

Niche Capital Emas

NICHE CAPITAL EMAS HOLDINGS BERHAD

Registration No.: 200001024664 (527272-V)
(Incorporated in Malaysia)

Interim Financial Report

For the Second Quarter ended 31 December 2023



NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023
Condensed Consolidated Statements of Profit or Loss (Unaudited)

	<u>Individual Quarter</u>			<u>Cumulative Quarter</u>		
	<u>3 months ended</u>		+ / (-) %	<u>6 months ended</u>		+ / (-) %
	<u>31 Dec</u>			<u>31 Dec</u>		
	<u>2023</u>	<u>2022</u>		<u>2023</u>	<u>2022</u>	
	<u>RM'000</u>	<u>RM'000</u>		<u>RM'000</u>	<u>RM'000</u>	
Continuing operations						
Revenue	3,954	278	1322.3	18,434	2,425	660.2
Cost of goods sold	(3,357)	(232)	1347.0	(17,383)	(2,301)	655.5
Gross profit	597	46	1197.8	1,051	124	747.6
Other operating expenses	(1,881)	-		(3,107)	-	
Administrative expenses	(2,173)	(2,889)	-24.8	(4,594)	(5,227)	-12.1
Other income	530	48	1004.2	616	6,190	-90.0
Operating (loss)/profit	(2,927)	(2,795)	4.7	(6,034)	1,087	-655.1
Finance costs	(17)	(18)	-5.6	(37)	(35)	5.7
(Loss)/Profit before tax	(2,944)	(2,813)	4.7	(6,071)	1,052	-677.1
Taxation	(44)	-		(44)	-	
(Loss)/Profit from continuing operations for the period	(2,988)	(2,813)	6.2	(6,115)	1,052	-681.3
Discontinued operation						
Profit/(Loss) from discontinued operation, net of tax	83	(5)	-1760.0	77	(7)	-1200.0
(Loss)/Profit for the period	(2,905)	(2,818)	3.1	(6,038)	1,045	-677.8
(Loss)/Profit attributable to Equity holders of the Company	(2,905)	(2,818)	3.1	(6,038)	1,045	-677.8
(Loss)/Earnings per share (sen)						
- basic	(0.25)	(0.32)		(0.52)	0.12	
- diluted	(0.23)	(0.28)		(0.47)	0.10	

The above Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023
Condensed Consolidated Statements of Other Comprehensive Income (Unaudited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>31 Dec</u>		<u>31 Dec</u>	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period	(2,905)	(2,818)	(6,038)	1,045
Other comprehensive income:				
Currency translation differences	35	6	33	-
Total comprehensive (loss)/profit for the period	<u>(2,870)</u>	<u>(2,812)</u>	<u>(6,005)</u>	<u>1,045</u>
Total comprehensive (loss)/profit attributable to:				
Equity holders of the Company	<u>(2,870)</u>	<u>(2,812)</u>	<u>(6,005)</u>	<u>1,045</u>

The above Condensed Consolidated Statements of Other Comprehensive Income should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023
Condensed Consolidated Statements of Financial Position

	Unaudited As at 31 Dec 2023	Audited As at 30 Jun 2023
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant & Equipment	32,262	23,430
Right-of-use Assets	2,004	2,395
Intangible Assets	10,921	13
Current Assets		
Inventories	11,985	13,311
Trade Receivables	9,253	9,756
Other Receivables	9,764	20,496
Tax Recoverable	103	103
Deposits, Cash and Bank Balances	8,629	22,844
Total Current Assets	39,734	66,510
Total Assets	84,921	92,348
EQUITY AND LIABILITIES		
Equity attributable to the shareholders of the Company		
Share Capital	126,228	113,505
Reserves		
Warrant Reserve	1,125	4,306
Foreign Currency Translation Reserve	(331)	(364)
Accumulated Losses	(49,364)	(43,326)
Total Reserves	(48,570)	(39,384)
Total Equity	77,658	74,121
Non-Current Liabilities		
Lease Liabilities	786	1,012
Deferred Tax Liabilities	1	1
Total Non-Current Liabilities	787	1,013
Current Liabilities		
Lease Liabilities	573	727
Contract Liabilities	-	14,480
Trade Payables	2,380	737
Other Payables	3,462	1,250
Provision for Taxation	54	20
	6,469	17,214
Liabilities classified as held for sale	7	-
Total Current Liabilities	6,476	17,214
Total Liabilities	7,263	18,227
Total Equity and Liabilities	84,921	92,348
Net Assets per Share attributable to the equity holders of the Company (RM)	0.06	0.06

The above Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023
Condensed Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to shareholders of the Company				Total Equity
	Non-Distributable			Accumulated	
	Share	Warrant	Foreign		Losses
	Capital	Reserve	Currency	Reserve	RM'000
	RM'000	RM'000	Translation	RM'000	RM'000
	RM'000	RM'000	Reserve	RM'000	RM'000
Balance as at 1 Jul 2023	113,505	4,306	(364)	(43,326)	74,121
Loss for the financial period	-	-	-	(6,038)	(6,038)
Other Comprehensive Income	-	-	33	-	33
Total Comprehensive Income/(Loss) for the financial period	-	-	33	(6,038)	(6,005)
Transactions with owners					
Conversion of Warrants	12,725	(3,181)	-	-	9,544
Warrants Conversion Expenses	(2)				(2)
Balance as at 31 Dec 2023	126,228	1,125	(331)	(49,364)	77,658

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023
Condensed Consolidated Statement of Changes in Equity *(Continued)*

	Attributable to shareholders of the Company				Total Equity
	Non-Distributable			Accumulated	
	Share	Warrant	Foreign		Losses
	Capital	Reserve	Currency	Reserve	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 Jul 2022	80,984	4,433	(357)	(36,738)	48,322
Profit for the period	-	-	-	1,045	1,045
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	1,045	1,045
Balance as at 31 Dec 2022	80,984	4,433	(357)	(35,693)	49,367

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD

Reg. No. 200001024664 (527272-V)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023

Condensed Consolidated Statement of Cash Flows

	<u>Cumulative Quarter</u>	
	<u>6 months ended</u>	
	<u>31 Dec</u>	
	<u>2023</u>	<u>2022</u>
	<u>RM'000</u>	<u>RM'000</u>
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/Profit Before Tax from:		
- Continuing operations	(6,071)	1,052
- Discontinued operation	77	(7)
	<u>(5,994)</u>	<u>1,045</u>
Adjustments for:		
Depreciation on Property, Plant and Equipment ("PPE")	997	283
Depreciation on Right-of-use ("ROU") Assets	391	296
Amortisation of Intangible Assets	591	-
PPE written off	-	8
Inventory written down	1	-
Gain on reversal of accrual	(125)	-
Impairment of other receivables	-	28
Finance Costs	37	35
Interest Income	(106)	(18)
Operating (loss)/profit before working capital changes	<u>(4,208)</u>	<u>1,677</u>
Changes in working capital		
Inventories	1,325	1,536
Receivables	11,237	(2,838)
Payables	(10,459)	(977)
Cash used in operating activities	<u>(2,105)</u>	<u>(602)</u>
Interest paid	(37)	(35)
Tax paid	(11)	(34)
Net cash used in operating activities	<u>(2,153)</u>	<u>(671)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of PPE	(9,829)	(1,212)
Acquisition of ROU asset	-	(65)
Investment in Exploration Rights	(11,500)	-
Interest received	106	18
Net cash used in investing activities	<u>(21,223)</u>	<u>(1,259)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liabilities	(381)	(311)
Proceeds from exercise of warrants	9,544	-
Warrants conversion and share issuance expenses	(2)	-
Net cash generated from/(used in) financing activities	<u>9,161</u>	<u>(311)</u>
Net decrease in cash and cash equivalents	<u>(14,215)</u>	<u>(2,241)</u>
Cash and cash equivalents at 1 Jul	<u>22,844</u>	<u>4,169</u>
Exchange difference in Translation	-	-
Cash and cash equivalents at 31 Dec	<u>8,629</u>	<u>1,928</u>
Cash and cash equivalents comprises:		
Cash and bank balances	<u>8,629</u>	<u>1,928</u>

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to these Interim Financial Statements.

NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCE REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134

1. Basis of Preparation

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying Explanatory Notes attached to the interim financial statements.

Accounting Policies

The accounting policies and methods of the 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 30 June 2023.

(i) Adoption of new and amended standards

During the financial year, the Group and the Company have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

MFRS 17	Insurance Contracts
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
Amendments to MFRS 112	International Tax Reform – Pillar Two Model Rules

The adoption of the above amendments to MFRSs did not have any significant impact on the financial statements of the Group and the Company.

1. Basis of Preparations *(Continued)*

(ii) Standards issued but not yet effective

The Group and the Company have not applied the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and the Company:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group and the Company intend to adopt the above new standards and amendments to standards when they become effective.

The initial applications of the above-mentioned new MFRSs and amendments to MFRSs are not expected to have any significant impacts on the financial statements of the Group and of the Company.

2. Audit Report of Preceding Annual Financial Statements

The audited financial statements of the Group for the financial year ended 30 June 2023 were not subject to any audit qualification.

3. Seasonal or Cyclical Factors

The Group's mining operations are affected by the end of the year's weather conditions.

4. Unusual Items Due to their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income or cash flow for the current quarter and financial year-to-date that are unusual due to their nature, size or incidence.

5. Changes in Estimates

There were no changes in estimates that have had any material effect during the current quarter and financial year-to-date.

6. Issuances and Repayment of Debt and Equity Securities

There were no issuance and repayment of debt or equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year-to-date except for the new issuance of 159,057,100 new ordinary shares arising from the exercise of 159,057,100 Warrants-B at the exercise price of RM0.06 per Warrants-B, details as follow:

Date	No. of ordinary shares allotted from Warrants B exercised	Exercise Price	Amount
	unit	RM	RM
5 Sep 2023	390,000	0.06	23,400
11 Sep 2023	385,000	0.06	23,100
18 Sep 2023	335,700	0.06	20,142
25 Sep 2023	665,000	0.06	39,900
2 Oct 2023	555,000	0.06	33,300
12 Oct 2023	200,000	0.06	12,000
16 Oct 2023	725,000	0.06	43,500
23 Oct 2023	490,000	0.06	29,400
27 Oct 2023	810,000	0.06	48,600
6 Nov 2023	931,300	0.06	55,878
21 Nov 2023	2,315,400	0.06	138,924
27 Nov 2023	17,958,400	0.06	1,077,504
4 Dec 2023	35,729,600	0.06	2,143,776
7 Dec 2023	1,450,000	0.06	87,000
13 Dec 2023	14,573,400	0.06	874,404
19 Dec 2023	3,659,900	0.06	219,594
20 Dec 2023	50,109,700	0.06	3,006,582
29 Dec 2023	27,773,700	0.06	1,666,422
	<u>159,057,100</u>		<u>9,543,426</u>
		Less direct expenses	<u>(1,700)</u>
		Net proceeds	<u>9,541,726</u>

Upon issuance of the above new shares, the issued share capital of the Company increased to 1,308,039,600 ordinary shares as reported in this interim financial report from 1,148,982,500 ordinary shares as at 30 June 2023.

The above new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

7. Dividend Paid

No dividend has been paid during the current quarter and financial year-to-date ended 31 December 2023 (31 December 2022: Nil).

8. Segment Information

	Trading		Construction and Services		Mining		Others		Group	
	Cumulative Quarter		Cumulative Quarter		Cumulative Quarter		Cumulative Quarter		Cumulative Quarter	
	6 months ended 31 Dec		6 months ended 31 Dec		6 months ended 31 Dec		6 months ended 31 Dec		6 months ended 31 Dec	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue										
Total Revenue	2,269	2,025	14,480	664	3,013	-	-	-	19,762	2,689
Inter-segment revenue	-	(264)	-	-	(1,328)	-	-	-	(1,328)	(264)
External Sales	2,269	1,761	14,480	664	1,685	-	-	-	18,434	2,425
Segment Result	481	(288)	994	(175)	(4,373)	(2,965)	(1,186)	5,069	(4,084)	1,641
Interest Income	1	1	-	-	-	-	105	18	106	19
Finance Costs	(4)	(5)	-	-	(28)	(20)	(5)	(10)	(37)	(35)
Amortisation on intangible assets	-	-	-	-	(591)	-	-	-	(591)	-
Depreciation on PPE	(8)	(6)	-	-	(961)	(251)	(28)	(26)	(997)	(283)
Depreciation on ROU Assets	(34)	(34)	-	-	(245)	(137)	(112)	(125)	(391)	(296)
Profit/(Loss) before tax	436	(332)	994	(175)	(6,198)	(3,373)	(1,226)	4,926	(5,994)	1,046
Taxation	-	-	-	-	(44)	-	-	-	(44)	-
Profit/(Loss) after tax	436	(332)	994	(175)	(6,242)	(3,373)	(1,226)	4,926	(6,038)	1,046
Assets										
Segment Assets	15,057	18,611	13,257	10,039	49,122	22,226	7,485	2,561	84,921	53,437
Unallocated Assets	-	-	-	-	-	-	-	-	-	-
Total Assets	15,057	18,611	13,257	10,039	49,122	22,226	7,485	2,561	84,921	53,437
Liabilities										
Segment Liabilities	641	845	42	504	5,721	1,166	859	1,555	7,263	4,070
Unallocated Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	641	845	42	504	5,721	1,166	859	1,555	7,263	4,070

9. Material Subsequent Events

There were no material events subsequent to the end of the current quarter under review that have not been reflected in this interim financial report.

10. Changes in the Composition of the Group

During to the current quarter under review, NICE has incorporated a new wholly-owned subsidiary, PT Niche Capital Minerals in Indonesia, on 7 October 2023, with a paid-up capital of Rp10,000,000,000.

During the current reporting quarter, Niche Capital (HK) Limited, a wholly-owned subsidiary of NICE incorporated in Hong Kong, has not been in operations for some time and is in the process of deregistration with the Companies Registry of Hong Kong.

11. Significant Related Party Transactions

There was no significant related party transaction in the financial period under review.

B. Explanatory Notes Pursuant to Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

12. Detailed Analysis of Group Performance for the Current Quarter and Financial Period-to-Date

	<u>Individual Quarter</u>			<u>Cumulative Quarter</u>		
	<u>3 months ended</u>			<u>6 months ended</u>		
	<u>31 Dec</u>			<u>31 Dec</u>		
	<u>2023</u>	<u>2022</u>	<u>+ / (-)</u>	<u>2023</u>	<u>2022</u>	<u>+ / (-)</u>
<u>RM'000</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>	
Revenue	3,954	278	1,322.3	18,434	2,425	660.2
Segments results:						
Trading	785	(208)	(477.4)	436	(333)	(230.9)
Construction and Services	(7)	(5)	40.0	994	(175)	(668.0)
Mining	(2,931)	(1,948)	50.5	(6,198)	(3,373)	83.8
Others	(708)	(657)	7.8	(1,226)	4,926	(124.9)
(Loss)/Profit before tax	(2,861)	(2,818)	1.5	(5,994)	1,045	(673.6)

The Group recorded a RM4.0 million (2023 – RM278,000) revenue for the current quarter under review, mainly contributed from Trading segment and Mining segment with RM2.3 million (2023 – RM278,000) and RM1.7 million (2023 – Nil) respectively. The higher volume of jewellery sold resulted in a profit before tax of RM785,000 (2023 – RM208,000 loss) in the Trading segment while Mining segment incurred a higher loss of RM2.9 million (2023 – RM1.9 million loss) from higher mining operating costs. There was no revenue (2023 – Nil) reported by the Construction and Services segment for the current quarter since the completion of the renovation enhancement works in Perak in last quarter. Overall, the Group recorded a RM2.9 million loss before taxation (2023 - RM2.8 million loss) for the current quarter under review.

The Group reported a RM18.4 million (2023 – RM2.4 million) revenue in the financial period to-date, contributed by the Construction and Services segment with RM14.5 million (2023 – RM664,000), Trading segment, RM2.3 million (2023 – RM1.8 million) and Mining segment, RM1.7 million (2023 – Nil) respectively. Construction and Services segment with the completion of the renovation enhancement works in Perak in last quarter reported a RM994,000 profit before tax while the Trading segment with a higher trading activities contributed RM436,000. Mining segment with its alluvial gold mining incurred a loss before tax of RM6.2 million (2023 – RM3.4 million loss) as the initial gold mining activities has yet to turn around. Overall, the Group reported a loss after taxation of RM6.0 million for the financial period to-date as compared to last year, a profit of RM1.0 million, benefited from a RM5.9 million reversal of prior year's provision of liabilities written off for the Company's obligation under the corporate guarantees on former subsidiary, Yikon Jewellery Industry Sdn Bhd's bank borrowings.

13. Comment on Material Change in the Loss before Taxation for the Current Quarter Compared with the Immediate Preceding Quarter

	Individual Quarter		+ / (-) %
	3 months ended		
	31 Dec	30 Jun	
	2023	2023	
	RM'000	RM'000	
Revenue	3,954	14,480	(72.7)
Segments results:			
Trading	785	(349)	(324.9)
Construction and Services	(7)	1,001	(100.7)
Mining	(2,931)	(3,267)	(10.3)
Others	(708)	(518)	36.7
Loss before tax	<u>(2,861)</u>	<u>(3,133)</u>	(8.7)

The Group reported a lower revenue of RM4.0 million in the current quarter under review as compared to a RM14.5 million revenue in the immediate preceding quarter. The immediate preceding quarter's revenue was solely contributed by the Construction and Services segment from the completion of the renovation enhancement works in Perak, while the current quarter revenue's was contributed by Trading segment, RM2.3 million and Mining segment, RM1.7 million. The Group recorded a lower loss before taxation of RM2.9 million in the current quarter under review as compared to a RM3.1 million loss before taxation in the immediate preceding quarter mainly contributed by the higher margin from the Trading segment and lower operating cost incurred by the Mining segment.

14. Current Year Prospects

On the Mining segment, the Group is expecting the approval of the Environmental Impact Assessment application for hard rock mining by the Department of Environment of Malaysia by the first quarter of 2024 and target to commission its hard rock mining operation by the third quarter of 2024. Meanwhile, the Group will continue to carry out its alluvial mining operation in tandem with the hard rock mining operation until further evaluation by the Group. The Group is also in the midst of carrying out drilling programmes on identified mineralisation areas in Sokor North and drilling exploration programmes for Sokor Midland is expected to be carried out by third quarter of 2024. On Sokor South, further earthworks need to be carried out prior to commencement of planned exploration programmes, which is expected by third quarter of 2024.

On the Trading segment, the Group will focus on liquidating its precious stones and jewellery inventories and expect to benefit from sustained demand for precious metals till end of the year.

For the Construction and Services segment, the Group will continue to explore opportunities to build its order book.

15. Profit Forecast

The Group did not issue any profit forecast during the current financial year-to-date.

16. Taxation

The taxation of the Group for the current financial period-to-date and comparative financial period is as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	31 Dec		31 Dec	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Income Tax				
Malaysia -current year	44	-	44	-
Malaysia -prior year	-	-	-	-
Overseas- prior year	-	-	-	-
Subtotal	44	-	44	-
Deferred Taxation				
Malaysia -current year	-	-	-	-
Subtotal	-	-	-	-
Total taxation expense	44	-	44	-

17. Status of Utilisation of Proceeds Raised from Corporate Proposal

On 16 February 2023 and 22 March 2023, the Company raised a total RM33.1 million from the issuance of 265.1 million ordinary shares through two (2) tranches of Private Placement at an issue price of RM0.125 per share.

The utilisation of the proceeds are as follows:

Category	Proposed			Utilised	Balance
	Utilisation	Raised	Variation		
	RM'000	RM'000	RM'000	RM'000	RM'000
Mining Business	25,000	25,000	(1,100)	(22,669)	1,231
Property Business	3,463	3,463	(3,463)	-	-
Working Capital	3,581	3,581	4,563	(5,442)	2,702
Estimated expenses for corporate exercises	1,100	1,100	-	(1,100)	-
Total	33,144	33,144	-	(29,211)	3,933

On 29 November 2023, the Company announced its intention to vary the utilisation of proceeds raised. The variation of RM4.5 million constitutes a 13.8% deviation from the RM33.1 million total proceeds raised, is not subject to shareholders' approval, nor any regulatory authorities' approval.

18. Status of Corporate Proposals Announced

There were no corporate proposals that have been announced but not completed as at the date of this report.

19. Group Borrowings and Debt Securities

As at the end of the reporting period, the Group borrowings which are all denominated in Ringgit Malaysia, were as follows:

	31 Dec	
	2023 RM'000	2022 RM'000
Lease liabilities:		
Amount payable within 12 months	573	622
Amount payable after 12 months	785	726
Total	1,358 ^a	1,348 ^b

Remark: a RM123,000 is secured by a Corporate Guarantee of the Company and RM208,000 by personal guarantee of a director of the Company

b RM405,000 is secured by a Corporate Guarantee of the Company and RM247,000 by a personal guarantee of a director of the Company

20. Derivative Financial Instrument

There was no derivative financial instrument issued by the Company as the date of this report.

21. Fair Value Changes of Financial Liabilities

There were no fair value changes of financial liabilities during the financial period under review.

22. Material Litigation

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

23. Dividend

a) The Directors do not recommend the payment of dividend for the second quarter ended 31 December 2023 (31 December 2022: Nil).

b) Total dividend for the current financial year-to-date is Nil (31 December 2022: Nil).

24. (Loss)/Earnings Per Share

a) Basic (loss)/earnings per share

The basic (loss)/earnings per share is calculated based on the consolidated (loss)/profit for the financial period-to-date attributable to Equity holders of the Company and the weighted average number of ordinary shares in issue during the financial period-to-date:

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	31 Dec		31 Dec	
	2023	2022	2023	2022
Net (loss)/profit attributable to owners of the Company (RM'000)	(2,905)	(2,818)	(6,038)	1,045
Weighted average number of ordinary shares in issue ('000)	1,183,712	877,514	1,166,489	877,514
Basic (loss)/earnings per share (sen)	(0.25)	(0.32)	(0.52)	0.12

b) Diluted (loss)/earnings per share

The diluted (loss)/earnings per share is calculated based on the adjusted consolidated (loss)/profit for the financial period-to-date attributable to the Equity holders of the Company and the weighted average number of ordinary shares in issue during the financial period-to-date have been adjusted for the dilutive effects of all potential ordinary shares:

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	31 Dec		31 Dec	
	2023	2022	2023	2022
Net (loss)/profit attributable to owners of the Company (RM'000)	(2,905)	(2,818)	(6,038)	1,045
Weighted average number of ordinary shares in issue ('000)	1,183,712	877,514	1,166,489	877,514
Effect of dilution				
- Warrants B	102,267	124,404	113,563	123,616
Adjusted weighted average number of ordinary shares in issue ('000)	1,285,979	1,001,918	1,280,052	1,001,130
Diluted (loss)/earnings per share (sen)	(0.23)	(0.28)	(0.47)	0.10

Remark:

Warrants has a dilutive effect only when the average market price of ordinary shares during the period exceeds the exercise price of the options or warrants.

25. Notes to Condensed Consolidated Statement of Profit or Loss

Loss before taxation is arrived after (charging)/crediting the following items:

	31 Dec 2023	
	Individual Quarter RM '000	Cumulative Quarter RM '000
(a) Interest Income	20	106
(b) Other Income	1	1
(c) Interest Expense	(17)	(37)
(d) Depreciation and Amortization	(1,336)	(1,979)
(e) Provision / Write off of Receivables	-	-
(f) Reversal of Inventories Written Down	549	509
(g) Gain / (Loss) on Disposal of quoted or unquoted investments or properties	-	-
(h) Impairment of Assets	-	-
(i) Foreign Exchange Loss	(60)	(60)
(j) Gain / (Loss) on derivatives	-	-
(k) Exceptional Items	-	-

26. Authorised for Issue

This Interim Financial Report was authorised for issue by the Board in accordance with a resolution of the Board of Directors on 27 February 2023.

By Order of the Board

Yeow Sze Min (MAICSA 7065735) (SSM PC No. 201908003120)

Yee Kit Yeng (MAICSA 7068292) (SSM PC No. 202208000022)

Joint Company Secretaries