

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 29 FEBRUARY 2024**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (29-02-2024) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (28-02-2023) RM'000	CURRENT YEAR TODATE (29-02-2024) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (28-02-2023) RM'000
Revenue	44,922	9,139	76,368	18,822
Operating expenses	(37,692)	(9,157)	(64,267)	(19,931)
Other operating income	1,259	85	1,703	218
Profit / (Loss) from operations	8,489	67	13,804	(890)
Finance costs	(4,308)	(3,614)	(7,475)	(7,012)
Profit / (Loss) after finance cost	4,180	(3,547)	6,329	(7,903)
Share of results of an associate	-	-	-	-
Share of results of a joint venture	66	(120)	67	(121)
Profit / (Loss) before tax from continuing operations	4,246	(3,667)	6,396	(8,024)
Taxation	(559)	(88)	(2,036)	(179)
Profit / (Loss) from continuing operations, net of tax	3,687	(3,756)	4,360	(8,203)
DISCONTINUED OPERATIONS :				
Loss from discontinued operation, net of tax	(415)	(834)	(737)	(2,251)
Other comprehensive income/(loss), net of tax item that may be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive (loss) / income	3,272	(4,589)	3,623	(10,454)
Profit / (Loss) attributable to:				
Owners of the Company	3,226	(4,206)	3,367	(9,804)
Non-controlling interests	45	(383)	256	(650)
	3,272	(4,589)	3,623	(10,454)
Total comprehensive income / (loss) attributable to:				
Owners of the Company	3,227	(4,206)	3,367	(9,804)
Non-controlling interests	45	(383)	256	(650)
	3,272	(4,589)	3,623	(10,454)
Earnings/(loss) per share attributable to owners of the Company (sen) :-				
Basic earnings per share :				
Profit / (loss) from continuing operations	3.27	(3.11)	3.64	(7.01)
Loss from discontinued operations	(0.40)	(0.64)	(0.64)	(1.72)
	2.87	(3.74)	3.00	(8.72)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2023 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 29 FEBRUARY 2024

(The figures have not been audited)

	UNAUDITED AS AT END OF CURRENT QUARTER 29-02-2024 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2023 RM'000
ASSETS		
<u>Non-Current assets</u>		
Property, plant and equipment	83,393	85,004
Right-of-use asset	5,275	5,011
Investment properties	15,180	15,343
Inventories properties	143,640	141,036
Investment in a joint venture	433	366
Other investments	2	3
Deferred tax assets	190	1,264
Trade and other receivables	-	821
	<u>248,113</u>	<u>248,848</u>
<u>Current assets</u>		
Inventory properties	34,672	51,295
Contract assets	7,104	7,946
Contract cost	8,030	8,493
Trade receivables	15,516	25,419
Other receivables, deposits and prepayments	18,542	14,729
Tax recoverable	166	69
Fixed deposits with licensed banks	5,221	7,346
Cash and bank balances	7,802	6,842
	<u>97,053</u>	<u>122,139</u>
Non-current assets held for sale	49,411	49,411
	<u>146,464</u>	<u>171,550</u>
TOTAL ASSETS	<u><u>394,577</u></u>	<u><u>420,398</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owner of the Company		
Share Capital	112,395	112,395
Accumulated Losses	(16,088)	(19,455)
Shareholders' fund	96,307	92,940
Non-controlling interests	(14,786)	(15,043)
Total equity	<u>81,520</u>	<u>77,897</u>
<u>Non-current liabilities</u>		
Bank borrowings	110,549	130,013
Lease Liability	5,415	5,137
Deferred tax liabilities	667	1,748
Trade payables	1,517	1,101
	<u>118,148</u>	<u>137,999</u>
<u>Current liabilities</u>		
Contract liabilities	3,009	-
Trade payables	28,578	30,378
Other payables and accruals	76,529	68,659
Bank borrowings	82,314	101,866
Lease Liability	262	238
Provision for taxation	4,216	3,360
	<u>194,908</u>	<u>204,501</u>
Total liabilities	<u>313,056</u>	<u>342,500</u>
TOTAL EQUITY AND LIABILITIES	<u><u>394,577</u></u>	<u><u>420,398</u></u>
Net tangible assets per share (RM)	0.86	0.83

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2023 and the accompanying explanatory notes attached.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 29 FEBRUARY 2024

(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
6 months period end 29 February 2024					
Balance at 1 September 2023	112,395	(19,455)	92,940	(15,043)	77,897
Total comprehensive income for the period	-	3,367	3,367	256	3,623
Balance at 29 February 2024	112,395	(16,088)	96,307	(14,787)	81,520
6 months period end 28 February 2023					
Balance at 1 September 2022	112,395	6,818	119,213	(13,343)	105,870
Total comprehensive loss for the period	-	(9,804)	(9,804)	(650)	(10,454)
Balance at 28 February 2023	112,395	(2,986)	109,409	(13,993)	95,416

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2023 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 29 FEBRUARY 2024

(The figures have not been audited)

	6 months ended 29-02-2024 RM'000	6 months ended 28-02-2023 RM'000
Cash Flows From Operating Activities		
Profit / (Loss) before tax from continuing operations	6,396	(8,024)
Loss before tax from discontinued operation	<u>(736)</u>	<u>(2,246)</u>
Profit / (Loss) before taxation	5,660	(10,270)
Adjustment for :-		
Non-cash items - operating	2,247	3,093
Non-operating items - investing	(460)	1,346
Non-operating items - financing	<u>7,776</u>	<u>7,304</u>
Operating profit before working capital changes	15,224	1,473
Net Change in current assets	24,036	6,252
Net Change in current liabilities	8,208	(1,856)
Net Change in non-current assets	(929)	4,519
Net Change in non-current liabilities	<u>416</u>	<u>(674)</u>
Cash provided from operations	46,955	9,714
Interest income	391	55
Interest paid	(7,776)	(7,304)
Income tax paid	<u>(1,284)</u>	<u>(1,883)</u>
Net cash provided from operating activities	38,286	582
Cash Flows From Investing Activities		
Withdrawal/(Placement) of fixed deposits	2,401	(384)
Purchase of property, plant & equipment	(1,070)	(48)
Proceed from disposal of investment properties	871	-
Proceeds from disposal of property, plant & equipment	-	6
Net cash used in from investing activities	2,202	(426)
Cash Flows From Financing Activities		
Repayment of bank borrowings	<u>(37,049)</u>	<u>(95)</u>
Net cash used in from financing activities	<u>(37,049)</u>	<u>(95)</u>
Net increase in Cash	3,440	61
Cash And Cash Equivalentents At Beginning	(4,940)	(711)
Cash And Cash Equivalentents At End	<u><u>(1,500)</u></u>	<u><u>650</u></u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2023 and the accompanying explanatory notes attached.)

Quarterly report on consolidated results for the period ended 29 February 2024

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 2023. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 August 2023.

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 2023, 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 2023, as disclosed below:

Adoption of MFRSs and Amendments to MFRSs

Effective for annual periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts and 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: 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
Amendments to MFRS 112 Income Taxes: International Tax Reform - Pillar Two Model Rules

Effective for annual periods beginning on or after 1 January 2024

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

Effective for annual period beginning on or after 1 January 2025

Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

Quarterly report on consolidated results for the period ended 29 February 2024

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 standard and amendments to MFRSs is not expected to have any material impact 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 29 February 2024

A8. Segmental analysis

Current period ended 29 February 2024	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	-	3,937	320	26,481	39,012	6,616	2	76,368	-	-	76,368
Inter-segment sales	1,740	3,486	246	12,106	-	-	-	17,578	-	(17,578)	-
Total revenue	1,740	7,423	566	38,587	39,012	6,616	2	39,103	-	(17,578)	76,368
Segment results	(107)	177	293	(680)	10,157	2,209	2	12,051	(438)	48	11,661
Unallocated income (Note 1)								1,703	4		1,707
Loss from operations								(7,475)	(300)	-	13,368
Finance costs											(7,775)
Share of result of a joint venture								67	-	-	67
Profit before taxation											5,660

Note:

1. Unallocated income mainly represents scrap sales, wages subsidy programme, forfeited deposit, fixed deposit interest, fair value retention sum, interest income, rental of building & machinery, land and factory, insurance claims.
2. Other segment represents sales from brick making.

Quarterly report on consolidated results for the period ended 29 February 2024

	----- Continuing operations-----							Discontinued operations			
	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	16,314	1,768	11,831	23,611	193,090	102,581	323	349,518	31,247	-	380,765
Investment in a Joint venture	-	-	-	-	433	-	-	433	-	-	433
Deferred tax asset	-	-	-	24	166	-	-	190	-	-	190
Tax recoverable	41	-	18	87	16	-	-	162	5	-	167
Fixed deposits with licensed banks	-	-	-	1,045	881	3,135	-	5,061	159	-	5,220
Cash and bank balances	5	-	3	2,819	825	3,716	2	7,370	432	-	7,802
Total assets	16,360	1,768	11,851	27,586	195,411	109,432	325	362,734	31,843	-	394,577
Liabilities											
Segment liabilities	15,266	6,724	212	32,833	44,022	6,394	92	105,543	9,768	-	115,310
Borrowings	-	2,318	-	40,125	57,912	83,394	-	183,749	9,114	-	192,863
Provision for taxation	-	-	19	584	3,514	98	-	4,215	1	-	4,216
Deferred tax liabilities	-	-	-	684	(1,334)	1,318	-	668	-	-	667
Total liabilities	15,266	9,042	231	74,226	104,114	91,204	92	294,174	18,883	-	313,056

Quarterly report on consolidated results for the period ended 29 February 2024

Current period ended 28 February 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
<u>Revenue</u>											
External sales	-	2,312	328	831	9,108	6,241	2	18,822	(23)	-	18,799
Inter-segment sales	2,012	955	246	7,557	-	-	-	10,770	-	(10,770)	-
Total revenue	<u>2,012</u>	<u>3,267</u>	<u>574</u>	<u>8,338</u>	<u>9,108</u>	<u>6,241</u>	<u>2</u>	<u>29,592</u>	<u>(23)</u>	<u>(10,770)</u>	<u>18,799</u>
Segment results	(113)	100	302	(2,079)	(1,391)	2,078	(44)	(1,417)	(1,995)	30	(3,112)
Unallocated income (Note 1)								218	49	-	267
Loss from operations										-	(2,845)
Finance costs								(7,012)	(292)	-	(7,304)
Share of result of a joint venture								(121)		-	(121)
Loss before taxation											<u>(10,270)</u>

Note:

1. Unallocated income mainly represents gain on disposal of property, plant & equipment, forex exchange, forfeited deposit, 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 29 February 2024

	----- 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	16,699	1,970	13,100	33,482	194,739	109,349	353	369,692	38,226	-	407,918
Investment in a Joint venture	-	-	-	-	371	-	-	371	-	-	371
Deferred tax asset	-	-	-	24	580	-	-	604	-	-	604
Tax recoverable	-	-	13	475	81	-	-	569	13	-	582
Fixed deposits with licensed banks	-	-	-	46	617	3,053	-	3,716	1,531	-	5,247
Cash and bank balances	(7)	-	2	6,082	1,908	2,973	2	10,960	385	-	11,346
Total assets	16,692	1,970	13,115	40,109	198,296	115,375	355	385,912	40,155	-	426,068
Liabilities											
Segment liabilities	6,815	2,507	193	27,556	30,378	8,072	40	75,562	6,767	-	82,329
Borrowings	-	3,910	-	51,466	89,552	88,839	-	233,767	9,940	-	243,707
Provision for taxation	279	-	7	910	2,040	20	-	3,256	-	-	3,256
Deferred tax liabilities	-	-	-	48	7	1,306	-	1,361	-	-	1,361
Total liabilities	7,094	6,417	200	79,980	121,977	98,237	40	313,945	16,707	-	330,653

Quarterly report on consolidated results for the period ended 29 February 2024

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 22 April 2024 (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 29/02/2024 RM'000
Unsecured:	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	174,657
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	1,744
Performance guarantees issued to third parties for performance by certain subsidiaries	6,289

A13. Capital commitments

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

**As at 29/02/2024
RM'000**

Land reclamation
- Authorised and contracted for

11,211

Quarterly report on consolidated results for the period ended 29 February 2024

A14. Related party transactions

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

		As at 29/02/2024
		RM'000
Progress billing from related party		
- KH Base Engineering Sdn Bhd		6,606
		<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 29 February 2024

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

	Current Year To date 29.02.2024 RM'000	Preceding Year Corresponding Period 28.02.2023 RM'000
Revenue	76,368	18,799
- Continuing operations	76,368	18,822
- Discontinued operations	-	(23)
Consolidated profit/(loss) before taxation	5,660	(10,270)
- Continuing operations	6,396	(8,024)
- Discontinued operations	(736)	(2,246)

For the period ended 29 February 2024, the Group recorded revenue of RM76.37 million and profit before taxation of RM 5.66 million as compared to revenue of RM18.80 million and loss before tax of RM10.27 million in the preceding year corresponding period.

The Group recorded higher revenue and profit before taxation mainly due to completion disposal of vacant lands at Zoo Road contribute revenue RM26.2 million and gross profit RM10.4 million.

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Quarterly report on consolidated results for the period ended 29 February 2024

B2. Variation of results against immediate preceding quarter

	Current Quarter	Preceding Quarter
	29.02.2024	30.11.2023
	RM'000	RM'000
Revenue	44,922	31,446
- Continuing operations	44,922	31,446
- Discontinued operations	-	-
Consolidated profit/(loss) before taxation	3,831	1,828
- Continuing operations	4,246	2,149
- Discontinued operations	(415)	(321)

For the period ended 29 February 2024, the Group recorded revenue of RM44.92 million and profit before taxation of RM3.83 million as compared to revenue of RM31.45 million and profit before tax of RM1.83 million in the preceding quarter.

The Group recorded higher revenue and profit before taxation mainly due to completion disposal of vacant lands at Zoo Road contribute revenue RM26.2 million and gross profit RM10.4 million.

B3. Prospects

The Company's outlook is tied to the construction and property development sector. PLB Group will continue exploring opportunities to secure construction projects with recurring income to sustain earnings. The current on-going construction project located at Penang Island while property development project in Paya Terubong, The Dew. The Dew comprises 281 units of 1,000 square feet affordable housing scheme. The said scheme achieved 36% physical completion and 76% of sales with Sale and Purchase Agreement signed todate.

The Group also dispose of the parcels of land held for development located at Lot 10054 (Tanjung Bungah) on 07 Feb 2024 and investment property located at Bakar Arang on 27 Nov 2023.

The unbilled sales for the Group are RM86.72 million as at the reporting date.

Quarterly report on consolidated results for the period ended 29 February 2024

B4. Comparison with profit forecast

Not applicable.

B5. Notes to the statement of comprehensive income

	Current Quarter 29/02/2024 RM'000	Cumulative Quarter 29/02/2024 RM'000
Profit for the period is arrived at after (crediting)/charging:		
-Interest income	(338)	(391)
-Interest expense	3,744	6,962
-Depreciation and amortization	1,444	2,844
-Written off of inventories	-	-
-Written off PPE	-	-
-Impairment of assets / investments	-	-
-(Gain)/loss on fair value adjustment	(127)	(41)
-(Gain)/loss on disposal of properties / land	(10,431)	(10,431)

B6. Tax expense

	Current Quarter 29/02/2024 RM'000	Cumulative Quarter 29/02/2024 RM'000
Malaysian income tax: Based on results for the period		
- Current taxation	(1,421)	(2,011)
- Deferred taxation	872	7
	(549)	(2,004)
Over/(under) provision in prior years		
- Current taxation	-	-
- Deferred taxation	-	-
	-	-
- RPGT	(11)	(33)
	(560)	(2,037)

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.

Quarterly report on consolidated results for the period ended 29 February 2024

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.

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 29 February 2024 were as follows: -

	RM'000
Share quoted in Malaysia: -	
Balance at 01/09/2023	3
Fair value adjustment	<u>-</u>
Balance at 29/02/2024	<u>3</u>
At Market Value of quoted shares in Malaysia	3

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.

Quarterly report on consolidated results for the period ended 29 February 2024

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").

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.

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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.

B10. Group borrowings and debt securities

As at 29/02/2024	Group 29/02/2024 RM'000	Secured 29/02/2024 RM'000	Unsecured 29/02/2024 RM'000	S/Term 29/02/2024 RM'000	L/Term 29/02/2024 RM'000
Banker's acceptance	22,751	22,751	-	22,751	-
Invoice financing	1,465	1,465	-	1,465	-
Bank overdraft	10,108	10,108	-	10,108	-
Hire purchases	940	940	-	878	62
Revolving credits	8,014	8,014	-	8,014	-
Term loans	149,585	149,585	-	39,098	110,487
Total	192,863	192,863	-	82,314	110,549

As at 28/02/2023	Group 28/02/2023 RM'000	Secured 28/02/2023 RM'000	Unsecured 28/02/2023 RM'000	S/Term 28/02/2023 RM'000	L/Term 28/02/2023 RM'000
Banker's acceptance	31,080	31,080	-	31,080	-
Bank overdraft	13,527	13,527	-	13,527	-
Hire purchases	235	235	-	191	44
Revolving credits	15,600	-	15,600	5,950	9,650
Term loans	183,266	183,266	-	47,581	135,684
Total	243,708	228,108	15,600	98,330	145,378

11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 29 February 2024.

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B12. Realised and unrealised profit/(loss) disclosure

The retained profits of the Group as at 29 February 2024 and 31 August 2023 are analyzed as follows:

	As at 29/02/2024 RM'000	As at 31/08/2023 RM'000
Total losses of the Company and its subsidiaries:		
-Realised	(45,969)	(49,118)
-Unrealised	-	-
	<hr/>	<hr/>
	(45,969)	(49,118)
Total share of retained profits from jointly controlled entities:		
-Realised	433	366
	<hr/>	<hr/>
	(45,536)	(48,752)
Less: Consolidation adjustments	29,447	29,297
	<hr/>	<hr/>
Total accumulated losses as per Consolidated Statement of Financial Position	(16,088)	(19,455)
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B13. Changes in material litigation

During the financial quarter ended 29 February 2024, 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 29 February 2024.

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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 29/02/2024 RM'000	Preceding year corresponding 28/02/2023 RM'000	Current year to date 29/02/2024 RM'000	Preceding year corresponding 28/02/2023 RM'000
Net earnings/(loss) to owners of the parent				
-Continuing operations	3,676	(3,492)	4,094	(7,875)
-Discontinued operations	(450)	(714)	(727)	(1,929)
	<u>3,226</u>	<u>(4,206)</u>	<u>3,367</u>	<u>(9,804)</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	3.27	(3.11)	3.64	(7.01)
-Discontinued operation	(0.40)	(0.64)	(0.64)	(1.72)
	<u>2.87</u>	<u>(3.74)</u>	<u>3.00</u>	<u>(8.72)</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: 26 April 2024