

Quarterly Unaudited Results Of The Group For The 3rd Quarter Ended 30 September 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-Sep-23 RM'000	PRECEDING YEAR QUARTER 30-Sep-22 RM'000	CURRENT YEAR TO DATE 30-Sep-23 RM'000	PRECEDING YEAR TO DATE 30-Sep-22 RM'000
Revenue	26,006	-	83,410	-
Cost of sales	(26,721)	-	(85,507)	-
Gross loss	(715)	-	(2,097)	-
Gross Margin percentage	-3%		-3%	
Other income	1,905	-	5,129	-
Administrative expenses	(2,378)	-	(6,453)	-
Other operating expenses	(6,539)	-	(16,318)	-
	(7,727)	-	(19,739)	-
Finance cost	(198)	-	(845)	-
Loss before tax	(7,925)	-	(20,584)	-
Tax expense	(16)	-	(159)	-
Loss for the financial period	(7,941)	-	(20,743)	-
Other Comprehensive Income:				
<i>Items that will be subsequently reclassified to profit or loss</i>				
Fair value loss on investment of equity instruments	(139)	-	-	-
Exchange differences on translation of foreign operations	24	-	784	-
Total Comprehensive Loss for the financial period	(8,056)	-	(19,959)	-
Loss for the financial period attributable to :				
Owners of the company	(8,079)	-	(21,067)	-
Non-controlling interest	138	-	324	-
	(7,941)	-	(20,743)	-
Total comprehensive loss attributable to :				
Owners of the company	(8,194)	-	(20,283)	-
Non-controlling interest	138	-	324	-
	(8,056)	-	(19,959)	-
Basic and diluted loss per share (sen)	(0.42)	-	(1.41)	-

Notes:

1. There are no comparative financial information available as the Group changed its financial year end to 31 December in 2022.
2. The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 December 2022.

Quarterly Unaudited Results Of The Group For The 3rd Quarter Ended 30 September 2023**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 SEPTEMBER 2023**

	As at 30-Sep-23 (Unaudited) RM'000	As at 31-Dec-22 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	89,365	91,507
Right-of-use assets	2,746	3,328
Intangible assets	3,618	-
Goodwill	2,925	2,925
Other investments	1,109	11,234
Total non-current assets	<u>99,763</u>	<u>108,994</u>
Current assets		
Inventories	9,540	15,608
Trade receivables	15,004	21,837
Other receivables	5,314	23,375
Current tax assets	3,703	2,020
Short-term deposits with licensed banks	125,822	19,105
Cash and bank balances	4,737	11,502
Total current assets	<u>164,120</u>	<u>93,447</u>
Total assets	<u><u>263,883</u></u>	<u><u>202,441</u></u>
Equity and liabilities		
Equity		
Share capital	150,182	75,608
Treasury shares	(459)	(459)
Reserves	55,657	59,535
Equity attributable to owners of the company	<u>205,380</u>	<u>134,684</u>
Non-controlling interests	2,376	2,713
Total equity	<u>207,756</u>	<u>137,397</u>
Non-current liabilities		
Term loans	1,903	4,714
Hire purchase liabilities	2,008	1,470
Lease liabilities	841	2,298
Deferred tax liabilities	5,922	5,788
Total non-current liabilities	<u>10,674</u>	<u>14,270</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 SEPTEMBER 2023

	As at 30-Sep-23 (Unaudited) RM'000	As at 31-Dec-22 (Audited) RM'000
Current liabilities		
Trade payables	17,480	20,547
Other payables	3,319	6,462
Provision	11,332	11,332
Hire purchase liabilities	1,461	1,047
Lease liabilities	2,226	1,111
Bank borrowings	6,992	1,720
Term loans	2,233	8,232
Current tax liabilities	410	323
Total current liabilities	<u>45,453</u>	<u>50,774</u>
Total liabilities	<u>56,127</u>	<u>65,044</u>
Total equity and liabilities	<u>263,883</u>	<u>202,441</u>
Net assets per share (RM) attributable to owners of the company	<u>0.11</u>	<u>0.49</u>

Notes:

1. There are no comparative financial information available as the Group changed its financial year end to 31 December in 2022.
2. The Unaudited Condensed Consolidated Statements Of Financial Position should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 December 2022.

BSL CORPORATION BERHAD (Registration No. 200401012615 (651118-K))

Quarterly Unaudited Results Of The Group For The 3rd Quarter Ended 30 September 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

	<i>Non-distributable</i>					<i>Distributable</i>		Attributable to Owners of the Company RM'000	Non-controlling Interest RM'000	Total RM'000
	Share Capital RM'000	Warrants Reserve RM'000	Foreign Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Fair Value Reserve RM'000	Treasury Shares RM'000	Retained Profit RM'000			
At 1 January 2023	75,608	-	(977)	35,149	(3,152)	(459)	28,515	134,684	2,713	137,397
Warrant Reserve	(16,405)	16,405	-	-	-	-	-	-	-	-
Loss for the period	-	-	-	-	-	-	(21,067)	(21,067)	324	(20,743)
<u>Other comprehensive income for the period:</u>										
Foreign currency translation differences	-	-	784	-	-	-	-	784	-	784
Total comprehensive loss for the period	-	-	784	-	-	-	(21,067)	(20,283)	324	(19,959)
<u>Transactions with owners:</u>										
Issuance of share in pursuant to:										
- Right issue exercised	90,979	-	-	-	-	-	-	90,979	-	90,979
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(661)	(661)
At 30 September 2023	150,182	16,405	(193)	35,149	(3,152)	(459)	7,448	205,380	2,376	207,756

Note:

1. There are no comparative financial information available as the Group changed its financial year end to 31 December in 2022.

2. The Unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 December 2022.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023

	Cumulative Current Year To Date 30-Sep-23 RM'000	Cumulative Preceding Year To Date 30-Sep-22 RM'000
Cash flows from operating activities		
Loss before tax	(20,584)	-
Adjustments for:		
Depreciation of property, plant and equipment	3,012	-
Depreciation of right-of-use assets	924	-
Loss on disposal of other investment (unquoted shares)	975	-
Loss on disposal of a subsidiary company	2,770	-
Gain on disposal of property, plant and equipment	(262)	-
Loss on disposal of other investment (quoted shares)	5,646	-
Fair value loss on other investment (quoted shares)	584	-
Unrealised (gain)/loss on foreign exchange - net	57	-
Interest income from short term deposit	(2,042)	-
Operating loss before working capital changes	<u>(8,920)</u>	<u>-</u>
Change in working capital:		
Inventories	6,068	-
Receivables	24,139	-
Payables	(9,654)	-
Cash generated from operations	<u>11,633</u>	<u>-</u>
Interest expense	845	-
Income tax paid	(1,718)	-
Net cash generated from operating activities	<u>10,760</u>	<u>-</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(4,469)	-
Purchase intangible assets	(3,618)	-
Purchase of other investment (quoted shares)	(7,213)	-
Proceed from disposal of other investment (quoted shares)	6,841	-
Proceeds from disposal of other investment (unquoted shares)	4,122	-
Proceeds from disposal subsidiary	3,514	-
Interest received	2,042	-
Net cash generated from investing activities	<u>1,219</u>	<u>-</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023 (cont.)

	Cumulative Current Year To Date 30-Sep-23 RM'000	Cumulative Preceding Year To Date 30-Sep-22 RM'000
Cash flows from financing activities		
Drawdown of hire purchase liabilities	3,247	-
Repayment of hire purchase liabilities	(2,295)	-
Drawdown of term loans	2,094	-
Repayment of term loans	(9,127)	-
Change in short-term deposits pledged with licensed bank	576	-
Drawdown of bank borrowings	14,880	-
Repayment of bank borrowings	(9,607)	-
Issuance of share capital	90,979	-
Payment of lease liabilities	(633)	-
Dividend paid to non-controlling interest	(661)	-
Interest paid	(845)	-
Net cash generated from financing activities	<u>88,608</u>	<u>-</u>
Net increase in cash and cash equivalents	100,587	-
Effect of exchange translation differences on cash and cash equivalents	(59)	-
Cash and cash equivalents at beginning of financial period	30,031	-
Cash and cash equivalents at end of financial period *	<u>130,559</u>	<u>-</u>
* Cash and cash equivalents at end of quarter comprise:		
Cash and bank balances	4,737	-
Short-term deposits with licensed banks	<u>125,822</u>	<u>-</u>
	<u>130,559</u>	<u>-</u>

Notes:

1. There are no comparative financial information available as the Group changed its financial year end to 31 December in 2022.
2. The Unaudited Condensed Consolidated Statements Of Cash Flows should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 December 2022.

PART A: NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial period ended 31 December 2022 and the accompanying explanatory notes. The explanatory notes attached to the interim financial statements provides 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 period ended 31 December 2022.

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the financial period ended 31 December 2022. The adoption of the new/amended MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior period and current period or changes in comparatives.

A2. Qualification of Annual Financial Statements

There were no audit qualifications on the financial statements for the financial period ended 31 December 2022.

A3. Seasonal and Cyclical Factors

The Group’s business operation results were not materially affected by any major seasonal or cyclical factors.

A4. Nature and Amounts of Unusual Items

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

A5. Material Changes in Estimates

There were no material changes in estimates of amounts reported in the current quarter under review.

A6. Dividend Paid

There was no dividend paid by the Company during the quarter under review.

A7. Issuance of Debt & Equity Securities

There were no issuance, cancellations, or repayments of debts and equity securities, share buy backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review. The total number of treasury shares held was 2,728,226 ordinary shares as at 30 September 2023.

The total shares issued at the end of current financial period was 1,932,812,532, after taking into account treasury shares held.

A8. Segmental Reporting

Segmental information from continuing operations is presented in respect of the Group's business segments for the year to date ended 30 September 2023 as below:

3rd quarter ended 30 September 2023

	Investment Holding	Precision Stamping and Tooling	PCB assembly	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External sales	-	24,900	1,106	-	-	26,006
Inter-segment sales	-	306	-	-	(306)	-
	-	25,206	1,106	-	(306)	26,006
Segment results	182	(4,656)	(294)	(3,810)	(181)	(8,759)
Loss from operations						(8,759)
Finance cost						(198)
Finance income						1,032
Loss before tax						(7,925)
Tax expense						(16)
Loss for the period						(7,941)

A8. Segmental Reporting (continue.)

Cumulative 3rd quarter ended 30 September 2023

	Investment Holding	Precision Stamping and Tooling	PCB assembly	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External sales	-	79,407	3,743	260	-	83,410
Inter-segment sales	-	368	157	-	(525)	-
	-	79,775	3,900	260	(525)	83,410
Segment results	(6,736)	(9,573)	(1,476)	(3,896)	(268)	(21,949)
Loss from operations						(21,949)
Finance cost						(845)
Finance income						2,210
Loss before tax						(20,584)
Tax expense						(159)
Loss for the financial period						(20,743)
Attributable to:						
Owners of the Company						(21,067)
Minority interest						324
						(20,743)

Assets and liabilities as at 30 September 2023

	Investment Holding	Precision Stamping and Tooling	PCB assembly	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment assets	181,749	154,623	5,133	6,277	(83,899)	263,883
Segment liabilities	20,206	49,020	15,692	750	(29,541)	56,127

A9. Valuation of property, plant and equipment

There was no valuation of property, and plant and equipment carried out during the quarter under review.

A10. Material events subsequent to the end of the interim period

Judicial Review Against Bills of Demand issued by Royal Malaysian Customs Selangor

On 19 December 2014, BSL Electronics & Technologies Sdn. Bhd. [formerly known as Crestronics (M) Sdn. Bhd. (“BSLET”) (a wholly-owned subsidiary of the Company)] had received bills of demand from the Royal Malaysian Customs Selangor, being the relevant authority, demanding payment of sales tax and import duties amounting to RM11.1 million for the period from December 2011 to July 2014 of which BSLET disputed. The Directors have obtained advice from a consultant, and based on the advice received, the Directors are of the view that BSLET should only be liable for up to RM0.2 million.

On 30 December 2014, BSLET appealed to the relevant authority. Subsequently, on 15 September 2015, the authority rejected the appeal with no specific reason mentioned.

On 5 November 2015, BSLET appealed to the relevant authority again. However, on 28 June 2017, BSLET received a letter from the relevant authority that the appeal against bills of demand has been rejected and further appeal will not be considered. Thereafter, the Directors engaged another consultant to look into this matter to appeal to Minister of Finance.

On 30 January 2018, BSLET submitted remission application to the Ministry of Finance. Subsequently, on 10 April 2018, the Ministry of Finance rejected the application with no specific reason mentioned.

On 5 July 2018, BSLET, through its appointed solicitor filed in an application for judicial review to the High Court.

On 6 January 2020, the High Court dismissed BSLET’s judicial review application, BSLET proceeded to file a notice of appeal on 14 January 2020 (“Appeal”) to the Court of Appeal in relation to the High Court’s decision to dismiss BSLET’s judicial review application. The High Court had on 17 February 2020 granted BSLET a stay of execution in respect of the bills of demand until the disposal of the Appeal at the Court of Appeal.

Panasonic Manufacturing Malaysia Berhad (“PMMA”) had submitted a notice of motion (“Motion”) for, amongst others, PMMA to be granted leave to intervene to be heard in the Appeal filed by BSLET and the hearing and determination of the Appeal be stayed pending disposal of the Motion.

PMMA claimed, amongst others, that:-

- (a) The subject matter of the Appeal which essentially concerns the dispute on the sales tax and import duties imposed by the Director General of Customs on BSLET in respect of the transactions arising from the sale and purchase agreement between BSLET and PMMA, is similar to the subject matter of the BSLET’s originating summons filed against PMMA. (as set out in Section A10 (ii) below);
- (b) As PMMA has a direct interest in the subject matter of the Appeal, the presence of PMMA in the Appeal is necessary and crucial to ensure that all matters in dispute are heard and adjudicated fairly, effectually and completely; and

- (c) One of the main grounds in BSLET's judicial review application was that the PMMA has represented to BSLET that the PMMA has a Licensed Manufacturing Warehouse ("LMW") status, which should and can only be properly answered by PMMA.

At a case management on 11 August 2021, the Court of Appeal instructed that the Appeal hearing initially scheduled on 17 August 2021 to be vacated and the hearing for the Motion to intervene is fixed on 1 November 2021.

On 1 November 2021, the Court of Appeal had allowed PMMA's Motion to intervene BSLET's Appeal proceedings at the Court of Appeal. On 30 November 2021, BSLET had filed an application for leave to appeal to the Federal Court against the Court of Appeal's decision on 1 November 2021 to allow PMMA's application to intervene.

On 24 May 2022, the Federal Court had allowed PMMA to intervene. On 29 June 2022, the Court of Appeal fixed the hearing date of the appeal on 10 May 2023.

On 10 May 2023, the Court of Appeal had fixed 12 October 2023 for the hearing of BSLET's appeal in relation to the challenge against the bills of demand dated 19 December 2014 raised by the Royal Malaysian Customs Department for import duties and sales tax.

On 12 October 2023, the Court of Appeal had adjourned the hearing for a further one month and the new date has yet to be fixed as the case management is still in the process.

The solicitor of BSLET opines that BSLET has an arguable case to contend that there is no legal or factual basis for the 1st respondent (Ministry of Finance) to disallow BSLET's claim for remission of import duties and sales tax and for the 2nd respondent (Royal Malaysian Customs Department) to raise the disputed bills of demand.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review save for the following;

- i) Matahari Suria Sdn Bhd has ceased to be a subsidiary company due to completion of the disposal on 25 July 2023;
- ii) Hongze Yiyang Steel Tube Co., Ltd has ceased to be an associate of the Group due to completion of the disposal on 17 July 2023.

A12. Changes in contingent liabilities

For the quarter ended 30 September 2023, outstanding corporate guarantees amounting to approximately RM13.97 million were given by the Company to financial institutions for credit facilities granted to subsidiary companies.

A13. Capital commitments

Capital commitments of the Group in respect of property, plant and equipment as at 30 September 2023 are as follows:-

Property, plant and equipment:-	RM'000
- Approved and contracted for	1,613
- Authorized but not contracted for	-

PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS

B1. Current Quarter's Performance Review

The Group changed its financial year end to 31 December in 2022. As such there are no comparatives available for current quarter and year in review.

	Current Year Quarter 30-Sep-23 RM'000	Cummulative Quarter 30-Sep-23 RM'000
Revenue	26,006	83,410
Gross Loss	(715)	(2,097)
Loss Before Tax	(7,925)	(20,584)
Loss After Tax	(7,941)	(20,743)
Loss Attributable to Owners of the Company	(8,079)	(21,067)

The Group registered revenue of RM83.4 million for the nine months and RM26.0 million for current quarter ended 30 September 2023 respectively. The Group's revenue was principally derived from the electrical and electronic segment, contributing approximately 48.3% for current financial quarter and 50.7% of the total revenue for the first nine months ended 30 September 2023.

The Group recorded pre-tax loss of RM20.6 million for the nine months and RM7.9 million in the current financial quarter under review. The pre-tax loss is mainly attributed to weak customers' demand and higher material cost arising from unfavourable foreign exchange and higher interest expense. The Group's financial performance were also affected by a loss on disposal of investment in quoted shares of RM5.6 million recorded in the previous quarter and a loss on disposal of subsidiary and other investment of RM3.8 million recorded in the current quarter.

Nevertheless, BSL Unify Pte Ltd, a subsidiary in Singapore, continued to show encouraging revenue and better profit performance.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter 30-Sep-23 RM'000	Immediate Preceding Quarter 30-June-23 RM'000	Difference %
Revenue	26,006	27,797	(6.4%)
Gross Loss	(715)	(2,116)	66.2%
Loss Before Tax	(7,925)	(4,202)	(88.6%)
Loss After Tax	(7,941)	(4,240)	(87.3%)
Loss Attributable to Owners of the Company	(8,079)	(4,374)	(84.7%)

Quarterly Unaudited Results Of The Group For The 3rd Quarter Ended 30 September 2023

The revenue of the Group for the current quarter declined by 6.4% amounting to RM1.8 million versus the immediate preceding quarter, was mainly attributable to softer demand in electrical and electronic segment even though the decline was in part offset by rising demand from agricultural segment.

The loss before tax increased by 88.6% or RM3.7 million versus the immediate preceding quarter, was mainly attributed to a loss from disposal of a subsidiary and other investment of RM3.8 million recorded in the current quarter.

B3. Commentary on Prospects

The Group is mindful of the challenges ahead with the headwinds remain and have been compounded by continued rising prices, higher interest rates, fluctuation in customer demand, geopolitical uncertainties and intense competition locally and globally. The Group will be actively monitoring and assessing the economic impact arising from these downside risks so as to mitigate any adverse impact on its business operation.

The Group continues to increase the depth and breadth of the customer base and focusing towards optimizing the manufacturing cost structure via implementing a Manufacturing and Control Solution System. Various measures have also been undertaken to enhance operational efficiency and effective cost management in order to improve the financial performance of the Group.

B4. Variance of Actual and Forecast Profit

The Group has not provided any profit forecast.

B5. Loss before Tax

Loss before tax is arrived after charging/(crediting):

	Current Quarter 30-Sep-23 RM'000	Cumulative Quarter 30-Sep-23 RM'000
Depreciation of property, plant & equipment	958	3,012
Depreciation of right-of-use assets	301	924
Gain on disposal of property, plant and equipment	(36)	(262)
Net loss / (gain) on foreign exchange	14	(63)
Loss on disposal of investment (quoted shares)	-	5,646
Loss on disposal of other investment (unquoted shares)	975	975
Fair value loss on quoted investment	14	584
Loss on disposal of a subsidiary company	2,770	2,770
Interest expense	198	845
Interest income	(1,270)	(2,042)

B6. Tax Expense

	Current Quarter 30-Sep-23 RM'000	Cumulative Quarter 30-Sep-23 RM'000
Income tax expense	33	159
Deferred tax expense	(17)	-
Total tax expense	<u>16</u>	<u>159</u>

B7. Unquoted Investments and/or Properties

The Group has not acquired or disposed any investments in any unquoted investments and/or properties during the financial quarter under review save for the disposal of 25% interest in Hongze Yiyang Steel Tube Co., Ltd by BSL (HK) Limited that has been completed in July 2023.

B8. Quoted and Marketable Investments

During the quarter the following quoted and marketable investments were acquired/(sold).

- (a) The net purchase of investments in quoted securities by the Group for the current financial quarter and financial year-to-date under review are set out as follows:

Current Quarter 30-Sep-23 RM'000	Cumulative Quarter 30-Sep-23 RM'000
-	<u>706</u>

- (b) The details of investments in quoted securities by the Group as at the end of the current financial quarter and financial year-to-date under review are set out as follows:

	Current Quarter 30-Sep-23 RM'000	Cumulative Quarter 30-Sep-23 RM'000
Total investment at market value bought forward	1,123	6,633
Total net purchase/(sale) of investments in quoted securities	-	706
Loss on disposal of quoted securities	-	(5,646)
Fair value loss on investment in quoted securities recognised in profit or loss	(14)	(584)
Total investment at market value carried forward	<u>1,109</u>	<u>1,109</u>

B9. Status of Corporate Developments

- (i) On 28 June 2022, the Company announced its proposal to issue a renounceable rights issue. The application on the above has been approved by Bursa Securities on 15 July 2022. On 16 August 2022, the proposals were passed at the Extraordinary General Meeting. On 5 January 2023, the Company announced that Bursa Securities had, vide its letter dated 4 January 2023, resolved to grant the Company an extension of time until 15 July 2023 to complete the implementation of the Rights Issue with Warrants.

On 17 January 2023, the Company announced price fixing of the rights shares at RM0.055 per rights share and the exercise price of the Warrant B at RM0.055 per Warrant B. On 8 February 2023, the Abridged Prospectus was issued.

On 15 March 2023, the Rights Issue with Warrants was completed. A total of 1,654,156,234 rights shares were issued and listed. A total of 689,231,637 Warrant B was issued in conjunction with the rights shares. In addition, 69,875,106 new Warrant A was issued arising from the adjustment made pursuant to the Rights Issue which was completed on the same date.

- (ii) On 18 August 2022, the Company announced that our wholly owned subsidiary, Unique Forging & Components Sdn. Bhd., had on 17 August 2022 entered into a Share Sale Agreement with KAB Energy Holdings Sdn Bhd for the disposal of 100% of Matahari Suria Sdn. Bhd., for RM5.3 million. On 25 July 2023, the Company announced that the disposal has been completed, and that Matahari Suria Sdn. Bhd. has ceased to be a sub-subsidiary of BSL Corporation Berhad.

B10. Utilization of Proceeds

- (i) Private Placement

Following is the status utilization of the proceeds Private Placement exercise which was completed on 28 March 2022:

Purpose of Utilization	Timeframe for Utilization	Approved Utilization RM'000	Actual Utilization RM'000	Balance Unutilised RM'000
Manufacturing Expansion Expenses for Corporate Exercises	Within 24 months Immediate	10,598 2,111	6,705 643	3,893 1,468
Total		12,709	7,348	5,361

B10. Utilization of Proceeds (cont.)(ii) Rights Issue

Following is the status utilization of the proceeds from the Rights Issue exercise which was completed on 15 March 2023:

Purpose of Utilisation	Timeline for Utilization	Approved Utilisation RM'000	Actual Utilization RM'000	Balance Unutilized RM'000
Manufacturing Expansion	Within 24 months	26,000	477	25,523
Upgrading of Existing Facilities and Technologies		17,500	7,840	9,660
Funding for Raw Materials		14,500	4,230	10,270
Repayment of Borrowings		3,000	3,000	-
Working Capital		29,129	8,612	20,517
Expenses For the Rights Issue with Warrants	Immediate	850	753	97
Total		90,979	24,912	66,067

B11. Group Borrowings

The Group's borrowings as at the end of the reporting quarter were as follows:

	As at 30 September 2023		
	Long Term RM'000	Short term RM'000	Total borrowings RM'000
<u>Secured borrowings</u>			
Bankers' acceptance	-	6,992	6,992
Term loans	1,903	2,233	4,136
Hire purchase loans	2,008	1,461	3,469
Sub-Total	3,911	10,686	14,597
<u>Un-Secured borrowings</u>			
Lease liabilities	841	2,226	3,067
Sub-Total	841	2,226	3,067
Total	4,752	12,912	17,664

B12. Off-Balance Sheet Financial Instrument

There are no financial instruments with off-balance sheet risk since the end of the last audited financial period ended 31 December 2022 up to the date of this announcement.

B13. Changes in Material Litigation

Save as disclosed in Note A10 above, the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or any of its subsidiary companies.

B14. Dividend Payable

The Board of Directors did not propose any dividend for the current quarter under review.

B15. Loss per share

The loss per share for the quarter and cumulative year to date are computed as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30-Sep-23 RM'000	Preceding Year Quarter 30-Sep-23 RM'000	Current Period To Date 30-Sep-23 RM'000	Preceding Year to Date 30-Sep-23 RM'000
Loss attributable to owners of the Company	(8,079)	-	(21,067)	-
Weighted average number of ordinary share in issue (‘mil)	1,933	-	1,489	-
Basic Loss Per Share (sen)	(0.42)	-	(1.41)	-
Diluted Loss Per Share (sen)	(0.42)	-	(1.41)	-

The diluted loss per share has been calculated based on the adjusted consolidated loss for the financial period attributable to the equity holders of the Company and the weighted average number of ordinary shares in issue during the financial period have been adjusted for the dilutive effects of all potential ordinary shares.

B16. Authorisation for Issue

This quarterly report has been authorised for issue by the Board of Directors.