>	<u>4,985</u>	<u>1,685</u>	<u>(5,943)</u>
Basic earning/(loss) per ordinary share (sen)	26	0.26	1.64	0.55	(1.96)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024**
RM'000

	<i>Non-distributable</i>	<i>Distributable</i>	Total	Non-controlling interests	Total equity
	Share capital	Retained earnings			
As at 1 January 2023	331,020	144,073	475,093	(61)	475,032
Total comprehensive income	-	12,655	12,655	(241)	12,414
Dividend paid	-	(1,404)	(1,404)	-	(1,404)
As at 31 December 2023	<u>331,020</u>	<u>155,324</u>	<u>486,344</u>	<u>(302)</u>	<u>486,042</u>
As at 1 January 2024	331,020	155,324	486,344	(302)	486,042
Total comprehensive income	-	1,685	1,685	-	1,685
Dividend paid	-	(3,038)	(3,038)	-	(3,038)
As at 30 September 2024	<u>331,020</u>	<u>153,971</u>	<u>484,991</u>	<u>(302)</u>	<u>484,689</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024
RM'000**

	Cumulative Quarter	
	Current Year-to-date ended 30-Sep-24	Preceding Year-to-date ended 30-Sep-23
Cash flows from operating activities		
Profit/(Loss) before taxation	2,401	(5,485)
Adjustments for:		
Non-cash items	6,860	5,092
Non-operating items	969	2,407
Operating profit before working capital changes	10,230	2,014
Changes in working capital:		
Contract assets	22,860	(770)
Contract costs	148	184
Contract liabilities	-	(1,269)
Trade and other receivables	(19,404)	(70,005)
Inventories	(18,379)	16,833
Trade and other payables	16,871	24,270
Cash generated from/(used in) operations	12,326	(28,743)
Interest paid	(5,154)	(4,044)
Tax paid	(6,031)	(6,146)
Net cash generated from/(used in) operating activities	1,141	(38,933)
Cash flows from investing activities		
Purchase of property, plant and equipment	(11,142)	(4,873)
Proceeds from disposal of :		
- Plant and equipment	4	6
- Other investments	970	347
Additions of investment properties	-	(2,000)
Interest received	4,582	2,648
Net cash used in investing activities	(6,837)	(4,849)
Cash flows from financing activities		
Dividends paid to shareholders of the Company	(3,038)	(1,398)
Drawdown/(Repayment) of term loan	(3,763)	5,515
Movements of other borrowings, net	(471)	12,643
Repayment of hire purchase	(199)	-
Placement of short term investments	(2,223)	(13,106)
Net cash (used in)/generated from financing activities	(9,694)	3,654
Net decrease in cash and cash equivalents	(15,390)	(40,128)
Cash and cash equivalents at beginning of the period	60,708	69,067
Cash and cash equivalents at end of the period	45,318	28,939
Cash and cash equivalents comprise of the followings:		
Cash and cash equivalents	57,477	41,008
Less: Bank overdrafts	(12,159)	(12,069)
	45,318	28,939

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024

Part A – Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134; Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Berhad (“Bursa”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

Interim financial statements other than for financial instruments have been prepared under the historical cost convention. Financial instruments have been fair valued in accordance with MFRS 9 Financial Instruments: Recognition and Measurement.

2. Significant Accounting Policies

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 December 2023 except for the adoption of the following new/revised MFRSs and Amendments to MFRSs:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, Leases – *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures – Supplier Finance Arrangements*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

- Amendment to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*



MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- *Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The adoption of the above MFRSs does not have significant financial impact on the Group.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2023 was not subject to any qualification.

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and year to-date.

5. Changes in Estimates

The preparation of the interim financial statements in conformity with Malaysian Financial Reporting Standards ("MFRSs") requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognized in the financial statements.

6. Seasonal or Cyclical Factors

The Group's products and services are generally dependent on the Malaysian economy, government policies and weather conditions (on the construction activities).



7. Dividends Paid

A first and final dividend of 1 sen per share on 303,855,000 ordinary shares in respect of the financial year ended 31 December 2023 has been declared on 29 April 2024 and paid on 18 July 2024.

8. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resales and repayments of equity securities except for repayment of debt in the current quarter.



9. Segmental Information

RM'000	Property Development	Engineering, Construction and Quarry	Leisure	Other reportable segments	Total reportable segments	Elimination	Combined
9 months ended 30 September 2024							
Revenue							
External sales	28,504	167,275	3,524	669	199,972	-	199,972
Inter-segment sales	202	2,177	-	8,743	11,122	(11,122)	-
Total revenue	28,706	169,452	3,524	9,412	211,094	(11,122)	199,972
Segment profit/(loss)	(2,858)	8,192	(802)	(2,152)	2,380	21	2,401
9 months ended 30 September 2023							
Revenue							
External sales	63,500	114,737	3,300	458	181,995	-	181,995
Inter-segment sales	220	-	-	8,743	8,970	(8,970)	-
Total revenue	63,720	114,737	3,300	9,201	190,965	(8,970)	181,995
Segment profit/(loss)	5,156	(7,026)	(1,053)	(2,614)	(5,537)	52	(5,485)



10. Profit before tax

Profit / (Loss) before tax is arrived at:

RM'000	3 months ended 30 September		9 months ended 30 September	
	2024	2023	2024	2023
<i>After charging :</i>				
Depreciation of property, plant and equipment	2,398	2,702	6,860	5,092
Expenses relating to short-term leases	132	102	408	296
Expenses relating to leases of low-value assets	143	-	389	-
Royalties and tributes	504	491	1,022	885
<i>and after crediting:</i>				
Rental income	268	282	804	811
(Loss)/Gain on disposal of plant and equipment	-	(1)	4	9
Interest income	1,460	251	4,582	764
Government grants (wages subsidies)	-	-	-	-
Net loss on impairment of financial instruments of financial instruments and contract assets Financial assets at amortised cost				
- Trade receivables	-	38	92	98

11. Changes in Composition of the Group

- (a) On 25 June 2024, BDB incorporated a new subsidiary namely BDB Greentech Sdn Bhd. The total issued share capital is RM2 divided into 2 ordinary shares.
- (b) On 21 August 2024, BDB incorporated a new subsidiary namely BDB Energise Sdn Bhd. The total issued share capital is RM2 divided into 2 ordinary shares.

12. Property, Plant and Equipment

The Group acquired property, plant and equipment worth RM6,180,645 during the quarter under review.

There was no impairment loss on property, plant and equipment during the current quarter period.



13. Capital Commitments

The amount of commitments for the purchase of property, plant & equipment not provided for in the interim financial statements as at 30 September 2024 are as follows:

	<u>RM'000</u>
Approved and contracted for	<u>730,399</u>

14. Changes in Contingent Liabilities

As of 30 September 2024, the Group does not have any material contingent liability.

15. Material Subsequent Events to the Reporting Period

There were no material events subsequent to the end of the quarter under review up to the date of this report that have not been reflected in the interim financial statements.

16. Significant Related Party Transactions

	9 months ended 30.09.2024 RM'000
Rental of quarry land to ultimate holding corporation	58
Tributes charged by the ultimate holding corporation	669
Estate agency fee charged by a related company, Kumpulan Ladang-Ladang Perbadanan Kedah Sdn. Bhd.	-
Revenue from oil palm from related company, Kumpulan Ladang-Ladang Perbadanan Kedah Sdn. Bhd.	561
Property management paid to a related company, Darulaman Asset Sdn. Bhd	29
Insurance paid to a related company, KSDC Insurance Brokers Sdn. Bhd.	341
	1,658

All related parties' transactions had been entered into in the normal course of business and were carried out on normal commercial terms.



Part B – Explanatory Notes Pursuant to Chapter 9, Appendix 9B of the Listing Requirements of Bursa Malaysia Berhad

17. Performance Review

Current financial year to date against previous year corresponding period

The Group's revenue increased by 10% to RM200 million for the current financial year, compared to RM182 million in the same period last year. This increase resulted in a profit before tax of RM2.4 million, an improvement from the RM5.5 million loss before tax reported during the corresponding period last year. This progress is primarily attributable to the Engineering, Construction, and Quarry Division.

The Engineering, Construction, and Quarry Division recorded a revenue increase of RM167.3 million compared to RM114.7 million in the previous year's equivalent period. The growth is driven by ongoing construction projects, roadworks, and the sales of quarry products. Furthermore, the Division achieved a profit before tax of RM8.2 million for the nine-month period, a substantial turnaround from the RM7.0 million loss before tax recorded in the same period last year.

The Property Division reported a revenue decline of RM28.5 million this year, compared to RM63.5 million in the same period last year. This decrease has led to a loss before tax of RM2.9 million, whereas there was a profit before tax of RM5.2 million during the same period last year. The decline in profit is primarily attributed to income from completed joint venture projects that were recognized in the prior year.

Current quarter vs previous year corresponding quarter

The Group's revenue decreased to RM70.6 million from RM100.5 million in the same period last year. As a result, the Group's profit before tax reduced to RM1.0 million in current quarter, compared to RM5.4 million during the same period last year.

The Engineering, Construction, and Quarry Division reported a significant revenue increase of RM57.8 million in current quarter, compared to RM49.6 million for the same period last year. This is mainly attributed to contributions from ongoing construction projects, roadworks, and sales of quarry products. Furthermore, the Division achieved a profit before tax of RM3.1 million in the current quarter, showing a notable improvement from the RM3.0 million loss before tax recorded in the same quarter last year.

In the current quarter, the Property Division experienced a revenue decline of RM11.1 million, down from RM49.7 million during the same quarter last year. As a result, the Division reported a loss before tax of RM0.7 million in current quarter, whereas it had achieved a profit before tax of RM8.4 million in the corresponding period last year.



18. Variation of Results against Preceding Quarter

RM'000	Current quarter ended 30 September 2024	Preceding quarter ended 31 June 2024
Revenue	70,582	78,112
Profit Before Taxation	1,073	1,046

The Group registered lower revenue compared to the preceding quarter, mainly due to the Engineering, Construction, and Quarry division.

19. Prospects for the current financial year

The Malaysian economy expanded by 5.3% in the third quarter of 2024, driven by strong investment activity and improvement in exports as well as household spending.

Kedah continues to be the top recipient of foreign investment in the industrial sector attracting RM31.0 billion.

The State has recently launched a new Economic Blueprint “The Greater Kedah” (TGK) on 27 October 2024.

TGK aims at transforming the development of the State Economy in creating new industrial powerhouses in Renewable Energy, Logistics & Connectivity, Infrastructure, Tourism and Marine economy.

Being a State Government linked company, The Group is dedicated to support the State's vision through infrastructure development, environmental sustainability, social and cultural inclusion.

The ongoing infrastructure development projects such as the Pelubang Water Treatment Plant, the State Road Maintenance Project and the Irrigation System Development Project will improve the infrastructure and utilities readiness as stated in The Greater Kedah 2050. These projects will also support the development of strategic projects such as the Delapan Special Border Economic Zone and Kedah Rubber City. The Group is poised to be the State's Infrastructure Provider for The Greater Kedah 2050.

The Group, through its property division, is developing affordable townships in Darulaman Saujana, Hosba, Aman Nusa, Langkawi, and Darulaman Lagenda, Sungai Petani. This is to support the social and cultural inclusion initiatives as stated in The Greater Kedah 2050. The Group is actively seeking potential locations to provide 300,000 affordable housing within 25 years.



Environmental sustainability efforts within the Group started in 2023. The MoU between the Group and Shanghai Youzhu for a sustainable waste management project was inked in early 2024. The Group also collaborates with Forest Research Institute Malaysia (FRIM) to develop eco-tourism and conservation projects in Langkawi. The sustainability initiatives include the development of a green industrial eco-park, low carbon economy initiatives, and renewable energy efforts through solar panel installation at the new township currently being planned and constructed.

The Group remains optimistic that these efforts will provide sustainable income and would support the State economic transformation programmes for the current financial year and beyond.

20. Variance from Profit Forecast or Profit Guarantee

Not applicable for the financial period ended 30 September 2024.

21. Income Tax Expense

RM'000	9 Months Ended 30 September	
	2024	2023
Continuing Operations		
In respect of current financial year:		
- Current tax	448	-
- Deferred tax	-	-
In respect of prior financial years:		
- Current tax	268	458
- Deferred tax	-	-
Tax expenses	716	458

Income tax expenses for the quarter and year ended under review were provided for profitable companies within the Group.

22. Status of Corporate Proposals

There was no outstanding corporate proposal during the quarter under review.



23. Group borrowings and Debt Securities

Total loans and borrowings as at 30 September 2024 were as follows:

RM'000	Short Term	Long Term	Total
Term loans	7,997	23,658	31,655
Bankers' Acceptance	2,466	-	2,466
Hire Purchase	2,379	3,049	5,428
Revolving Credit	63,400	-	63,400
Bank overdraft	12,159	-	12,159
TOTAL	88,401	26,707	115,108

24. Material Litigation

On June 6, 2024, BDB Darulaman Golf Resort Berhad, BDB Land Sdn Bhd, and Bina Darulaman Berhad were served with a Writ of Summons by Mohd Nazli bin Ahmad Mahyadin, represented by his attorneys Messrs Nashitoh Kassim & Associates.

The plaintiff is pursuing legal action against the three defendants, alleging the three defendants of disrupting his use and enjoyment of his property and caused personal harm to him and his family. The plaintiff seeks RM7,000,000 in damages, including general, special, exemplary, and aggravated damages.

Mediation has been fixed on 26 September 2024 at Pusat Mediasi Mahkamah Alor Setar and court has fixed for Second Mediation on 10 November 2024.

25. Dividends Payable

Except stated in note 7, no dividend in respect of the current financial year under review has been declared during the quarter under review.



26. Earnings Per Share

a. Basic earnings per share

The basic earnings/(loss) per share were calculated by dividing the Group's net profit/(loss) attributable to ordinary shareholders by the number of ordinary shares in issue as follows:

RM'000	9 months ended 30.09.2024	9 months ended 30.09.2023
Profit/(Loss) attributable to owners of the Company	1,685	(5,943)
Number of ordinary shares in issue	303,855	303,855
Basic earnings/(loss) per share (sen)	0.55	(1.96)

b. Diluted earnings per share

Not applicable.

27. Authorization for Issue

The Interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 24 November 2024.