

PASDEC HOLDINGS BERHAD

Registration no: 199501037920
(Incorporated in Malaysia)

**Financial Statements
as at 31 December 2023**

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the year ended 31 December 2023**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Revenue	4,182	3,434	36,416	21,728
Cost of sales	(1,498)	(2,217)	(19,443)	(12,753)
Gross profit	2,684	1,217	16,973	8,975
Other items of income				
Interest income	7	31	932	102
Other income (Note B4)	2,716	2,424	6,324	4,466
Other items of expense				
Personnel expenses	(1,355)	(947)	(3,986)	(3,745)
Other expenses	(2,434)	(2,029)	(10,677)	(8,894)
Finance costs	(11)	(99)	(17)	(476)
Share of results of associates	(755)	799	592	1,500
Profit before tax from continuing operations	852	1,396	10,141	1,928
Taxation (Note B5)	(904)	(360)	(3,179)	(569)
(Loss)/profit from continuing operations, net of tax	(52)	1,036	6,962	1,359
(Loss)/profit from discontinued operations	(81)	(17,127)	366	(17,127)
(Loss)/profit net of tax	(133)	(16,091)	7,328	(15,768)

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the year ended 31 December 2023**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Other comprehensive income/ (loss), net of tax				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net changes in fair value:				
Investments	8	14	(10)	(16)
<i>Items that will be reclassified subsequently to profit or loss:</i>				
Remeasurement gain/(loss) on defined benefit plan	604	9	577	(136)
Other comprehensive income/(loss), net of tax	612	23	567	(152)
Total comprehensive income/(loss) for the year, net of tax	479	(16,068)	7,895	(15,920)
(Loss)/profit attributable to:				
Owners of the parent	(130)	(16,088)	7,341	(15,761)
Non-controlling interests	(3)	(3)	(13)	(7)
	(133)	(16,091)	7,328	(15,768)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	482	(16,065)	7,908	(15,913)
Non-controlling interests	(3)	(3)	(13)	(7)
	479	(16,068)	7,895	(15,920)
(Losses)/earnings per share attributable to owners of the Company (Note B16)				
Basic (losses)/earnings per share (RM'000):				
(Loss)/profit from continuing operations	(49)	1,039	6,975	1,366
(Loss)/profit from discontinued operations	(81)	(17,127)	366	(17,127)
	(130)	(16,088)	7,341	(15,761)
Basic (losses)/earnings per share (sen):				
(Loss)/profit from continuing operations	(0.01)	0.26	1.74	0.34
(Loss)/profit from discontinued operations	(0.02)	(4.28)	0.09	(4.28)
	(0.03)	(4.02)	1.83	(3.94)

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

**Condensed Consolidated Statements of Financial Position
as at 31 December 2023**

	Notes	Unaudited 31.12.2023 RM'000	Audited 31.12.2022 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		8,348	8,881
Land held for property development		176,465	144,056
Investment properties		49,611	50,980
Investments in associates		3,554	4,177
Investment securities	B8	337	347
		<u>238,315</u>	<u>208,441</u>
Current Assets			
Property development costs		54,224	85,772
Inventories		45,014	48,554
Trade receivables	B9	5,526	4,671
Other receivables		13,758	5,710
Other current assets		90	77
Cash and bank balances		19,123	20,133
Tax recoverable		905	2,101
		<u>138,640</u>	<u>167,018</u>
Assets of disposal companies classified as held for sale		-	15,756
		<u>138,640</u>	<u>182,774</u>
TOTAL ASSETS		<u>376,955</u>	<u>391,215</u>
EQUITY AND LIABILITIES			
Current Liabilities			
Retirement benefit obligations		91	79
Contract liabilities		-	305
Loans and borrowings	B10	39	439
Overdrafts		619	4,324
Trade payables		4,881	7,059
Other payables		9,191	15,998
Tax payable		159	1
		<u>14,980</u>	<u>28,205</u>
Liabilities of disposal companies classified as held for sale		-	8,379
		<u>14,980</u>	<u>36,584</u>
NET CURRENT ASSETS		<u>123,660</u>	<u>146,190</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

Condensed Consolidated Statements of Financial Position
as at 31 December 2023 (continued)

	Notes	Unaudited 31.12.2023 RM'000	Audited 31.12.2022 RM'000
Non-Current Liabilities			
Retirement benefit obligations		1,200	1,712
Loans and borrowings	B10	48	87
		<u>1,248</u>	<u>1,799</u>
TOTAL LIABILITIES		16,228	38,383
NET ASSETS		360,727	352,832
Equity attributable to owners of the parent			
Share capital	B11	333,413	327,693
Other reserves		465	6,195
Retained earnings		26,577	18,659
		<u>360,455</u>	<u>352,547</u>
Non-controlling interests		272	285
TOTAL EQUITY		360,727	352,832
TOTAL EQUITY AND LIABILITIES		376,955	391,215
Net assets per share (RM)		0.90	0.88

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

Condensed Consolidated Statement of Changes in Equity
for the year ended 31 December 2023

	-----Attributable to owners of the parent-----								
	Non Distributable			Distributable	-----Non Distributable-----			Non- controlling interests	
	Total equity	Total equity attributable to owners of the parent	Share capital	Retained earnings	Total other reserves	Note B12(a)	Note B12(b)(i)		Note B12(b)(ii)
Fair value change reserve						Others	Warrant reserve		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
1 January 2023	352,832	352,547	327,693	18,659	6,195	(95)	570	5,720	285
Profit/(loss) for the year	7,328	7,341	-	7,341	-	-	-	-	(13)
Other comprehensive profit/(loss)	567	567	-	577	(10)	(10)	-	-	-
Total comprehensive income/(loss)	7,895	7,908	-	7,918	(10)	(10)	-	-	(13)
Transfer of warrant reserve to share capital	-	-	5,720	-	(5,720)	-	-	(5,720)	-
31 December 2023	360,727	360,455	333,413	26,577	465	(105)	570	-	272

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

Condensed Consolidated Statement of Changes in Equity
for the year ended 31 December 2022

	-----Attributable to owners of the parent-----								Non-controlling interests
	Total equity RM'000	Non Distributable Note B11		Distributable		-----Non Distributable-----			
		Total equity attributable to owners of the parent RM'000	Share capital RM'000	Retained earnings RM'000	Total other reserves RM'000	Fair value change reserve RM'000	Others RM'000	Warrant reserve RM'000	RM'000
1 January 2022	368,752	368,460	327,693	34,556	6,211	(79)	570	5,720	292
Loss for the year	(15,768)	(15,761)	-	(15,761)	-	-	-	-	(7)
Other comprehensive loss	(152)	(152)	-	(136)	(16)	(16)	-	-	-
Total comprehensive loss	(15,920)	(15,913)	-	(15,897)	(16)	(16)	-	-	(7)
31 December 2022	352,832	352,547	327,693	18,659	6,195	(95)	570	5,720	285

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2022 and accompanying notes attached to the Interim Financial Statements.

Condensed Consolidated Statements of Cash Flow
for the year ended 31 December 2023

	CUMULATIVE QUARTER	
	31.12.2023	31.12.2022
	RM'000	RM'000
Cash flows from operating activities		
- Continuing operations		
Cash receipts from customers	37,888	45,218
Cash payments to suppliers and contractors	(15,706)	(22,031)
Cash payments to employees and for expenses	(16,070)	(11,399)
Cash generated from operations	<u>6,112</u>	<u>11,788</u>
Net income tax paid	(1,802)	(803)
Real property gain tax paid	(22)	-
Retirement benefits paid	(18)	(170)
	<u>4,270</u>	<u>10,815</u>
- Discontinued operations	(82)	-
Net cash flows generated from operating activities	<u>4,188</u>	<u>10,815</u>
Cash flows from investing activities		
- Continuing operations		
Interest received	34	102
Dividend received	14	16
Purchase of property, plant and equipment	-	(55)
Proceeds from disposal of investments	2,920	-
Proceed from disposal of investment properties	280	865
Proceeds from disposal of property, plant and equipment	375	-
	<u>3,623</u>	<u>928</u>
- Discontinued operations	(570)	(5,045)
Net cash flows generated from/(used in) investing activities	<u>3,053</u>	<u>(4,117)</u>
Cash flows from financing activities		
- Continuing operations		
Repayment of term loans	(401)	(6,188)
Repayment of obligation under finance leases	(38)	(36)
Loan interests	(17)	(476)
	<u>(456)</u>	<u>(6,700)</u>
- Discontinued operations	(5,644)	3,022
Net cash flows used in financing activities	<u>(6,100)</u>	<u>(3,678)</u>
Net increase in cash and cash equivalents	1,141	3,020
Cash and cash equivalents at beginning of year	<u>17,363</u>	<u>12,789</u>
Cash and cash equivalents at end of year	<u>18,504</u>	<u>15,809</u>
Represented by:		
- Continuing operations		
Cash and bank balances	19,123	20,133
Bank overdrafts	(619)	(4,324)
Cash and cash equivalents at end of year	<u>18,504</u>	<u>15,809</u>

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”): INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of Pasdec Holdings Berhad ("the Company") and its subsidiaries ("the Group") since the year ended 31 December 2022.

A2. Standard and interpretations issued but not yet effective

The standards and interpretations issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

Descriptions	Effective for annual period beginning on or after
MFRS 17 Insurance Contracts and Amendments to MFRS 17 Insurance Contracts *	1 January 2023
Amendments to MFRS 17 Initial Application of MFRS 17 and MFRS 9 - Comparative Information *	1 January 2023
Amendments to MFRS 101 Presentation of Financial Statements : Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112 Income Taxes : Deferred Tax Related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 112 Income Taxes - International Tax Reform - Pillar Two Model Rules	1 January 2023
Amendments to MFRS 16 Leases - Lease Liabilities in Sale and Leaseback	1 January 2024
Amendments to MFRS 101 Presentation of Financial Statements : Clasification of Liabilities as Current or Non-Current	1 January 2024
Amendments to MFRS 101 Presentation of Financial Statements - Non Current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments - Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 10 and MFRS 128 : Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 121 : The Effect of Change in Foreign Exchange Rate *	1 January 2025

* Not applicable to the Group's and Company's operations.

These new and amended standards will have no material impact on the financial statements of the Group upon their initial application.

A3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2022 was not qualified.

A4. Seasonal or cyclical factors

The Group's performances were not materially affected by any significant seasonal or cyclical factors for the current quarter.

A5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income and cash flows of the Group that are unusual due to their nature, size or incidence during the current quarter under review.

A6. Changes in estimates

There were no material changes in estimates of amounts reported in prior interim periods that have a material effect in the current quarter results.

A7. Issuance or repayment of debt and equity securities

There were no issuance, cancellations, repurchases, resale, and repayment of debts and equity securities for the current year except for those disclosed in the Condensed Consolidated Statements of Cash Flow.

A8. Carrying amount of revalued assets

There were no revaluation of property, plant and equipment during the year.

A9. Segmental information

The Group is principally involved in property development, construction, investment holding and property management (others) activities. The reportable segments of continuing operations of the Group are as follows:-

- a) Properties;
- b) Construction; and
- c) Others.

The discontinued operations are in respect of construction of mini hydro power plant by subsidiaries, which have been categorised as assets held for sale in the Statement of Financial Position in year 2023. As at 31 December 2023, the subsidiaries undertake this activity have been disposed of.

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A10. Segmental information

The segmental information by activities for the Company and the Group for the year is as follows:-

CUMULATIVE PERIOD 12 MONTHS ENDED 31 DECEMBER 2023							
	Properties	Construction	Others	Elimination/ adjustment	Continuing operations	Discontinued operation	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE :							
External sales	34,118	-	2,298	-	36,416	-	36,416
Inter-segment sales	-	6,727	3,083	(9,810)	-	-	-
	34,118	6,727	5,381	(9,810)	36,416		36,416
SEGMENT RESULTS:							
Operating profit/(loss)	2,686	(293)	(2,915)	3,453	2,931	(255)	2,676
Other income	4,400	803	1,273	(773)	5,703	621	6,324
Interest income	3,839	3	1,032	(3,942)	932	-	932
Finance costs	(827)	(10)	(2,778)	3,598	(17)	-	(17)
Share of results of associates	-	-	-	592	592	-	592
Profit/(loss) before tax	10,098	503	(3,388)	2,928	10,141	366	10,507
Taxation	(3,182)	-	3	-	(3,179)	-	(3,179)
Profit/(loss) net of tax	6,916	503	(3,385)	2,928	6,962	366	7,328
Assets and Liabilities							
Segment assets	380,294	2,694	301,200	(327,261)	356,927	-	356,927
Cash and bank balances	12,348	1	5,902	155	18,406	-	18,406
Deposit with licensed banks	595	122	-	-	717	-	717
Tax recoverable	572	4	329	-	905	-	905
Total assets	393,809	2,821	307,431	(327,106)	376,955	-	376,955
Segment liabilities	102,555	3,029	6,466	(96,687)	15,363	-	15,363
Overdrafts	60	559	-	-	619	-	619
Loans and borrowings	87	-	-	-	87	-	87
Tax payable	158	1	-	-	159	-	159
Total liabilities	102,860	3,589	6,466	(96,687)	16,228	-	16,228
Depreciation	547	6	1,173	-	1,726	-	1,726

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A10. Segmental information (continued)

The segmental information by activities for the Company and the Group for the year is as follows:-

CUMULATIVE PERIOD 12 MONTHS ENDED 31 DECEMBER 2022							
	Properties	Construction	Others	Elimination/ adjustment	Continuing operations	Discontinued operation	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE :							
External sales	19,499	3	2,226	-	21,728	-	21,728
Inter-segment sales	-	9,044	3,365	(12,409)	-	-	-
	19,499	9,047	5,591	(12,409)	21,728	-	21,728
SEGMENT RESULTS:							
Operating (loss)/profit	(5,917)	(1,059)	(1,038)	4,350	(3,664)	(17,127)	(20,791)
Other income	5,612	1,560	2,734	(5,440)	4,466	-	4,466
Interest income	106	2	1,599	(1,605)	102	-	102
Finance costs	(1,624)	(14)	(76)	1,238	(476)	-	(476)
Share of results of associates	-	-	-	1,500	1,500	-	1,500
(Loss)/profit before tax	(1,823)	489	3,219	43	1,928	(17,127)	(15,199)
Taxation	(886)	-	317	-	(569)	-	(569)
(Loss)/profit net of tax	(2,709)	489	3,536	43	1,359	(17,127)	(15,768)
Assets and Liabilities							
Segment assets	377,469	1,912	307,624	(337,068)	349,937	19,044	368,981
Cash and bank balances	15,132	257	4,325	-	19,714	(101)	19,613
Deposit with licensed banks	400	120	3,187	-	3,707	(3,187)	520
Tax recoverable	1,999	3	99	-	2,101	-	2,101
Total assets	395,000	2,292	315,235	(337,068)	375,459	15,756	391,215
Segment liabilities	106,096	3,533	38,400	(122,876)	25,153	8,379	33,532
Overdrafts	4,324	-	-	-	4,324	-	4,324
Loans and borrowings	526	-	-	-	526	-	526
Tax payable	-	-	1	-	1	-	1
Total liabilities	110,946	3,533	38,401	(122,876)	30,004	8,379	38,383
Depreciation	561	5	1,193	-	1,759	6	1,765

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A11. Events after the reporting period

The Company had on 25 January 2024 announced that a wholly owned subsidiary Kuantan Tembeling Resort Sdn Bhd ("KTRSB"), had on 25 January 2024 filed a winding up petition to the Court pursuant to Section 465(1)(a) of the Companies Act 2016.

A12. Changes in the composition of the Group

The Company had completed the disposal of Pasdec Mega Sdn Bhd and Sumbangan Sakti Sdn Bhd on 3 October 2023 and 6 September 2023 respectively.

A13. Contingent liabilities

There were no changes in the nature of contingent liabilities as at the date of this announcement since the preceding financial year ended 31 December 2022.

A14. Capital commitments of the Group

As at reporting date, contractual commitment related to mini hydro project is as follows:

	As at 31.12.2023 RM'000	As at 31.12.2022 RM'000
Approved and contracted for:		
Capital expenditure	-	56,713

During the year, the subsidiaries namely Pasdec Mega Sdn.Bhd. and Sumbangan Sakti Sdn. Bhd. that undertook construction of mini hydro plant had been disposed of to a third party.

A15. Prospects of the coming financial year

The Group has positioned its focus on developing and selling affordable range of properties. During the quarter under review, two new projects are under construction.

Barring any unforeseen circumstances, the Board expects satisfactory business and financial performance of the Group for the financial year ending 31 December 2024.

A16. Corporate proposals announced

During the year under review, there was no corporate proposals announced.

A17. Related party transactions

During the current year under review, the Directors are of the opinion that the Group has no related party transactions which would have material impact on the financial position and business of the Group.

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Financial Report for the period ended 31 December 2023

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of performance

Items	Individual Quarter		Changes		Cumulative Quarter		Changes	
	Current Quarter	Preceding year Quarter			Current year to-date	Preceding year to-date		
	31.12.2023 RM'000	31.12.2022 RM'000	RM'000	%	31.12.2023 RM'000	31.12.2022 RM'000	RM'000	%
<u>Continuing operations:</u>								
Revenue	4,182	3,434	748	22	36,416	21,728	14,688	68
Gross profit	2,684	1,217	1,467	121	16,973	8,975	7,998	89
Profit before interest and tax	863	1,495	(632)	(42)	10,158	2,404	7,754	323
Profit before tax	852	1,396	(544)	(39)	10,141	1,928	8,213	426
(Loss)/profit net of tax	(52)	1,036	(1,088)	(105)	6,962	1,359	5,603	412
<u>Discontinued operations:</u>								
Net (loss)/profit for the year	(81)	-	(81)	(100)	366	-	366	100
(Loss)/profit net of tax	(133)	(16,091)	15,958	99	7,328	(15,768)	23,096	146
(Loss)/profit attributable to owners of the parent	(130)	(16,088)	15,958	99	7,341	(15,761)	23,102	147

Performance of the financial year ended 31.12.2023 vs financial year ended 31.12.2022

Revenue

The Group had registered revenue of RM36.42 million during the current year under review compared to RM21.73 million for the same corresponding period last year. The favourable difference of RM14.69 million was mainly attributable to sale of completed residential project, Balok Perdana 3A Phase 7 ("Balok Perdana 3A7").

To date, 77 units out of total 83 units at Balok Perdana 3A7 have been sold.

Included in the revenue is:

	2023	2022
	RM'million	RM'million
i) Sales of properties (net)	29.30	16.20
ii) Dividend	0.01	0.02
iii) Rental (net)	6.08	5.47
iv) Sales of land	1.03	0.04
	<u>36.42</u>	<u>21.73</u>

No registered revenue from discontinued operations.

Profit net of tax

The registered profit net of tax for the current year under review for continuing operations was RM6.96 million compared to RM1.36 million for the same corresponding period last year. During the year, the Group had registered a gross profit of RM16.97 million (2022 : RM8.98 million) following the encouraging sales of inventories especially Balok Perdana 3A7.

The discontinued operations had registered reversal of payables of RM573 thousand and Green Technology Financing Scheme ("GTFS") that contribute to the net profit of RM366 thousand.

B1. Review of performance (continued)

Results by segments

The registered revenue is mainly attributable to property development activities.

The construction segment is for the Group's property development activities and hence, no revenue is registered for the Group.

Others segment has recorded rental income of RM2.30 million for the current year under review compared to RM2.23 million for the same corresponding period last year.

B2. Comparison of current quarter results with the preceding quarter

4Q 2023 vs 3Q 2023

Items	Current Quarter 31.12.2023 RM'000	Immediate Preceding Quarter 30.09.2023 RM'000	Changes	
			RM'000	%
<u>Continuing operations</u>				
Revenue	4,182	21,909	(17,727)	(81)
Gross profit	2,684	10,344	(7,660)	(74)
Profit before interest & tax	863	7,663	(6,800)	(89)
Profit before tax	852	7,686	(6,834)	(89)
(Loss)/profit net of tax	(52)	5,531	(5,583)	(101)
<u>Discontinued operations</u>				
Net (loss)/profit for the year	(81)	315	(396)	(126)
(Loss)/profit net of tax	(133)	5,846	(5,979)	(102)
(Loss)/profit attributable to owners of the parent	(130)	5,849	(5,979)	(102)

<u>Revenue</u>	Current Quarter 4Q 2023 RM'million	Immediate Preceding Quarter 3Q 2023 RM'million
Segments		
Properties	4.18	21.91

In 4Q 2023, revenue of RM4.18 million (3Q 2023: RM21.91 million) consists of:

	Current 4Q 2023 RM'million	Immediate 3Q 2023 RM'million
i) Sales of properties	2.50	19.52
ii) Dividend	-	0.01
iii) Rental	1.52	1.51
iv) Sales of land	0.16	0.87
	4.18	21.91

B3. Profit forecast and profit guarantee

The Group had not provided any profit forecast or profit guarantee in a public document.

B4. Notes to consolidated statement of comprehensive income

	31.12.2023	31.12.2022
	RM'000	RM'000
Profit for the year is arrived at after charging :-		
- Continuing operations		
Depreciation	1,726	1,765
Interest expense	17	476
Allowance for expected credit loss:-		
Trade receivables	177	214
Property development costs written off	1,253	-
Loss on disposal of property, plant and equipment	56	-
Loss on disposal of subsidiary	452	-
Investment in associate written-off	1,215	-
- Discontinued operations		
Impairment losses on mini hydro work-in-progress	-	16,936
and after crediting:-		
- Continuing operations		
Interest income - current	34	102
- reversal of interest expense in prior year	898	-
	932	102
Write back of value of inventories	575	281
Other income		
Recovery of impairment loss	1,266	-
Reversal of creditors & others	2,143	894
Gain on disposal of subsidiary	68	-
Gain on disposal of investment property	122	368
Gain on property, plant and equipment	-	439
Miscellaneous	188	433
Reversal of allowance for expected credit losses		
- Trade receivables	2,522	1,866
- Other receivable	15	466
	6,324	4,466
- Discontinued operations		
Reversal of creditors	(573)	-
Green Technology Financing Scheme ("GTFS")	(48)	(143)

B5. Taxation

	INDIVIDUAL		CUMULATIVE	
	QUARTER		QUARTER	
	3 months ended		12 months ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Income tax - provision				
- Current year	516	354	2,750	946
- Prior year under/(over) provision	412	6	407	(446)
	928	360	3,157	500
Real property gain tax	(24)	-	22	69
	904	360	3,179	569

B6. Corporate proposal

There was no corporate proposal pending completion during the year under review.

B7. Status of utilisation of proceeds as at 31 December 2023 raised from the Rights Issue with Warrants are as follows:-

a)

No	Purposes	Proposed Utilisation	Actual Utilisation	Balance
		RM'000	RM'000	RM'000
1	Land premium *	7,436	6,370	1,066
2	Property development	18,000	18,000	-
3	Working capital purposes	13,501	13,501	-
4	Expenses for the Rights Issue with Warrants	1,100	1,100	-
Total		40,037	38,971	1,066

Land premium *

The land premium is in respect of 60 acres of land in Muadzam Shah. The allocated land premium was RM5.155 million, but actual spent was RM4.089 million. The balance of RM1.066 million has been fully utilised for working capital purposes.

B8. Investment securities

Fair Value through Other Comprehensive Income :

	As at 31.12.2023	As at 31.12.2022
	Carrying amount	Carrying amount
	Market value of quoted investments	Market value of quoted investments
	RM'000	RM'000
At fair value:		
Unit trusts quoted in Malaysia	337	347

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B9. Trade receivables

The ageing analysis of the trade receivables for 31 December 2023 is as follows:

Ageing	Gross value RM'000	Impairment loss RM'000	Net value RM'000	Weightage %
Current	71	-	71	1%
31 to 60 days	718	-	718	13%
61 to 90 days	586	-	586	11%
More than 91 days	8,005	(3,856)	4,150	75%
Total	9,381	(3,856)	5,526	100%

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company. None of the Group's and of the Company's trade receivables that are neither past due nor impaired have been renegotiated during the year as these amounts will be settled through bank loans.

B10. Loans and borrowings

The Group's exposure in loans and borrowings is as follows:

Secured facilities	As at 31.12.2023 RM'000	Interest rates 31.12.2023	As at 31.12.2022 RM'000	Remarks
Current:				
1) Term loans	-	-	401	Investment
2) Finance lease	39	2.90%	38	Purchase of a motor vehicle
Sub-total	39		439	
Non-current:				
1) Finance lease	48	2.90%	87	Purchase of a motor vehicle
Sub-total	48		87	
Total	87		526	

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B11. Share capital

	As at 31.12.2023	As at 31.12.2022
	No. of ordinary shares	No. of ordinary shares
	('000)	('000)
Issued and fully paid with no par value	<u>400,369</u>	<u>400,369</u>
	As at 31.12.2023	As at 31.12.2022
	RM'000	RM'000
Balance b/f	327,693	327,693
Transferred from Warrants reserve	5,720	-
Issued and fully paid with no par value	<u>333,413</u>	<u>327,693</u>

B12. Other reserves

a) Fair value change reserve

Fair value adjustment reserve represents the cumulative fair value changes of available-for-sale financial assets until they are disposed of or impaired.

b) Others

i) The others represent:

	As at 31.12.2023	As at 31.12.2022
	RM'000	RM'000
Share of revaluation and share option reserves of an associate	<u>570</u>	<u>570</u>
	<u>570</u>	<u>570</u>

ii) Warrant reserve

The Warrants of RM5.72 million in respect of 114,391,200 free detachable Warrants on the basis of 1 Warrant for every 1 Rights Share subscribed at a fair value of RM0.05 per Warrant, listed and quoted on the main market of Bursa Securities on 11 July 2018 and has expired on 3 July 2023 with no subscription.

During the year, the reserve has been transferred to paid up capital.

B13. Financial guarantees

The Company's total amount of financial guarantees to subsidiaries were RM53,450,701 (2022: RM84,450,701).

B14. Dividend

There was no dividend declared for the quarter under review.

B15. Material litigation

A subsidiary, Pasdec Corporation Sdn. Bhd. (“Plaintiff”) has filed a civil suit against Ambang Beskaya Sdn. Bhd. (“Defendant”) pursuant to dispute in relation to a Joint Venture Agreement (“JVA”) dated 13 April 2016 between the Plaintiff and Defendant for the development of a piece of land held under HS(D) 4179 PT 2497. Mukim Tanah Rata, Cameron Highlands, Pahang measuring 113 acres (“Land”) into a housing scheme (“Project”).

The Plaintiff is seeking, among others, for the Court’s declaration that the JVA is void, terminated/frustrated and has no legal effect towards the Plaintiff and Defendant following the discovery of restrictions imposed by the Cameron Highland land office and district council with regards to the Land and failure of the parties to enter into a supplemental agreement to proceed with the Project.

The Defendant has filed a counterclaim for alleged cost incurred and alleged loss of profit pursuant to the JVA.

B16. Earnings/(losses) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Basic earnings/(losses) per share (RM’000)				
(Losses)/earnings attributable to owners of the Company - continued operations	(49)	1,039	6,975	1,366
(Losses)/earnings attributable to owners of the Company - discontinued operations (RM’000)	(81)	(17,127)	366	(17,127)
	(130)	(16,088)	7,341	(15,761)
Number of weightage average shares (unit ‘000)	400,369	400,369	400,369	400,369
Basic (losses)/earnings per share - continued operations (sen)	(0.01)	0.26	1.74	0.34
Basic (losses)/earnings per share - discontinued operations (sen)	(0.02)	(4.28)	0.09	(4.28)
	(0.03)	(4.02)	1.83	(3.94)

B17. Comparative information

Certain comparative figures have been reclassified to conform to current year presentation.

B18. Authority for issue

The financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

By order of the Board

Shakerah Enayetali

Group Company Secretary