

**UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Individual Quarter (1st quarter)		Changes %	Cumulative Quarter		Changes %
	Current quarter ended 30.06.2022 RM'000	Corresponding quarter ended 30.06.2021 RM'000		Current year-to-date ended 30.06.2022 RM'000 (UNAUDITED)	Corresponding year-to-date ended 30.06.2021 RM'000 (UNAUDITED)	
1 Revenue	276,919	189,890	45.8%	577,506	458,563	25.9%
2 Cost of sales	(233,908)	(161,074)	45.2%	(493,963)	(387,748)	27.4%
3 Gross profit	43,011	28,816	49.3%	83,543	70,815	18.0%
4 Other income	4,152	1,815	128.8%	10,066	7,143	40.9%
5 Administrative expenses	(7,668)	(6,908)	11.0%	(15,134)	(14,135)	7.1%
5A Other operating expenses	(895)	(127)	604.7%	(1,434)	(3,792)	-62.2%
6 Profit from operations	38,600	23,596	63.6%	77,041	60,031	28.3%
7 Finance cost	(114)	(341)	-66.6%	(381)	(553)	-31.1%
8 Profit before tax	38,486	23,255	65.5%	76,660	59,478	28.9%
9 Taxation	(9,900)	(7,403)	33.7%	(19,224)	(17,249)	11.4%
10 Profit after tax ("PAT") for the period	28,586	15,852	80.3%	57,436	42,229	36.0%
Attributable to :						
Owners of the Company	28,535	16,003	78.3%	57,396	42,388	35.4%
Non-controlling Interests ("NCI")	51	(151)	-133.8%	40	(159)	-125.2%
	28,586	15,852	80.3%	57,436	42,229	36.0%
11 Profit per share attributable to owners of the Company:						
(i) Basic earnings per ordinary share ("EPS")(sen)*	2.30	1.29		4.63	3.43	
(ii) Diluted earnings per ordinary share (sen)*	2.03	1.14		4.08	3.01	

* Basic earnings per share for the quarter and cumulative financial year is calculated based on the profit for the period divided by the weighted average number of ordinary shares in issue for the quarter and financial year respectively. Diluted earnings per share for the current financial year is calculated by dividing the profit for the financial year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares. Please refer to Note B11 for further details.

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2021 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 30.06.2022 RM'000	Corresponding quarter ended 30.06.2021 RM'000	Current year-to-date ended 30.06.2022 RM'000 (UNAUDITED)	Corresponding year-to-date ended 30.06.2021 RM'000 (UNAUDITED)
1 PAT for the period	28,586	15,852	57,436	42,229
2 Other Comprehensive Expense:				
- Foreign currency translation differences	324	273	431	232
3 Total comprehensive income for the period	<u>28,910</u>	<u>16,125</u>	<u>57,867</u>	<u>42,461</u>
Attributable to :				
Owners of the Company	28,859	16,276	57,827	42,620
Non-controlling Interests ("NCI")	51	(151)	40	(159)
	<u>28,910</u>	<u>16,125</u>	<u>57,867</u>	<u>42,461</u>

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2021 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.06.2022 RM'000 (UNAUDITED)	As at 31.12.2021 RM'000 (AUDITED)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	80,875	93,168
Right-Of-Use Assets	1,175	896
Investment Properties	874	881
Other Investments	2,122	1,946
Intangible Assets	356,222	356,222
Trade Receivables	235,895	230,397
	677,163	683,510
Current Assets		
Inventories	202,047	197,034
Trade and Other Receivables	374,986	407,802
Contract Assets	40,323	11,006
Tax Recoverables	366	674
Cash and Bank Balances	214,556	210,320
	832,278	826,836
TOTAL ASSETS	1,509,441	1,510,346

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	As at 30.06.2022 RM'000 (UNAUDITED)	As at 31.12.2021 RM'000 (AUDITED)
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	683,041	642,658
Treasury Shares	(6,914)	(5,186)
Other Reserves	1,015	584
Retained Profits	539,656	506,976
	1,216,798	1,145,032
Non-controlling Interests	530	867
Total Equity	<u>1,217,328</u>	<u>1,145,899</u>
Non-Current Liabilities		
Deferred Tax Liabilities	5,892	6,239
Trade and Other Payables	148,964	134,230
Lease Liabilities	986	352
	155,842	140,821
Current Liabilities		
Trade and Other Payables	117,591	158,819
Contract Liabilities	1,058	19,580
Lease Liabilities	396	773
Income Tax Payable	17,226	10,629
Short Term Borrowings	-	33,825
	136,271	223,626
Total Liabilities	<u>292,113</u>	<u>364,447</u>
	<u>1,509,441</u>	<u>1,510,346</u>
TOTAL EQUITY AND LIABILITIES		
Net assets per share attributable to owners of the Company (RM)	0.96	0.93
No. of ordinary shares (in thousand)	<u>1,261,050</u>	<u>1,237,244</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2021 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company			Non Controlling Interests RM'000	Total Equity RM'000	
	<----- Non-Distributable ----->		Distributable			
	Share Capital RM'000	Other Reserves RM'000	Treasury Shares RM'000			Retained Profits RM'000
6 MONTHS PERIOD ENDED 30 JUNE 2022						
Balance as at 1 January 2022	642,658	584	(5,186)	506,976	867	1,145,899
Issuance of shares	40,383	-	-	-	-	40,383
Total Comprehensive Income for the period	-	431	-	57,396	40	57,867
Dividend paid	-	-	-	(24,716)	-	(24,716)
Disposal of subsidiary	-	-	-	-	(377)	(377)
Shares repurchased	-	-	(1,728)	-	-	(1,728)
Balance as at 30 June 2022	683,041	1,015	(6,914)	539,656	530	1,217,328
6 MONTHS PERIOD ENDED 30 JUNE 2021						
Balance as at 1 January 2021	642,658	667	(4,996)	471,870	111	1,110,310
Total Comprehensive Income for the period	-	232	-	23,828	(159)	23,901
Acquisition of equity interest in a subsidiary	-	-	-	-	872	872
Shares repurchased	-	-	(35)	-	-	(35)
Balance as at 30 June 2021	642,658	899	(5,031)	495,698	824	1,135,048

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2021 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current year-to-date ended 30.06.2022 RM'000 (UNAUDITED)	Corresponding year-to-date 30.06.2021 RM'000 (UNAUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	76,660	59,478
Adjustments for :		
Amortisation and depreciation	13,428	17,896
Non-cash items	(2,226)	2,310
Operating Profit Before Working Capital Changes	87,862	79,684
Changes in working capital :		
Net change in operating assets	3,899	4,022
Net change in operating liabilities	(43,242)	(44,021)
Net Cash Generated from Operations	48,519	39,685
Interest received	1,749	2,592
Interest paid	(372)	(533)
Income tax paid	(11,725)	(13,716)
Net Cash Generated From Operating Activities	38,171	28,028
CASH FLOW USED IN INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(14,120)	(15,435)
Acquisition of additional interest in subsidiaries	-	855
Acquisition of other investment	-	(150)
Net cash inflow of disposal of subsidiary	130	-
Placement of deposits in licensed banks	(3,184)	-
Proceeds from disposal of property, plant and equipments and inventories	6	5,013
Proceeds from disposal of quoted shares	-	10,274
Net Cash (Used In)/Generated From Investing Activities	(17,168)	557
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease payment	(496)	(340)
Purchase of treasury shares	(1,728)	(35)
Proceeds from issuance of ordinary shares	40,383	-
Dividend paid during the period	(24,716)	(18,561)
Net Cash Generated From/(Used In) Financing Activities	13,443	(18,936)
NET INCREASE IN CASH AND CASH EQUIVALENTS	34,446	9,649
EFFECT OF EXCHANGE RATE CHANGES	430	288
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	160,796	186,119
CASH AND CASH EQUIVALENTS AT END OF PERIOD	195,672	196,056
	30.06.2022 RM'000	30.06.2021 RM'000
CASH AND CASH EQUIVALENTS AT END OF PERIOD CONSIST OF:		
Cash and Bank Balances	214,641	118,021
Less: Allowance for ECL	(85)	-
Less: Fixed Deposits and investment funds	(18,884)	158,064
Less: Short term borrowing	-	(80,029)
	195,672	196,056

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2021 and the accompanying explanatory notes attached to the Interim Financial Report)

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

NOTES TO THE REPORTS

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Corporate Information

Kerjaya Prospek Group Berhad is a public limited company incorporated and domiciled in Malaysia, and is listed on the Bursa Malaysia Securities Berhad. The registered office is located at No. 802, 8th Floor, Block C, Kelana Square, 17 Jalan SS7/26, 47301 Petaling Jaya, Selangor. The principal place of business is located at No.1, 2nd Floor, Bangunan One Wangsa, Jalan Wangsa Permai, Taman Wangsa Permai, 52200 Kuala Lumpur.

A2. Malaysian Financial Reporting Standards ("MFRS")

A2.1 Basis of Preparations

The interim financial reports of the Group are unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysia Accounting Standard Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial reports should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021.

A2.2 Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this quarterly financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2021, except for the adoption of the following new standards, amendments to the standards and interpretations effective during the current financial year:

- Amendments to MFRS 1, MFRS 3, MFRS 9, MFRS 116 and MFRS 137.

The adoption of the above standards and interpretation did not have any material effect on the financial performance or position of the Group.

The new and revised standards and amendments issued but not yet effective during the current financial year and not early adopted by the Group/Company are as listed below:

- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current (effective for accounting periods beginning on or after 1 January 2023)
- MFRS 17 Insurance Contracts (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 101: Presentation of Financial Statements - Disclosure of Accounting policies (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 112: Deferred Tax relate to Assets and Liabilities arising from a Single Transaction (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 10: Consolidated Financial Statements and MFRS 128: Sale or Contribution of The Group is expected to apply the abovementioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impact to financial statements of the Group.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

A3. Audit Report

The audited financial statements for the preceding financial year ended 31 December 2021 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items

There were no unusual items in the current quarter under review that would affect the assets, liabilities, equity, net income or cashflows of the Group.

A6. Changes in Estimates

There were no significant changes in estimates that have a material effect to the current quarter under review.

A7. Debt and Equity Securities

Save as disclosed below, there were no issuance, cancellations, resale and repayment of debt and equity securities for the Company during the current quarter under review.

- (a) The issued and paid-up ordinary share capital of the Company was increased by way of Private Placement of 25,239,000 new ordinary shares at an issue price of RM1.60 per share.
- (b) The Company repurchased 943,000 units of its issued ordinary shares from the open market at price ranging from RM1.16 to RM1.21 per share. Total consideration paid was RM1,125,785 including transaction costs and this was financed by internal generated funds. The shares repurchased are being held as treasury shares in accordance with the requirements of section 127 of the Companies Act 2016. As at 30 June 2022, the Company has repurchased a total of 6,157,566 units of ordinary shares for RM6.9 million including transaction costs.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

A8. Dividends Paid

On 28 February 2022, the Board of Directors has approved a second interim dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 December 2021. The total amount of RM24.74 million was paid on 8 April 2022.

On 26 May 2022, the Board of Directors has approved a first interim dividend of 2.0 sen per ordinary share in respect of the financial year ending 31 December 2022. The total amount of RM24.74 million was paid on 8 July 2022.

A9. Segmental Information

	Construction	Manufacturing	Property Development	Investment	Others	Elimination	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022							
External Revenue	574,080	93	2,916	-	417	-	577,506
Inter Group Revenue	78,735	1,563	-	20,000	-	(100,298)	-
	<u>652,815</u>	<u>1,656</u>	<u>2,916</u>	<u>20,000</u>	<u>417</u>	<u>(100,298)</u>	<u>577,506</u>
RESULTS							
Segmental Results	<u>57,706</u>	<u>42</u>	<u>104</u>	<u>22,094</u>	<u>(38)</u>	<u>(22,512)</u>	<u>57,396</u>

OTHER INFORMATION

Segmental Assets	<u>943,248</u>	<u>41,659</u>	<u>167,102</u>	<u>743,242</u>	<u>7,950</u>	<u>(393,760)</u>	<u>1,509,441</u>
Segmental Liabilities	<u>369,430</u>	<u>10,847</u>	<u>146,831</u>	<u>46,374</u>	<u>34,261</u>	<u>(315,630)</u>	<u>292,113</u>

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021

External Revenue	457,311	286	966	-	-	-	458,563
Inter Group Revenue	46,639	1,646	-	-	-	(48,285)	-
	<u>503,950</u>	<u>1,932</u>	<u>966</u>	<u>-</u>	<u>-</u>	<u>(48,285)</u>	<u>458,563</u>

RESULTS

Segmental Results	<u>40,325</u>	<u>29</u>	<u>385</u>	<u>3,813</u>	<u>29</u>	<u>(2,193)</u>	<u>42,388</u>
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OTHER INFORMATION

Segmental Assets	<u>924,949</u>	<u>51,541</u>	<u>135,504</u>	<u>701,479</u>	<u>9,774</u>	<u>(349,974)</u>	<u>1,473,273</u>
Segmental Liabilities	<u>415,828</u>	<u>21,212</u>	<u>115,247</u>	<u>36,439</u>	<u>38,637</u>	<u>(289,138)</u>	<u>338,225</u>

As the business of the Group is engaged entirely in Malaysia, no reporting by geographical location of operation is presented.

A9. Segmental Information (Cont'd)

For management purposes, the Group is organised into business units based on their products and services, and has four (4) reportable operating segments as follow:

- (i) Construction - Main building construction works, provision of contract workmanship and other related services.
- (ii) Manufacturing - Manufacture, assemble, installation and sale of light fittings, furniture, kitchen cabinetry and related products.
- (iii) Property Development - Development of residential and/or commercial properties.
- (iv) Investment - Investment holding companies.
- (v) Others - Other dormant companies.

Segment performance for the financial period ended 30 June 2022 as compared to corresponding preceding period ended 30 June 2021

(i) Construction

The construction segment has achieved a total revenue of RM652.82 million in the current financial period representing an increase of approximately 29.54% as compared to its corresponding preceding financial period of RM503.95 million. Segmental profit was recorded at RM57.71 million on current financial period compare to corresponding preceding financial period of RM40.33 million. The increase in revenue was mainly due to improvement in progress of construction works activities, whereas in the previous year such construction works activities were halted in June 2021 as a result of Full Movement Control Order (FMCO). The construction segment is expected to continue to be the main contributor to the Group's overall turnover and profitability moving forward.

(ii) Manufacturing

The revenue on manufacturing segment has decreased to RM1.66 million in the current financial period as compared to its corresponding preceding financial period of RM1.93 million. This segment has reported a segmental profit of RM0.04 million as compared to RM0.03 million reported in the corresponding preceding period. The manufacturing segment complements the Group's construction segment.

(iii) Property Development

The property development segment has achieved a total revenue of RM2.92 million from the sale of the properties in the current financial period as compared to its corresponding financial period of RM0.97 million. This segment has reported a segmental profit of RM0.10 million as compared to RM0.39 million reported in the corresponding preceding period.

(iv) Investment

The Investment segment shows a segmental profit of RM22.09 million in the current financial period as compared to its corresponding financial period of RM3.81 million. The increased of RM18.28 million as compared to corresponding preceding financial period is mainly due to dividend received from its subsidiary company which amounted to RM20 million.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

A10. Profit Before Taxation

The following items have been included in arriving at profit before taxation:

	Individual Quarter 30.06.2022 RM'000	Cumulative Quarter 30.06.2022 RM'000
Interest income	(877)	(1,749)
Fair value loss/(gain) arising from investment in quoted shares	150	(176)
Fair value loss arising from short term fund	42	137
Allowance for ECL (MFRS 9)	658	990
Amortisation and depreciation of property, plant and equipment	6,694	13,428
Interest expenses	115	372

A11. Subsequent Events

There were no material events subsequent to the balance sheet date up to the date of this report to be disclosed in the financial statements for the current financial period.

A12. Changes in Composition of the Group

There was no change in the composition of the Group for the current quarter and financial year under review except as follows:

- (a) On 12 April 2022, Bazarbayu Sdn. Bhd., a wholly owned subsidiary of the Company had incorporated a wholly owned company, namely Le Vert Sdn. Bhd., a company incorporated in Malaysia under the Companies Act, 2016 with an issued and paid up share capital of 100 ordinary shares.
- (b) On 30 June 2022, the Company had disposed the entire 510,000 ordinary shares, representing 51% of equity interest in Virent Energy Solutions Sdn. Bhd. for a total consideration of RM420,000. Following the completion, Virent Energy Solution Sdn. Bhd. and its wholly-owned subsidiary had ceased to be subsidiaries of the Group.

A13. Changes in Contingent Liabilities or Contingent Assets

- (a) Contingent Liabilities

Corporate guarantees given to:

- banks for facilities granted to subsidiaries
- third parties for the benefit of the subsidiaries

**30.06.2022
RM'000**

329,200

185,746

514,946

- (b) Contingent Assets

As at the date of this report, there were no contingent assets.

A14. Capital Commitments

As at the date of this report, the Group has no material capital commitments.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

For the current financial quarter under review, the Group posted a revenue of RM276.92 million as compared to its corresponding financial quarter of RM189.89 million. The Profit After Tax ("PAT") in the current quarter of RM28.59 million, representing an increase of RM12.74 million from its corresponding financial quarter of RM15.85 million.

Overall, has increase in revenue for current quarter under review was mainly due to progress of construction work activities has improved. On property development segment, the Vista Residence project at Genting Permai was completed in year 2019 and the Group has soft launched The Vue @ Monterez project in June 2022. Hence, the property development segment has minimum contribution to the Group's results.

For the financial quarter under review, the main sources of income for investment segment was interest income.

B2. Change in Results of Current Quarter Compared to Preceding Quarter

	Current Quarter ended 30.06.2022 RM'000	Immediate Preceding Quarter ended 31.03.2022 RM'000	Changes %
Revenue	276,919	300,587	-7.9%
Operating Profit	38,600	38,440	0.4%
Profit Before Tax	38,486	38,174	0.8%
Profit After Tax	28,586	28,850	-0.9%
Profit Attributable to Owners of the Company	28,535	28,862	-1.1%

For the current quarter, the Group recorded a revenue and profit before tax of RM276.92 million and RM38.49 million respectively as compared to RM300.59 million and RM38.17 million respectively in its immediate preceding quarter. The decrease of revenue was mainly due to progress of construction works activities and the profit before tax increase due to increase in profit margin.

B3. Current Year Prospects

In Year 2022, the Group will continue to monitor and implement appropriate business strategies in a timely manner to address the risk of post COVID-19 challenges, such as escalating raw material prices, shortage of skill manpower, etc, which may have on the operations and financial performance of the Group. The Group continues to be supported by an outstanding order book of RM4.3 billion for construction contracts as at 30 June 2022.

Moving forward, the Group will focus on its construction segment to be the main revenue driver for the Group.

Notwithstanding the Group's objective is to expand its core business in construction, the Group intends to maintain its manufacturing segment to complement its core business.

In regards to the Group's property development segment, the Group has soft launched its development project known as The Vue @ Monterez project in June 2022 and the Group plans to launch another new development project at the end of 2022.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B4. Profit Forecast

There were no profit forecast prepared or profit guarantee made by the Group.

B5. Taxation

	Individual Quarter 30.06.2022 RM'000	Cumulative Quarter 30.06.2022 RM'000
Malaysia income tax		
- current period	10,357	19,571
Deferred tax		
- current period	(457)	(347)
	<u>9,900</u>	<u>19,224</u>

B6 Group Borrowings and Debt Securities

There were no outstanding group borrowings and debt securities as at the financial quarter.

B7. Status of Corporate Proposals

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this report.

(a) Status of Utilisation of Proceeds

The Company had completed the issuance of 25,239,000 new shares at RM1.60 per share via private placement on 16 June 2022. The status of utilisation of net proceeds raised from the issuance of ordinary shares, amounting to RM40,382,400 is as follows:

	Actual proceeds raised RM'000	Actual utilisation RM'000	Balance utilisation RM'000
Working capital	39,824	39,824	-
Expenses for the Private Placement	558	558	-
Total	<u>40,382</u>	<u>40,382</u>	-

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B8. Changes in Material Litigation

There was no material litigation against the Group as at the reporting date save and except for the Group has made announcements on 11 September 2020 and most recent on 21 September 2020 as follows:

- (a) On 11 September 2020, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had received a letter dated 10 September 2020 from Messrs. Wong & Partners, the solicitors acting for Pembinaan Yeng Tong Sdn. Bhd. ("Plaintiff"), accompanied by Writ of Summons dated 7 September 2020 and Statement of Claim dated 7 September 2020 issued by the Kuala Lumpur High Court demanding inter-alia, payment of works done, expenses and loss and damages totalling RM35.6 million.
- (b) On 21 September 2020, the Kuala Lumpur High Court has directed KPM to enter appearance on or before 24 September 2020 and further Case Management was held on 29 September 2020.
- (c) On 5 May 2021, the Kuala Lumpur High Court has given its direction to proceed with full Trial as parties were unable to agree to arbitrate this matter pursuant to section 24A of the Courts of Judicature Act 1964 [Act 91]. The Trial dates are 22-26 November 2021, 29-30 November 2021 and 1-3 December 2021.
- (d) On 7 July 2021, the Kuala Lumpur High Court has directed parties to file and exchange its respective Witness statement in Chief and Expert Reports on/ before 30 August 2021 and to file and exchange its respective Witness statements in rebuttal and Reply expert reports on/before 15 October 2021.
- (e) On 8 November 2021, parties attended Case Management and have vacated the earlier Trial dates.
- (f) On 2 December 2021, the Kuala Lumpur High Court has fixed the hearing date on 17 – 20 May 2022 and 20 – 24 June 2022.
- (g) On 11 May 2022, the Plaintiff has filed an application to amend its Reply to KPM's Defence and Counterclaim whereby the Kuala Lumpur High Court has granted order in terms accordingly. As a result, the Kuala Lumpur High Court has also vacated the Trial dates on 17 – 20 May 2022 and 20 – 24 June 2022.
- (h) KPM has filed an appeal against the Kuala Lumpur High Court's decision in the Court of Appeal and the Hearing (to oppose the order by the Kuala Lumpur High Court allowing the Plaintiff to amend its Reply) is now fixed on 22 November 2022.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

B9. Dividend

Total dividend for the financial year ending 31 December 2022 and financial year ended 31 December 2021 are summarised as follow:

	Net Per Share FY2022 sen	Net Per Share FY2021 sen
<u>Interim Dividend</u>		
1st Interim Single-tier dividend (Sen)	2.0 *	1.5 ***
2nd Interim Single-tier dividend (Sen)	1.0 **	2.0 ****

* The Board of Directors has approved an interim dividend of 2.0 sen per ordinary share on 26 May 2022 in respect of the financial year ending 31 December 2022.

The total amount of dividend of RM24.74 million was paid on 8 July 2022.

** The Board of Directors has approved an interim dividend of 1.0 sen per ordinary share on 22 August 2022 in respect of the financial year ending 31 December 2022.

The proposed entitlement date and payment date are on 9 September 2022 and 7 October 2022

*** The Board of Directors has approved a first interim dividend of 1.5 sen per ordinary share on 26 August 2021 in respect of the financial year ended 31 December 2021.

The total amount of dividend of RM18.56 million was paid on 8 October 2021.

**** The Board of Directors has approved a second interim dividend of 2.0 sen per ordinary share on 28 February 2022 in respect of the financial year ended 31 December 2021. Including this second interim dividend, the total dividend for year ended 31 December 2021 works out to RM43.2 million, which is equivalent to 45% of Year 2021 profit after tax.

The total amount of dividend of RM24.74 million was paid on 8 April 2022.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

B10. Derivatives and Fair Value Changes of Financial Liabilities

- (a) There were no derivatives as at the current quarter under review.
- (b) The fair value changes arising from quoted investments and short term fund for the current quarter and current period under review have been accounted accordingly. The net fair value loss for current quarter amounted to RM0.19 million and net fair value gain for financial period amounted RM0.04 million.

B11. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Earnings				
Profit attributable to owners of the Company (RM'000)	28,535	16,003	57,396	42,388
a) Basic				
Weighted average number of ordinary shares ('000)	1,238,721	1,237,367	1,238,736	1,237,401
Basic earnings per share attributable to equity holders of the Company (Sen)	2.30	1.29	4.63	3.43

b) Diluted

For the purpose of calculating diluted earnings per share, the profit attributable to the equity holders of the Company and the weighted average number of ordinary shares issued during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. exercise of warrants.

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Earnings				
Profit attributable to owners of the Company (RM'000)	28,535	16,003	57,396	42,388
Weighted average number of ordinary shares ('000)	1,238,721	1,237,367	1,238,736	1,237,401
Effect of dilution of warrants ('000)	169,359	169,359	169,359	169,359
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,408,080	1,406,726	1,408,095	1,406,760
Diluted earnings per share attributable to equity holders of the Company (Sen)	2.03	1.14	4.08	3.01

B12 Authorisation for Issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Board passed on 22 August 2022.