

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 MAY 2023**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (31-05-2023) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31-05-2022) RM'000	CURRENT YEAR TODATE (31-05-2023) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31-05-2022) RM'000
Revenue	13,270	26,463	32,093	143,269
Operating expenses	(12,578)	(18,543)	(32,509)	(121,331)
Other operating income	137	(915)	357	798
(Loss) / Profit from operations	830	7,005	(59)	22,736
Finance costs	(4,183)	(2,736)	(11,195)	(7,033)
(Loss) / Profit after finance cost	(3,353)	4,270	(11,254)	15,704
Share of results of an associate	-	-	-	-
Share of results of a joint venture	(4)	(3)	(125)	(10)
(Loss) / Profit before tax from continuing operations	(3,357)	4,267	(11,379)	15,694
Taxation	(716)	1,721	(895)	(5,840)
(Loss) / Profit from continuing operations, net of tax	(4,073)	5,988	(12,274)	9,854
DISCONTINUED OPERATIONS :				
Loss from discontinued operation, net of tax	(263)	(3,371)	(2,514)	(3,271)
Other comprehensive income/(loss), net of tax item that may be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive (loss) / income	(4,336)	2,617	(14,788)	6,583
(Loss) / Profit attributable to:				
Owners of the Company	(4,493)	2,388	(14,295)	6,628
Non-controlling interests	157	229	(493)	(45)
	(4,336)	2,617	(14,788)	6,583
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(4,493)	2,388	(14,295)	6,628
Non-controlling interests	157	229	(493)	(45)
	(4,336)	2,617	(14,788)	6,583
Earnings/(loss) per share attributable to owners of the Company (sen) :-				
Basic earnings per share :				
(Loss)/Profit from continuing operations	(3.80)	6.18	(10.80)	11.42
Loss from discontinued operations	(0.20)	(3.00)	(1.92)	(2.59)
	(4.00)	3.18	(12.72)	8.83

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2022 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2023

(The figures have not been audited)

	UNAUDITED AS AT END OF CURRENT QUARTER 31-05-2023 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2022 RM'000
ASSETS		
<u>Non-Current assets</u>		
Property, plant and equipment	86,320	90,252
Right-of-use asset	5,088	5,319
Investment properties	16,680	18,234
Inventories properties	61,054	61,036
Investment in a joint venture	368	492
Other investments	2	3
Deferred tax assets	611	591
Trade and other receivables	8,722	13,072
	<u>178,844</u>	<u>188,998</u>
<u>Current assets</u>		
Inventory properties	114,625	115,208
Contract assets	5,905	7,819
Contract cost	8,201	12,635
Trade receivables	20,775	22,012
Other receivables, deposits and prepayments	24,452	21,583
Tax recoverable	1,063	426
Fixed deposits with licensed banks	7,087	4,843
Cash and bank balances	10,763	10,184
	<u>192,871</u>	<u>194,710</u>
Non-current assets held for sale	<u>58,000</u>	<u>58,000</u>
	<u>250,871</u>	<u>252,710</u>
TOTAL ASSETS	<u><u>429,714</u></u>	<u><u>441,709</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owner of the Company		
Share Capital	112,395	112,395
(Accumulated losses) / Retained Profits	<u>(7,477)</u>	<u>6,818</u>
Shareholders' fund	104,918	119,213
Non-controlling interests	<u>(13,836)</u>	<u>(13,343)</u>
Total equity	<u><u>91,082</u></u>	<u><u>105,870</u></u>
<u>Non-current liabilities</u>		
Bank borrowings	140,669	146,208
Lease Liability	5,214	5,374
Deferred tax liabilities	1,386	1,360
Trade payables	8,795	9,269
	<u>156,064</u>	<u>162,211</u>
<u>Current liabilities</u>		
Trade payables	15,607	20,009
Other payables and accruals	58,818	52,358
Bank borrowings	103,608	96,246
Lease Liability	218	228
Provision for taxation	4,318	4,787
	<u>182,569</u>	<u>173,628</u>
Total liabilities	<u><u>338,633</u></u>	<u><u>335,839</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>429,714</u></u>	<u><u>441,709</u></u>
Net tangible assets per share (RM)	0.93	1.06

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2022 and the accompanying explanatory notes attached.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MAY 2023

(The figures have not been audited)

	←	Attributable to owners of the Company			→
	Share Capital	Distributable Retained Profits	Total	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000
9 months period end 31 May 2023					
Balance at 1 September 2022	112,395	6,818	119,213	(13,343)	105,870
Total comprehensive loss for the period	-	(14,295)	(14,295)	(493)	(14,788)
Balance at 31 May 2023	112,395	(7,477)	104,918	(13,836)	91,082
9 months period end 31 May 2022					
Balance at 1 September 2021	112,395	18,918	131,313	(2,194)	129,118
Total comprehensive income for the period	-	6,628	6,628	(45)	6,583
Balance at 31 May 2022	112,395	25,546	137,941	(2,239)	135,701

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2022 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

(Indirect method)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MAY 2023

(The figures have not been audited)

	9 months ended 31-05-2023 RM'000	9 months ended 31-05-2022 RM'000
Cash Flows From Operating Activities		
(Loss) / Profit before tax from continuing operations	(11,379)	15,694
Loss before tax from discontinued operation	(2,507)	(3,271)
(Loss) / Profit before taxation	<u>(13,886)</u>	<u>12,423</u>
Adjustment for :-		
Non-cash items - operating	4,634	8,753
Non-operating items - investing	1,305	1,214
Non-operating items - financing	11,630	7,471
Operating profit before working capital changes	<u>3,684</u>	<u>29,860</u>
Net Change in current assets	5,335	13,137
Net Change in current liabilities	2,058	(26,821)
Net Change in non-current assets	4,332	4,388
Net Change in non-current liabilities	(474)	3,126
Cash provided from operations	<u>14,935</u>	<u>23,690</u>
Interest income	94	65
Interest paid	(11,630)	(7,471)
Income tax paid	(2,002)	(4,832)
Income tax refunded	-	208
Net cash provided from operating activities	<u>1,396</u>	<u>11,661</u>
Cash Flows From Investing Activities		
(Placement)/Withdrawal of fixed deposits	(2,214)	1,573
Purchase of property, plant & equipment	(64)	(1,723)
Proceeds from disposal of property, plant & equipment	10	3
Net cash used in from investing activities	<u>(2,269)</u>	<u>(147)</u>
Cash Flows From Financing Activities		
Repayment of bank borrowings	(253)	(14,226)
Net cash used in from financing activities	<u>(253)</u>	<u>(14,226)</u>
Net decrease in Cash	(1,126)	(2,712)
Cash And Cash Equivalentents At Beginning	(711)	4,432
Cash And Cash Equivalentents At End	<u>(1,837)</u>	<u>1,720</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2022 and the accompanying explanatory notes attached.)

Quarterly report on consolidated results for the period ended 31 May 2023

A NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for year ended 31 August 2022. 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 August 2022.

Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 August 2022, except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRS”) and Amendments to MFRSs which are applicable for the Group's financial period beginning 1 September 2022, as disclosed below:

Adoption of MFRSs and Amendments to MFRSs

Effective for annual period beginning on or after 1 January 2022

Amendments to MFRS 3 Business Combination: Reference to the Conceptual Framework
Amendments to MFRS 116 Property, Plant and Equipment: Property, Plant and Equipment - Proceeds before Intended Use
Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts - Cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018 - 2020

Effective for annual periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts
Amendments to MFRS 4 Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9
Amendments to MFRS 17 Insurance Contracts
Amendments to MFRS 17 Insurance Contracts: Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS 101 Presentation of Financial Statements: Classification of Liabilities as Current or Non-Current
Amendments to MFRS 101 Presentation of Financial Statements: Disclosure of Accounting Policies
Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
Amendments to MFRS 112 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Quarterly report on consolidated results for the period ended 31 May 2023

Effective for annual periods beginning on or after 1 January 2024

Amendments to MFRS 16 Leases: Lease Liability in a Sale and Leaseback

Effective 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 initial application of the above standards is not expected to have any material impacts to the financial statements of the Group and of the Company upon adoption.

A2. Audit qualification

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

A3. Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review apart from unfavorable weather conditions, increase in cost of construction materials or festival seasons.

A4. Item of unusual nature

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

A5. Changes in estimates

There were no significant changes in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

A6. Debt and equity securities

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

A7. Dividends paid

There was no dividend proposed during the quarter under review.

Quarterly report on consolidated results for the period ended 31 May 2023

A8. Segmental analysis

Current period ended 31 May 2023	-----Continuing operations-----								Discontinued operations		Consolidated
	Investment Holding	Trading	Property Letting	Construction	Property Development	Renewable Energy	Others (Note 2)	Total Continuing Operations	Waste Management	Elimination	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue											
External sales	-	2,760	499	1,673	17,138	10,020	2	32,092	(21)	-	32,071
Inter-segment sales	3,235	2,214	369	15,373	-	-	1	21,192	-	(21,192)	
Total revenue	3,235	4,974	868	17,046	17,138	10,020	3	53,284	(21)	(21,192)	32,071
Segment results	(112)	150	398	(6,264)	(1,506)	3,822	(69)	(569)	(2,107)	144	(2,532)
Unallocated income (Note 1)											402
Loss from operations								(11,195)	(435)	-	(2,845)
Finance costs										-	(11,630)
Share of result of a joint venture								(125)	-	-	(125)
Loss before taxation											(13,886)

Note:

1. Unallocated income mainly represents scrap sales, wages subsidy programme, late payment income, rental of building & machinery, land and factory.
2. Other segment represents sales from brick making and advisory services.

Quarterly report on consolidated results for the period ended 31 May 2023

	----- Continuing operations-----							Discontinued		Consolidated	
	Investment Holding	Trading	Property Letting	Construction	Property Development	Renewable Energy	Others	Total continued operations	operations		
									Waste Management		Elimination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Assets											
Segment assets	16,854	617	13,039	31,133	201,836	108,102	351	371,932	37,890	-	409,822
Investment in a Joint venture	-	-	-	-	368	-	-	368	-	-	368
Deferred tax asset	-	-	-	24	587	-	-	611	-	-	611
Tax recoverable	-	-	20	720	313	-	-	1,053	11	-	1,064
Fixed deposits with licensed banks	-	-	-	1,802	668	3,075	-	5,545	1,541	-	7,086
Cash and bank balances	8	-	4	5,263	1,586	3,516	2	10,379	385	-	10,763
Total assets	16,862	617	13,063	38,942	205,358	114,693	353	389,888	39,827	-	429,714
Liabilities											
Segment liabilities	7,944	2,962	216	36,727	25,884	8,155	46	81,935	6,716	-	88,652
Borrowings	-	1,237	-	53,556	92,274	87,489	-	234,556	9,721	-	244,277
Provision for taxation	413	-	11	1,312	2,569	13	-	4,318	-	-	4,318
Deferred tax liabilities	-	-	-	45	35	1,306	-	1,386	-	-	1,386
Total liabilities	8,357	4,199	227	91,640	120,762	96,963	46	322,194	16,437	-	338,633

Quarterly report on consolidated results for the period ended 31 May 2023

Current period ended 31 May 2022	Continuing operations							Discontinued operations		Consolidated	
	Investment Holding	Trading	Property Letting	Construction	Property Development	Renewable Energy	Others (Note 4)	Total Continuing Operations	Waste Management		Elimination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue											
External sales	-	817	472	14,211	117,552	10,127	90	143,269	15,457	-	158,726
Inter-segment sales	7,262	5,840	369	7,265	-	-	-	20,736	-	(20,736)	-
Total revenue	7,262	6,657	841	21,476	117,552	10,127	90	164,005	15,457	(20,736)	158,726
Segment results	67	114	419	518	11,872	3,993	3	2,956	(27)	4,952	19,056
Unallocated income (Note 3)											847
Profit from operations											19,903
Finance costs								(7,033)	(438)	-	(7,471)
Share of result of a joint venture								(10)	-	-	(10)
Profit before taxation											12,423

Note:

- Unallocated income mainly represents, scrap sales, wages subsidy programme, late payment income, rental of building & machinery, land and factory.
- Other segment represents sales from brick making and advisory services.

Quarterly report on consolidated results for the period ended 31 May 2023

	----- Continuing operations-----							Discontinued operations		Consolidated	
	Investment Holding	Trading	Property Letting	Construction	Property Development	Renewable Energy	Others	Total continued operations	Waste Management	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
Assets											
Segment assets	15,277	975	13,309	57,792	213,431	113,651	459	414,894	74,899	-	489,793
Investment in a Joint venture	-	-	-	-	495	-	-	495	-	-	495
Deferred tax asset	-	-	-	704	815	-	-	1,519	-	-	1,519
Tax recoverable	-	-	7	446	20	-	-	473	29	-	501
Fixed deposits with licensed banks	-	-	-	45	217	3,010	-	3,272	1,503	-	4,775
Cash and bank balances	14	-	11	2,395	2,982	3,556	3	8,961	391	-	9,352
Total assets	15,291	975	13,327	61,382	217,960	120,217	462	429,614	76,822	-	506,435
Liabilities											
Segment liabilities	5,546	2,621	192	49,442	34,768	8,320	56	100,945	12,088	-	113,033
Borrowings	-	1,206	-	56,671	91,442	92,815	-	242,134	10,594	-	252,728
Provision for taxation	492	-	8	756	1,597	10	-	2,863	-	-	2,864
Deferred tax liabilities	-	-	-	418	752	939	-	2,109	-	-	2,109
Total liabilities	6,038	3,827	200	107,287	128,559	102,084	56	348,051	22,682	-	370,734

Quarterly report on consolidated results for the period ended 31 May 2023

A9. Valuations of property, plant and equipment

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

A10. Subsequent material event

There were no material events subsequent to the reporting period up to 14 July 2023 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) that have been reflected in the financial statements for the quarter under review.

A11. Change in composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to-date.

A12. Contingent liabilities

Company

	As at 31/05/2023 RM'000
Unsecured:	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	222,251
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	18,870
Performance guarantees issued to third parties for performance by certain subsidiaries	4,829

A13. Capital commitments

Capital expenditure not provided for in the financial statements is as follows:

	As at 31/05/2023 RM'000
Land reclamation	
- Authorised and contracted for	18,451

Quarterly report on consolidated results for the period ended 31 May 2023

A14. Related party transactions

The Group's related party transaction in the current financial year to date are as follows: -

		As at 31/05/2023
		RM'000
Progress billing from related party		
- KH Base Engineering Sdn Bhd		6,898
		<hr/>
Related party	Relationship	
KH-Base Engineering Sdn. Bhd.	: A company in which persons connected to certain directors of the Company, have substantial financial interests.	

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Quarterly report on consolidated results for the period ended 31 May 2023

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

	Current Year To date 31.05.2023 RM'000	Preceding Year Corresponding Period 31.05.2022 RM'000
Revenue	32,072	158,726
- Continuing operations	32,093	143,269
- Discontinued operations	(21)	15,457
Consolidated (loss)/profit before taxation	(13,886)	12,423
- Continuing operations	(11,379)	15,694
- Discontinued operations	(2,507)	(3,271)

For the period ended 31 May 2023, the Group recorded revenue of RM32.07 million and loss before taxation of RM 13.89 million as compared to revenue of RM158.73 million and profit before tax of RM12.42 million in the preceding year corresponding period.

The Group recorded lower revenue mainly due to completion of The Stone affordable housing scheme in preceding year. Losses before taxation for the current year to date recorded mainly due to finance costs of RM 11.20 million and losses from discontinued operations of RM 2.51 million.

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Quarterly report on consolidated results for the period ended 31 May 2023

B2. Variation of results against immediate preceding quarter

	Current Quarter	Preceding Quarter
	31.05.2023 RM'000	28.02.2023 RM'000
Revenue	13,272	9,116
- Continuing operations	13,270	9,139
- Discontinued operations	2	(23)
Consolidated loss before taxation	(3,618)	(4,495)
- Continuing operations	(3,357)	(3,667)
- Discontinued operations	(261)	(828)

The lower revenue and losses before taxation for the current quarter mainly due to the above per para B1.

B3. Prospects

The Group shall continue to develop its major business segments which are construction and property development sector.

For Construction segment, the current on-going external construction projects which is located at Simpang Ampat-Seberang Perai Tengah, Penang Island and Padang Meha-Kulim Kedah is expected to contribute to the Group turnover with the unbilled sales of RM44.43 million over the year. PLB will continue to focus on securing contracts from existing established clients and new reputable customers.

For Property Development segment, The Dew which comprises 281 units of 1,000 square feet affordable housing scheme achieved 36.94% physical completion and 71% of sales with Sale and Purchase Agreement signed at unbilled sales of RM56.05 million todate.

B4. Comparison with profit forecast

Not applicable.

Quarterly report on consolidated results for the period ended 31 May 2023

B5. Notes to the statement of comprehensive income

	Current Quarter 31/05/2023 RM'000	Cumulative Quarter 31/05/2023 RM'000
Profit for the period is arrived at after (crediting)/charging:		
-Interest income	(39)	(94)
-Interest expense	4,326	11,630
-Depreciation and amortization	1,417	4,258
-(Gain)/loss on fair value adjustment	(34)	(183)
-(Gain)/loss on disposal of properties	(4)	86

B6. Tax expense

	Current Quarter 31/05/2023 RM'000	Cumulative Quarter 31/05/2023 RM'000
Malaysian income tax: Based on results for the period		
- Current taxation	(198)	(358)
- Deferred taxation	(18)	(6)
	<hr style="border-top: 1px solid black;"/> (216)	<hr style="border-top: 1px solid black;"/> (364)
Over/(under) provision in prior years		
- Current taxation	(495)	(495)
	<hr style="border-top: 1px solid black;"/> (711)	<hr style="border-top: 1px solid black;"/> (859)
- RPGT	(7)	(43)
	<hr style="border-top: 1px solid black;"/> <hr style="border-top: 3px double black;"/> (718)	<hr style="border-top: 1px solid black;"/> <hr style="border-top: 3px double black;"/> (902)

The effective tax rate of the Group for the cumulative quarter-to-date is higher than the statutory income tax rate. This is due to unabsorbed tax losses and tax allowances brought forward are not available to set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purpose.

B7. Sale of unquoted investments and properties

There was no sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

Quarterly report on consolidated results for the period ended 31 May 2023

B8. Quoted securities

(a) There were no purchases or disposals of quoted securities for the current financial quarter and year-to-date.

(b) Investments in quoted securities as at 31 May 2023 were as follows: -

	RM'000
Share quoted in Malaysia: -	
Balance at 01/09/2022	3
Fair value adjustment	<u>(1)</u>
Balance at 31/05/2023	<u>2</u>
At Market Value of quoted shares in Malaysia	<u>2</u>

B9. Status of corporate proposals

There are no corporate proposals that have been announced by the Company but not completed as at to-date save for the following:

On 21 February 2020, the Board of Directors of PLB ("Board") announced that the Company entered into a conditional joint development agreement with the Government of the State of Penang and the Penang Development Corporation ("PDC") to undertake the following ("Proposed Joint Development"):

- (i) the safe rehabilitation of the existing dumpsite for the disposal of various types of waste on the land measuring approximately 84 acres located in Jelutong, Penang along Lebuhraya Tun Dr Lim Chong Eu and the additional area in excess of the existing area to be rehabilitated by PLB as required and approved by the relevant authorities ("Rehabilitation Works") and to secure the perimeters for the purpose of PLB carrying out and completing the Rehabilitation Works;
- (ii) the construction and operation of a new integrated recycling centre to be located on a site to be procured and acquired by PLB or its nominated subsidiary, for receiving, sorting and recovery of construction and demolition waste, green waste and excavation waste only, and the preparation thereof for reuse or recycling; and
- (iii) the development comprising residential, commercial and tourism developments/ projects to be constructed on PLB's entitled land as described in the announcement.

Further, the Board announced that the Company had on 20 March 2020 entered into a Memorandum of Understanding with China Railway Engineering Corporation (M) Sdn Bhd ("CRECM") to establish a basis of co-operation and collaboration for the engineering, procurement and construction work for the Rehabilitation Works under the Project ("MOU"). Pursuant to the MOU, CRECM will receive 90% of PLB's entitled land as settlement for services rendered to the Company, namely for undertaking, management, implementation and construction of the Rehabilitation Works ("Proposed EPCC Settlement").

Quarterly report on consolidated results for the period ended 31 May 2023

On 19 October 2020, the Company had applied to PDC for an extension of time of up to four (4) months to, amongst others, fulfil the conditions precedent of the JDA. The conditions precedent are as follows:

- (i) the Company obtained approvals from all relevant authorities including Environmental Impact Assessment, Traffic Impact Assessment and Social Impact Assessment for the Rehabilitation Works, not later than eighteen (18) months from the date of the JDA;
- (ii) the Company obtained the approval of its shareholders in an EGM to be convened not later than nine (9) months from the date of the JDA.

Subsequent to above, the Company had appointed Henry Butcher Malaysia (Penang) Sdn Bhd, an independent registered valuer, to conduct a valuation on PLB's entitled land.

On 13 January 2021, the Board announced that the Company had on 24 December 2020 submitted an application to Bursa Securities to seek for an extension of time to submit the draft circular in relation to the Proposals i.e. by 2 February 2021 ("Extension of Time") to comply with Paragraph 9.33(1)(a) of the Listing Requirements. Bursa Securities had, vide its letter dated 12 January 2021, resolved to grant PLB the Extension of Time.

The Shareholders of the Company had through its Extraordinary General Meeting held on 8 March 2021 approved the following proposals:

- (i) Proposed Joint Development for the implementation and completion of the rehabilitation works, new integrated recycling centre and development under the JDA; and
- (ii) Proposed Settlement of services rendered by CRECM, namely undertaking management, implementation and construction of the rehabilitation works, via CRECM's entitlement.

On 27 December 2021, the Board announced that the MOU has lapsed and the Board of Directors is currently identifying potential funders.

The Penang Development Corporation has accorded PLB the Extension of Time until 05 June 2023.

With the Extension of Time accorded, the master layout plan was submitted to Town and Country Planning Department (JBPD) and has obtained approval on 10 November 2022.

Subsequently, submissions for all relevant authority approvals including the Environmental Impact Assessment (EIA) approval are underway.

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B10. Group borrowings and debt securities

As at 31/05/2023	Group 31/05/2023 RM'000	Secured 31/05/2023 RM'000	S/Term 31/05/2023 RM'000	L/Term 31/05/2023 RM'000
Banker's acceptance	31,151	31,151	31,151	-
Invoice financing	175	175	175	-
Bank overdraft	14,142	14,142	14,142	-
Hire purchases	204	204	186	18
Revolving credits	16,740	16,740	16,740	-
Term loans	181,865	181,865	41,215	140,650
Total	244,277	244,277	103,609	140,668

As at 31/05/2022	Group 31/05/2022 RM'000	Secured 31/05/2022 RM'000	Unsecured 31/05/2022 RM'000	S/Term 31/05/2022 RM'000
Banker's acceptance	30,628	30,628	-	30,628
Invoice financing	559	559	-	559
Bank overdraft	9,136	9,136	-	9,136
Hire purchases	327	327	-	175
Revolving credits	22,300	-	22,300	22,300
Term loans	189,779	189,779	-	15,602
Total	252,729	230,429	22,300	78,400

11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 31 May 2023.

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B12. Realised and unrealised profit/(loss) disclosure

The retained profits of the Group as at 31 May 2023 and 31 August 2022 are analyzed as follows:

	As at 31/05/2023 RM'000	As at 31/08/2022 RM'000
Total (losses)/retained profits of the Company and its subsidiaries:		
-Realised	(42,917)	3,749
-Unrealised	-	(1,360)
	<hr/>	<hr/>
	(42,917)	72,346
Total share of retained profits from jointly controlled entities:		
-Realised	368	311
	<hr/>	<hr/>
	(42,550)	2,700
Less: Consolidation adjustments	35,073	4,118
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Total (accumulated losses)/retained profits as per Consolidated Statement of Financial Position	(7,477)	6,818
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B13. Changes in material litigation

During the financial quarter ended 31 May 2023, there were no material litigation that have been announced by the Company

B14. Dividend

No interim dividend has been declared by the Board for the financial quarter ended 31 May 2023.

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B15. Earnings/(loss) per share

Basic earnings/(loss) per share

The basic earnings per share of the Group is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	Current year quarter 31/05/2023 RM'000	Preceding year correspondig 31/05/2022 RM'000	Current year to date 31/05/2023 RM'000	Preceding year corresponding 31/05/2022 RM'000
Net earnings/(loss) to owners of the parent				
-Continuing operations	(4,267)	5,759	(12,140)	9,543
-Discontinued operation	(226)	(3,371)	(2,155)	(2,915)
	<u>(4,493)</u>	<u>2,388</u>	<u>(14,295)</u>	<u>6,628</u>
Basic earnings/(loss) per share				
Weighted average number of ordinary shares	112,395	112,395	112,395	112,395
Basic earnings/(loss) per ordinary shares (sen)				
-Continuing operations	(3.80)	6.18	(10.80)	11.42
-Discontinued operation	(0.20)	(3.00)	(1.92)	(2.59)
	<u>(4.00)</u>	<u>3.18</u>	<u>(12.72)</u>	<u>8.83</u>

Diluted earnings/(loss) per ordinary share

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

B16. Authorisation for issue

These financial statements were authorised for issue by the Board of Directors of the Group.

Date: 27 July 2023