

**QUARTERLY REPORT**

This is a quarterly report on consolidated results for the financial quarter ended 30 September 2023

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 SEPTEMBER 2023**

	INDIVIDUAL QUARTER		CUMULATIVE	
	Current Year Quarter Ended 30.09.2023 RM '000	Preceding Year Quarter Ended 30.09.2022 RM '000	Current Year To Date 30.09.2023 RM '000	Preceding Year To Date 30.09.2022 RM '000
<b>Revenue</b>	57,094	54,408	233,407	228,442
Operating Expenses	(47,361)	(49,510)	(188,655)	(187,735)
	9,733	4,898	44,752	40,707
Other Operating Income	632	3,087	3,114	11,894
Administrative Expenses	(7,393)	(6,940)	(30,195)	(33,768)
Finance Cost	(1,329)	(1,012)	(5,443)	(4,068)
<b>Profit before taxation</b>	1,643	33	12,228	14,765
Taxation	(1,041)	-	(6,442)	(3,505)
<b>Profit for the period</b>	602	33	5,786	11,260
Other comprehensive income:				
Currency translation differences	187	167	1,484	2,109
<b>Total Comprehensive income for the period</b>	789	200	7,270	13,369
<b>(Loss)/Profit attributable to:</b>				
Shareholders of the parent	168	2,557	4,205	11,857
Non-controlling interests	434	(2,524)	1,581	(597)
<b>(Loss)/Profit for the period</b>	602	33	5,786	11,260
<b>Total comprehensive income attributable to:</b>				
Shareholders of the parent	355	2,724	5,689	13,966
Non-controlling interests	434	(2,524)	1,581	(597)
<b>Total Comprehensive Income for the period</b>	789	200	7,270	13,369
<b>Earnings per share attributable to equity holders of the parent (sen)</b>				
<b>Basic</b>	0.01	0.06	0.10	0.28
<b>Diluted</b>	N/A	N/A	N/A	N/A

**(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited consolidated results of the Group for the financial year ended 30 September 2022)**

**QUARTERLY REPORT**

This is a quarterly report on consolidated results for the financial quarter ended 30 September 2023

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

	<b>UNAUDITED AS AT 30.09.2023</b>	<b>AUDITED AS AT 30.09.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	217,323	217,579
Right-of-use assets	40,497	33,136
Goodwill	19,856	19,856
Deferred tax assets	5,280	5,389
	<u>282,956</u>	<u>275,960</u>
<b>Current Assets</b>		
Inventories	17,012	16,592
Trade and other receivables	38,198	24,586
Tax recoverable	5,802	4,766
Short term investments	19,332	2,785
Cash and cash equivalents	24,794	17,825
	<u>105,138</u>	<u>66,554</u>
<b>TOTAL ASSETS</b>	<u>388,094</u>	<u>342,514</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	238,293	238,293
Treasury shares	(4,192)	(4,192)
Reserves	(59,365)	(65,045)
Total equity attributable to shareholders of the parent	<u>174,736</u>	<u>169,056</u>
Non-controlling interests	19,541	22,689
<b>Total equity</b>	<u>194,277</u>	<u>191,745</u>
<b>Non-current liabilities</b>		
Long term borrowings	28,470	17,935
Other payables	5,668	3,551
Deferred tax liabilities	11,993	11,714
	<u>46,131</u>	<u>33,200</u>
<b>Current Liabilities</b>		
Short term borrowings	68,097	60,945
Trade & other payables	76,927	55,931
Taxation	2,662	693
	<u>147,686</u>	<u>117,569</u>
<b>Total liabilities</b>	<u>193,817</u>	<u>150,769</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>388,094</u>	<u>342,514</u>
Net assets per share (RM)	0.045	0.045

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated results of the Group for the financial year ended 30 September 2022)**

**QUARTERLY REPORT**

This is a quarterly report on consolidated results for the financial quarter ended 30 September 2023

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	<b>12 MONTHS ENDED</b>	<b>12 MONTHS ENDED</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit before taxation	12,228	14,765
Adjustments for:-		
Non-operating items	28,883	22,539
Interest expenses	5,443	4,068
Interest income	(266)	(250)
Cash from operating activities before working capital changes	46,288	41,122
Net change in current assets	(13,755)	2,641
Net change in current liabilities	22,632	8,014
Tax paid	(4,814)	(7,979)
Interest paid	(5,443)	(366)
<b>Net cash generated from operating activities</b>	<b>44,908</b>	<b>43,432</b>
Investing activities		
Additional investments in existing subsidiaries	(4,729)	(16,325)
Purchase of property, plant and equipment	(42,511)	(28,909)
Purchase of short term investments	(16,547)	(2,742)
Proceeds from disposal of property, plant and equipment	150	14,652
Dividend received	98	-
Interest received	266	250
<b>Net cash used in investing activities</b>	<b>(63,273)</b>	<b>(33,074)</b>
Financing activities		
Proceeds from issuance of shares to non-controlling interest	-	1,485
Proceeds from bank borrowings	33,754	-
Repayment of bank borrowings	(15,694)	(14,079)
<b>Net cash generated from financing activities</b>	<b>18,060</b>	<b>(12,594)</b>
Net changes in cash and cash equivalents	(305)	(2,236)
Cash and cash equivalents at beginning of financial period	12,015	13,810
Effects of Exchange Rate Changes	7,580	441
<b>Cash and cash equivalents at end of the financial period</b>	<b>19,290</b>	<b>12,015</b>

Cash and cash equivalents at the end of the financial period comprise the following:

Cash and bank balances	24,794	17,825
Bank overdraft	(5,504)	(5,810)
<b>Cash and cash equivalents</b>	<b>19,290</b>	<b>12,015</b>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated results of the Group for the financial year ended 30 September 2022)**

**HUBLINE BERHAD**  
**Registration No. 197501001462 (23568-H)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	< ----- Attributable to Shareholders of the Parent ----- >							
	Share capital	Warrant reserve	Treasury shares	Translation reserves	Capital reserves	Retained Profit	Non-Controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>12 MONTHS ENDED 30 SEP 2022</b>								
<b>At 1 October 2021</b>	238,293	27,400	(4,192)	(13,954)	4,668	(92,442)	11,859	171,632
Issuance of Redeemable Convertible Preference Shares in subsidiary							1,485	1,485
Non Controlling Interests on acquisition						(4,683)	9,942	5,259
Total comprehensive income for the period				2,109		11,857	(597)	13,369
<b>At 30 September 2022</b>	238,293	27,400	(4,192)	(11,845)	4,668	(85,268)	22,689	191,745
<b>12 MONTHS ENDED 30 SEP 2023</b>								
<b>At 1 October 2022</b>	238,293	27,400	(4,192)	(11,845)	4,668	(85,268)	22,689	191,745
Issuance of Redeemable Convertible Preference Shares in subsidiary							490	490
Acquisition of Non Controlling Interests in subsidiary							(5,228)	(5,228)
Total comprehensive income for the period				1,484		4,205	1,581	7,270
<b>At 30 September 2023</b>	238,293	27,400	(4,192)	(10,361)	4,668	(81,063)	19,532	194,277

**(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated results of the Group for the financial year ended 30 September 2022)**

**NOTES TO THE INTERIM FINANCIAL REPORT – MFRS 134**

**A1. Basis of preparation**

The Interim Financial Report of the Group is unaudited and have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board, and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

These unaudited condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. These condensed consolidated interim financial statements should be read in conjunction with the annual audited financial statements of Hubline Berhad and its subsidiaries for the financial year ended 30 September 2022.

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the financial statements for the year ended 30 September 2022.

**A2. Auditors' report on preceding Annual Financial Statements**

The auditors' report on the Group's financial statements for the year ended 30 September 2022 was not qualified.

**A3. Seasonality or cyclical factors**

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

**A4. Material and unusual items**

There were no exceptional items in the quarterly financial statement under review.

**A5. Changes in estimates**

There were no changes in the estimates of amounts, which give a material effect in the current interim period.

**A6. Debts and equity securities**

There were no issuances, cancellations, repurchases, resale of debts and equity securities during the financial period under review.

**A7. Dividend**

No dividends have been declared or paid for the current financial period to date.

**A8. Segmental Information**

**Segmental information for the 12 months ended 30 September 2023**

	Shipping & Related Activities RM'000	Aviation & Related Activities RM'000	HQ & Other Activities RM'000	Group RM'000
<b>Revenue</b>				
External sales	141,625	91,782	-	233,407
Total revenue	141,625	91,782	-	233,407
<b>Results</b>				
Gross profit	25,524	19,228	-	44,752
Interest & other income	1,052	1,495	567	3,114
Administrative costs	(10,869)	(11,433)	(7,893)	(30,195)
Finance cost	(1,721)	(1,526)	(2,196)	(5,443)
Segment profit/(loss) before taxation	13,986	7,764	(9,522)	12,228

**Segmental information for the 12 months ended 30 September 2022**

	Shipping & Related Activities RM'000	Aviation & Related Activities RM'000	HQ & Other Activities RM'000	Group RM'000
<b>Revenue</b>				
External sales	144,761	83,681	-	228,442
Total revenue	144,761	83,681	-	228,442
<b>Results</b>				
Gross profit	18,873	21,834	-	40,707
Interest & other income	9,730	1,762	402	11,894
Administrative costs	(14,728)	(11,579)	(7,461)	(33,768)
Finance cost	(1,914)	(1,109)	(1,045)	(4,068)
Segment profit/(loss) before taxation	11,961	10,908	(8,104)	14,765

**A9. Profit before tax**

The following items have been included in arriving at profit/loss before tax:

	INDIVIDUAL QUARTER		CUMULATIVE	
	Current Year Quarter Ended 30.09.2023 RM '000	Preceding Year Quarter Ended 30.09.2022 RM '000	Current Year To Date 30.09.2023 RM '000	Preceding Year To Date 30.09.2022 RM '000
Interest income	71	128	266	250
Other income	633	1,426	2,848	7,900
Foreign exchange gains/(losses) (net)	261	1,956	(769)	2,744
Depreciation and amortisation	(6,650)	(6,153)	(24,806)	(24,800)

**A10. Valuations of property, plant and equipment**

The valuations of property, plant and equipment have been brought forward, without amendment from the most recent annual audited financial statements.

**A11. Subsequent material events**

There were no material events subsequent to the end of the current quarter up to the date of this report.

**A12. Changes in composition of the Group**

There was no change in the composition of the Group during the current quarter under review.

**A13. Changes in contingent liabilities or contingent assets**

The contingent liabilities of the Company are as follows:

	RM'000
Corporate Guarantees given to financial institutions and third parties for credit facilities provided to subsidiaries	78,896
	<u>78,896</u>

**A14. Capital commitments**

	RM'000
Amount approved and committed	8,789
	<u>8,789</u>

**A15. Related Party Transactions**

	3 Months Ended 30.09.2023 RM'000	3 Months Ended 30.09.2022 RM'000	Year to Date Ended 30.09.2023 RM'000	Year to Date Ended 30.09.2022 RM'000
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A Company in which a director is also a director and substantial shareholder:

Operations support and rental income	6	7	16	217
	<u>6</u>	<u>7</u>	<u>16</u>	<u>217</u>

A Company in which a director is also a key management personnel:

Rental of premises	(129)	(129)	(516)	(516)
	<u>(129)</u>	<u>(129)</u>	<u>(516)</u>	<u>(516)</u>

Person connected to a director of a subsidiary:

Operations support income	17	-	35	-
Rental of premises	(27)	(27)	(108)	(108)
Student food catering	(262)	(291)	(964)	(737)
	<u>(272)</u>	<u>(515)</u>	<u>(1,037)</u>	<u>(845)</u>

Shareholder of a subsidiary:

Operations support income	148	101	624	408
Rental of premises income	15	15	60	60
Helicopter charter expenses	(2,351)	(3,235)	(11,405)	(12,135)
Purchase of drum fuels	(116)	-	(116)	-
Transportation charges	-	-	(28)	-
	<u>(2,304)</u>	<u>(3,119)</u>	<u>(10,855)</u>	<u>(11,667)</u>

**B EXPLANATORY NOTES OF BURSA MALAYSIA LISTING REQUIREMENTS**

**B1. Review of performance**

	INDIVIDUAL QUARTER			CUMULATIVE		
	Current Year Quarter 30.09.2023 RM '000	Preceding Year Quarter 30.09.2022 RM '000	Changes RM '000	Current Year To Date 30.09.2023 RM '000	Preceding Year To Date 30.09.2022 RM '000	Changes RM '000
Revenue	57,094	54,408	2,686	233,407	228,442	4,965
Operating Profit	9,733	4,898	4,835	44,752	40,707	4,045
Earnings before Interest, Tax, Depreciation, and Amortisation (EBITDA)	9,622	7,197	2,425	42,477	43,634	(1,157)
Profit Before Tax (PBT)	1,643	33	1,610	12,228	14,765	(2,537)
Profit After Tax (PAT)	602	33	569	5,786	11,260	(5,474)

- Group revenue for the quarter ended 30 September 2023 was RM 57.00 million compared to RM 54.41 million in the same quarter of the preceding year. The change of RM 2.59 million were contributed as follows:

(RM'000)	Current year quarter 30.09.2023	Preceding year quarter 30.09.2022	Changes
Shipping segment	34,625	42,841	(8,216)
Aviation segment	22,469	11,567	10,902
Total	57,094	54,408	2,686

- The shipping segment contributed RM 34.63 million in revenue during the current quarter. This is a decrease of RM 8.22 million when compared to the same quarter last year. The downward pressure on freight rates across all commodities carried, have resulted in lower revenue per voyage.
  - The aviation segment contributed RM 22.47 million in revenue during the current quarter. The increase of RM 10.90 million was mainly due to fulfilment of several time-charter contracts as well as training contracts at our flying academy.
- Operating profit and EBITDA by segment are as follows:

Operating profit: (RM'000)	Current year quarter 30.09.2023	Preceding year quarter 30.09.2022	Changes
Shipping segment	6,105	7,213	(1,108)
Aviation segment	3,628	(2,315)	5,943
Total	9,733	4,898	4,835

EBITDA: (RM'000)	Current year quarter 30.09.2023	Preceding year quarter 30.09.2022	Changes
Shipping segment	7,399	9,483	(2,084)
Aviation segment	3,412	(1,988)	5,400
HQ	(1,189)	(298)	(891)
Total	9,622	7,197	2,425



**HUBLINE BERHAD**  
**Registration No. 197501001462 (23568-H)**

- Operating profit for the current year quarter increased RM 4.84 million from RM 4.90 million in the corresponding period of the previous year to RM 9.73 million in the current year quarter. Similarly, EBITDA for the current year quarter was higher in line with the higher revenue and operating profits.
- The shipping segment's operating profits fell due to the fall in revenue mainly due to the reduction in freight rates in the current quarter compare to the same quarter of the preceding year. This resulted in a lower EBITDA for this segment which fell by RM 2.08 million when compared with the same quarter of the preceding year. However, despite the lower 4<sup>th</sup> quarter results, year on year, the shipping segment had increased its operating profits from RM 22.59 million achieved last year compared to RM 25.52 million achieved this year. The improvement was predominantly from savings in bunker costs during the year.
- The aviation segment reported an operating profit of RM 3.63 million in the current year quarter from a loss of RM 2.32 million in the preceding year quarter. This was mainly contributed by higher revenue and improved cost management. EBITDA for the current year quarter also returned to profitability in line with the improved operating profits

**B2. Comparison with preceding quarter's results**

	<b>Current Year Quarter 30.09.2023 RM '000</b>	<b>Immediate Preceding Quarter 30.06.2023 RM '000</b>	<b>Changes Amount RM '000</b>
Revenue	57,094	53,776	3,318
Operating Profit	9,733	9,882	(149)
Earnings before Interest, Tax, Depreciation, and Amortisation (EBITDA)	9,622	9,121	501
Profit Before Tax (PBT)	1,643	1,486	157
Profit After Tax (PAT)	602	310	292

- Overall revenue had increased by RM 3.22 million during the September 2023 quarter from RM 53.78 million to RM 57.00 million. The breakdown of revenue are as follows:

(RM'000)	Current quarter 30.09.2023	Preceding quarter 30.06.2023	Changes
Shipping segment	34,625	34,627	(2)
Aviation segment	22,469	19,149	3,320
<b>Total</b>	<b>57,094</b>	<b>53,776</b>	<b>3,318</b>

- Revenue contribution by the shipping segment was RM 34.63 million which was the same as the preceding quarter despite a contraction in freight rates.
- Revenue contribution by the aviation segment was RM 22.47 million compared to RM 19.15 million in the preceding quarter. The improvement in revenue was the result of increased activities in our general aviation segment which carried out several aircraft charter contracts.

<b>Operating profit:</b> (RM'000)	Current quarter 30.09.2023	Preceding quarter 30.06.2023	Changes
Shipping segment	6,105	6,379	(274)
Aviation segment	3,628	3,503	125
<b>Total</b>	<b>9,733</b>	<b>9,882</b>	<b>(149)</b>

<b>EBITDA:</b> (RM'000)	Current quarter 30.09.2023	Preceding quarter 30.06.2023	Changes
Shipping segment	7,399	7,892	(493)
Aviation segment	3,412	3,008	404
HQ	(1,189)	(1,779)	590
Total	<u>9,622</u>	<u>9,121</u>	501

- Operating profit fell marginally by RM 0.15 million from RM 9.88 million to RM 9.73 million. The shipping segment saw its operating profits fall marginally from RM 6.38 million in the June 2023 quarter to RM 6.11 million in the September 2023 quarter, a drop of RM 0.27 million. For the aviation segment, its operating profits also improved marginally by RM 0.13 million from RM 3.50 million to RM 3.63 million.

**B3. Commentary on Prospects**

While the Group's shipping segment faced challenges with lower shipping rates during the last two quarters of the financial year, the Group have noticed an improvement in cargo demand subsequent to financial year end. The Group expects performance to remain satisfactory with stable near term shipping orders outlook.

The aviation segment continues to improve its performance with increased activities in the aviation industry. Moving forward, the Group is cautiously optimistic that this segment will continue to secure new aviation charter and training contracts to perform satisfactorily in a competitive industry.

**B4. Profit Forecast / Profit Guarantee**

Not applicable as the Group did not issue any profit forecast and /or profit guarantee for the quarter.

**B5. Taxation**

	3 Months Ended 30.09.2023 RM'000	3 Months Ended 30.09.2022 RM'000	Year to Date Ended 30.09.2023 RM'000	Year to Date Ended 30.09.2022 RM'000
Income tax charge				
- current period	135	(548)	(2,776)	(5,388)
Deferred taxation	(1,176)	548	(3,666)	1,883
	<u>(1,041)</u>	<u>-</u>	<u>(6,442)</u>	<u>(3,505)</u>

Domestic current income tax is calculated at the statutory tax rate of 24% (2021: 24%) of the estimated assessable profit for the year.

The high effective tax rates as reported for the quarter ended 30 September 2023 were due to losses incurred by certain companies within the group which cannot be set-off against taxable income from profitable companies.

**B6. Status of corporate proposals**

Save for the following, there were no other corporate proposals announced by the Company which were pending completion as at 23 November 2023, being the latest practical date, which is not earlier than 7 days from the date of issue of this report.

- (i) Redeemable Convertible Notes program ("RCN")

The RCN Program which was approved at the EGM held on 23 October 2018 had all conditions precedent to the Subscription Agreement satisfied by 14 January 2019.

**HUBLINE BERHAD**  
**Registration No. 197501001462 (23568-H)**

As at 23 November 2023, the status of the utilisation of the gross proceeds received from the RCN is as follows:

<b>Purpose</b>	<b>Approved Amount RM'000</b>	<b>Drawdown &amp; Actual Utilisation RM'000</b>	<b>Intended Timeframe for Utilisation</b>	<b>Deviation Amount %</b>	<b>Explanations (if deviation is 5% or more)</b>
(i) Repayment of borrowings	70,000	4,449	Within 3 years of drawdown	Note A	Note A
(ii) Capital expenditure (acquisition of tugs, barges and vessels)	95,000	-	Within 5 years of drawdown	Note A	Note A
(iii) Working capital	25,000	624	Within 5 years of drawdown	Note A	Note A
(iv) Estimated expenses in relation to RCN	10,000	927	Within 1 month of drawdown	Note A	Note A
<b>TOTAL</b>	<b>200,000</b>	<b>6,000</b>			

Note A: The RCN program is a 5-years programme that covers up to the period ending 21 January 2024.

**B7. Group borrowings and debt securities**

	<b>As at 4<sup>th</sup> quarter ended 30 September 2023</b>					
	<b>Short term</b>		<b>Long term</b>		<b>Total borrowings</b>	
	<b>Foreign denomination (RM '000)^</b>	<b>RM denomination (RM '000)</b>	<b>Foreign denomination (RM '000)^</b>	<b>RM denomination (RM '000)</b>	<b>Foreign denomination (RM '000)^</b>	<b>RM denomination (RM '000)</b>
Overdraft		5,504				5,504
Invoice Financing	13,682	22,317			13,682	22,317
Revolving Credit		22,200				22,200
Term Loan	1,847	2,381	8,773	19,391	10,620	21,772
Credit Card		71				71
Hire Purchase		95		306		401
<b>Total</b>	<b>15,529</b>	<b>52,568</b>	<b>8,773</b>	<b>19,697</b>	<b>24,302</b>	<b>72,265</b>
<b>Grand Total</b>	<b>68,097</b>		<b>28,470</b>		<b>96,567</b>	

<sup>^</sup> Borrowing is denominated in USD. As at 30 September 2023, the total balance outstanding was USD 5.179 million. Exchange rate used to convert to RM was 4.6920.

	As at 4 <sup>th</sup> quarter ended 30 September 2022					
	Short term		Long term		Total borrowings	
Secured	Foreign denomination (RM '000)^	RM denomination (RM '000)	Foreign denomination (RM '000)^	RM denomination (RM '000)	Foreign denomination (RM '000)^	RM denomination (RM '000)
Overdraft		5,810				5,810
Invoice Financing	13,921	10,406			13,921	10,406
Revolving Credit		28,200				28,200
Term Loan		1,864		17,534		19,398
Credit Card		540				540
Hire Purchase		204		401		605
<b>Total</b>	<b>13,921</b>	<b>47,024</b>		<b>17,935</b>	<b>13,921</b>	<b>64,959</b>
<b>Grand Total</b>	<b>60,945</b>		<b>17,935</b>		<b>78,880</b>	

<sup>^</sup> Borrowing is denominated in USD. As at 30 September 2022, the total balance outstanding was USD 3.004 million. Exchange rate used to convert to RM was 4.6340.

Borrowings increased by RM 17.69 million from RM 78.88 million on 30 September 2022 to RM 96.57 million this quarter. The increase was mainly due to additional working capital facilities utilized as well as an additional term loan that was drawn down during the quarter. The shipping segment increased their utilisation of their working capital facilities by RM 11.04 million while the aviation segment had increased their utilisation of working capital facilities by RM 0.63 million. Further, the shipping segment also drew down on a new term loan for the equivalent of RM 10.62 million to fund the purchase of a vessel. Meanwhile, revolving credit facilities had reduced by RM 6.0 million in accordance with the respective facility repayment.

The average weighted interest rate of borrowings for the Group is 6.20% per annum.

The Group's foreign currency debt is denominated in USD and is not hedged to RM. Our view is that while we are exposed to some foreign currency volatility in the short term, the impact is not significant in the long term, especially where our Group does earn revenue in the same currency. Furthermore, hedging is costly and can introduce unwanted leverage to the Group.

The exchange rate used to convert USD borrowings is based on the 5pm USD exchange rate on the last business day of the quarter as announced by Bank Negara Malaysia and the current quarter's exchange rate has been quoted above.

**B8. Derivatives**

There were no derivatives entered into by the Group as at the end of the quarter under review.

**B9. Gains/losses arising from fair value changes of financial liabilities**

There were no gains/losses arising from the fair value changes of financial liabilities.

**B10. Material litigation**

As at the date of this report, Hubline and its subsidiaries, are not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant and do not know of any proceedings pending or threatened or of any fact which may materially affect their income from, title to or possession of any of their assets and /or businesses.

**B11. Dividend declared**

The Directors do not recommend any dividend for the quarter under review.

**B12. Earnings per share**

**(a) Basic**

Basic earnings per share are calculated by dividing the net profit for the quarter/year by the weighted average number of ordinary shares in issue.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 30.09.2023	Quarter Ended 30.09.2022	Year to Date Ended 30.09.2023	Year to Date Ended 30.09.2022
Net profit / (loss) attributable to equity holders of the parent (RM'000)	168	2,557	4,205	11,857
Weighted average no. of ordinary shares ('000)	4,289,285	4,289,285	4,289,285	4,289,285
Basic earnings per share attributable to equity holders of the parent (sen)	0.01	0.06	0.10	0.28

**(b) Diluted**

The diluted earnings per share are not shown as the effect of the warrants on the basic earnings per share is anti-dilutive.

**B13. Authority for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 November 2023.