



NEXTGREEN GLOBAL BERHAD

[Registration No. 200501037512 (719660-W)]

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED
30 SEPTEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2023**

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.09.2022 RM'000	Changes %
Operating revenue	11,577	6,824	70%	33,300	27,598	21%
Cost of sales	(7,385)	(4,101)	80%	(20,114)	(15,492)	30%
Gross profit	4,192	2,723	54%	13,186	12,106	9%
Other income	2,333	3,740	-38%	4,560	6,280	-27%
Operating expenses	(3,258)	(4,261)	-24%	(9,918)	(13,821)	-28%
Profit from operations	3,267	2,202	48%	7,828	4,565	71%
Finance income	-	-	-	1	1	-
Finance cost	(1,098)	(1,124)	-2%	(3,220)	(2,067)	56%
Profit/ (loss) before tax	2,169	1,078	101%	4,609	2,499	84%
Income tax expense	(5)	-	100%	(5)	-	100%
Net profit for the period	2,164	1,078	101%	4,604	2,499	84%
Net Profit/ (Loss) Attributable To:						
Owners of the Company	2,219	1,123	98%	4,701	2,605	80%
Non-controlling interest	(55)	(45)	22%	(97)	(106)	-8%
Net profit for the period	2,164	1,078	101%	4,604	2,499	84%

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 Cent	30.09.2022 Cent	Changes %	30.09.2023 Cent	30.09.2022 Cent	Changes %
Earning per shares ("EPS") attributable to the owner of company						
Basic EPS	0.27	0.15	83%	0.57	0.34	67%
Diluted EPS	0.24	0.13	91%	0.51	0.29	74%

*Note - Detail computation was table in Part B, note 12

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2023**

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.09.2022 RM'000	Changes %
Net profit/ (loss) for the period	2,164	1,078	101%	4,604	2,499	84%
Other comprehensive income:						
Gain on foreign currency translation	38	692	-95%	480	757	-37%
Total comprehensive income	2,202	1,769	24%	5,084	3,256	56%
Total comprehensive income for the period attributable to:						
Owners of the Company	2,257	1,815	24%	5,181	3,362	54%
Non-controlling interest	(55)	(45)	22%	(97)	(106)	-8%
Total comprehensive income/ (loss)	2,202	1,769	24%	5,084	3,256	56%

Note: The Condensed Consolidated Statements of Profit or Loss and Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023**

	As at 30.09.2023 RM'000 (Reviewed)	As at 31.12.2022 RM'000 (Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	158,176	133,743
Investment property	17,828	18,097
Intangible assets	500	500
Right-of-use assets	315	809
Investment in associates	10,181	10,181
Other investments	23	23
Inventories	158,191	157,570
Deferred tax assets	114	114
	345,328	321,037
Non-current assets held for sales	9,842	9,842
CURRENT ASSETS		
Inventories	15,613	10,360
Trade receivables	30,177	24,054
Other receivables, deposits and prepayments	30,895	26,687
Tax recoverable	141	146
Fixed deposit with a licensed bank	-	5
Cash and bank balances	8,280	4,351
	85,106	65,603
TOTAL ASSETS	440,276	396,482
EQUITY		
Share capital	299,104	266,385
Redeemable convertible preference shares	6,500	10,000
Reserve	3,430	(1,751)
Equity attributable to owners of the Company	309,034	274,634
Non-controlling interest	(289)	(189)
	308,745	274,445
NON-CURRENT LIABILITIES		
Borrowings	63,288	58,596
Hire purchase liabilities	599	502
Lease liabilities	176	182
	64,063	59,280
CURRENT LIABILITIES		
Trade payables	24,000	19,140
Other payables and accruals	34,338	31,506
Tax payable	-	1,275
Borrowings	7,371	10,013
Hire purchase liabilities	149	151
Lease liabilities	160	673
Bank overdraft	1,450	-
	67,468	62,758
TOTAL LIABILITIES	131,531	122,037
TOTAL EQUITY AND LIABILITIES	440,276	396,482
Net Asset per share (RM)	0.36	0.34

Note: The Condensed Consolidated Statements of financial position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR-TO-DATE ENDED 30 SEPTEMBER 2023**

	Share capital	RCPS	Foreign currency reserve	Merger reserve	Share option reserve	Retained profit/ (loss)	Equity attributable to owners of the Company	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 Jan 2023 (Audited)	266,385	10,000	276	(16,833)	880	13,925	274,634	(189)	274,445
Profit after tax for the financial period	-	-	-	-	-	4,701	4,701	(97)	4,604
Other comprehensive income for the financial period									
-Foreign currency translation different	-	-	480	-	-	-	480	-	480
Total comprehensive income for the period	-	-	480	-	-	4,701	5,181	(97)	5,084
Transactions with owners:									
Acquisition of subsidiary companies	-	-	-	-	-	-	-	(3)	(3)
Issuance of shares									
Exercise of ESOS	4,719	-	-	-	(880)	880	4,719	-	4,719
Exercise of RCPS	28,000	(3,500)	-	-	-	-	24,500	-	24,500
Total transactions with owners	32,719	(3,500)	-	-	(880)	880	29,219	(3)	29,216
At 30 September 2023 (reviewed)	299,104	6,500	756	(16,833)	-	19,506	309,034	(289)	308,745
At 1 Jan 2022 (Audited)	253,070	10,000	(92)	(16,833)	3,364	(1,231)	248,278	(216)	248,062
Profit after tax for the financial period	-	-	-	-	-	2,605	2,605	(106)	2,499
Other comprehensive income for the financial period									
-Foreign currency translation different	-	-	757	-	-	-	757	-	757
Total comprehensive income	-	-	757	-	-	2,605	3,362	(106)	3,256
Transactions with owners:									
Issue of share via exercise of ESOS	11,440	-	-	-	(2,134)	2,134	11,440	-	11,440
At 30 September 2022 (reviewed)	264,510	10,000	665	(16,833)	1,230	3,508	263,079	(321)	262,758

Note: The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	Year-to-date ended	
	30.09.2023 RM'000 (Reviewed)	30.09.2022 RM'000 (Reviewed)
Cash flows generated/ (used in) operating activities		
Profit before tax	4,604	2,499
Adjustment for:		
Depreciation expense	3,804	2,961
Amortisation of right-of-use ("ROU") asset	514	1,049
Reversal of receivables impairment	(1,200)	(51)
Unrealized gain on foreign exchange	(48)	(49)
Written off property, plant and equipment	6	3
Gain on disposal of property, plant and equipment	-	(2,597)
Interest paid	1,098	2,064
Interest received	(1)	(1)
Operating profit before working capital changes	8,777	5,878
Changes in working capital:		
Increase in inventories	(184)	(882)
Increase in trade and other receivables	(9,084)	(9,372)
Increase in trade and other payables	7,694	10,655
Cash generated from operations	7,203	6,279
Interest paid	(1,098)	(2,064)
Interest received	1	1
Income tax refund	5	97
Income tax paid	(1,275)	(12)
Net cash generated from operating activities	4,836	4,301
Cash flows used in investing activities		
Addition of property, plant & equipment	(27,913)	(3,346)
Development and construction work in progress (inventory)	(5,214)	(48,314)
Subscription of share in associate company	-	(10,290)
Acquisition of subsidiary, net cash acquired	(3)	-
Withdrawal of fixed deposit pledged with licensed bank	5	-
Deposit paid for the purchase of plant and equipment	-	(4,746)
Net cash used in investing activities	(33,125)	(66,696)
Cash flows generated from/ (used in) financing activities		
Drawdown of term loan	8,000	48,900
Drawdown of hire purchase	226	-
Proceeds from issuance of ordinary	-	11,440
Proceeds from exercise of employee share options	4,719	-
Proceeds from exercise of redeemable convertible preference shares	24,500	-
Repayment of term loan	(5,950)	(2,836)
Repayment of hire purchase	(131)	(69)
Repayment of lease liabilities	(539)	(1,057)
Net cash flow generated from financing activities	30,825	56,378
Net increase in cash and cash equivalents	2,536	(6,017)
Cash and cash equivalents at the beginning of the year	4,351	7,983
Effect of exchange rate changes	(57)	757
Cash and cash equivalents at the end of the period	6,830	2,722

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER AND YEAR TO DATE ENDED 30 SEPTEMBER 2023**

	Year-To-Date Ended	
	30.09.2023 RM'000 (Reviewed)	30.09.2022 RM'000 (Reviewed)
Cash and cash equivalents at the end of period comprise of:		
Cash and bank balances	8,280	2,923
Fixed deposit*	-	37
Overdraft	(1,450)	(201)
	6,830	2,759
<i>*Fixed deposit pledged with licensed bank</i>	-	(37)
	6,830	2,722

Note: The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING****1. BASIS OF PREPARATION**

These condensed consolidated financial statements (“Condensed Report”) have been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting*, the International Accounting Standard (“IAS”) 34 *Interim Financial Reporting* and the requirements of the Companies Act 2016 in Malaysia, where applicable. This Condensed Report has been prepared under the historical cost convention.

The Interim Financial Report is unaudited and has been prepared in accordance with paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

2. SIGNIFICANT ACCOUNT POLICY**2.1 Adoption of Amendments to Standards**

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2022, except for the following which were adopted at the beginning of the current financial year. These pronouncements are either not relevant or do not have any material impact on the Group's financial statements for the current financial year.

- MFRS 17 Insurance Contracts (“MFRS 17”) and Amendments to MFRS 17
- Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

2.2 Standards issued but not yet effective

As at the date of authorisation of this Condensed Report, the following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board (“MASB”), but are not yet effective to the Group.

Effective for financial periods beginning on or after 1 January 2024

- Amendment to MFRS 16 Leases - Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Presentation of Financial Statements - Non-current Liabilities with covenants

Effective date of these Amendments to Standards has been deferred, and yet to be announced

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The above pronouncements are either not relevant or do not have any material impact on the Group's financial statements.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING - continued****3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements for the financial year ended 31 December 2022 was not subject to any qualification.

4. COMMENTS ABOUT SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of The Group were not materially affected by seasonal or cyclical changes.

5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

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

6. CHANGES IN ESTIMATES

There were no changes in estimates of amounts which have a material effect on the results in the current quarter under review.

7. DEBT AND EQUITY SECURITIES

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the period under review. Details of the issued and paid-up capital of the Company as at 30 June 2023 are as follows:

8. DIVIDEND PAID

There was no dividend paid in the current financial period under review.

9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of the property, plant and equipment in the current quarter under review.

10. MATERIAL EVENT AFTER THE REPORTING PERIOD

10.1 Nextgreen Resources Sdn Bhd (“NRSB”), its wholly-owned subsidiary of the Company had on 11 October 2023 entered into a Joint Venture Agreement (“JVA”) with P Teguh Services Sdn Bhd (“PTSSB”) to undertake a joint venture through a special purpose vehicle to engage in the business of trading, supply and export of biodiesel, edible cooking oil and various other related products including equipment and facilities, construction of depot and such other related business.

10.2 The company had on 01 November 2023 entered into a Share Sales Agreement with Dengkil Paper Mills Sdn Bhd to fully dispose of its 51% share in Nextgreen Enviro Sdn Bhd (“NGEV”). NGEV is a dormant company and yet to commence its business operation.

10.3 The Company had on 17 November 2023 entered into a Memorandum of Agreement (“MOA”) with Malaysian Bioeconomy Development Corporation Sdn Bhd (“MBDCSB”) to collaborate in enhancing the potential of biomass into higher value products utilising biotechnology applications for the biomaterial and agricultural farm input sector.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING - continued
11. CONTINGENT ASSET AND LIABILITIES

There were no material changes in the contingent liabilities or contingent assets since the last annual reporting date.

12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinued operations during the quarter under review.

13. SIGNIFICANT RELATED PARTY TRANSACTIONS

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current quarter and year-to-date ended 30 September 2023.

14. CAPITAL COMMITMENTS

Capital commitments for the purchase of property, plant and equipment not provided for in the Condensed Report at the end of the financial period under review are as follows:

	30.09.2023 RM'000	31.12.2022 RM'000
	(Reviewed)	(Audited)
Approved and contracted for		
Capital expenditure – Property, Plant & Equipment	5,014	8,475

15. OPERATING REVENUE

Group's operating revenue disaggregated by major products or services for the period under review are as follow:

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.09.2022 RM'000	Changes %
Sales of land	-	-	-	-	9,539	-100%
Printing services	469	1,231	-62%	1,987	3,424	-42%
Sales of books	18	-	100%	1,118	344	225%
Sales of paper	9,225	4,515	146%	22,450	4,515	397%
Sales of semi-finished fertiliser	1,865	-	100%	7,745	6,360	22%
Construction contract revenue	-	1,078	-100%	-	3,416	-100%
	11,577	6,824	70%	33,300	27,598	21%
Timing of revenue recognition						
- At a point of time	11,577	5,746	101%	33,300	24,182	38%
- Over time	-	1,078	-100%	-	3,416	-100%
	11,577	6,824	70%	33,300	27,598	21%

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING - continued
16. SEGMENTAL INFORMATION

Segment information is presented with respect to the Group's reportable segments which are based on the Group's management and internal reporting structure. as follows:

- (1) Property & Construction - Green Technology Park developer, construction, and renovation work.
- (2) Printing & Publishing – Business in commercial, publication, packaging printing services and book publisher.
- (3) Manufacturing - Processing, manufacturing, import, export and trading of EFB pulps and papers, fertilizers and animal feeds.
- (4) Utility & Renewable Energy - Treatment of raw and wastewater, collection and processing of oil palm waste, and trading of biodiesel
- (5) Others – Investment holding, internal management services, forest management and carbon credit consulting services.

17. SEGMENTAL REPORTING
17.1 RESULTS FOR QURRENT QUARTER ENDED

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consolidation adjustment & elimination		Consolidated	
	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000
External revenue	-	-	487	1,315	11,090	4,515	-	994	-	-	-	-	11,577	6,824
Inter segment	27,384	-	3	33	23	-	-	84	10	27	(27,420)	(143)	-	-
Total revenue	27,384	-	491	1,347	11,112	4,515	-	1,078	10	27	(27,420)	(143)	11,577	6,824
Other income	37	-	2,356	3,819	30	-	-	10	-	-	(90)	(89)	2,333	3,740
Cost of sales	(26,689)	-	(539)	(2,034)	(6,869)	(1,436)	-	(735)	-	-	26,712	104	(7,385)	(4,101)
Other operating expenses	(721)	(644)	(748)	(573)	(902)	(1,537)	(6)	(395)	(980)	(1,061)	99	(51)	(3,258)	(4,261)
Net finance cost	(6)	(4)	(3)	(5)	(986)	(987)	-	(30)	(103)	(100)	-	2	(1,098)	(1,124)
Profit before tax	5	(648)	1,557	2,554	2,385	555	(6)	(73)	(1,072)	(1,134)	(700)	(176)	2,169	1,078
Tax expense	-	-	-	-	(5)	-	-	-	-	-	-	-	(5)	-
Net profit/ (loss) after tax	5	(648)	1,557	2,554	2,381	555	(6)	(73)	(1,072)	(1,134)	(701)	(176)	2,164	1,078
Segmental assets	235,911	208,398	56,425	63,750	205,241	113,738	104	6,110	354,021	310,747	(411,426)	(335,459)	440,276	367,284
Segmental liabilities	190,559	161,079	47,866	53,649	211,496	106,613	201	6,707	35,825	19,277	(354,416)	(242,799)	131,531	104,526

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

17. SEGMENTAL INFORMATION - continued

17.2 RESULTS FOR THE YEAR-TO-DATE ENDED

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consolidation adjustment & elimination		Consolidated	
	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000	30.09.23 RM'000	30.09.22 RM'000
External revenue	-	9,539	3,105	3,707	30,195	10,875	-	3,477	-	-	-	-	33,300	27,598
Inter segment	27,384	-	1,157	61	377	-	-	310	85	75	(29,003)	(447)	-	-
Total revenue	27,384	9,539	4,262	3,768	30,572	10,875	-	3,787	85	75	(29,003)	(447)	33,300	27,598
Other income	37	-	4,692	6,358	98	179	-	10	-	-	(267)	(267)	4,560	6,280
Cost of sales	(26,689)	(3,915)	(3,742)	(7,000)	(17,907)	(2,020)	-	(2,663)	-	-	28,224	106	(20,114)	(15,492)
Other operating expenses	(2,408)	(1,927)	(1,829)	(1,971)	(3,007)	(6,109)	(18)	(1,218)	(3,002)	(3,015)	346	419	(9,918)	(13,821)
Net finance cost	(22)	(25)	(8)	(14)	(2,879)	(1,669)	-	(87)	(309)	(278)	(1)	7	(3,219)	(2,066)
Profit before tax	(1,698)	3,672	3,375	1,141	6,877	1,256	(18)	(171)	(3,226)	(3,218)	(701)	(181)	4,609	2,499
Tax expense	-	-	-	-	(5)	-	-	-	-	-	-	-	(5)	-
Net profit/ (loss) after tax	(1,698)	3,672	3,375	1,141	6,872	1,256	(18)	(171)	(3,226)	(3,218)	(701)	(181)	4,604	2,499
Segmental assets	235,911	208,398	56,425	63,750	205,241	113,738	104	6,110	354,021	310,747	(411,426)	(335,459)	440,276	367,284
Segmental liabilities	190,559	161,079	47,866	53,649	211,496	106,613	201	6,707	35,825	19,277	(354,416)	(242,799)	131,531	104,526

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART A – EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
1. GROUP PERFORMANCE REVIEW
Current quarter performance review

	OPERATING REVENUE			NET PROFIT/ (LOSS)		
	Current quarter ended			Current quarter ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.09.2022 RM'000	Changes %
Property & Construction	-	-	-	(691)	(648)	7%
Printing & Publishing	487	1,231	-60%	1,557	2,435	-36%
Manufacturing	11,090	4,515	146%	2,377	555	328%
Utility & Renewable Energy	-	1,078	-100%	(6)	(156)	-96%
Others	-	-	-	(1,072)	(1,107)	-3%
Total	11,577	6,824	70%	2,164	1,078	101%
Net profit/ (loss) attributable to:						
Owners of the Company				2,219	1,123	98%
Non-controlling interest				(55)	(45)	22%
Basic EPS (cent)				0.27	0.15	83%

**Note – Financial results are presented after consolidation adjustments and the elimination of inter-company/segment transactions.*

The Group recorded net profit of RM2.16 million for the current quarter under review, marking a significant increase more than doubling the preceding year's figure of RM1.08 million. The net profit attributable to the owner of the company also experienced a substantial surge, rising to RM2.22 million from RM1.12 million. Correspondingly, the Group's basic earnings per share ("EPS") rose from 0.15 cent to 0.27 cent, aligning with the notable increase in net profit

The group witnessed a remarkable 70 percent surge in operating revenue, increasing from RM6.82 million in the same period the previous year to RM11.58 million. The Manufacturing division contributed 95.8 percent of the Group revenue through its subsidiary companies listed under this segment, Nextgreen Pulp & Paper Sdn Bhd ("NGPP") and Nextgreen Fertiliser Sdn Bhd ("NGF"), spearhead the operation of Phase 1A of Green Technology Park ("GTP"). NGPP contributed RM9.22 million in revenue, accounting for an impressive 79.6 percent of the group's total operating revenue. This marks a twofold increase compared to the corresponding period in the preceding year when the figure stood at RM4.52 million. The notable upswing can be primarily attributed to an expansion in both production output and sales volume. In addition, Nextgreen Fertilizer Sdn Bhd recorded RM1.87 million revenue through the sale of semi-finished solid fertilizer (fermented EFB), contributing 16.2 percent to the group's revenue for the current quarter under review. While the Manufacturing division performed impressively, the Printing and Publishing division experienced a decline in its operating revenue, plummeting by 60 percent from RM1.23 million to RM0.49 million as compared to the same period in the preceding year. This decrease is primarily attributed to reduced demand across all publication, commercial, and packaging printing segments.

The group experienced a 38 percent decline in other income, primarily attributable to the absence of a one-off gain on the disposal of Plant, Property & Equipment totaling RM2.6 million. However, this reduction was partially offset by the reversal of allowance for credit-impaired trade receivables, amounting to RM1.2 million. Group operating expenses declined by 24 percent significantly due to the absence of one-off professional fee incurred for corporate advisory and legal services.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
1. GROUP PERFORMANCE REVIEW – continued
Year-to-date performance review

	OPERATING REVENUE			NET PROFIT/ (LOSS)		
	Year-to-date ended			Year-to-date ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.09.2022 RM'000	Changes %
Property & Construction	-	9,539	-100%	(2,394)	3,672	-165%
Printing & Publishing	3,105	3,768	-18%	3,375	1,128	199%
Manufacturing	30,195	10,875	178%	6,866	1,256	447%
Utility & Renewable Energy	-	3,416	-100%	(18)	(265)	-93%
Others	-	-	-	(3,226)	(3,293)	-2%
Total	33,300	27,598	21%	4,604	2,499	84%
Net profit/ (loss) attributable to:						
Owners of the Company				4,701	2,605	80%
Non-controlling interest				(97)	(106)	-8%
Basic EPS (cent)				0.57	0.34	67%

**Note – Financial results are presented after consolidation adjustments and the elimination of inter-company/segment transactions.*

The group's financial performance in the first nine months of the 2023 fiscal year revealed a commendable achievement, with a profit after tax amounting to RM4.60 million. This marks a substantial 84 percent increase compared to the same period in the preceding year. The net profit attributable to the owner of the company ("PATAMI") also saw a significant surge, increasing to RM4.70 million from RM2.61 million. The Group's basic earnings per share ("EPS") rose from 0.34 cent to 0.57 cent which is in line with the increased in net profit.

The group's operating revenue exhibited a remarkable 21 percent surge, reaching RM33.30 million, a substantial increase compared to the RM27.60 million reported in the corresponding period of the 2022 fiscal year. This notable growth was predominantly propelled by the Manufacturing division, which experienced an impressive 178 percent increase, achieving a revenue of RM30.20 million. Notably, this division accounted for 90.7 percent of the group's total revenue which is driven by higher production output and sales volume. Conversely, the Printing and Publishing Division observed a decline in operating revenue, falling to RM3.11 million from RM3.77 million in the same period a year ago. This reduction was attributed to decreased demand in the commercial and packaging printing segments. Additionally, the group experienced a loss in operating revenue contribution from the Property & Construction and Utility & Renewable Division amounting to RM12.96 million in comparison to the same period in the preceding fiscal year. This shortfall was primarily due to the absence of revenue from the sale of sub-divided land and construction contract revenue related to the raw and waste water treatment facility, previously generated by Osmocell Sdn Bhd (Disposed in Oct 2022).

For the record, the group's other income witnessed a 27 percent decrease, in contrast to the previous figure of RM6.28 million. This decline can be attributed to the absence of gain on the disposal of PPE and an additional impairment reversal recorded in the current fiscal year, as mentioned earlier in the current quarter performance review, The group experienced a significant 56 percent increase in its finance costs compared to the corresponding period in the previous year. This surge was primarily driven by higher interest expenses stemming from the full disbursement of the RM48.9 million loan obtained from Bank Pembangunan in September 2022. On a positive note, the operating expenses demonstrated a significant 28 percent decrease, primarily attributed to the absence of one-time charges related to professional fees associated with borrowing, as well as the pre-operating expenses that were incurred prior to the commencement of the production of Phase 1A.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW
PROPERTY & CONSTRUCTION

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.00.2022 RM'000	Changes %
Operating revenue	27,384	-	100%	27,384	9,539	187%
Other income	37	-	100%	37	-	100%
Cost of sales	(26,689)	-	100%	(26,689)	(3,915)	582%
Operating expenses	(721)	(644)	12%	(2,408)	(1,927)	25%
Net finance cost	(6)	(4)	68%	(22)	(25)	-10%
Net profit/ (loss)	5	(648)	-101%	(1,698)	3,672	-146%

**Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

Current quarter and Year-to-date performance review

During the nine-month period of the 2023 financial year, the division experienced a net loss of RM1.70 million, a notable contrast to the net profit of RM3.67 million reported during the same period in the preceding year. For the record, only Ultimate Ivory Sdn Bhd (“UISB”) was operational, managing the Green Technology Park in Pekan, Pahang, as the park developer. UISB experienced a revenue shortfall during both periods under review, primarily attributed to the absence of sales of subdivided land. It's important to note that the other companies listed under this division are not yet in operation.

The operating revenue of RM27.38 million, generated exclusively from inter-segment construction contracts in both periods under review, is eliminated at the Group consolidation level. Despite demonstrating a substantial 187 percent increase from the RM9.54 million revenue recorded in the same period of the prior financial year, this revenue is excluded from the Group's overall operating revenue.

Notably, operating expenses increased by 12 percent for the current quarter ended September 30, 2023, and by 25 percent for the year-to-date period ended the same date, compared to the corresponding period in the preceding year. This uptick is primarily attributed to the costs associated with a groundbreaking event in Kelantan. This event marks a collaborative initiative for a development project in Gua Musang, Kelantan, involving Perbadanan Menteri Besar Kelantan (“PMBK”) and Nextgreen Land Sdn Bhd, a wholly-owned subsidiary of the Group

PRINTING & PUBLISHING

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.00.2022 RM'000	Changes %
Operating revenue	491	1,347	-64%	4,262	3,768	13%
Other income	2,356	3,819	-38%	4,692	6,358	-26%
Cost of sales	(539)	(2,034)	-74%	(3,742)	(7,000)	-47%
Operating expenses	(748)	(573)	30%	(1,829)	(1,971)	-7%
Net finance cost	(3)	(5)	-52%	(8)	(14)	-44%
Net profit/ (loss)	1,557	2,554	-39%	3,375	1,142	195%

**Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****2. OPERATING SEGMENT PERFORMANCE REVIEW - continued****PRINTING & PUBLISHING - continued****Current quarter performance review**

The division reported a net profit of RM1.56 million, reflecting a 39 percent decline compared to the RM2.55 million net profit recorded in the corresponding period a year ago. This decrease in financial performance can be primarily attributed to a combination of factors highlighted herein.

The operating revenue of the division saw a significant decline, plummeting by 64 percent when compared to the same period in the previous year. This decline can be predominantly attributed to a decrease in demand from existing customers across all printing segments, namely publication, commercial, and packaging.

Despite the overall decrease in revenue, there was a noteworthy improvement in the division's gross profit margin during the quarter in comparison to the preceding year. This positive shift can be credited to the reduction in fixed factory overhead costs, including direct labor expenses, upkeep costs, and machinery depreciation expenses.

The division's other income for both quarter periods mainly resulted from the rental of factory space and specific printing machinery and equipment, totaling RM1.05 million quarterly. However, there was a significant 38 percent drop during the 2023 period. This decline is primarily attributed to the absence of gains amounting to RM2.6 million from the disposal of Property, Plant, and Equipment (PPE) recorded in the 2022 fiscal year.

Nevertheless, the division managed to partly offset this shortfall as an additional RM1.2 million was derived from the reversal of prior-year impairment losses on trade receivables. This positive outcome was a result of successful debt recovery efforts

Operating expenses increased by 30 percent in the quarter under review, significantly attributed to higher logistic costs incurred for the delivery of customer orders, which were not incurred in the prior quarter.

Year-to-date performance review

The financial results for the first nine-months period of financial year 2023 reveal a significant surge in net profit, jumping by 195 percent to RM3.38 million compared to the RM1.14 million reported in the same period of previous year.

Operating revenue reached RM4.26 million, reflecting 13 percent increase compared to the corresponding period a year ago. This growth was primarily driven by a substantial increase in the sales of the school activity book namely "Pendidikan Keselamatan Jalan Raya Darjah 5" ("PKJR"), which exhibited an impressive 224 percent increase for the reviewed period, totaling RM1.12 million. However, the printing services segment faced a revenue shortfall of 42 percent when compared to the same periods in the previous year, attributed to weaker demand in the commercial and packaging segments.

The division's gross profit margin experienced positive growth compared to the previous financial year, transitioning from a gross loss to a gross profit of 12 percent for nine-months of the financial year 2023. This improvement can be attributed to a reduction in fixed overhead costs such as the upkeep of machinery, fixed direct and indirect labor costs, as well as machinery depreciation expenses.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW – continued
MANUFACTURING

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.00.2022 RM'000	Changes %
Operating revenue	11,112	4,515	146%	30,572	10,875	181%
Other income	30	0	10863%	98	179	-45%
Cost of sales	(6,869)	(1,938)	254%	(17,907)	(4,152)	331%
Operating expenses	(902)	(1,035)	-13%	(3,007)	(3,978)	-24%
Net finance cost	(986)	(987)	0%	(2,879)	(1,669)	72%
Net profit/ (loss)	2,381	555	329%	6,872	1,256	447%

**Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

Current quarter performance review

The division's financial performance for the current quarter under review showcased a commendable achievement, attaining a net profit of RM2.38 million. This reflects a significant more-than-threelfold increase compared to the net profit of RM0.56 million in the same period the previous year. This performance was fully supported by higher operating revenue and lower operating expenses.

During the current quarter of the financial year 2023, the division achieved a revenue of RM11.11 million, with RM9.25 million attributed to the sale of pulp and paper. This figure reflects an increase in sales volume, driven by higher production output and increased customer demand compared to the same period last year. Additionally, the RM1.87 million in sales of semi-finished solid fertiliser (fermented EFB) contributed to the current quarter, as this revenue was not realized in the same period of the previous financial year.

The increase in the cost of sales is in line with the rise in revenue. Moreover, operating expenses witnessed a slight decrease, attributed to the absence of the consultancy fee associated with the completed MOSTI project at the end of 2022, along with the expiration of the business advisory engagement contract.

Other companies listed under this division, such as feed and pulp mills, remain dormant.

Year-to-date performance review

The division's financial performance for the first three quarter of the 2023 fiscal period recorded impressive net profit of RM6.87 million when compared to previous year net profit of RM1.26 million attributable to the pulp & paper and fertiliser manufacturing segment.

During the period, pulp & paper segment reported RM22.83 million revenue. However, it was not appropriate comparison to the fiscal year 2022 as commencement of the production took place in June 2022 and revenue generation started subsequently. As for Fertiliser segment, RM7.75 million of revenue from sales of semi-finished solid fertiliser (fermented EFB) was reported, increased by 22 percent from RM6.36 million of revenue from sale of the same product.

Operating expenses experienced a drop of 24 percent compared to the previous year, attributed to the absence of one-time professional and bank facility fees associated with bank borrowing. Additionally, the consultancy fee was not incurred due to the completion of the MOSTI project in December 2022, along with the expiration of the business advisory engagement contract. Net finance costs for the division underwent a substantial increase by 72 percent in current financial year primarily driven by higher interest expenses linked to the loan secured from Bank Pembangunan. The RM48.9 million loan was fully disbursed in September 2022.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW - continued
UTILITY & RENEWABLE ENERGY

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.00.2022 RM'000	Changes %
Operating revenue	-	1,078	-100%	-	3,787	-100%
Other income	-	10	-100%	-	10	-100%
Cost of sales	-	(735)	-100%	-	(2,663)	-100%
Operating expenses	(6)	(395)	-98%	(18)	(1,218)	-99%
Net finance cost	-	(30)	-100%	-	(87)	-100%
Net profit/ (loss)	(6)	(73)	-91%	(18)	(171)	-90%

**Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

Current quarter and Year-to-date performance review

In the current financial year 2023, all subsidiaries listed under this division remain dormant. It is noteworthy that the division missed the construction contract revenue related to the raw and waste water treatment facility, previously generated by Osmocell Sdn Bhd (Disposed in Oct 2022).

OTHERS

	Quarter Ended			Year-To-Date Ended		
	30.09.2023 RM'000	30.09.2022 RM'000	Changes %	30.09.2023 RM'000	30.00.2022 RM'000	Changes %
Operating revenue	10	27	-64%	85	75	13%
Other income	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-
Operating expenses	(980)	(1,061)	-8%	(3,002)	(3,015)	0%
Net finance cost	(103)	(100)	3%	(309)	(278)	11%
Net profit/ (loss)	(1,072)	(1,134)	-5%	(3,226)	(3,217)	0%

**Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

Current quarter and Year-to-date performance review

The operating revenue of this division is solely derived from management service fees imposed by the Nextgreen Global Berhad (“Holding company”) to its subsidiary companies. However, it's noteworthy that this revenue was eliminated at the Group level. The Holding company reported a loss of RM1.06 million for the current quarter and RM3.20 million for the first nine months of this year, showing little change compared to RM1.13 million and RM3.21 million, respectively, for the same periods in the previous year.

Operating expenses saw a slight decrease compared to the same period in the previous year, primarily due to the absence of bank facility charges associated with the mortgage secured from UOB Bank. The net finance cost incurred by this division is exclusively linked to the mortgage entered into by the Holding company for the purchase of new office space. It's important to note that other subsidiaries listed under this division, such as forest management and carbon credit consulting services, remained dormant and incurred minimal administrative expenses.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
3. MATERIAL CHANGES IN PERFORMANCE OF OPERATING SEGMENT CURRENT QUARTER'S RESULT COMPARED TO IMMEDIATELY PRECEDING QUARTER

	Operating revenue			Profit after tax		
	30.06.2023 RM'000	31.03.2023 RM'000	Changes %	30.06.2023 RM'000	31.03.2023 RM'000	Changes %
Property & Construction	-	-	-	(691)	(973)	-29%
Printing & Publishing	487	1,667	-71%	1,557	1,009	-54%
Manufacturing	11,090	10,157	9%	2,377	2,276	4%
Utility & Renewable Energy	-	-	-	(6)	(8)	-25%
Other	-	-	-	(1,072)	(1,123)	-5%
Total	11,577	11,824	-2%	2,164	1,181	83%

Significant changes in the performance of the operating segment can be attributed to a decline in revenue, particularly within the Printing & Publishing Division, primarily stemming from the book publishing segment. This decrease in revenue is a direct consequence of reduced orders from bookstores for PKJR schoolbook activities. Despite the dip in revenue, the division had recorded additional income resulted from the recognition of a reversal of receivable impairment, amounting to RM1.20 million. This reversal not only helped partially offset the operating revenue shortfall but also contributed to an overall improvement in the division's results when compared to the immediately preceding quarter

4. COMMENTARY ON PROSPECTS AND TARGETS

Amidst the prevailing trend of increasing digitalization, the Group maintains confidence in the competitive strength of its printing service segment. A recently established subsidiary, Nextgreen Packaging (M) Sdn Bhd, is strategically positioned to penetrate the local packaging printing market. Concurrently, the publication and commercial printing, as well as the book publishing segment, remains committed to prioritizing its existing customer base. Operational entities are actively fostering collaborative partnerships with Bumiputera status companies in order to secure government printing contracts in the future.

The Group's first pulp and paper manufacturing plant, under the management of Nextgreen Pulp & Paper Sdn Bhd ("NGPP"), commenced operations in June 2022. This facility, designated as "Phase 1A," able to produce 10,000 metric tons of pulp and paper products. Presently, production activities are efficiently meeting customer orders and providing product samples to potential clients, both within the domestic market and internationally. The Group anticipates securing additional orders from both new and established customers in the upcoming period.

As of August 16, 2023, the NGGB officially announced the initiation of trial run production for food-grade empty fruit bunch pulp molding by its associate's company, Nextgreen Crowning Package Pulp Molding Sdn Bhd ("NGCP"), NGCP is a joint venture between NGGB and Crown Package Co. Ltd. from Japan. NGCP will be involved in producing and distributing pulp molding products crafted from empty fruit bunches, as well as selling packaging materials to Japan. The primary raw material for this production, utilizing EFB pulp, is supplied by NGPP. The group expects to finalize the terms and conditions of the offtake agreement between NGPP and NGCP soon. The Group is confident that this venture will yield positive contributions to both NGPP and NGGB in the times ahead.

In the realm of the fertilizer manufacturing segment, the Group has embarked on the construction of a fertilizer production plant designed to accommodate an annual capacity of 30,000 metric tons. This plant, to be situated within GTP (Phase 1A extension), will be operated by the wholly owned subsidiary Nextgreen Fertilizer Sdn Bhd ("NGF"). Its operations will encompass the production of solid and liquid fertilizer, utilizing waste from Phase 1A production as well as Fermented EFB. The construction of the production plant is anticipated to be completed in Quarter 1 2024. The testing and commissioning were initially scheduled to be carried out in Quarter 2 2024.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
5. PROFIT BEFORE TAX

The following items have been charged/(credited) amongst other, in arriving at the profit before tax:

	Quarter Ended		Year-To-Date Ended	
	30.09.2023 RM'000	30.09.2022 RM'000	30.09.2023 RM'000	30.09.2022 RM'000
Depreciation expense	1,281	1,053	3,804	2,961
Amortisation of Right-use-of asset	165	480	514	1,049
Reversal of receivables impairment	(1,200)	-	(1,200)	(51)
Unrealized gain on foreign exchange	(3)	(38)	(48)	(49)
PPE written off	-	-	6	3
Gain on disposal of PPE	-	(2,597)	-	(2,597)
Interest paid	53	1,121	1,098	2,064
Interest received	-	-	(1)	(1)

6. INCOME TAX EXPENSE

No provision for tax has been made during the period under review. Tax expense recognised during the period under review is the actual tax paid for the under estimation of prior year assessment amounting to RM5,022.00.

7. PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in the current financial year.

8. GROUP MATERIAL LITIGATION

As of 21 November 2023, being 7 days prior to the date of this report, neither the Company nor its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which have the value of 5% or more of the Group's net assets. The board is not aware of any proceedings pending or threatened or of any acts likely to give rise to any proceedings, which might materially and adversely affect the financial position or business of the Company or its subsidiaries.

9. LOAN, BORROWINGS AND DEBT SECURITIES

Group has not issued any debt securities and the Group loan and borrowings as at 30 September 2023 are as follows

	30.09.2023 RM'000 (Reviewed)	30.09.2022 RM'000 (Reviewed)
Secured, Denomination in Malaysia Ringgit.		
Bank borrowing	70,659	58,141
Hire purchase	748	805
Bank overdraft	1,450	-
Lease liabilities	336	1,303
Total borrowing	73,193	60,249

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
10. CAPITAL MANAGEMENT

The Group assesses its capital through the use of a gearing ratio. The Group adheres to a policy aimed at maintaining a prudent level of gearing ratio in compliance with debt covenants and regulatory requirements. There were no alterations to the Group's capital management approach during the financial period under review. The gearing ratio at the conclusion of the reporting period is as follows:

	30.09.2023 RM'000 (Reviewed)	30.09.2022 RM'000 (Reviewed)
Total borrowing	73,193	60,249
Less: Cash and Bank Balance	(8,280)	(2,960)
Total equity	64,913 308,745	57,289 263,079
Gearing ratio	17.4%	17.9%

11. SHARE CAPITAL

	No of ordinary share		Amount	
	30.09.2023 Unit '000	30.09.2022 Unit '000	30.09.2023 RM'000	30.09.2022 RM'000
At beginning of period	787,154	762,944	266,385	253,070
Issuance of shares				
- Exercise ESOS	8,580	20,800	4,719	11,440
- Exercise RCPS	70,000	-	28,000	-
At end of the period	865,734	783,744	299,104	264,510

During the period under review, the Company increased its issued and fully paid ordinary share capital from 787,154 million to 865,734 million by way of the issuance of 8,580 million new ordinary shares pursuant to the ESOS and 70,000 million pursuant to RCPS at an exercise price of RM0.55 and RM0.40 per share respectively.

12. EARNING PER SHARE
12.1 Basic Earnings per share

Basic earnings per share is calculated based on the consolidated profit for the financial year attributable to owners of the parent and the weighted average number of ordinary shares in issue during the financial year as follows:

	Quarter Ended		Year-To-Date Ended	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
Profit attributable to owners of the Company (RM'000)	2,220	1,123	4,701	2,605
Weighted average unit of shares issued ('000)	829,855	769,275	829,855	769,275
Basic earnings per share (cent)	0.27	0.15	0.57	0.34

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
12. EARNING PER SHARE - continued
12.2 Diluted earnings per Share

Diluted earnings per share is calculated based on the adjusted consolidated profit for the financial year attributable to the owners of the parent and the weighted average number of shares in issue during the financial year have been adjusted for the dilutive effects of all potential shares as follows:

	Quarter Ended		Year-To-Date Ended	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
Profit attributable to owners of the Company (RM'000)	2,220	1,123	4,701	2,605
Weighted average unit of shares issued ('000)	829,855	769,275	829,855	769,275
<i>Effect of dilution from:</i>				
- Share-based payment (ESOS) ('000)	321	9,416	321	9,416
- Conversion of RCPS ('000)	91,742	110,235	91,742	110,235
Weighted average unit of ordinary shares ('000)	921,918	888,925	921,918	888,925
Diluted earnings per share (cent)	0.24	0.13	0.51	0.29

13. AUTHORISATION TO ISSUE

The Condensed Report was authorised for release by the Board of Directors as per Board of Directors Meeting held on 28 November 2023.