

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

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

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

	Unaudited Quarter ended		Change %	Unaudited Year to date ended		Change %
	30-Sep-21 RM'000	30-Sep-20 RM'000		30-Sep-21 RM'000	30-Sep-20 RM'000	
Revenue	3,492	5,820	-40%	5,570	10,476	-47%
Cost of sales	(1,508)	(5,429)	-72%	(3,356)	(11,065)	-70%
<b>Gross profit</b>	<b>1,984</b>	<b>391</b>	<b>407%</b>	<b>2,214</b>	<b>(589)</b>	<b>-476%</b>
Administrative expenses	(1,276)	(1,664)	-23%	(2,640)	(4,014)	-34%
Net allowance for expected credit losses	-	154	-100%	58	154	-62%
Other operating income	35	-		95	-	
Other operating loss	-	-		-	-	
<b>Profit/(Loss) from operations</b>	<b>743</b>	<b>(1,119)</b>	<b>-166%</b>	<b>(273)</b>	<b>(4,449)</b>	<b>-94%</b>
Finance income	71	1	7000%	144	6	2300%
Finance cost	(30)	(13)	131%	(50)	(26)	92%
Net finance (cost)/income	41	(12)	-442%	94	(20)	-570%
Share of result of associate	(2,047)	-		(3,492)	-	
<b>Profit/(Loss) before taxation</b>	<b>(1,263)</b>	<b>(1,131)</b>	<b>12%</b>	<b>(3,671)</b>	<b>(4,469)</b>	<b>-18%</b>
Income tax reversal / (expense)	-	(15)	-100%	-	(95)	-100%
<b>Profit/(Loss) after taxation</b>	<b>(1,263)</b>	<b>(1,146)</b>	<b>10%</b>	<b>(3,671)</b>	<b>(4,564)</b>	<b>-20%</b>
Loss from discontinued operation, net of tax	-	(3,628)	-100%	-	(7,695)	-100%
<b>Profit/(Loss) for the period</b>	<b>(1,263)</b>	<b>(4,774)</b>	<b>-74%</b>	<b>(3,671)</b>	<b>(12,259)</b>	<b>-70%</b>
<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>	<b>(1,263)</b>	<b>(4,774)</b>	<b>-74%</b>	<b>(3,671)</b>	<b>(12,259)</b>	<b>-70%</b>
<b>Net profit/(loss) attributable to:</b>						
Owners of the Company	(1,181)	(4,810)		(3,514)	(12,412)	
Non-controlling interests	(82)	36		(157)	153	
	<b>(1,263)</b>	<b>(4,774)</b>		<b>(3,671)</b>	<b>(12,259)</b>	
<b>Total comprehensive income/(loss) attributable to:</b>						
Owners of the Company	(1,181)	(4,810)		(3,514)	(12,412)	
Non-controlling interests	(82)	36		(157)	153	
	<b>(1,263)</b>	<b>(4,774)</b>		<b>(3,671)</b>	<b>(12,259)</b>	
<b>Earning/(Loss) per share attributable to equity holders of the parent:</b>						
Basic (sen)	-0.44	-2.42		-1.32	-6.24	
Diluted (sen)	N/A	N/A		N/A	N/A	

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 SEPTEMBER 2021**

Note	As at 30-Sep-21 RM'000 (Unaudited)	As at 31-Mar-21 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
	134	966
	2,552	2,981
	18,937	7,549
	9,860	9,860
B7 (i)	2,110	9,524
	<b>33,593</b>	<b>30,880</b>
<b>Current Assets</b>		
	6,224	19,544
B7 (i)	47,459	39,015
B7 (ii)	23,872	10,140
	6,329	23,330
	1,228	2,969
	4,755	6,435
	<b>89,867</b>	<b>101,433</b>
	-	-
	<b>89,867</b>	<b>101,433</b>
	<b>123,460</b>	<b>132,313</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current Liabilities</b>		
	-	-
	20,123	26,827
	3,164	737
B6	302	467
	79	320
	<b>23,668</b>	<b>28,351</b>
<b>Non Current Liabilities</b>		
B6	1,344	1,410
	896	816
	-	-
	1,136	1,649
	<b>3,376</b>	<b>3,875</b>
	<b>27,044</b>	<b>32,226</b>
<b>Capital and reserves</b>		
	128,143	128,143
	-	455
	(35,802)	(32,743)
	<b>92,341</b>	<b>95,855</b>
	4,075	4,232
	<b>96,416</b>	<b>100,087</b>
	<b>123,460</b>	<b>132,313</b>
	<b>0.35</b>	<b>0.36</b>

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 SEPTEMBER 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	-	-	-	(3,514)	(3,514)	(157)	<b>(3,671)</b>	
<b>As At 30 September 2021</b>	<b>128,143</b>	<b>-</b>	<b>-</b>	<b>(35,802)</b>	<b>92,341</b>	<b>4,075</b>	<b>96,416</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	4,297	-	-	-	4,297	-	<b>4,297</b>	
Total comprehensive loss for the period	-	-	-	(12,412)	(12,412)	153	<b>(12,259)</b>	
<b>As At 30 September 2020</b>	<b>118,394</b>	<b>688</b>	<b>-</b>	<b>(25,256)</b>	<b>93,826</b>	<b>3,421</b>	<b>97,247</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 SEPTEMBER 2021**

	<b>Unaudited 30-Sep-21 RM'000</b>	<b>Unaudited 30-Sep-20 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax from continuing operations	(3,671)	(4,469)
Loss before tax from discontinued operations	-	(7,695)
Adjustments for:		
Amortisation & depreciation	547	4,201
Bad debt written off	-	45
Impairment loss/(reversal)	(58)	(140)
Equity share-based payment	-	688
Finance income	(130)	-
Interest income	(14)	(27)
Interest expenses	50	255
Gain on disposal of property, plant & equipment	(35)	-
Share of results of associate	3,492	-
Right of use assets written off	-	-
Property, plant & equipment written off	-	19
Inventories written off	-	54
Inventories written down	-	204
<b>Operating loss before working capital changes</b>	<b>181</b>	<b>(6,865)</b>
Changes in contract assets/liabilities -net	2,444	(1,590)
Decrease/(Increase) in trade and other receivables	13,137	(7,892)
Increase/(Decrease) in trade and other payables	(4,752)	896
Decrease/(Increase) in inventories	-	9,632
<b>Cash used in operations</b>	<b>11,010</b>	<b>(5,819)</b>
Income tax paid	(159)	(609)
Income tax refunded	1,897	3,072
<b>Net cash used in operating activities</b>	<b>12,748</b>	<b>(3,356)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of plant & equipment	-	(106)
Investment in associate	(14,880)	-
Proceeds from disposal of plant & equipment	750	-
Increase in fixed deposits pledged	(30)	-
Interest received	144	27
<b>Net cash from investing activities</b>	<b>(14,016)</b>	<b>(79)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(50)	(255)
Repayment of lease liabilities	(392)	-
Repayment of term loan	-	-
Proceeds from bank borrowings	-	19
Repayment of bank borrowings	-	(2,314)
Proceeds from issuance of ordinary shares	-	4,297
Repayment of BA	-	(1,135)
<b>Net cash from / (used in) financing activities</b>	<b>(442)</b>	<b>612</b>
<b>Net changes in cash and cash equivalents</b>	<b>(1,710)</b>	<b>(2,823)</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>4,695</b>	<b>7,513</b>
<b>Cash and cash equivalents comprise:</b>		
<u>Continuing operations</u>		
Fixed deposits	60	-
Cash and bank balances	4,695	5,354
Bank overdrafts	-	-
	<b>4,755</b>	5,354
Less: Deposits pledged	(60)	-
	<b>4,695</b>	5,354
<u>Discontinued operations</u>		
Fixed deposits	-	461
Cash and bank balances	-	1,702
Bank overdrafts	-	(4)
	<b>4,695</b>	<b>7,513</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 SEPTEMBER 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 second quarter ended 30 September 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.

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**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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>30-Sep-21</u>	<u>30-Sep-20</u>	<u>30-Sep-21</u>	<u>30-Sep-20</u>
	RM'000	RM'000	RM'000	RM'000
Constructions	5,570	10,476	1,414	(1,850)
Investment holdings and others	-	-	(5,085)	(2,619)
	<u>5,570</u>	<u>10,476</u>	<u>(3,671)</u>	<u>(4,469)</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 September 2021.

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

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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 September 2021**

	Quarter ended		Changes RM'000	Year To Date Ended		Changes RM'000
	30-Sep-21 RM'000	30-Sep-20 RM'000		30-Sep-21 RM'000	30-Sep-20 RM'000	
Revenue	3,492	5,820	(2,328)	5,570	10,476	(4,906)
Profit/(Loss) before taxation	(1,263)	(1,131)	(132)	(3,671)	(4,469)	798
Profit/(Loss) after taxation	(1,263)	(1,146)	(117)	(3,671)	(4,564)	893
Comprehensive income/(loss) attributable to equity holders of the parent	(1,181)	(4,810)	3,629	(3,514)	(12,412)	8,898

**Construction**

The construction business recorded a turnover of RM3.5 million in the current quarter which was lower than the preceding year corresponding quarter of RM5.8 million. The revenue in the current period was lower mainly due to the reimplementing of the Movement Control Order from 1 June 2021 which lasted approximately 3 months and this had significantly affected progress of ongoing construction works.

Loss before tax was recorded at RM1.3 million in the current quarter compared to loss before tax of RM1.1 million in the preceding year corresponding quarter mainly due to the share of loss from associate amounting to RM2.0 million reflected in the current quarter.

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

	Current Quarter 30-Sep-21 RM'000	Immediate Preceding Quarter 30-Jun-21 RM'000	Change	
			RM'000	%
Revenue	3,492	2,078	1,414	68%
Profit/(Loss) from operations	743	(1,016)	1,759	-173%
Profit/(Loss) before taxation	(1,263)	(2,408)	1,145	-48%
Profit/(Loss) after taxation	(1,263)	(2,408)	1,145	-48%
Comprehensive income/(loss) attributable to equity holders of the parent	(1,181)	(2,333)	1,152	-49%

**Construction**

The Group recorded the construction revenue of RM3.5 million in the current quarter, representing an increase of RM1.4 million over the immediate preceding quarter, mainly due to the picking up of momentum of work activities during September 2021 when the Movement Control Order was gradually lifted.

The loss before tax in current quarter of RM1.3 million was lower as compared to immediate preceding quarter of RM2.4 million mainly due to budgeted costs of a particular project revised downwards upon final account issued. This improvement was also reflected in the current quarter's gross profit of RM2.0 million, being an increase of RM1.8 million over the preceding quarter, which mainly came from the said project.

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(Company No. 200701007217 / 765218-V)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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 RM854.64 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.

The Group has recently secured and announced 3 new Sabah projects worth RM60.24 million in total. The construction works involve slope repair works, road maintenance works and construction of 1 block condominium with car park podium. All these projects are expected to commence works in the 3rd quarter of the current financial year with an overall targeted completion date by October 2024.

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 will continue 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 Year to Date</b>	
	<b>30-Sep-21</b>	<b>30-Sep-21</b>
	RM'000	RM'000
Current year tax expense	-	-
Under/(over) provision in prior year	-	-
Deferred tax expenses/(reversal)	-	-
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(Company No. 200701007217 / 765218-V)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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-September-2021			Quarter ended 30-September-2020		
	Secured Debt RM'000	Unsecured Debt RM'000	Total RM'000	Secured Debt RM'000	Unsecured Debt RM'000	Total RM'000
<u>Short-term borrowings</u>						
Hire purchase creditors	302	-	302	415	-	415
Bridging loan	-	-	-	-	-	-
Bank overdrafts	-	-	-	-	-	-
	<u>302</u>	<u>-</u>	<u>302</u>	<u>415</u>	<u>-</u>	<u>415</u>
<u>Long-term borrowings</u>						
Hire purchase creditors	1,344	-	1,344	1,443	-	1,443
	<u>1,344</u>	<u>-</u>	<u>1,344</u>	<u>1,443</u>	<u>-</u>	<u>1,443</u>

The Group does not have any foreign currency borrowings as at 30 September 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-Sep-21 RM'000	As at 31-Mar-21 RM'000
(i) Trade receivables from contracts with customers	53,805	52,832
Less: Impairment losses	(4,236)	(4,293)
	<u>49,569</u>	<u>48,539</u>
(ii) Other receivables	14,803	586
Deposits and prepayments	9,069	9,554
	<u>23,872</u>	<u>10,140</u>

**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.

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(Company No. 200701007217 / 765218-V)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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 Year to Date</b>	
	<b>30-Sep-21</b>	<b>30-Sep-21</b>
	RM'000	RM'000
Earnings attributable to owners of the Company	(1,181)	(3,514)
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)	53,197	53,197
Adjustment for assumed number of ordinary shares issued and issuable ('000)	319,180	319,180
Earnings/(loss) per ordinary share (sen)		
Basic	(0.44)	(1.32)
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 SEPTEMBER 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 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>		

(2) On 27 September 2021, the Company entered into a subscription agreement with Seow Khim Soon and Kumpulan Voir Sdn Bhd ("KVS") for the proposed subscription of 14,880,000 new ordinary shares in KVS for a subscription consideration of RM14,880,000 which was satisfied entirely via capitalising the amount owing by KVS to the Company. The subscription amount and number of subscription shares subscribed by the Company and Seow Khim Soon are proportionate to their existing shareholdings in KVS and there are no changes in the shareholding structure of KVS upon completion of the proposed subscription.

(3) On 5 November 2021, the Company proposed and resolved to undertake a private placement up to a maximum of 53,196,600 placement shares which represents approximately 20% of the total number of 265,983,119 issued shares. Based on the General Mandate obtained from shareholders at the last AGM on 28 September 2021, the Company is authorised to allot and issue new shares not exceeding 20% of the issued share capital of the Company. This Mandate may be utilised until 31 December 2021 and thereafter, the 10% limit will be reinstated. Further to that, Bursa Securities had on 11 November 2021 approved the listing and quotation of up to 53,196,600 placement shares to be issued pursuant to the private placement.

**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 25 November 2021.