

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Individual Quarter (4th quarter)		Changes %	Cumulative Quarter		Changes %
	Current quarter ended 31.12.2022 RM'000	Corresponding quarter ended 31.12.2021 RM'000		Current year-to-date ended 31.12.2022 RM'000 (UNAUDITED)	Corresponding year-to-date ended 31.12.2021 RM'000 (AUDITED)	
1 Revenue	288,681	283,717	1.7%	1,125,590	977,015	15.2%
2 Cost of sales	(235,289)	(229,287)	2.6%	(943,823)	(819,810)	15.1%
3 Gross profit	53,392	54,430	-1.9%	181,767	157,205	15.6%
4 Other (expense)/income	(776)	1,867	-141.6%	12,494	18,842	-33.7%
5 Administrative expenses	(10,753)	(8,254)	30.3%	(33,876)	(29,136)	16.3%
5A Other operating expenses	(2,893)	(6,099)	-52.6%	(6,561)	(14,050)	-53.3%
6 Profit from operations	38,970	41,944	-7.1%	153,824	132,861	15.8%
7 Finance cost	(191)	(271)	-29.5%	(648)	(1,099)	-41.0%
8 Profit before tax	38,779	41,673	-6.9%	153,176	131,762	16.3%
9 Taxation	(10,063)	(11,290)	-10.9%	(38,217)	(34,883)	9.6%
10 Profit after tax ("PAT") for the year	28,716	30,383	-5.5%	114,959	96,879	18.7%
Attributable to :						
Owners of the Company	28,706	30,393	-5.6%	114,906	96,962	18.5%
Non-controlling Interests ("NCI")	10	(10)	-200.0%	53	(83)	-163.9%
	28,716	30,383	-5.5%	114,959	96,879	18.7%
11 Profit per share attributable to owners of the Company:						
(i) Basic earnings per ordinary share ("EPS")(sen)*	2.28	2.46		9.19	7.84	

* Basic earnings per share for the quarter and cumulative financial year is calculated based on the profit for the year divided by the weighted average number of ordinary shares in issue for the quarter and financial year respectively. 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 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.12.2022 RM'000	Corresponding quarter ended 31.12.2021 RM'000	Current year-to-date ended 31.12.2022 RM'000 (UNAUDITED)	Corresponding year-to-date ended 31.12.2021 RM'000 (AUDITED)
1 PAT for the year	28,716	30,383	114,959	96,879
2 Other Comprehensive Income/(Expense):				
- Foreign currency translation differences	860	(356)	967	(83)
3 Total comprehensive income for the year	<u>29,576</u>	<u>30,027</u>	<u>115,926</u>	<u>96,796</u>
Attributable to :				
Owners of the Company	29,566	30,037	115,873	96,879
Non-controlling Interests ("NCI")	10	(10)	53	(83)
	<u>29,576</u>	<u>30,027</u>	<u>115,926</u>	<u>96,796</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 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2022 RM'000 (UNAUDITED)	As at 31.12.2021 RM'000 (AUDITED)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	90,524	93,168
Right-Of-Use Assets	836	896
Investment Properties	6,913	881
Other Investments	207	1,946
Intangible Assets	353,218	356,222
Trade Receivables	252,498	230,397
	704,196	683,510
Current Assets		
Inventories	201,559	197,034
Trade and Other Receivables	373,511	407,802
Contract Assets	15,078	11,006
Tax Recoverables	519	674
Cash and Bank Balances	255,705	210,320
	846,372	826,836
TOTAL ASSETS	1,550,568	1,510,346

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	As at 31.12.2022 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	1,551	584
Retained Profits	571,945	506,976
	1,249,623	1,145,032
Non-controlling Interests	543	867
Total Equity	1,250,166	1,145,899
Non-Current Liabilities		
Deferred Tax Liabilities	5,027	6,239
Trade and Other Payables	157,028	134,230
Lease Liabilities	1,082	352
	163,137	140,821
Current Liabilities		
Trade and Other Payables	109,250	158,819
Contract Liabilities	9,948	19,580
Lease Liabilities	174	773
Income Tax Payable	7,178	10,629
Short Term Borrowings	10,715	33,825
	137,265	223,626
Total Liabilities	300,402	364,447
	1,550,568	1,510,346
TOTAL EQUITY AND LIABILITIES		
Net assets per share attributable to owners of the Company (RM)	0.99	0.93
No. of ordinary shares (in thousand)	1,261,050	1,237,244

(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 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 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
12 MONTHS YEAR ENDED 31 DECEMBER 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 year	-	967	-	114,906	53	115,926
Dividend declared and paid	-	-	-	(49,937)	-	(49,937)
Disposal of subsidiary	-	-	-	-	(377)	(377)
Shares repurchased	-	-	(1,728)	-	-	(1,728)
Balance as at 31 December 2022	683,041	1,551	(6,914)	571,945	543	1,250,166
12 MONTHS YEAR ENDED 31 DECEMBER 2021						
Balance as at 1 January 2021	642,658	667	(4,996)	471,870	111	1,110,310
Total Comprehensive Income for the year	-	(83)	-	96,962	(83)	96,796
Dividend declared and paid	-	-	-	(61,856)	-	(61,856)
Acquisition of equity interest in a subsidiary	-	-	-	-	839	839
Shares repurchased	-	-	(190)	-	-	(190)
Balance as at 31 December 2021	642,658	584	(5,186)	506,976	867	1,145,899

(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 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current year-to-date ended 31.12.2022 RM'000 (UNAUDITED)	Corresponding year-to-date 31.12.2021 RM'000 (AUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	153,176	131,762
Adjustments for :		
Amortisation and depreciation	26,023	33,300
Non-cash items	72	8,168
Operating Profit Before Working Capital Changes	179,271	173,230
Changes in working capital :		
Net change in operating assets	9,242	(127,456)
Net change in operating liabilities	(33,765)	2,015
Net Cash Generated from Operations	154,748	47,789
Interest received	4,270	4,369
Interest paid	(631)	(1,099)
Income tax refund	23	-
Income tax paid	(32,286)	(30,213)
Net Cash Generated From Operating Activities	126,124	20,846
CASH FLOW USED IN INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(30,508)	(9,482)
Acquisition of investment properties	(6,045)	-
Acquisition of subsidiaries, net of cash acquired	-	946
Acquisition of other investment	-	(150)
Net cash inflow of disposal of subsidiary	130	-
Placement of deposits in licensed banks	1,710	(3,244)
Proceeds from disposal of property, plant and equipments	163	5,992
Proceeds from disposal of quoted shares	1,961	10,267
Net Cash (Used In)/Generated from Investing Activities	(32,589)	4,329
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease payment	(889)	(704)
(Repayment)/Drawdown of revolving credit	(25,000)	25,000
Purchase of treasury shares	(1,728)	(190)
Proceeds from issuance of ordinary shares	40,382	-
Dividend paid during the year	(62,062)	(37,121)
Net Cash Used In Financing Activities	(49,297)	(13,015)
NET INCREASE IN CASH AND CASH EQUIVALENTS	44,238	12,160
EFFECT OF EXCHANGE RATE CHANGES	967	(28)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	182,552	170,420
CASH AND CASH EQUIVALENTS AT END OF YEAR	227,757	182,552

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	31.12.2022	31.12.2021
	RM'000	RM'000
CASH AND CASH EQUIVALENTS AT END OF YEAR CONSIST OF:		
Cash and Bank Balances	255,737	210,441
Less: Allowance for ECL	(32)	(121)
Less: Deposits pledged with licensed banks	(17,233)	(18,943)
Less: Short term borrowing	(10,715)	(8,825)
	<u>227,757</u>	<u>182,552</u>

(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 YEAR ENDED 31 DECEMBER 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 is not expected to have any material impact to financial statements of the Group.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 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 and financial year under review.

- (a) On 16 Jun 2022, 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) During the current quarter, there was no share repurchased. The shares repurchased are being held as treasury shares in accordance with the requirements of section 127 of the Companies Act 2016. As at 31 December 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 YEAR ENDED 31 DECEMBER 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 ended 31 December 2022. The total amount of RM24.72 million was paid on 8 July 2022.

On 22 August 2022, the Board of Directors has approved a second interim dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 December 2022. The total amount of RM12.61 million was paid on 7 October 2022.

On 29 November 2022, the Board of Directors has approved a third interim dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 December 2022. The total amount of RM12.61 million was paid on 6 January 2023.

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 YEAR ENDED 31 DECEMBER 2022							
External Revenue	1,120,106	486	2,916	-	2,082	-	1,125,590
Inter Group Revenue	151,853	2,588	-	40,000	-	(194,441)	-
	<u>1,271,959</u>	<u>3,074</u>	<u>2,916</u>	<u>40,000</u>	<u>2,082</u>	<u>(194,441)</u>	<u>1,125,590</u>

RESULTS

Segmental Results	<u>119,164</u>	<u>70</u>	<u>(511)</u>	<u>45,046</u>	<u>7,800</u>	<u>(56,663)</u>	<u>114,906</u>
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OTHER INFORMATION

Segmental Assets	<u>913,883</u>	<u>34,982</u>	<u>199,285</u>	<u>735,865</u>	<u>7,576</u>	<u>(341,023)</u>	<u>1,550,568</u>
Segmental Liabilities	<u>298,595</u>	<u>4,141</u>	<u>179,629</u>	<u>41,254</u>	<u>26,043</u>	<u>(249,260)</u>	<u>300,402</u>

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

External Revenue	976,563	290	-	-	162	-	977,015
Inter Group Revenue	86,875	2,947	-	15,000	-	(104,822)	-
	<u>1,063,438</u>	<u>3,237</u>	<u>-</u>	<u>15,000</u>	<u>162</u>	<u>(104,822)</u>	<u>977,015</u>

RESULTS

Segmental Results	<u>97,508</u>	<u>471</u>	<u>176</u>	<u>28,055</u>	<u>3,545</u>	<u>(32,793)</u>	<u>96,962</u>
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OTHER INFORMATION

Segmental Assets	<u>917,255</u>	<u>44,454</u>	<u>159,166</u>	<u>706,710</u>	<u>9,462</u>	<u>(326,701)</u>	<u>1,510,346</u>
Segmental Liabilities	<u>381,182</u>	<u>13,683</u>	<u>139,000</u>	<u>45,871</u>	<u>34,962</u>	<u>(250,251)</u>	<u>364,447</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 year ended 31 December 2022 as compared to corresponding preceding year ended 31 December 2021

(i) Construction

The construction segment has achieved a total revenue of RM1,271.96 million in the current financial year representing an increase of approximately 19.60% as compared to its corresponding preceding financial year of RM1,063.44 million. Segmental profit was recorded at RM119.16 million on current financial year compare to corresponding preceding financial year of RM97.51 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 RM3.07 million in the current financial year as compared to its corresponding preceding financial year of RM3.24 million. This segment has reported a segmental profit of RM0.07 million as compared to RM0.5 million reported in the corresponding preceding year. 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 year. This segment has reported a segmental loss of RM0.51 million as compared to segmental profit of RM0.18 million reported in the corresponding preceding year. The loss from this segment relates mainly to marketing expenses incurred for its new soft launch project, The Vue @ Monterez.

(iv) Investment

The Investment segment shows a segmental profit of RM45.05 million in the current financial year as compared to its corresponding financial year of RM28.06 million. The profit from this segment relates mainly to dividend received from a subsidiary company.

A10. Profit Before Taxation

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

	Individual Quarter 31.12.2022 RM'000	Cumulative Quarter 31.12.2022 RM'000
Interest income	(1,533)	(4,270)
Fair value loss/(gain) arising from investment in quoted shares	145	(223)
Fair value gain arising from short term fund	(92)	(120)
(Reversal)/Allowance for ECL (MFRS 9)	(1,850)	960
Amortisation and depreciation of property, plant and equipment	6,237	26,023
Interest expenses	188	631

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 current financial year.

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 of the disposal, Virent Energy Solution Sdn. Bhd. and its wholly-owned subsidiary had ceased to be subsidiaries of the Group.
- (c) On 12 August 2022, the Company had deregistered its inactive wholly-owned subsidiary, Acumen Industries Limited which was incorporated in Hong Kong, pursuant to Section 751 of the Companies Ordinance in Hong Kong.

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

31.12.2022 RM'000
329,200
192,453
<u>521,653</u>

- (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 RM288.68 million as compared to its corresponding financial quarter of RM283.72 million. The Profit After Tax ("PAT") in the current quarter of RM28.72 million, representing a decrease of RM1.66 million from its corresponding financial quarter of RM30.38 million.

The increase in Group revenue for current quarter under review was mainly due to improvement in progress of construction work activities. On property development segment, the Vista Residence project at Genting Permai was completed in year 2019 and the Group made a soft launch for its The Vue @ Monterez project in June 2022. As of the date of this report, the property development segment has minimal 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 31.12.2022 RM'000	Immediate Preceding Quarter ended 30.09.2022 RM'000	Changes %
Revenue	288,681	259,403	11.3%
Operating Profit	38,970	37,814	3.1%
Profit Before Tax	38,779	37,738	2.8%
Profit After Tax	28,716	28,808	-0.3%
Profit Attributable to Owners of the Company	28,706	28,805	-0.3%

For the current quarter, the Group recorded a revenue and profit before tax of RM288.68 million and RM38.78 million respectively as compared to RM259.40 million and RM37.74 million respectively in its immediate preceding quarter. The increase of revenue was mainly due to improvement in progress of construction works activities and the profit before tax for the quarter increased compared to the immediate preceding quarter due to increase in profit margins earned for certain projects.

B3. Current Year Prospects

For Year 2023, the Malaysian economy is expected to expand at a more moderate pace amid a challenging external environment. The Group will continue to monitor and implement appropriate business strategies in a timely manner to address the challenges, such as volatility of Ringgit Malaysia, shortage of skill manpower and rising labour costs, 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 31 December 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 made a soft launch of its development project known as The Vue @ Monterez project in June 2022. The Group plans to launch another new development project in 2023.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

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

B4. Profit Forecast

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

B5. Taxation

	Individual Quarter 31.12.2022 RM'000	Cumulative Quarter 31.12.2022 RM'000
Malaysia income tax		
- current period	10,499	39,429
Deferred tax		
- current period	(436)	(1,212)
	<u>10,063</u>	<u>38,217</u>

B6 Group Borrowings and Debt Securities

Details of the Group borrowings as at 31 December 2022 were as follows:

	31.12.2022 RM'000
<u>Short term borrowings - Unsecured</u>	
(i) Cashline facilities (denominated in RM)	<u>10,715</u>

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 ordinary 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>	<u>-</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 had 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 had 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 were 22-26 November 2021, 29-30 November 2021 and 1-3 December 2021.
- (d) On 7 July 2021, the Kuala Lumpur High Court had 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, the parties involved attended Case Management and have vacated the earlier Trial dates.
- (f) On 2 December 2021, the Kuala Lumpur High Court had fixed the hearing date on 17 – 20 May 2022 and 20 – 24 June 2022.
- (g) On 11 May 2022, the Plaintiff had 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 on 11 May 2022. As a result, the Kuala Lumpur High Court had also vacated the Trial dates on 17 – 20 May 2022 and 20 – 24 June 2022.
- (h) On 17 May 2022, KPM had 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) was fixed on 22 November 2022.
- (i) On 22 November 2022, the Court of Appeal dismissed KPM's appeal and Parties are required to attend Case Management at the Kuala Lumpur High Court on 30 November 2022 to fix new trial dates.
- (j) On 30 November 2022, the Kuala Lumpur High Court allocated 21 – 23 August 2023, 2 – 4 October 2023, 16 – 19 October 2023 for Trial.
- (k) On 20 December 2022, KPM filed its Notice of Motion at the Federal Court to seek leave to appeal against the entire decision of the Court of Appeal (to oppose the order by the Kuala Lumpur High Court allowing the Plaintiff to amend its Reply).

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

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

B9. Dividend

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

	Net Dividend Per Share Sen	Total Amount RM'000	Date of Payment
<u>2022</u>			
1st Interim Single-tier dividend	2.0	24,716	8 July 2022
2nd Interim Single-tier dividend	1.0	12,611	7 October 2022
3rd Interim Single-tier dividend	1.0	12,611	6 January 2023
4th Interim Single-tier dividend *	2.0	25,220	13 April 2023
		<u>75,158</u>	
<u>2021</u>			
1st Interim Single-tier dividend	1.5	18,561	8 October 2021
2nd Interim Single-tier dividend	2.0	24,735	8 April 2022
		<u>43,296</u>	

* The Board of Directors has approved a fourth interim dividend of 2.0 sen per ordinary share on 27 February 2023 in respect of the financial year ended 31 December 2022. The proposed entitlement date and payment date are on 22 March 2023 and 13 April 2023 respectively.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

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

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 year under review have been accounted accordingly. The net fair value gain arising from quoted investments and short term funds for the current quarter and the current financial year under review amounted to RM0.36 million and RM0.40 million respectively.

B11. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Earnings				
Profit attributable to owners of the Company (RM'000)	28,706	30,393	114,906	96,962
a) Basic				
Weighted average number of ordinary shares ('000)	1,261,050	1,237,307	1,249,985	1,237,378
Basic earnings per share attributable to equity holders of the Company (Sen)	2.28	2.46	9.19	7.84

b) Diluted

The diluted earnings per share is not presented for current quarter and current year as the effect of the assumed conversion of the Warrants 2018/2023 during the financial year is anti-dilutive.

B12 Authorisation for Issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Board dated 27 February 2023.