



**CJ CENTURY LOGISTICS HOLDINGS BERHAD**  
**199701008845 (424341-A)**

**INTERIM FINANCIAL REPORT**

**30 SEPTEMBER 2023**

16 NOVEMBER 2023



**CJ CENTURY LOGISTICS HOLDINGS BERHAD (Registration No. 199701008845 (424341-A))**  
Interim report on unaudited consolidated results for the financial period ended 30 September 2023

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

	-----Individual quarter-----				-----Cumulative quarter-----			
	Current year quarter 30.09.2023 RM'000	Preceding year corresponding quarter 30.09.2022 RM'000	-----Changes-----		Current year to date 30.09.2023 RM'000	Preceding year corresponding period 30.09.2022 RM'000	-----Changes-----	
			RM'000	%			RM'000	%
Revenue	159,460	230,157	(70,697)	-31%	589,995	725,885	(135,890)	-19%
Direct operating expenses	(130,707)	(198,780)	68,073	34%	(500,092)	(621,955)	121,863	20%
Gross profit	28,753	31,377	(2,624)	-8%	89,903	103,930	(14,027)	-13%
Net other operating expenses	(22,102)	(20,872)	(1,230)	-6%	(68,446)	(65,837)	(2,609)	-4%
Results from operating activities	6,651	10,505	(3,854)	-37%	21,457	38,093	(16,636)	-44%
Net finance costs	(1,860)	(2,064)	204	10%	(5,768)	(5,996)	228	4%
Profit before taxation	4,792	8,441	(3,649)	-43%	15,690	32,097	(16,407)	-51%
Taxation	(1,227)	(2,069)	842	41%	(4,544)	(9,181)	4,637	51%
Profit for the period	3,565	6,372	(2,807)	-44%	11,146	22,916	(11,770)	-51%
Other comprehensive income / (loss)								
Foreign currency translation differences for foreign operations	2	3	(1)	-41%	(6)	1	(7)	-724%
Other comprehensive income / (loss) for the period	2	3	(1)	-41%	(6)	1	(7)	-724%
Total comprehensive income for the period	3,567	6,375	(2,808)	-44%	11,140	22,917	(11,777)	-51%
Profit / (loss) attributable to:								
Equity holders of the Company	3,549	6,360	(2,811)	-44%	11,108	22,897	(11,789)	-51%
Non-controlling interests	16	12	4	35%	38	19	19	101%
Profit for the period	3,565	6,372	(2,807)	-44%	11,146	22,916	(11,770)	-51%
Total comprehensive income / (loss) attributable to:								
Equity holders of the Company	3,550	6,363	(2,813)	-44%	11,101	22,898	(11,797)	-52%
Non-controlling interests	16	12	4	35%	38	19	19	101%
Total comprehensive income for the period	3,567	6,375	(2,808)	-44%	11,140	22,917	(11,777)	-51%
Earnings per share attributable to equity holders of the Company:								
Basic and Diluted (sen)*	0.61	1.09	(0.48)	-44%	1.91	3.92	(2.01)	-51%

\* The Group's basic and diluted earnings per share are the same as the Company does not have any convertible securities as at the end of the reporting period.

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

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

	As at end of current quarter 30.09.2023	As at preceding financial year end 31.12.2022
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	353,961	362,396
Other asset	-	60
Right-of-use assets	86,169	65,396
Deferred tax asset	512	397
Intangible assets	23,743	23,801
	<u>464,385</u>	<u>452,050</u>
<b>Current Assets</b>		
Inventories	9,240	37,527
Receivables	182,502	180,094
Deposits, cash and bank balances	81,775	98,586
	<u>273,517</u>	<u>316,207</u>
<b>Total Current Assets</b>	<u>273,517</u>	<u>316,207</u>
<b>TOTAL ASSETS</b>	<u><u>737,901</u></u>	<u><u>768,257</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	300,043	300,043
Treasury shares	(6,747)	(6,747)
Reserves	156,286	151,003
	<u>449,582</u>	<u>444,299</u>
<b>Non-controlling Interests</b>	<u>733</u>	<u>695</u>
<b>Total Equity</b>	<u>450,315</u>	<u>444,994</u>
<b>Non-current Liabilities</b>		
Borrowings	93,890	108,222
Lease liabilities	14,953	3,920
Deferred taxation	8,638	8,150
	<u>117,481</u>	<u>120,292</u>
<b>Current Liabilities</b>		
Borrowings	29,138	53,190
Payables	118,981	138,550
Lease liabilities	21,986	11,231
	<u>170,105</u>	<u>202,971</u>
<b>Total Liabilities</b>	<u>287,587</u>	<u>323,263</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>737,901</u></u>	<u><u>768,257</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.77	0.76

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

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

	Current year to date 30.09.2023 RM'000	Preceding year corresponding period 30.09.2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period	11,146	22,916
Adjustments:		
Non-Cash Items	38,757	41,538
Non-Operating Items	<u>(965)</u>	<u>(206)</u>
Operating profit before working capital changes	48,937	64,247
Movement in working capital:		
Net change in current assets	27,560	(9,847)
Net change in current liabilities	<u>(19,640)</u>	<u>(18,831)</u>
Cash generated from operations	56,858	35,569
Tax paid	<u>(6,441)</u>	<u>(6,480)</u>
Net cash from operating activities	<u>50,416</u>	<u>29,089</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	458	124
Disposal of property, plant and equipment	1,055	3,266
Disposal of other assets	130	-
Decrease / (increase) in investment in money market funds	9,634	(8,006)
Purchase of property, plant and equipment	<u>(3,223)</u>	<u>(1,977)</u>
Net cash from / (used in) investing activities	<u>8,054</u>	<u>(6,593)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(5,819)	(2,910)
Proceeds from borrowings	-	32,000
Repayment of principal portion of lease liabilities	(15,219)	(13,613)
Net repayment of hire purchase payables	(1,915)	(1,955)
Repayment of borrowings	(36,469)	(43,386)
Repayment of principal portion of advance received from immediate holding company	-	(26,993)
Purchase of treasury shares	-	(2,537)
Interest paid	<u>(6,226)</u>	<u>(6,120)</u>
Net cash used in financing activities	<u>(65,648)</u>	<u>(65,514)</u>
Net decrease in cash and cash equivalents	(7,178)	(43,018)
Cash and cash equivalents at beginning of the period	<u>69,595</u>	<u>43,134</u>
Cash and cash equivalents at end of the period	<u>62,417</u>	<u>116</u>
Cash and cash equivalents at the end of the financial period comprise the following :		
Cash and bank balances	23,766	13,874
Investment in money market funds	19,357	19,482
Deposits with licensed banks	<u>38,652</u>	<u>1,661</u>
	81,775	35,017
Less: Investment in money market funds	(19,357)	(19,482)
Bank overdraft	<u>-</u>	<u>(15,419)</u>
	<u>62,417</u>	<u>116</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	←	Attributable to Equity Holders of the Company			→	Non-controlling	Total
		Share Capital	Non-distributable	Distributable			
		Treasury	Other	Retained	Total	Interests	Equity
	RM'000	Shares	Reserves	Earnings	RM'000	RM'000	RM'000
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2023	300,043	(6,747)	546	150,457	444,299	695	444,994
Total comprehensive income for the period	-	-	(6)	11,108	11,101	38	11,140
Dividends paid	-	-	-	(5,819)	(5,819)	-	(5,819)
As at 30 September 2023	300,043	(6,747)	540	155,746	449,582	733	450,315
<b>As at preceding year corresponding quarter</b>							
As at 1 January 2022	300,043	(4,197)	531	125,216	421,593	683	422,276
Purchase of treasury shares	-	(2,537)	-	-	(2,537)	-	(2,537)
Total comprehensive income for the period	-	-	1	22,897	22,898	19	22,917
Dividends paid	-	-	-	(2,910)	(2,910)	-	(2,910)
As at 30 September 2022	300,043	(6,734)	532	145,203	439,044	702	439,746

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

## **Notes To The Financial Statements**

### **1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 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 December 2022.

### **2. Significant Accounting Policies**

The Group has adopted the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 2016 in Malaysia for accounting period beginning on 1 January 2023. As disclosed in the Group's annual financial statements for the financial year ended 31 December 2022, the following are new/revised accounting standards effective for annual periods beginning on or after 1 January 2023.

Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above amendments did not have any material impact on the financial statements of the Group.

The Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective :-

Amendments to MFRS 16	Leases - Lease Liability in a Sale and Leaseback
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The above pronouncements do not have any material impact on the financial statements of the Group.

### **3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2022 was not qualified.

### **4. Seasonal or Cyclical Factors**

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

### **5. Unusual Items**

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

### **6. Changes in Estimates**

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

### **7. Changes in Debt and Equity Securities**

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares during the financial quarter under review.

### **8. Dividend Paid**

No dividend was paid in the financial quarter under review.

9. Segmental Reporting

Analysis of the Group's revenue and results for the 9 months period ended 30 September 2023 is as follows:

	Total Logistics Services	Procurement Logistics Services	Consolidation Adjustment	Group Results
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
External sales	392,097	197,898	-	589,995
Inter-segment sales	5,401	17	(5,418)	-
Total revenue	<u>397,498</u>	<u>197,915</u>	<u>(5,418)</u>	<u>589,995</u>
<b>Profit</b>				
Segment results	10,466	11,274	(284)	21,457
Net finance costs				<u>(5,768)</u>
Profit from ordinary activities before taxation				15,690
Taxation				<u>(4,544)</u>
Profit from ordinary activities after taxation				11,146
Non-controlling interests				<u>(38)</u>
Net profit for the period				<u>11,108</u>

Analysis of the Group's revenue and results for the 9 months period ended 30 September 2022 is as follows:

	Total Logistics Services	Procurement Logistics Services	Consolidation Adjustment	Group Results
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
External sales	554,313	171,572	-	725,885
Inter-segment sales	9,632	9	(9,641)	-
Total revenue	<u>563,945</u>	<u>171,581</u>	<u>(9,641)</u>	<u>725,885</u>
<b>Profit</b>				
Segment results	29,951	8,546	(405)	38,093
Net finance costs				<u>(5,996)</u>
Profit from ordinary activities before taxation				32,097
Taxation				<u>(9,181)</u>
Profit from ordinary activities after taxation				22,916
Non-controlling interests				<u>(19)</u>
Net profit for the period				<u>22,897</u>

Total revenue of the Group was RM589.995 million, representing a decrease of 18.7% from RM725.885 million recorded in the corresponding period ended 30 September 2022. The Group recorded an operating profit of RM21.457 million, a decrease of 43.7% from operating profit of RM38.093 million, for the nine months ended 30 September 2023.

**9. Segmental Reporting (cont'd)**

Total Logistics Services

Segment revenue and operating profit from Total Logistics Services operations for the period under review decreased by RM162.216 million and RM19.485 million respectively as compared to the corresponding period ended 30 September 2022 mainly due to the decline in freight rates and lower business volume contribution from our customers. An analysis of revenue of the various operation in Total Logistics Services segment is as follows:

Revenue	9 months ended 30.09.2023 RM'000	9 months ended 30.09.2022 RM'000	Variance RM'000	Variance %
Freight Forwarding	150,395	302,866	(152,471)	(50.3)
Contract Logistics	110,127	133,382	(23,255)	(17.4)
Transportation	69,496	46,823	22,673	48.4
Oil Logistics	28,131	31,141	(3,011)	(9.7)
Others*	33,949	40,101	(6,152)	(15.3)
<b>Total</b>	<b>392,097</b>	<b>554,313</b>	<b>(162,216)</b>	<b>(29.3)</b>

\*Trading of Resin and Data Management Services

Procurement Logistics Services

The Procurement Logistics segment recorded a higher segment revenue and operating profit of RM197.898 million and RM11.274 million respectively for the nine months ended 30 September 2023 compared to RM171.572 million and RM8.546 million respectively in the corresponding period ended 30 September 2022. The increase in revenue and profit were mainly attributable to the higher export volumes arising from improved demands from our customers during the financial period.

**Segment Assets and Segment Liabilities**

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
As at 30 September 2023				
Segment Assets	957,889	105,823	(325,810)	<u>737,901</u>
Segment Liabilities	319,156	49,197	(80,767)	<u>287,587</u>
As at 30 September 2022				
Segment Assets	962,842	91,681	(303,451)	<u>751,072</u>
Segment Liabilities	505,995	36,167	(230,835)	<u>311,326</u>

**10. Related Party Disclosures**

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.



**11. Financial Instruments**

**Categories of financial instruments**

	As at 30.09.2023 RM'000	As at 31.12.2022 RM'000
<b>Financial assets</b>		
<b>Fair value through profit or loss</b>		
Investment in money market funds	19,357	28,991
<b>Amortised costs</b>		
Trade receivables	111,145	125,380
Other receivables and refundable deposits	35,791	18,592
Amount owing from immediate holding company	645	576
Amount owing from intermediate holding company	733	484
Amount owing from related parties	7,015	7,802
Deposits, cash and bank balances	62,417	69,595
<b>Financial liabilities at amortised costs</b>		
Trade payables	36,928	62,590
Other payables and accrued expenses	61,925	52,372
Amount owing to immediate holding company	646	1,404
Amount owing to intermediate holding company	13,283	14,341
Amount owing to related parties	48	84
Total borrowings	118,111	154,580
Hire-purchase payables	4,917	6,832
Lease liabilities	36,939	15,151

**The Group uses the following hierarchy in determining the fair value of the financial instruments carried at fair value:**

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or liability.

Fair value of the Group's investment in money market funds, which is measured based on price quotes for similar instruments or valuation techniques based on market observable inputs as quoted prices of identical instruments from an active market are not available. It is determined based on the quoted prices from investment fund and adjusted to incorporate credit risk, is categorised under Level 2 fair value hierarchy.

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values, either due to their short-term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the reporting date.

**12. Valuation of Property, Plant and Equipment**

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

**13. Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the interim period.

**14. Changes in Composition of the Group**

There were no changes in the composition of the Group during the financial period under review.

**15. Capital Commitments**

Capital commitments for the purchase of property, plant and equipment not provided for at the end of the reporting quarter are as follows:-

	As at 30.09.2023 RM'000	As at 31.12.2022 RM'000
Approved and contracted for	3,842	1,567
Approved but not contracted for	968	494

**16. Changes in Contingent Liabilities**

There were no changes in contingent liabilities since the last annual balance sheet as at 31 December 2022.

**17. Review of Performance**

For the financial quarter ended 30 September 2023, the Group's revenue and pre-tax profit were RM159.460 million and RM4.792 million respectively, compared to revenue and pre-tax profit of RM230.157 million and RM8.441 million respectively for the corresponding period in the previous financial year. The decrease in revenue and pre-tax profit was mainly due to the decline freight rates and reduced business volume contribution from our Total Logistics Services segment customers in the current financial quarter.

Revenue recorded from the various operations in the Total Logistics Services segment are as follows:

Revenue	Quarter ended 30.09.2023 RM'000	Quarter ended 30.09.2022 RM'000	Variance RM'000	Variance %
Freight Forwarding	42,883	92,705	(49,822)	(53.7)
Contract Logistics	35,963	43,954	(7,991)	(18.2)
Transportation	22,657	14,941	7,716	51.6
Oil Logistics	8,468	9,984	(1,516)	(15.2)
Others*	11,188	12,301	(1,112)	(9.0)
<b>Total</b>	<b>121,159</b>	<b>173,885</b>	<b>(52,726)</b>	<b>(30.3)</b>

\*Trading of Resin and Data Management Services

The Procurement Logistics Services segment recorded revenue of RM38.301 million during the financial quarter ended 30 September 2023, reduce from RM56.275 million, a decrease of 31.9% due to the lower export volumes handled. Export revenue dropped to RM26.335 million during the current financial quarter, from RM33.420 million recorded during the corresponding period in the previous financial year, due mainly to the customers' seasonal demands.

**18. Comparison with Immediate Preceding Quarter's Results**

	Current year quarter 30.09.2023 RM'000	Immediate preceding quarter 30.06.2023 RM'000	-----Changes-----	
			RM'000	%
Revenue	159,460	210,958	(51,498)	-24%
Direct operating expenses	(130,707)	(180,613)	49,906	28%
Gross profit	28,753	30,345	(1,592)	-5%
Net other operating expenses	(22,102)	(22,858)	756	3%
Results from operating activities	6,651	7,487	(836)	-11%
Net finance costs	(1,860)	(2,018)	158	8%
Profit before taxation	4,792	5,469	(677)	-12%
Taxation	(1,227)	(1,658)	431	26%
Profit for the period	3,565	3,811	(246)	-6%

**18. Comparison with Immediate Preceding Quarter's Results (cont'd)**

For the financial quarter ended 30 September 2023, the Group reported revenue and pre-tax profit of RM159.460 million and RM4.792 million respectively, compared to revenue and pre-tax profit of RM210.958 million and RM5.469 million respectively for the preceding quarter.

For the Total Logistics Services segment, revenue was lower mainly due to reduced volume recorded by the Freight Forwarding operation. Revenue recorded from the various operations in the Total Logistics Services segment are as follows:

Revenue	Quarter ended 30.09.2023 RM'000	Quarter ended 30.06.2023 RM'000	Variance RM'000	Variance %
Freight Forwarding	42,883	50,848	(7,966)	(15.7)
Contract Logistics	35,963	36,538	(575)	(1.6)
Transportation	22,657	24,709	(2,052)	(8.3)
Oil Logistics	8,468	9,207	(739)	(8.0)
Others*	11,188	9,602	1,587	16.5
<b>Total</b>	<b>121,159</b>	<b>130,903</b>	<b>(9,744)</b>	<b>(7.4)</b>

\*Trading of Resin and Data Management Services

For the Procurement Logistics Services segment, revenue was lower mainly due to the decrease in export revenue from RM63.046 million to RM26.335 million. Overall revenue from the Procurement Logistics Services segment decreased from RM80.055 million to RM38.301 million.

**19. Prospects for the Current Financial Year**

Our primary focus will continue to be sustainable growth across all our business operations, while advocating and implementing the best standards of corporate governance, proper risk management and internal control measures as well as prioritise responsible management and minimise environmental impact across the Company and its operations.

Given the current uncertain economic condition, it is prudent for the Company to adopt a cautious approach in the pursuit of business growth, as well as stringent cost control, in order to weather any storm which we may face.

In the immediate term, the Company intends to expand its footprint further to the Northern region, particular in Penang.

**20. Profit Forecast**

There was no profit forecast announced in relation to the financial quarter under review.

**21. Taxation**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 30.09.2023 RM'000	Preceding year corresponding quarter 30.09.2022 RM'000	Current year to date 30.09.2023 RM'000	Preceding year corresponding period 30.09.2022 RM'000
Provision for taxation	807	2,936	4,170	8,041
Deferred taxation	419	(867)	373	1,140
	<u>1,227</u>	<u>2,069</u>	<u>4,544</u>	<u>9,181</u>

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the period.

The effective tax rate of the Group was higher than the statutory tax rate principally due to certain expenses not deductible for tax purposes.

**22. Note to the Statement of Comprehensive Income**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 30.09.2023 RM'000	Preceding year corresponding quarter 30.09.2022 RM'000	Current year to date 30.09.2023 RM'000	Preceding year corresponding period 30.09.2022 RM'000
Interest income	216	40	458	124
Interest expenses - borrowings	(1,683)	(1,826)	(5,187)	(5,271)
Interest expenses - right-of-use assets	(392)	(277)	(1,039)	(849)
Depreciation and amortisation	(9,369)	(8,816)	(27,786)	(25,890)
Provision for and write off of receivables	(107)	113	(163)	(713)
Foreign exchange gain / (loss)	562	(81)	917	308
Gain / (loss) on disposal of quoted or unquoted investments or properties	687	46	1,040	531
Other income including investment income (excluding items disclosed above)	133	11	274	47

There were no other exceptional items or derivatives during the period under review.

**23. Status of Corporate Proposal**

There was no corporate proposal announced but not completed as at the date of this report.

**24. Trade Receivables**

	As at 30.09.2023 RM'000	As at 31.12.2022 RM'000
Trade Receivables	112,541	126,613
Less: Allowance for impairment	(1,396)	(1,233)
	<u>111,145</u>	<u>125,380</u>

The ageing of past due but not impaired analysis of the Group's trade receivables is as follows:-

	As at 30.09.2023 RM'000	As at 31.12.2022 RM'000
1- 30 days	17,681	18,915
31 - 60 days	4,974	4,822
61 - 90 days	1,661	1,397
more than 90 days	11,001	2,670
	<u>35,317</u>	<u>27,804</u>

The credit terms of the Group range from 3 to 120 days. Included in the Group's trade receivables are debtors with a carrying amount of RM35.317 million which are past due for which no impairment had been provided as there has not been a significant change in credit quality and the Group believes that the amounts are still considered fully recoverable.

The Group does not have any significant credit risk exposure to any single counterparty.

**25. Group's Borrowings and Debt Securities**

-----As at 30 September 2023-----			
	Short term RM'000	Long term RM'000	Total borrowings RM'000
<b>Short Term - Unsecured</b>			
- Revolving Credit	10,000	-	10,000
<b>Secured</b>			
- Term Loans	16,626	91,485	108,111
- Hire Purchase	<u>2,512</u>	<u>2,405</u>	<u>4,917</u>
	<u>29,138</u>	<u>93,890</u>	<u>123,028</u>
-----As at 31 December 2022-----			
	Short term RM'000	Long term RM'000	Total borrowings RM'000
<b>Short Term - Unsecured</b>			
- Revolving credit	34,000	-	34,000
<b>Secured</b>			
- Term Loans	16,626	103,954	120,580
- Hire Purchase	<u>2,564</u>	<u>4,268</u>	<u>6,832</u>
	<u>53,190</u>	<u>108,222</u>	<u>161,412</u>

The weighted average effective interest rate of the term loans is 5.02% (2022 : 4.24%) per annum which are subjected to floating interest rates. The term of the hire-purchase ranges from one to five years and the weighted average effective interest rate implicit in the hire-purchase arrangements is 4.77% (2022 : 4.79%) per annum. The interest rates are fixed at the inception of each hire-purchase arrangement.

**26. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

**27. Material Litigation**

The Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group.

**28. Dividend**

The Board of Directors does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

29. Earnings Per Share

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 30.09.2023 RM'000	Preceding year corresponding quarter 30.09.2022 RM'000	Current year to date 30.09.2023 RM'000	Preceding year corresponding period 30.09.2022 RM'000
Net profit attributable to equity holders of the Company	<u>3,549</u>	<u>6,360</u>	<u>11,108</u>	<u>22,897</u>
Weighted average number of ordinary shares in issue	<u>581,886</u>	<u>581,984</u>	<u>581,886</u>	<u>583,574</u>
Basic and diluted earnings per share (sen)*	<u>0.61</u>	<u>1.09</u>	<u>1.91</u>	<u>3.92</u>

\* The Group's basic and diluted earnings per share are the same as the Group does not have any convertible securities as at the end of the reporting period.

By Order of the Board of Directors

Company Secretaries

Kuala Lumpur  
16 November 2023