

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2023 (3rd QUARTER)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2023

	Individual Quarter 3 months ended (Unaudited)		Cumulative Quarter 9 months ended (Unaudited)	
	31-Dec-23 RM'000	31-Dec-22 RM'000	31-Dec-23 RM'000	31-Dec-22 RM'000
Revenue	11,671	6,785	28,455	13,456
Cost of sales	(11,121)	(6,470)	(27,081)	(12,291)
Gross profits	550	315	1,374	1,165
Administrative expenses	(1,173)	(2,259)	(3,499)	(4,759)
Impairment of goodwill on consolidation	-	-	-	(654)
Net allowance for expected credit losses	-	-	-	155
Other operating income	31	59	176	182
Loss from operations	(592)	(1,885)	(1,949)	(3,911)
Finance income	4	6	12	11
Finance cost	(40)	(32)	(107)	(105)
Net finance cost	(36)	(26)	(95)	(94)
Loss before taxation	(628)	(1,911)	(2,044)	(4,005)
Income tax expenses	(12)	(1,505)	(12)	(1,546)
Loss after taxation/Total comprehensive loss	(640)	(3,416)	(2,056)	(5,551)
Net loss attributable to:				
Owners of the Company	(708)	(3,373)	(2,329)	(5,691)
Non-controlling interests	68	(43)	273	140
	(640)	(3,416)	(2,056)	(5,551)
Total comprehensive loss attributable to:				
Owners of the Company	(708)	(3,373)	(2,329)	(5,691)
Non-controlling interests	68	(43)	273	140
	(640)	(3,416)	(2,056)	(5,551)
Loss per share attributable to equity holders of the parent:				
Basic (sen)	(0.19)	(1.06)	(0.61)	(1.78)

Diluted earnings is not applicable for the Group.

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	As at 31-Dec-23 (Unaudited) RM'000	As at 31-Mar-23 (Audited) RM'000
Non-Current Assets		
Plant and equipment	726	976
Right of use assets	2,406	2,930
Other investments	5,242	5,242
Goodwill	2,080	2,080
Deferred tax assets	225	225
Trade receivables	13,014	9,334
	23,693	20,787
Current Assets		
Contract assets	11,628	20,308
Contract costs	469	455
Inventories	19,832	19,017
Trade receivables	10,880	14,324
Other receivables, deposits and prepayments	11,388	11,571
Tax recoverable	1,018	478
Fixed deposits with a licensed bank	218	223
Cash and bank balances	1,064	1,786
	56,497	68,162
TOTAL ASSETS	80,190	88,949
EQUITY		
Share capital	145,919	144,744
Fair value reserves	(4,618)	(4,618)
Accumulated losses	(90,754)	(88,425)
	50,547	51,701
Equity attributable to owners of the Company		
Non-controlling interests	(228)	(501)
	50,319	51,200
Non Current Liabilities		
Lease liabilities	1,391	1,942
Trade payables	4,528	2,824
	5,919	4,766
Current Liabilities		
Contract liabilities	1,060	-
Trade payables	9,102	17,110
Other payables and accruals	12,287	14,108
Lease liabilities	734	832
Bank borrowings	742	871
Tax payable	27	62
	23,952	32,983
Total Liabilities	29,871	37,749
TOTAL EQUITY AND LIABILITIES	80,190	88,949
Net Asset per share (in RM)	0.13	0.14

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2023

	← Attributable to owners of the Company →						
	← Non-Distributable →			Distributable			
	Share Capital RM'000	Share Options Reserve RM'000	Fair Value Reserve RM'000	Accumulated Losses RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
As At 1 April 2023	144,744	-	(4,618)	(88,425)	51,701	(501)	51,200
Shares issued during the period							
- Conversion of redeemable convertible preference shares	1,175	-	-	-	1,175	-	1,175
	1,175	-	-	-	1,175	-	1,175
Total comprehensive loss for the period	-	-	-	(2,329)	(2,329)	273	(2,056)
As At 31 December 2023 (Unaudited)	145,919	-	(4,618)	(90,754)	50,547	(228)	50,319
As At 1 April 2022	139,809	-	(4,352)	(68,123)	67,334	3,161	70,495
Shares issued during the period							
- Conversion of redeemable convertible preference shares	4,935	-	-	-	4,935	-	4,935
	4,935	-	-	-	4,935	-	4,935
Fair value loss on other investments	-	-	(266)	-	(266)	-	(266)
Total comprehensive loss for the period	-	-	-	(20,302)	(20,302)	(3,662)	(23,964)
As At 31 March 2023 (Audited)	144,744	-	(4,618)	(88,425)	51,701	(501)	51,200

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER 2023

	As at 31-Dec-23 (Unaudited) RM'000	As at 31-Dec-22 (Unaudited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(2,044)	(4,005)
Adjustments for:		
Amortisation & depreciation	794	620
Impairment reversal	-	(155)
Impairment for goodwill on consolidation	-	654
Interest income	(12)	(11)
Interest expense	107	126
Gain on disposal of right of use assets	-	(56)
Operating loss before working capital changes	(1,155)	(2,827)
Changes in contract assets/liabilities (net)	9,740	5,364
Increase in contract costs	(14)	-
Increase in trade and other receivables	(52)	(128)
Decrease in trade and other payables	(8,124)	(278)
Increase in inventories	(815)	(7,169)
Net cash used in operations	(420)	(5,038)
Income tax paid	(685)	(312)
Income tax refunded	97	121
Net cash used in operating activities	(1,008)	(5,229)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of plant & equipment	(20)	(606)
Repayments from an associate	-	1,746
Proceeds from disposal of plant & equipment	-	148
Release in fixed deposits pledged	5	-
Increase in fixed deposits pledged	-	(142)
Interest received	12	11
Net cash (used in)/generated from investing activities	(3)	1,157
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(107)	(105)
Repayment of lease liabilities	(650)	(459)
(Repayment)/Proceed of trade financing	(124)	246
Proceeds from issuance of redeemable convertible preference shares	1,175	-
Net cash generated from/(used in) financing activities	294	(318)
Net changes in cash and cash equivalents	(717)	(4,390)
Cash and cash equivalents brought forward	1,039	5,858
Cash and cash equivalents carried forward	322	1,468
<u>Cash and cash equivalents comprise:</u>		
Cash and bank balances	1,064	2,109
Fixed deposits	218	232
Bank overdrafts	(742)	(641)
	540	1,700
Less: Deposits pledged	(218)	(232)
	322	1,468

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

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

A1. Basis of Preparation

The unaudited condensed interim financial statements for the 1st quarter ended 30 June 2023 have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). These interim financial statements also comply with International Accounting Standards ("IAS") 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes.

The accounting policies and methods of computation adopted in these interim financial statements of the Group are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2023, except the adoption of amendments to MFRSs and IC Interpretations that are effective for the financial period beginning on or after 1 April 2023 which does not have any significant impact on the interim financial statements of the Group.

A2. Audited Report on Preceding Annual Financial Statements

The audited financial statements for the financial year ended 31 March 2023 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

The business operations of the Group for the current financial quarter under review were not materially affected by any seasonal or cyclical factors.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no material items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current financial quarter under review.

A5. Material Changes in Estimates

There were no material changes in the estimates of amounts reported that have material effect on the results for the current financial quarter under review.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

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

A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review.

A7. Dividend Paid

There was no dividend paid during the current financial quarter under review.

A8. Segmental Reporting

The Group's business segmental information are as follows:

	<u>Revenue</u>		<u>Loss before tax</u>	
	Cumulative Quarter		Cumulative Quarter	
	9 months ended		9 months ended	
	(Unaudited)		(Unaudited)	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	RM'000	RM'000	RM'000	RM'000
Constructions	21,660	10,631	(893)	(698)
Property development	6,787	2,791	305	(1,252)
Investment holdings and others	8	34	(1,456)	(2,055)
	<u>28,455</u>	<u>13,456</u>	<u>(2,044)</u>	<u>(4,005)</u>

There was no disclosure on geographical segment as all the revenue is derived from Malaysia and from external customers.

A9. Valuation of Property, Plant and Equipment

The property, plant and equipment of the Group have not been revalued during the current financial quarter under review.

A10. Changes In the Composition of The Group

There were no material changes to the composition of the Group for the current financial quarter under review.

A11. Contingent Liabilities and Contingent Assets

There were no material contingent liabilities, either secured or unsecured and contingent assets of the Group as at the end of the current financial quarter.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

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

A12. Capital Commitments

There were no material capital commitments approved or contracted for as at 31 December 2023.

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group's Performance

	Individual Quarter 3 months ended (Unaudited)			Cumulative Quarter 9 months ended (Unaudited)		
	31-Dec-23 RM'000	31-Dec-22 RM'000	Change %	31-Dec-23 RM'000	31-Dec-22 RM'000	Change %
Revenue	11,671	6,785	72%	28,455	13,456	111%
Loss before taxation	(628)	(1,911)	-67%	(2,044)	(4,005)	-49%
Loss after taxation	(640)	(3,416)	-81%	(2,056)	(5,551)	-63%
Net loss attributable to equity holders of the parent	<u>(708)</u>	<u>(3,373)</u>	79%	<u>(2,329)</u>	<u>(5,691)</u>	-59%

The Group's revenue for individual quarter and cumulative quarter ended 31 December 2023 was increased by RM4.89 million or 72% and RM15 million or 111% respectively as compared to individual quarter and cumulative quarter ended 31 December 2022, mainly due to the projects are presently in their optimal/completion stages both in construction segment and property development segment.

The loss before taxation for individual quarter ended 31 December 2023 was reduced by RM1.28 million or 67% as compared to individual quarter ended 31 December 2022, mainly due to the professional fee incurred for pre-acquisition assessment on property development project at Penang amounted to RM1.21 million in the preceding individual quarter.

Overall, the loss before taxation was reduced by approximately RM1.96 million or 49% for cumulative quarter ended 31 December 2023 as compared to previous cumulative quarter ended 31 December 2022, mainly due to professional fee incurred for pre-acquisition assessment on property development project at Penang amounted to RM1.21 million and the impairment of goodwill on consolidation of approximately RM0.65 million recognised in the previous cumulative quarter ended 31 December 2022.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B2. Variation of Results for The Current Individual Quarter Against Immediate Preceding Quarter

	Individual Quarter 3 months ended (Unaudited)		Changes	
	31-Dec-23 RM'000	30-Sep-23 RM'000	RM'000	%
Revenue	11,671	11,459	212	2%
Loss before taxation	(628)	(760)	132	-17%
Loss after taxation	(640)	(760)	120	-16%
Net loss attributable to equity holders of the parent	<u>(708)</u>	<u>(830)</u>	122	-15%

The Group recorded revenue of RM11.67 million for the current individual quarter ended 31 December 2023 as compared to RM11.46 million for the immediate preceding quarter ended 30 September 2023. There was slightly increased in revenue of RM0.21 million or 2% which mainly contributed from construction segment.

The loss before taxation for the current individual quarter ended 31 December 2023 was reduced by RM0.13 million or 17% as compared to immediate preceding quarter ended 30 September 2023 mainly due to lesser professional fee/expenses incurred in relation to 16th Annual General Meeting.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. Group's Prospects

The Group's outstanding order book as at 31 December 2023 stands at approximately RM99.16 million for construction and property development projects.

The Group has been actively and continuously looking out for new opportunities for both construction and property development segments. On the construction segment, our Management are actively tendering and negotiating for projects related to earthwork, drainage, roadworks and infrastructure located in West Malaysia, especially in Pahang and Selangor.

Besides, the property development division also continue targeting more projects in residential property in view of the recent positive data showed an increased in both property transaction volume and value in the last year 2022. We look forward to maintaining positive outlook for residential property industry with the accentuation of favourable government incentives announced in the latest Budget 2023.

Based on the above, together with existing order book on hand, the Board and Management are cautiously optimistic of our future performance and sustainability for both segments with the financial capacity to raise funds as and when required through corporate exercises.

B4. Variance Of Profit Forecast

The Group did not announce or disclose any profit forecast/ profit guarantee in a public document that related to this period.

B5. Income Tax Expense

There was no provision for tax in the individual/cumulative quarter ended 31 December 2023 as the subsidiaries of the Group have sufficient unutilised tax losses and unabsorbed capital allowances to set off against any taxable profit.

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	(Unaudited)		(Unaudited)	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	RM'000	RM'000	RM'000	RM'000
Current year tax expenses	-	125	-	166
Under provision in prior years	12	1,380	12	1,380
	<u>12</u>	<u>1,505</u>	<u>12</u>	<u>1,546</u>

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B6. Group Borrowings and Debt Securities

The Group's borrowings are as follows: -

	As at 31-Dec-23 (Unaudited) RM'000	As at 31-Mar-23 (Audited) RM'000
Current		
<u>Lease liabilities</u>		
- Hire purchase leases	425	521
- Other leases	309	311
	<u>734</u>	<u>832</u>
<u>Bank borrowing</u>		
- Trade financing	-	124
- Bank overdrafts	742	747
	<u>742</u>	<u>871</u>
Non-current		
<u>Lease liabilities</u>		
- Hire purchase leases	414	734
- Other leases	977	1,208
	<u>1,391</u>	<u>1,942</u>

The Group does not have any foreign currency borrowings as at 31 December 2023. All borrowings indicated above are denominated in Ringgit Malaysia.

B7. Material Litigation

Originating Summons, Kuala Lumpur High Court Suit No. WA-24NCC-311-06/2023 ("OS 311") filed by Consortium Zenith Construction Sdn. Bhd. ("CZC") for an injunction to restrain Buildmarque Construction Sdn. Bhd. ("BCSB") from presenting a winding up petition against CZC

Suit 311

On 22 May 2023, BCSB served a winding up Statutory Notice of Demand pursuant to Sections 465 and 466 of the Companies Act, 2016 on CZC demanding for payment of RM7,374,420 ("Demanded Sum") being the unpaid sum inclusive of interest calculated as at the date of the Notice due and owing by CZC to BCSB pursuant to the Deed of Rescission and Terminated dated 29 December 2021 (entered into between CZC, BCSB and Infraharta Sdn. Bhd. ("ISB")) ("the Deed"). A Winding-Up petition would have been presented against CZC in the event CZC failed to pay the Demanded Sum within 21 days of the notice.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Material Litigation (cont'd)

Suit 311 (cont'd)

CZC had on 7 June 2023 via its solicitors filed, Kuala Lumpur High Court Originating Summons No. WA-24NCC-311-06/2023 ("OS 311") to seek for an injunction to restrain BCSB from presenting a winding-up petition against CZC.

On 12 June 2023, the High Court granted an Injunction on an ad interim basis by consent restraining BCSB from presenting a winding-up petition against CZC until disposal of OS 311.

The Court's directions that are pending compliance are for BCSB and CZC to simultaneously exchange: -

- written submissions on or before 21 February 2024;
- written reply submissions on or before 28 February 2024.

The hearing for OS 311 is presently scheduled to proceed on 3 April 2024.

Writ of Summons and Statement of Claim served on BCSB and ISB by CZC, KUALA LUMPUR HIGH COURT OF MALAYA AT KUALA LUMPUR VIDE SUIT NUMBER: WA-22NCvC-443-08/2023.

Suit 443

On 17 August 2023, BCSB, ISB and Dato Lee Chee Hoe (collectively known as "Defendants") were served with a Sealed Writ of Summons and Statement of Claim filed by CZC. By the Statement of Claim, CZC seeks for the following reliefs: -

- a) a declaration that Part A of the Deed was entered into without free consent of CZC whose consent is caused by misrepresentation;
- b) a declaration that Part A of the Deed is void and unenforceable in law;
- c) BCSB shall pay to CZC a sum of RM1,032,739.73 being the monies paid by CZC to BCSB caused by the misrepresentation;
- d) all further proper accounts, inquiries and/or directions;
- e) damages for fraud;
- f) general, aggravated, punitive and/or exemplary damages to be assessed;
- g) interest on the judgment sum to be calculated at the rate of 5% per annum from the date of the filing of the action until the date of full and final settlement;
- h) costs; and
- i) such further and/or other reliefs that the Court deems just and proper.

On 6 October 2023, BCSB and ISB filed its defence and BCSB filed its counterclaim in respect of Suit 443. By BCSB's counterclaim, BCSB seeks for an order that CZC pays BCSB its entitlement under Part C of the Deed. On 16 November 2023, CZC replied to BCSB and ISB's defence. In the meantime, BCSB's solicitors will be analysing CZC's Defence to BCSB's counterclaim and will advise whether a reply to defence is necessary.

The Court has directed for any interlocutory applications to be filed by 30 November 2023 and the next case management is scheduled to proceed on 6 December 2023.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Material Litigation (cont'd)

Suit 443 (cont'd)

On 6 December 2023, BCSB and ISB filed its amended defence. Consequent to that, CZC filed its amended reply to BCSB and ISB's amended defence on 20 December 2023.

On 3 January 2024, Messrs. James Khong filed an application to discharge itself as solicitors for Dato' Lee Chee Hoe. The application has been allowed with costs of RM 1,000.00 to be paid by Dato' Lee Chee Hoe to Messrs. James Khong. The Court has directed parties to file the following documents by 29 March 2024: bundle of pleadings, bundle of documents, agreed facts, issues to be tried and summary of case.

The next case management is scheduled to proceed on 1 April 2024.

B8. Dividend Proposed

No dividend has been declared during the current quarter under review.

B9. Earnings Per Share ("EPS")

i) Basic EPS

The basic earnings per share of the Group is calculated by dividing the profit/(loss) attributable to the owners of the Company by the weighted average number of ordinary shares in issue.

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	(Unaudited)		(Unaudited)	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	RM'000	RM'000	RM'000	RM'000
Net loss attributable to owners of the Company	(708)	(3,373)	(2,329)	(5,691)
Weighted average number of ordinary shares in issue ('000)	379,862	319,180	379,862	319,180
Basic loss per ordinary share (sen)	(0.19)	(1.06)	(0.61)	(1.78)

ii) Diluted EPS

Diluted earnings per share were not computed as the Group does not have any dilutive potential ordinary shares in issue at the end of the financial period under review.

B10. Significant Event Subsequent to Reporting Period

There was no significant event subsequent to this reporting period, except for the Proposed Private Placement announced on 15 January 2024. Kindly refer to the Note B11(b) for further information.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11. Status of Corporate Proposal Announced

a) Redeemable Convertible Preference Shares ("RCPS")

On 30 September 2020, the Company entered into a Subscription Agreement with the RCPS Subscribers in relation to the Proposed Issuance of RCPS. Further, in conjunction with the Proposed Issuance of RCPS, the Company proposed to undertake the Proposed Amendments.

- (i) proposed issuance of up to 600,000,000 new 2% cumulative RCPS in Infraharta Holdings Bhd. at an issue price of RM0.10 each ("RCPS Issue Price") to Advance Opportunities Fund ("AOF") and Advance Opportunities Fund I ("AOF I") (collectively, AOF and AOF I are referred to as the "RCPS Subscribers") ("Proposed Issuance of RCPS"); and
- (ii) proposed amendments to the Constitution of the Company to facilitate the implementation of the Proposed Issuance of RCPS ("Proposed Amendments").

The proposed Issuance of RCPS and Proposed Amendments were approved by shareholders at the Extraordinary General Meeting on 11 December 2020. As at 23 December 2020 and 19 January 2021, a total principal amount of RM4,000,000 and RM6,000,000 had been subscribed and such RCPS had been fully converted into 21,893,814 and 33,453,305 number of ordinary shares respectively.

On 21 February 2023, 24 March 2023 and 2 May 2023, a total subscription amount of RM6,000,000 RCPS of RM0.10 per RCPS has been fully converted into 60,000,000 number of ordinary shares.

On 9 October 2023, a total subscription amount of RM500,000 RCPS of RM0.10 per RCPS has been fully converted into 5,000,000 number of ordinary shares.

The status of utilisation of the proceeds raised from the Issuance of RCPS as at 31 December 2023 are as follows: -

Purpose	Utilisation		Intended Timeframe for Utilisation	Yet to be utilised amount RM'000		Explanation (if "Yet to be utilised" is 5% or more)
	Proposed RM'000	Actual RM'000				
(i) Funding for business segment:						
- construction	10,236	10,236	Within 3 years	-	-	-
- property development	2,598	2,598	Within 3 years	-	-	-
(ii) Working capital	1,952	1,952	Within 1 year	-	-	-
(iii) Estimated expenses relating to the proposals	1,714	1,714	Within 3 years	-	-	-
Total	16,500	16,500				

The Issuance of RCPS has expired on 22 December 2023. Overall, the Company has raised total proceeds of RM16.50 million from the Issuance of RCPS through the issuance of 165,000,000 RCPS which were subsequently converted into 120,347,119 number of ordinary shares.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11. Status of Corporate Proposal Announced (cont'd)

b) Proposed Private Placement

On 15 January 2024, the Company proposed to undertake a private placement of up to 49,880,000 new ordinary shares, representing up to approximately 10% of the total number of issued shares, to third-party investor(s) to be identified later and at an issue price to be determined later.

The Board, having considered the current and prospective financial position, needs and capacity of the Company as well as the rationale and all other aspects of the Proposed Private Placement, is of the opinion that the Proposed Private Placement is in the best interests of the Company.

On 24 January 2024, Bursa Securities had approved the Proposed Private Placement and barring any unforeseen circumstances, the Proposed Private Placement is expected to be completed by first quarter of 2024.

Further details of the Proposed Private Placement are announced to the Bursa Securities website, https://www.bursamalaysia.com/market_information/announcements/company_announcement.

B12. Notes to the Statement of Profit or Loss and Other Comprehensive Income

	Individual Quarter 3 months ended (Unaudited)		Cumulative Quarter 9 months ended (Unaudited)	
	31-Dec-23 RM'000	31-Dec-22 RM'000	31-Dec-23 RM'000	31-Dec-22 RM'000
Loss before taxation is arrived at after charging/(crediting): -				
Depreciation of:-				
- plant and equipment	93	44	270	188
- right of use assets	223	145	524	432
Gain on disposal of right of use assets	-	-	-	(56)

B13. Authorization For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 February 2024.