

B. I. G. INDUSTRIES BERHAD
Registration No. 199001003718 (195285-D)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023

	(UNAUDITED) 31.3.2023 RM' 000	(RESTATED) 1.7.2022 RM' 000	(AUDITED) 30.6.2022 RM' 000
ASSETS			
Non-current assets			
Property, plant and equipment	16,838	18,563	17,642
Right-of-use assets	8,364	8,528	9,449
Other investments	-	-	-
Goodwill on consolidation	-	-	-
	25,202	27,091	27,091
Current assets			
Inventories	7,663	4,524	4,524
Trade and other receivables	7,465	6,873	6,873
Contract assets	564	4,131	4,131
Prepayments	253	122	122
Tax recoverable	177	383	383
Investment securities	7,611	3,108	3,108
Cash and short-term deposits	8,141	9,731	9,731
	31,874	28,872	28,872
TOTAL ASSETS	57,076	55,963	55,963
EQUITY AND LIABILITIES			
Equity attributable to owners of the			
Share capital	57,620	57,620	57,620
Accumulated losses	(18,414)	(19,724)	(19,724)
Total equity	39,206	37,896	37,896
Non-current liabilities			
Lease liabilities	1,687	1,939	2,326
Loans and borrowings	583	387	-
Deferred tax liabilities	2,460	2,786	2,786
	4,730	5,112	5,112
Current liabilities			
Trade and other payables	11,321	11,350	11,350
Loans and borrowings	1,378	1,300	1,099
Lease liabilities	435	299	500
Tax liability	6	6	6
	13,140	12,955	12,955
TOTAL LIABILITIES	17,870	18,067	18,067
TOTAL EQUITY AND LIABILITIES	57,076	55,963	55,963
Net assets per share attributable to owners of the Company (RM)	0.62	0.60	0.60

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

B. I. G. INDUSTRIES BERHAD
Registration No. 199001003718 (195285-D)
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 MARCH 2023

	Quarter Ended			Year-To-Date Ended		
	31.3.2023 RM'000	31.3.2022 RM'000	Changes %	31.3.2023 RM'000	31.3.2022 RM'000	Changes %
Revenue	9,220	8,998	2.47	28,190	29,944	(5.86)
Other income	503	701	(28.25)	1,235	2,788	(55.70)
Changes in inventories	(646)	(2,566)	(74.82)	(2,309)	(7,112)	(67.53)
Inventories purchased and raw materials consumed	(3,985)	(2,553)	56.09	(10,699)	(9,604)	11.40
Carriage outwards	-	-	0.00	-	(1)	(100.00)
Employees benefits expense	(2,077)	(2,103)	(1.24)	(5,575)	(5,387)	3.49
Depreciation of property, plant, equipment and right-of-use assets	(709)	(725)	(2.21)	(2,038)	(2,174)	(6.26)
Administrative and other expenses	(2,004)	(1,392)	43.97	(6,665)	(4,751)	40.29
Impairment losses on financial instruments	-	-	-	(219)	(178)	23.03
Total expenses	(9,421)	(9,339)	0.88	(27,505)	(29,207)	(5.83)
Operating profit	302	360	(16.11)	1,920	3,525	(45.53)
Finance costs	(83)	(20)	315.00	(246)	(69)	256.52
Profit before taxation	219	340	(35.59)	1,674	3,456	(51.56)
Income tax income/(expense)	271	173	56.65	(364)	(115)	216.52
Profit for the period, representing total comprehensive income for the period	490	513	(4.48)	1,310	3,341	(60.79)
Profit, representing total comprehensive income attributable to:						
- Owner of the Company	490	513	(4.48)	1,310	3,341	(60.79)
Earnings per share attributable to owner of the Company						
(sen per share):						
- Basic	0.77	0.91		2.06	5.92	
- Diluted	NA	NA		NA	NA	

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

B. I. G. INDUSTRIES BERHAD
Registration No. 199001003718 (195285-D)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 MARCH 2023

	-----Attributable to owners of the Company-----		
	Share Capital RM'000	Accumulated losses RM'000	Total RM'000
At 1 July 2022	57,620	(19,724)	37,896
Total comprehensive profit for the period	-	1,310	1,310
At 31 March 2023	<u>57,620</u>	<u>(18,414)</u>	<u>39,206</u>
At 1 July 2021	49,685	(23,420)	26,265
Total comprehensive profit for the period	-	3,341	3,341
Issuance of shares	7,935	-	7,935
At 31 March 2022	<u>57,620</u>	<u>(20,079)</u>	<u>37,541</u>

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

B. I. G. INDUSTRIES BERHAD
Registration No. 199001003718 (195285-D)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 MARCH 2023

	Year-To-Date Ended	
	31.3.2023	31.3.2022
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before taxation	1,674	3,456
Adjustments for :		
Impairment loss on:		
- property, plant and equipment	460	35
- trade receivables	-	178
Reversal of impairment loss on:		
- property, plant and equipment	(155)	-
- trade receivables	(121)	(18)
- other receivables	-	(387)
Depreciation for property, plant and equipment	1,759	1,732
Depreciation for right-of-use assets	279	442
Interest income	(56)	(58)
Interest expenses	246	69
Dividend income	(7)	-
Written off on:		
- property, plant and equipment	416	35
- trade receivables	104	11
- inventories	-	14
Gain on disposal of property, plant and equipment	(241)	(482)
Gain on disposal of right-of-use assets	(57)	-
Unrealised gain on investment securities	(146)	-
Unrealised gain on foreign exchange ("i")	-	-
Operating profit before working capital changes	4,155	5,027
Changes in Working Capital:		
Inventories	(3,139)	93
Receivables	(575)	1,556
Contract assets	3,566	(1,121)
Prepayments	(131)	(423)
Payables	85	(6,440)
Net cash generated from/(used in) operations	3,961	(1,308)
Interest paid	(36)	(25)
Interest received	56	58
Tax paid, net of refund	(484)	(451)
Net cash from/(used in) operating activities	3,497	(1,726)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant & equipment	(410)	(777)
Purchase of right-of-use assets	(220)	-
Proceeds from disposal of property, plant & equipment	348	639
Proceeds from disposal of right-of-use assets	157	-
Net change in investment securities	(4,357)	-
Dividend income	7	-
Net cash used in investing activities	(4,475)	(138)

Remarks:

"i" figures less than thousand

B. I. G. INDUSTRIES BERHAD
Registration No. 199001003718 (195285-D)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 MARCH 2023
(Cont....)

	Year-To-Date Ended	
	31.3.2023	31.3.2022
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES:		
Interest paid	(210)	(44)
Proceeds from issuance of ordinary shares	-	7,935
Net change of short-terms deposits pledged and restricted cash	940	(711)
Net change of short term borrowings	24	(21)
Net repayment of:		
- lease liabilities	(229)	(214)
- loan and borrowings	(198)	(277)
Net cash from financing activities	327	6,668
NET CHANGE IN CASH AND CASH EQUIVALENTS	(651)	4,804
CASH AND CASH EQUIVALENTS AT 1 JULY	7,847	3,472
Effects of exchange rate changes on cash and cash equivalents ("i")	-	-
CASH AND CASH EQUIVALENTS		
AT 31 MARCH	7,196	8,276
Analysis of cash and cash equivalents:		
Cash and bank balances	7,196	8,276
Bank overdrafts	-	-
	7,196	8,276

Remarks:

"i" figures less than thousand

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

PART A –EXPLANATORY NOTES PURSUANT TO FRS134

A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) No.134, “*Interim Financial Reporting*” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022. These explanatory notes 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 30 June 2022.

A2. Changes in Accounting Policies

The accounting policies adopted in the preparation of the interim Financial Report are consistent with those used in the preparation of the Group’s audited financial statements for the financial year ended 30 June 2022 except for the adoption of the pronouncement that became effective from 1 January 2023.

	Effective for periods beginning on or after
<hr/>	
<u>New MFRS</u>	
MFRS 17 Insurance Contracts	1 January 2023
<u>Amendments/Improvements to MFRSs</u>	
MFRS 101 Presentation of Financial Statements	1 January 2023
MFRS 108 Accounting Policies, Changes in Accounting Estimates and Error	1 January 2023
MFRS 112 Income Taxes	1 January 2023

The adoption of the above Amendments/Improvements to MFRSs did not have any significant effect on the financial statements of the Group and did not result in significant changes to the Group’s existing accounting policies.

A3. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements of the Company and its subsidiaries for the financial year ended 30 June 2022 were not subject to any qualification.

A4. Comments about Seasonal or Cyclical Factors

The business operations of the Group were not affected by any significant seasonal or cyclical factors.

A5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows during the quarter under review.

A6. Changes in Estimates

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

A7. Debts and Equity Securities

There were no debt and equity securities issued, cancelled, repurchased, resold or repaid during the current quarter under review.

A8. Dividends Paid

There was no dividend paid for the quarter under review.

A9. Segmental Information

	Revenue			Profit/(Loss) before tax		
	--- 3 months ended 31 Mar --- (Individual Quarter)					
SEGMENT	2023 RM'000	2022 RM'000	Changes %	2023 RM'000	2022 RM'000	Changes %
Gas	5,261	4,506	16.76	(132)	(375)	(64.80)
Concrete	2,636	1,164	126.46	108	(263)	141.06
Property	1,323	3,328	(60.25)	240	1,076	(77.70)
Others	-	-	0.00	3	(98)	(103.06)
Total	9,220	8,998	2.47	219	340	(35.59)

	Revenue			Profit/(Loss) before tax		
	--- 9 months ended 31 Dec --- (Cumulative Quarter)					
SEGMENT	2023 RM'000	2022 RM'000	Changes %	2023 RM'000	2022 RM'000	Changes %
Gas	18,200	16,753	8.64	1,228	874	40.50
Concrete	6,611	4,660	41.87	164	(418)	139.23
Property	3,379	8,531	(60.39)	619	1,898	(67.39)
Others	-	-	0.00	(337)	1,102	(130.58)
Total	28,190	29,944	(5.86)	1,674	3,456	(51.56)

A10. Carrying Amount of Revalued Assets

The valuation of property, plant and equipment was brought forward without amendment from the previous annual financial statements.

A11. Material Subsequent Events

There are no material subsequent event as at the date of this report.

A12. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

A13. Changes in Contingent Liabilities and Contingent Assets

There are no material changes in the contingent liabilities or contingent assets since the last balance sheet date.

A14. Capital Commitments

Capital expenditure of the Group approved and contracted but not provided for as at 31 March 2023 in relation to property, plant and equipment amounted to RM0.017 million.

A15. Related Parties

For the purposes of these interim financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operational decisions, or vice versa, or where the Group and the party are subject to common control. Related parties may be individuals or entities.

The related party transactions of the Group are as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended 31.3.2023 RM'000	3 months ended 31.3.2022 RM'000	9 months ended 31.3.2023 RM'000	9 months ended 31.3.2022 RM'000
Transactions with related parties				
Rental expenses paid/payable to: - Halaman Seri Sdn. Bhd.	34	34	102	102
Project management services paid/payable to: - Seristana Sdn Bhd (Suasana Melalin)	25	-	76	-
Project management services paid/payable to: - Seristana Sdn Bhd (Kidurong Industrial Park)	-	-	-	-
Project management services paid/payable to: - Seristana Sdn Bhd (Samalaju Industrial Park)	-	-	-	-
Provision of consultancy services paid/payable to: - Chng Ping Teong	60	-	116	-

All the Related Party Transactions were entered into in the ordinary course of business on normal commercial terms.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Performance Review

For the quarter under review, the Group recorded a revenue of RM9.220 million, an increase of 2.47% as compared to RM8.998 million recorded for the preceding year corresponding quarter. The Gas and Concrete Divisions recorded a higher revenue of RM0.755 million and RM1.472 million respectively, while the Property Division recorded a lower revenue by RM2.005 million.

For the nine months financial period, the Group recorded a revenue of RM28.190 million, a decrease of 5.86% as compared to RM29.944 million recorded for the preceding corresponding financial period. The Gas and Concrete Divisions recorded a higher revenue by RM1.447 million and RM1.951 million respectively. The Property Division recorded a lower revenue by RM5.152 million.

For the current quarter under review, the Group recorded a profit before tax of RM0.219 million, a decrease of 35.59% as compared to a profit before tax of RM0.340 million recorded for the preceding year corresponding quarter. The Concrete Division recorded a higher profit before tax by RM0.371 million, while the Gas Division recorded a lower loss before tax by RM0.243 million. The Property Division recorded a lower profit by RM0.836 million due to lower revenue.

For the nine months financial period, the Group recorded a profit before tax of RM1.674 million, a decrease of 51.56% as compared to RM3.456 million recorded for the preceding year corresponding financial period. The Gas and Concrete Divisions recorded a higher profit before tax by RM0.354 million and RM0.582 million respectively. The Property Division recorded a lower profit before tax by RM1.279 million as Phase II of Suasana Melalin commenced in July 2022.

The Group level recorded a loss before tax of RM0.337 million as compared to profit before tax of RM1.102 million recorded in the preceding year corresponding period due to the one-off gain from the disposal of a wholly-owned subsidiary.

- **Gas Division**

During the current quarter under review, the Gas Division recorded a revenue of RM5.261 million, an increase of 16.76% as compared to RM4.506 million for the preceding year corresponding quarter. The cylinder and liquefied gases recorded a higher revenue of RM0.480 and RM0.343 million respectively. However, the other gases recorded a lower revenue of RM0.068 million.

For the nine months financial period, the Gas Division recorded a higher revenue of RM18.200 million, an increase of 8.64% as compared to RM16.743 million recorded for the preceding year corresponding period. The higher revenue was contributed by cylinder gas by RM1.942 million. The liquefied gas and other gases recorded a lower revenue of RM0.330 million and RM0.165 million respectively.

For the current quarter under review, the Gas Division recorded a loss before tax of RM0.132 million, an increase of 64.80% as compared to a loss before tax of RM0.375 million for the preceding year corresponding quarter. For the nine months financial period, the Gas Division recorded a higher profit before tax by RM0.354 million mainly due to the higher sales of cylinder gas.

- **Concrete Division**

During the current quarter under review, the Concrete Division recorded a revenue of RM2.636 million, an increase of 126.46% as compared to a revenue of RM1.164 million for the preceding year corresponding quarter. For the nine months financial period, the Concrete Division recorded a revenue of RM6.611 million, an increase of 41.87% as compared to a revenue of RM4.660 million recorded for the preceding year corresponding period.

For the current quarter under review, the Concrete Division recorded a profit before tax of RM0.108 million, an increase of 141.06% as compared to a loss before tax of RM0.263 million for the preceding year corresponding quarter. For the nine months financial period, the Concrete Division recorded a profit before tax of RM0.164 million as compared to a loss before tax of RM0.418 million for the preceding year corresponding period. The better performance was due to securing a new customer.

- **Property Division**

For the current quarter under review, the Property Division recorded a revenue of RM1.323 million, a decrease of 60.25% as compared to a revenue of RM3.328 million for the preceding year corresponding quarter. For the nine months financial period, the Property Division recorded a revenue of RM3.379 million, a decrease of 60.39% as compared to RM8.531 million recorded in the preceding year corresponding period. The lower revenue was due to Phase I of the Suasana Melalin has been completed and Phase II commenced in July 2022.

For the current quarter under review, the Property Division reported a profit before tax of RM0.240 million, a decrease of 77.70% as compared to a profit before tax of RM1.076 million for the preceding year corresponding quarter. For the nine months financial period, the Property Division recorded a profit before tax of RM0.619 million, a decrease of 67.39% as compared to RM1.898 million recorded in the preceding year corresponding period. The lower profit before tax was due to the Phase I of the Suasana Melalin has been completed and Phase II commenced in July 2022.

B2. Comparison of Material Change with Preceding Quarter's Results

Group Results	Current Quarter ended 31.3.2023	Preceding Quarter ended 31.12.2022	Changes
	(RM'000)	(RM'000)	%
Revenue	9,220	9,550	(3.46)
Profit Before Tax	219	506	(56.72)

Revenue for the current quarter under review was RM9.220 million as compared to RM9.550 million for the preceding quarter. For the current quarter, the revenue for the Gas Division decreased by RM0.774 million, mainly due to lower sales of liquefied gas. The Concrete and Property Divisions recorded a slightly higher revenue of RM0.344 million and RM0.100 million respectively.

The Group reported a profit before tax of RM0.219 million as compared to a profit before tax of RM0.506 million for the preceding quarter ended 31 December 2022. The lower profit before tax was the result of lower revenue from the Gas Division.

B3. Comment on Prospects

The Group anticipates the overall business environment to remain challenging amidst the current geopolitical tension worldwide and financial sector turmoil, which caused rising interest rates and inflationary pressures.

Despite the prevailing challenges, the Group remains cautiously optimistic on the business prospect and will continue to focus its attention on the quality of services and efficiencies to maintain competitive.

B4. Statement of the Board of Directors' Opinion on Achievement of Forecast or Target

The disclosure requirement is not applicable for the current quarter.

B5. Profit Forecast

The Company has not provided any profit forecast in any public document.

B6. Taxation

	Current Year Quarter 31.3.2023 (RM'000)	Preceding Year Quarter 31.3.2022 (RM'000)	Changes %	Current Year To date 31.3.2023 (RM'000)	Preceding Year To date 31.3.2022 (RM'000)	Changes %
Taxation comprises:						
Current tax	(98)	104	(194.23)	(690)	(326)	111.66
Deferred tax	369	69	434.78	326	211	54.50
Total	271	173	56.65	(364)	(115)	216.52

The Group's effective tax rate for the current quarter under review is lower than the statutory rate as certain wholly-owned subsidiaries of the Company has sufficient capital allowances and trading losses to offset taxable profits.

B7. Corporate Proposals

There was no corporate proposal announced and not completed as at 31 March 2023.

B8. Status of Utilisation of Proceeds

On 31 December 2021, the Group completed a private placement involving 10,580,284 new ordinary shares of the company, raising a total of RM7.935 million.

The status of utilisation of proceeds as at 24 May 2023 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	% utilised	Timeframe for Utilisation
	RM'000	RM'000		
Funding of property development	2,000	2,000	100.00%	30-Dec-23
Working Capital	5,865	5,865	100.00%	30-Dec-23
Estimated expenses in relation to the Proposed Private Placement	70	70	100.00%	30-Dec-21
Total	7,935	7,935	100.00%	

B9. Borrowings

a) Short Term Borrowings

	31 March 2023			31 March 2022		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Letter of credit, bankers' acceptance and revolving credits revolving credits	1,124	-	1,124	894	-	894
H.P. Liabilities	254	-	254	97	-	97
Total	1,378	-	1,378	991	-	991

b) Long Term Borrowings

	31 March 2023			31 March 2022		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
H.P. Liabilities	583	-	583	43	-	43
Total	583	-	583	43	-	43

None of the Group's borrowings as at the financial year ended are denominated in foreign currencies.

B10. Changes in Material Litigations

There was no material litigation against the Group as at the date of this report.

B11. Dividend Payable

No interim ordinary dividend has been recommended for the quarter under review.

B12. Earnings Per Share

	Current Quarter Ended 31.3.2023	Preceding Year Ended 31.3.2022	Current Year To-Date 31.3.2023	Preceding Year To-Date 31.3.2022
a) Basic				
Profit net of tax, attributable to Equity Holders of the Company (RM'000)	490	513	1,310	3,341
Weighted average number of ordinary shares, in issue ('000)	63,482	56,466	63,482	56,466
Basic earnings per share (sen)	0.77	0.91	2.06	5.92

The diluted earnings per share is not presented as the Company has no dilutive potential ordinary shares in issue as at the end of the reporting period.

By the order of the Board

Choong Wye Lin
Executive Director

24 May 2023