

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME**

	Unaudited Quarter ended 30-Jun-21 RM'000	Unaudited Quarter ended 30-Jun-20 RM'000	Change %	Unaudited Year to date ended 30-Jun-21 RM'000	Unaudited Year to date ended 30-Jun-20 RM'000	Change %
Revenue	2,078	4,656	-55%	2,078	4,656	-55%
Cost of sales	(1,848)	(5,636)	-67%	(1,848)	(5,636)	-67%
<b>Gross profit</b>	<u>230</u>	<u>(980)</u>	-123%	<u>230</u>	<u>(980)</u>	-123%
Administrative expenses	(1,364)	(2,350)	-42%	(1,364)	(2,350)	-42%
Net allowance for expected credit losses	58	-		58	-	
Other operating income	60	-		60	-	
Other operating loss	-	-		-	-	
<b>Profit/(Loss) from operations</b>	<u>(1,016)</u>	<u>(3,330)</u>	-69%	<u>(1,016)</u>	<u>(3,330)</u>	-69%
Finance income	73	5	1360%	73	5	1360%
Finance cost	(20)	(13)	54%	(20)	(13)	54%
Net finance (cost)/income	53	(8)		53	(8)	
Share of result of associate	(1,445)	-		(1,445)	-	
<b>Profit/(Loss) before taxation</b>	<u>(2,408)</u>	<u>(3,338)</u>	-28%	<u>(2,408)</u>	<u>(3,338)</u>	-28%
Income tax reversal / (expense)	-	(80)	-100%	-	(80)	-100%
<b>Profit/(Loss) after taxation</b>	<u>(2,408)</u>	<u>(3,418)</u>	-30%	<u>(2,408)</u>	<u>(3,418)</u>	-30%
Loss from discontinued operation, net of tax	-	(4,067)	-100%	-	(4,067)	-100%
<b>Profit/(Loss) for the period</b>	<u>(2,408)</u>	<u>(7,485)</u>	-68%	<u>(2,408)</u>	<u>(7,485)</u>	-68%
<b>Other comprehensive income</b>						
Fair value gain/(loss) on equity investments designated at fair value through other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income/(loss)</b>	<u>(2,408)</u>	<u>(7,485)</u>	-68%	<u>(2,408)</u>	<u>(7,485)</u>	-68%
<b>Net profit/(loss) attributable to:</b>						
Owners of the Company	(2,333)	(7,602)		(2,333)	(7,602)	
Non-controlling interests	(75)	117		(75)	117	
	<u>(2,408)</u>	<u>(7,485)</u>		<u>(2,408)</u>	<u>(7,485)</u>	
<b>Total comprehensive income/(loss) attributable to:</b>						
Owners of the Company	(2,333)	(7,602)		(2,333)	(7,602)	
Non-controlling interests	(75)	117		(75)	117	
	<u>(2,408)</u>	<u>(7,485)</u>		<u>(2,408)</u>	<u>(7,485)</u>	
<b>Earning/(Loss) per share attributable to equity holders of the parent:</b>						
Basic (sen)	<u>-0.88</u>	<u>-4.03</u>		<u>-0.88</u>	<u>-4.03</u>	
Diluted (sen)	<u>N/A</u>	<u>N/A</u>		<u>N/A</u>	<u>N/A</u>	

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 2021 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

**VERTICE BERHAD**  
(Company No. 200701007217 / 765218-V)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021**

	Note	As at 30-Jun-21 RM'000 (Unaudited)	As at 31-Mar-21 RM'000 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		853	966
Right of use assets		2,868	2,981
Investment in associate		6,104	7,549
Other investments		9,860	9,860
Trade receivables	B7 (i)	1,968	9,524
		<u>21,653</u>	<u>30,880</u>
<b>Current Assets</b>			
Contract assets		8,855	19,544
Trade receivables	B7 (i)	45,871	39,015
Other receivables, deposits and prepayments	B7 (ii)	22,548	10,140
Amount due from associate company		21,209	23,330
Tax recoverable		2,892	2,969
Cash and bank balances		5,314	6,435
		<u>106,689</u>	<u>101,433</u>
Asset held for sale		-	-
<b>Total current assets</b>		<u>106,689</u>	<u>101,433</u>
<b>TOTAL ASSETS</b>		<u>128,342</u>	<u>132,313</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Current Liabilities</b>			
Contract liabilities		-	-
Trade payables		21,966	26,827
Other payables, deposits and accruals		4,123	737
Borrowings	B6	295	467
Finance Lease Rental		239	320
		<u>26,623</u>	<u>28,351</u>
<b>Non Current Liabilities</b>			
Borrowings	B6	1,468	1,410
Finance Lease Rental		896	816
Deferred tax liabilities		-	-
Trade payables		1,676	1,649
		<u>4,040</u>	<u>3,875</u>
<b>Total Liabilities</b>		<u>30,663</u>	<u>32,226</u>
<b>Capital and reserves</b>			
Share capital		128,143	128,143
Reserves		-	455
Accumulated losses		(34,621)	(32,743)
		<u>93,522</u>	<u>95,855</u>
Non-controlling interests		4,157	4,232
<b>Total Equity</b>		<u>97,679</u>	<u>100,087</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>128,342</u>	<u>132,313</u>
<b>Net Asset per share (in RM)</b>		<u>0.35</u>	<u>0.36</u>

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 2021 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

**VERTICE BERHAD**  
(Company No. 200701007217 / 765218-V)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2021**  
**( THE FIGURES HAVE NOT BEEN AUDITED)**

	← Attributable to owners of the Company →						Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Non-Distributable		Distributable	Total RM'000			
		Share Options Reserve RM'000	Fair Value Adjustment Reserve RM'000					
<b>As At 1 April 2021</b>	128,143	455	-	(32,743)	95,855	4,232	<b>100,087</b>	
Share option value	-	(455)	-	455	-	-	-	
Exercise of share option	-	-	-	-	-	-	-	
Shares issued during the period								
- Private Placement	-	-	-	-	-	-	-	
- Share issuance scheme	-	-	-	-	-	-	-	
- Conversion of redeemable convertible preference shares	-	-	-	-	-	-	-	
Disposal of asset held for sale	-	-	-	-	-	-	-	
Total comprehensive loss for the period	-	-	-	(2,333)	(2,333)	(75)	<b>(2,408)</b>	
<b>As At 30 June 2021</b>	<b>128,143</b>	<b>-</b>	<b>-</b>	<b>(34,621)</b>	<b>93,522</b>	<b>4,157</b>	<b>97,679</b>	
<b>As At 1 April 2020</b>	114,097	-	-	(12,844)	101,253	3,268	<b>104,521</b>	
Share option value	-	688	-	-	688	-	<b>688</b>	
Non-exercise of share option	-	-	-	-	-	-	-	
Shares issued during the period	-	-	-	-	-	-	-	
Total comprehensive loss for the period	-	-	-	(7,602)	(7,602)	117	<b>(7,485)</b>	
<b>As At 30 June 2020</b>	<b>114,097</b>	<b>688</b>	<b>-</b>	<b>(20,446)</b>	<b>94,339</b>	<b>3,385</b>	<b>97,724</b>	

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 2021 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

**VERTICE BERHAD**  
(Company No. 200701007217 / 765218-V)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 30 JUNE 2021**

	<b>Unaudited 30-Jun-21 RM'000</b>	<b>Unaudited 30-Jun-20 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax from continuing operations	(2,408)	(3,338)
Loss before tax from discontinued operations	-	(4,067)
Adjustments for:		
Amortisation & depreciation	226	2,041
Equity share-based payment	-	688
Finance income	(65)	-
Interest income	(8)	(10)
Interest expenses	20	150
Share of results of associate	1,445	-
Right of use assets written off	-	-
Property, plant & equipment written off	-	13
Inventories written off	-	54
Inventories written down	-	222
<b>Operating loss before working capital changes</b>	<b>(790)</b>	<b>(4,247)</b>
Changes in contract assets/liabilities -net	(187)	(604)
Decrease/(Increase) in trade and other receivables	1,254	(322)
Increase/(Decrease) in trade and other payables	(1,410)	(3,941)
Decrease/(Increase) in inventories	-	1,673
<b>Cash used in operations</b>	<b>(1,133)</b>	<b>(7,441)</b>
Income tax paid	(102)	(440)
Income tax refunded	176	3,072
<b>Net cash used in operating activities</b>	<b>(1,059)</b>	<b>(4,809)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of plant & equipment	-	(87)
Increase in fixed deposits pledged	(15)	-
Interest received	73	10
<b>Net cash from investing activities</b>	<b>58</b>	<b>(77)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(20)	(150)
Repayment of lease liabilities	(115)	(959)
Repayment of term loan	-	(103)
Proceeds from bank borrowings	-	415
<b>Net cash from / (used in) financing activities</b>	<b>(135)</b>	<b>(797)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(1,136)</b>	<b>(5,683)</b>
<b>Cash and cash equivalents brought forward</b>	<b>6,405</b>	<b>10,336</b>
<b>Cash and cash equivalents carried forward</b>	<b>5,269</b>	<b>4,653</b>
<b>Cash and cash equivalents comprise:</b>		
<u>Continuing operations</u>		
Fixed deposits	45	-
Cash and bank balances	5,269	2,376
Bank overdrafts	-	-
	<b>5,314</b>	2,376
Less: Deposits pledged	(45)	-
	<b>5,269</b>	2,376
<u>Discontinued operations</u>		
Fixed deposits	-	450
Cash and bank balances	-	1,833
Bank overdrafts	-	(6)
	<b>5,269</b>	<b>4,653</b>

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 2021 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134**

**A1. Basis of Preparation**

The unaudited condensed interim financial statements for the first quarter ended 30 June 2021 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").

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2021 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 2021, included the adoption of all the applicable MFRSs and IC Interpretations that are relevant and effective for the financial period beginning on or after 1 January 2018.

The adoption of the MFRSs and IC Interpretations which are applicable to the Group did not have any significant impact on the interim financial statements of the Group.

**A2. Audited Report Of Preceding Annual Financial Statements**

The audited financial statements for the financial year ended 31 March 2021 was not subject to any qualification.

**A3. Seasonal Or Cyclical Factors**

The construction business of the Group is not affected by any seasonal or cyclical factors.

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

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

**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 quarter under review.

**A7. Dividend Paid**

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

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134**

**A8. Segmental Reporting**

The Group's business segmental information for the financial period to date is as follows. There were no disclosure on geographical segment as its revenue from segment other than Malaysia is insignificant.

	<u>Revenue</u>		<u>Profit/(Loss) before tax</u>	
	<u>Year To Date Ended</u>	<u>Year To Date Ended</u>	<u>Year To Date Ended</u>	<u>Year To Date Ended</u>
	<b>30-Jun-21</b>	<b>30-Jun-20</b>	<b>30-Jun-21</b>	<b>30-Jun-20</b>
	RM'000	RM'000	RM'000	RM'000
Constructions	2,078	4,656	(102)	(1,640)
Investment holdings and others	-	-	(2,306)	(1,698)
	<u><b>2,078</b></u>	<u><b>4,656</b></u>	<u><b>(2,408)</b></u>	<u><b>(3,338)</b></u>

**A9. Valuation of Property, Plant and Equipment**

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

**A12. Commitments**

There were no material capital commitments approved or contracted for as at 30 June 2021.

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

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

**B1. Review of Group's Results For The Current Quarter and Year-To-Date Ended 30 June 2021**

	Quarter ended		Changes	Year To Date Ended		Changes
	30-Jun-21	30-Jun-20		30-Jun-21	30-Jun-20	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	2,078	4,656	(2,578)	2,078	4,656	(2,578)
Profit/(Loss) before taxation	(2,408)	(3,338)	930	(2,408)	(3,338)	930
Profit/(Loss) after taxation	(2,408)	(3,418)	1,010	(2,408)	(3,418)	1,010
Comprehensive income/(loss) attributable to equity holders of the parent	(2,333)	(7,602)	5,269	(2,333)	(7,602)	5,269

**Construction**

The construction business recorded a turnover of RM2.1 million in the current quarter which was lower than the preceding year corresponding quarter of RM4.7 million. The revenue in the current period was lower mainly due to the prolonged Movement Control Order which had significantly affected progress of ongoing construction works.

Loss before tax was recorded at RM2.4 million in the current quarter compared to loss before tax of RM3.3 million in the preceding year corresponding quarter mainly due to lesser overall activity in the current quarter.

**B2. Variation Of Results For The Current Quarter Against Immediate Preceding Quarter**

	Current Quarter	Immediate Preceding Quarter	Change	
	30-Jun-21	31-Mar-21	RM'000	%
	RM'000	RM'000	RM'000	%
Revenue	2,078	12,289	(10,211)	-83%
Profit/(Loss) from operations	(1,016)	(8,563)	7,547	-88%
Profit/(Loss) before taxation	(2,408)	(10,402)	7,994	-77%
Profit/(Loss) after taxation	(2,408)	(10,862)	8,454	-78%
Comprehensive income/(loss) attributable to equity holders of the parent	(2,333)	(10,543)	8,210	-78%

**Construction**

The Group recorded the construction revenue of RM2.1 million in the current quarter, representing a decrease of RM10.2 million over the immediate preceding quarter, mainly due to the prolonged Movement Control Order which had significantly affected progress of ongoing construction works.

The loss before tax in current quarter of RM2.4 million was lower as compared to immediate preceding quarter of RM10.4 million mainly due to lesser overall activity in the current quarter.

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**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 stands at approximately RM893 million which includes the PMIP project mentioned below.

The Group's construction arm was awarded a contract worth RM815 million for the construction of a by-pass from Bandar Baru Ayer Hitam connecting to Lebuhraya Tun Dr Lim Chong Eu (Package 2 of the Penang Mega Infrastructure Project) ("PMIP") in August 2018. The project initially commenced in November 2019 with early works preparation. However, due to the COVID-19 pandemic and Movement Control Order implemented by the Malaysian government, progress of works has been delayed until February 2021. The Group is currently in talks with the new project owner, ECK Development Sdn Bhd which has effectively taken control of Consortium Zenith Construction Sdn Bhd, on the future direction of the project.

Besides this, another project in the order book which may pick up work momentum in the coming quarters is the construction and completion of the Light Rail Transit Line 3 from Bandar Utama to Johan Setia with a contract sum worth RM100 million. This project primarily involves work on the Precast Viaduct (U-Trough Girder) and other related works.

Moving forward, Vertice remains cautiously optimistic of its future performance with the expected gradual recovery in the overall economic climate which had been severely affected by the COVID-19 pandemic and continuous efforts to beef up its order book.

**B4. Variance Of Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial period under review.

**B5. Income Tax Expense**

The breakdown of income tax expense is as follows:-

	<b>Current Quarter</b>	<b>Year to Date</b>
	<b>30-Jun-21</b>	<b>30-Jun-21</b>
	RM'000	RM'000
Current year tax expense	-	-
Under/(over) provision in prior year	-	-
Deferred tax expenses/(reversal)	-	-
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**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**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:-

	Quarter ended 30-June-2021			Quarter ended 30-June-2020		
	Secured Debt	Unsecured Debt	Total	Secured Debt	Unsecured Debt	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Short-term borrowings</u>						
Hire purchase creditors	295	-	295	414	-	414
Bridging loan	-	-	-	-	-	-
Bank overdrafts	-	-	-	-	-	-
	<u>295</u>	<u>-</u>	<u>295</u>	<u>414</u>	<u>-</u>	<u>414</u>
<u>Long-term borrowings</u>						
Hire purchase creditors	1,468	-	1,468	1,479	-	1,479
	<u>1,468</u>	<u>-</u>	<u>1,468</u>	<u>1,479</u>	<u>-</u>	<u>1,479</u>

The Group does not have any foreign currency borrowings as at 30 June 2021. All borrowings indicated above are denominated in Ringgit Malaysia.

**B7. Receivables, deposits and prepayments**

The ageing analysis of the Group's trade receivables and other receivables breakdown are as follows:-

	As at 30-Jun-21 RM'000	As at 31-Mar-21 RM'000
(i) Trade receivables from contracts with customers	52,075	52,832
Less: Impairment losses	<u>(4,236)</u>	<u>(4,293)</u>
	<b><u>47,839</u></b>	<b><u>48,539</u></b>
(ii) Other receivables	12,088	586
Deposits and prepayments	<u>10,460</u>	<u>9,554</u>
	<b><u>22,548</u></b>	<b><u>10,140</u></b>

**B8. Material Litigation**

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

**B9. Dividend Proposed**

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

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

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

**B10. Earnings Per Share ("EPS")**

Basic EPS

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

	<b>Current Quarter</b> <b>30-Jun-21</b>	<b>Year to Date</b> <b>30-Jun-21</b>
	RM'000	RM'000
Earnings attributable to owners of the Company	(2,333)	(2,333)
Number of ordinary shares ('000)	265,983	265,983
Adjustment for assumed exercise of warrants ('000)	-	-
Adjustment for assumed exercise of Share Issuance Scheme ('000)	-	-
Adjustment for number of ordinary shares from issuance of RCPS ('000)	-	-
Adjustment for assumed exercise of Proposed Private Placement ('000)	34,321	34,321
Adjustment for assumed number of ordinary shares issued and issuable ('000)	300,304	300,304
Earnings/(loss) per ordinary share (sen)		
Basic	(0.88)	(0.88)
Diluted	N/A	N/A

**B11. Significant Event Subsequent to Reporting Period**

There was no significant event subsequent to this reporting period.

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

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

**B12. Status of Corporate Proposal Announced**

(1) On 19 May 2020, the Company made an offer of options to eligible persons to subscribe for new shares in the Company under the Company's Employees' Share Issuance Scheme. The total number of options offered was 14,507,000 and the exercise period is within one year from the date of offer. As at the closing date for the acceptance of offer, the number of options accepted was 8,845,000, while the remaining balance of 5,662,000 was not taken up. On 27 November 2020, 3,000,000 options were exercised raising a total of RM840,000. The exercise period had lapsed on 19 May 2021 with the remaining balance of 5,845,000 number of options not exercised.

(2) On 30 September 2020, the Company entered into a subscription agreement with the RCPS Subscribers in relation to the Proposed Issuance of RCPS totalling an aggregate principle amount of up to RM60.0 million to undertake the following:-

(i) proposed Issuance of up to 600,000,000 new 2% cumulative redeemable convertible preference shares in Vertice ("RCPS") 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 24 December 2020, a total principal amount of RM4,000,000 had been subscribed and such RCPS had been fully converted into 21,893,814 number of ordinary shares. As at 20 January 2021, another total principal amount of RM6,000,000 had been subscribed and such RCPS had been fully converted into 33,453,305 number of ordinary shares.

The status of utilisation of the proceeds raised from the Proposed Issuance of RCPS are as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation	Yet to be utilised amount RM'000	%	Explanation (if "Yet to be utilised" is 5% or more)
(i) Funding for construction business segment	7,633	7,633	Within 3 years	-	-	-
(ii) Working Capital	1,043	1,043	Within 1 year	-	-	-
(iii) Estimated expenses relating to the proposals	1,324	1,324	Within 3 years	-	-	-
<b>Total</b>	<u>10,000</u>	<u>10,000</u>		<u>-</u>		

**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 26 August 2021.