



**NEXTGREEN GLOBAL BERHAD**

[Registration No. 200501037512 (719660-W)]

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE (“YTD”)  
ENDED 31 MARCH 2024

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
FOR THE QUARTER AND YEAR-TO-DATE (“YTD”) ENDED 31 MARCH 2024**

|  | Quarter and YTD ended |              |             |
|--|-----------------------|--------------|-------------|
|  | 31.03.2024            | 31.03.2023   | Changes     |
|  | RM'000                | RM'000       | %           |
| Operating revenue                        | 13,318                | 9,899        | 35%         |
| Cost of sales                            | (7,545)               | (5,639)      | 34%         |
| <b>Gross profit</b>                      | <b>5,773</b>          | <b>4,259</b> | <b>36%</b>  |
| Other income                             | 1,464                 | 1,117        | 31%         |
| Other operating expenses                 | (3,040)               | (3,189)      | -5%         |
| <b>Profit from operations</b>            | <b>4,196</b>          | <b>2,187</b> | <b>92%</b>  |
| Finance income                           | 1                     | -            | -           |
| Finance cost                             | (1,176)               | (1,077)      | 9%          |
| Net finance cost                         | (1,175)               | (1,077)      | 9%          |
| <b>Profit before tax</b>                 | <b>3,021</b>          | <b>1,110</b> | <b>172%</b> |
| Income tax expense                       | -                     | -            | -           |
| <b>Net profit for the period</b>         | <b>3,021</b>          | <b>1,110</b> | <b>172%</b> |
| <b>Net profit attributable to:</b>       |                       |              |             |
| <b>Owners of the Company</b>             | 3,025                 | 1,131        | 167%        |
| Non-controlling interest                 | (4)                   | (21)         | -81%        |
| <b>Net profit/ (loss) for the period</b> | <b>3,021</b>          | <b>1,110</b> | <b>172%</b> |

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE  
QUARTER AND YEAR-TO-DATE (“YTD”) ENDED 31 MARCH 2024**

|  | Quarter and YTD ended |              |             |
|--|-----------------------|--------------|-------------|
|  | 31.03.2024            | 31.03.2023   | Changes     |
|  | RM'000                | RM'000       | %           |
| Comprehensive income, comprise of                          |                       |              |             |
| Net profit for the period                                  | 3,021                 | 1,110        | 172%        |
| Gain on foreign currency translation                       | 605                   | 44           | 1287%       |
| <b>Total comprehensive income</b>                          | <b>3,626</b>          | <b>1,154</b> | <b>214%</b> |
| Total comprehensive income for the period attributable to: |                       |              |             |
| Owners of the Company                                      | 3,629                 | 1,175        | 209%        |
| Non-controlling interest                                   | (4)                   | (21)         | -81%        |
| <b>Total comprehensive income</b>                          | <b>3,625</b>          | <b>1,154</b> | <b>214%</b> |

**EARNINGS PER SHARE (“EPS”) ATTRIBUTABLE TO OWNER OF COMPANY**

|             | Quarter and YTD ended |            |         |
|-------------|-----------------------|------------|---------|
|             | 31.03.2024            | 31.03.2023 | Changes |
|             | RM'000                | RM'000     | %       |
| Basic EPS   | 0.31                  | 0.14       | 121%    |
| Diluted EPS | 0.31                  | 0.13       | 143%    |

Detail computation - Part B, note 12

**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 2023 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2024**

|  | As at<br>31.03.2024<br>Unaudited<br>RM'000 | As at<br>31.12.2023<br>Audited<br>RM'000 |
|--|--|--|
| <b>NON-CURRENT ASSETS</b>                    |  |  |
| Property, plant and equipment                | 185,506                                    | 146,439                                  |
| Investment property                          | -  | 17,775                                   |
| Intangible assets                            | 500  | 500                                      |
| Right-of-use assets                          | 1,055                                      | 572                                      |
| Investment in associates                     | 9,218                                      | 9,218                                    |
| Other investments                            | 23   | 23                                       |
| Inventories                                  | 171,914                                    | 171,567                                  |
| Deferred tax assets                          | 103  | 103                                      |
|  | <b>368,318</b>                             | <b>346,196</b>                           |
| <b>CURRENT ASSETS</b>                        |  |  |
| Inventories                                  | 5,195                                      | 14,318                                   |
| Trade receivables                            | 63,622                                     | 53,809                                   |
| Other receivables, deposits and prepayments  | 49,064                                     | 44,964                                   |
| Tax recoverable                              | 141  | 141                                      |
| Cash and bank balances                       | 4,484                                      | 5,805                                    |
|  | <b>122,505</b>                             | <b>119,036</b>                           |
| <b>TOTAL ASSETS</b>                          | <b>490,824</b>                             | <b>465,232</b>                           |
| <b>EQUITY</b>                                |  |  |
| Share capital                                | 351,104                                    | 327,504                                  |
| Redeemable convertible preference shares     | -  | 2,950                                    |
| Reserve                                      | 11,092                                     | 7,462                                    |
| Equity attributable to owners of the Company | <b>362,196</b>                             | <b>337,916</b>                           |
| Non-controlling interest                     | (27)                                       | (24)                                     |
|  | <b>362,168</b>                             | <b>337,892</b>                           |
| <b>NON-CURRENT LIABILITIES</b>               |  |  |
| Differed tax                                 | 875  | 875                                      |
| Borrowings                                   | 63,495                                     | 63,401                                   |
| Hire purchase liabilities                    | 633  | 691                                      |
| Lease liabilities                            | 824  | 144                                      |
|  | <b>65,827</b>                              | <b>65,111</b>                            |
| <b>CURRENT LIABILITIES</b>                   |  |  |
| Trade payables                               | 18,082                                     | 19,779                                   |
| Other payables and accruals                  | 36,650                                     | 34,165                                   |
| Tax payable                                  | 2,523                                      | 2,523                                    |
| Borrowings                                   | 5,092                                      | 5,082                                    |
| Hire purchase liabilities                    | 230  | 234                                      |
| Lease liabilities                            | 252  | 447                                      |
|  | <b>62,828</b>                              | <b>62,229</b>                            |
| <b>TOTAL LIABILITIES</b>                     | <b>128,655</b>                             | <b>127,340</b>                           |
| <b>TOTAL EQUITY AND LIABILITIES</b>          | <b>490,824</b>                             | <b>465,232</b>                           |
| <b>Net asset per share (RM)</b>              | <b>0.36</b>                                | <b>0.35</b>                              |

**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 2023 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR-TO-DATE ENDED 31 MARCH 2024**

|                                    | < ----- Attributable to owners of the company ----- > |  |   |                             |                            |                                |                 |   |                           |  |
|------------------------------------|---|--|---|-----------------------------|----------------------------|--------------------------------|-----------------|---|---------------------------|--|
|                                    | < ----- Non-distributable ----- >                     |  |   | <Distributable>             |                            |                                |                 |   |                           |  |
|                                    | Share<br>capital<br>RM'000                            | Redeemable<br>convertible<br>preference<br>share<br>RM'000 | Foreign<br>currency<br>translation<br>reserve<br>RM'000 | Merger<br>reserve<br>RM'000 | Share<br>option<br>reserve | Retained<br>earnings<br>RM'000 | Total<br>RM'000 | Non-<br>controlling<br>interest<br>RM'000 | Total<br>equity<br>RM'000 |  |
| <b>At 1 Jan 2024 (Audited)</b>     | 327,504   | 2,950  | 203   | (16,833)                    | -                          | 24,092                         | 337,916         | (24)                                      | 337,892                   |  |
| Comprehensive income:              | -   | -  | -   | -                           | -                          | 3,025                          | 3,025           | (3)                                       | 3,021                     |  |
| Profit for period                  | -   | -  | -   | -                           | -                          | 3,025                          | 3,025           | (3)                                       | 3,021                     |  |
| Other comprehensive income         | -   | -  | 605   | -                           | -                          | -                              | 605             | -   | 605                       |  |
| Total comprehensive income         | -   | -  | 605   | -                           | -                          | 3,025                          | 3,630           | (3)                                       | 3,626                     |  |
| Transactions with owners:          |   |  |   |                             |                            |                                |                 |   |                           |  |
| Issuance of shares - RCPS          | 23,600  | (2,950)  | -   | -                           | -                          | -                              | -               | 20,650                                    | -                         |  |
| Total transactions with owners     | 23,600  | (2,950)  | -   | -                           | -                          | -                              | -               | 20,650                                    | -                         |  |
| <b>At 31 March 2024 (reviewed)</b> | 351,104   | -  | 808   | (16,833)                    | -                          | 27,117                         | 362,196         | (27)                                      | 362,168                   |  |
| <b>At 1 Jan 2023 (Audited)</b>     | 266,385   | 10,000   | 276   | (16,833)                    | 880                        | 13,925                         | 274,634         | (189)                                     | 274,445                   |  |
| Comprehensive income:              |   |  |   |                             |                            |                                |                 |   |                           |  |
| Profit for period                  | -   | -  | -   | -                           | -                          | 1,131                          | 1,131           | (21)                                      | 1,110                     |  |
| Other comprehensive income         | -   | -  | 44  | -                           | -                          | -                              | 44              | -   | 44                        |  |
| Total comprehensive income         | -   | -  | 44  | -                           | -                          | 1,131                          | 1,175           | (21)                                      | 1,154                     |  |
| Transactions with owners:          |   |  |   |                             |                            |                                |                 |   |                           |  |
| Issue of share via ESOS            | 4,719   | -  | -   | -                           | (880)                      | 880                            | 4,719           | -   | 4,719                     |  |
| Share option granted               | 12,000  | (1,500)  | -   | -                           | -                          | -                              | 10,500          | -   | 10,500                    |  |
| Total transactions with owners     | 16,719  | (1,500)  | -   | -                           | (880)                      | 880                            | 15,219          | (0)                                       | 15,219                    |  |
| <b>At 31 March 2023 (reviewed)</b> | 283,104   | 8,500  | 319   | (16,833)                    | -                          | 15,937                         | 291,027         | (210)                                     | 290,818                   |  |

**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 2023 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE QUARTER AND YEAR-TO-DATE ("YTD") ENDED 31 MARCH 2024**

|   | Quarter and YTD ended              |                                    |
|---|------------------------------------|------------------------------------|
|   | 31.03.2024<br>RM'000<br>(Reviewed) | 31.03.2023<br>RM'000<br>(Reviewed) |
| <b>Cash flows used in operating activities</b>                    |                                    |                                    |
| Profit before tax   | 3,021                              | 1,110                              |
| Adjustment for:   |                                    |                                    |
| Depreciation  | 1,805                              | 1,255                              |
| Amortisation of Right-Use-Asset                                   | 172                                | 211                                |
| Unrealised gain on foreign exchange                               | (60)                               | (16)                               |
| Finance income  | (1)                                | (0)                                |
| Finance cost  | 1,174                              | 1,077                              |
| <b>Operating profit before working capital changes</b>            | <b>6,111</b>                       | <b>3,637</b>                       |
| Decrease in inventories   | 8,982                              | 240                                |
| Increase in trade and other receivables                           | (12,554)                           | (1,779)                            |
| Increase in trade and other payables                              | 1,181                              | 877                                |
| <b>Cash generated from operations</b>                             | <b>3,722</b>                       | <b>2,975</b>                       |
| Interest paid   | (1,174)                            | (1,077)                            |
| Interest received   | 1                                  | 0                                  |
| <b>Net cash from operating activities</b>                         | <b>2,549</b>                       | <b>1,898</b>                       |
| <b>Cash flows used in investing activities</b>                    |                                    |                                    |
| Acquisition of property, plant & equipment                        | -                                  | (413)                              |
| Development & construction work in progress                       | (23,092)                           | (15,034)                           |
| Deposit paid for purchase of plant and equipment                  | (1,300)                            | -                                  |
| <b>Net cash used in investing activities</b>                      | <b>(24,392)</b>                    | <b>(15,447)</b>                    |
| <b>Cash flows generated/ (used in) financing activities</b>       |                                    |                                    |
| Drawdown of bank overdraft  | 1,464                              | -                                  |
| Drawdown of hire purchase   | -                                  | 226                                |
| Drawdown of trade finance   | 1,508                              | -                                  |
| Proceeds from exercise of ESOS                                    | -                                  | 4,719                              |
| Proceeds from conversion of RCPS                                  | 20,650                             | 10,500                             |
| Repayment of hire purchase payable                                | (62)                               | (37)                               |
| Repayment of term loan  | (546)                              | (985)                              |
| Repayment of trade finance  | (859)                              | -                                  |
| Payment of lease payable  | (169)                              | (164)                              |
| <b>Net cash from financing activities</b>                         | <b>21,987</b>                      | <b>14,259</b>                      |
| <b>Net increase in cash and cash equivalents</b>                  | <b>144</b>                         | <b>710</b>                         |
| Cash and cash equivalents at beginning of year                    | 5,805                              | 4,351                              |
| Effect of translation on the balance of cash and cash equivalents | -                                  | (19)                               |
| <b>Cash and cash equivalents at end of year</b>                   | <b>5,949</b>                       | <b>5,047</b>                       |
| <b>Cash and cash equivalent comprise of:</b>                      |                                    |                                    |
| Cash and bank balances  | 4,484                              | 5,042                              |
| Fixed deposits  | -                                  | 5                                  |
| Bank overdraft  | 1,464                              | -                                  |
| <b>Cash and cash equivalents at end of year</b>                   | <b>5,949</b>                       | <b>5,047</b>                       |

**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 2023 and the accompanying explanatory notes attached to these interim financial statements.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****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 2023. These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

**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 2023, 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.

- Amendments to MFRS 16 Leases - Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Presentation of Financial Statements - Non-current Liabilities with Covenants
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosure - Supplier Finance Arrangements

**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 2025**

- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

**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.

**3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the financial year ended 31 December 2023 was unmodified.

**4. COMMENTS ABOUT SEASONALITY OR CYCLICALITY OF OPERATIONS**

The Group's performances are not materially affected by seasonal or cyclical changes.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134  
INTERIM FINANCIAL REPORTING****5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and year-to-date ended 31 March 2024

**6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had any material effect during the current quarter and year-to-date ended 31 March 2024.

**7. DEBT AND EQUITY SECURITIES**

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year-to-date ended 31 March 2024

**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**

There was no material event subsequent to the quarter and year-to-date ended 31 March 2024

**11. CONTINGENT ASSET AND LIABILITIES**

There were no changes in other contingent liabilities since the last annual audited financial statements as at 31 December 2023

**12. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no material changes in the composition of the Group for the current quarter and year-to-date ended 31 March 2024

**13. SIGNIFICANT RELATED PARTY TRANSACTIONS****(a) Identifying related party**

Parties are considered to be related to the Group identified in accordance to Main Market Listing Requirement.

**(b) Significant related party transaction**

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 31 March 2024.

**(c) Approval and review**

The Audit Committee of the Company reviews all related party transactions to ensure compliance with Bursa Malaysia's Main Market Listing Requirements, ensuring that such transactions are fair and reasonable and in the best interest of the Company.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134  
INTERIM FINANCIAL REPORTING**
**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:

|                                      | 31.03.2024<br>RM'000 | 31.12.2023<br>RM'000 |
|--------------------------------------|----------------------|----------------------|
|                                      | (Reviewed)           | (Audited)            |
| <b>Authorised and contracted for</b> | <b>12,619</b>        | <b>4,094</b>         |
| <b>Analysed as follow:</b>           |                      |                      |
| Property, plant and equipment        | 12,619               | 4,094                |

**15. OPERATING REVENUE**

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

|                                      | Quarter and YTD ended |                      |              |
|--------------------------------------|-----------------------|----------------------|--------------|
|                                      | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Printing services                    | 1,444                 | 715                  | 102%         |
| Sale of books                        | 40                    | 235                  | -83%         |
| Sale of land                         | -                     | -                    | N/A          |
| Sale of pulp & paper products        | 2,359                 | 4,468                | -47%         |
| Sale of semi-finished fertiliser     | -                     | 4,480                | -100%        |
| Sale of liquid fertiliser            | 9,475                 | -                    | 100%         |
| Construction contract revenue        | -                     | -                    | N/A          |
|                                      | <b>13,318</b>         | <b>9,899</b>         | <b>35%</b>   |
| <b>Timing of revenue recognition</b> |                       |                      |              |
| - At a point of time                 | 13,318                | 9,899                | 35%          |
| - Over time                          | -                     | -                    | N/A          |
|                                      | <b>13,318</b>         | <b>9,899</b>         | <b>35%</b>   |

**16. SEGMENT 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:

- **Property & Construction**  
Green Technology Park developer, construction, and renovation work.
- **Printing & Publishing**  
Business in commercial, publication, packaging printing services and book publisher.
- **Manufacturing**  
Manufacture EFB pulps and papers, fertilisers and animal feeds.
- **Utility & Renewable Energy**  
Treatment of raw and wastewater, collection and processing of oil palm waste, and trading of biodiesel
- **Others**  
Investment holding, internal management services, forest management and carbon credit consulting services.



**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**

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

**17. SEGMENTAL REPORTING**

**17.1 RESULTS FOR CURRENT QUARTER AND YTD ENDED**

|                             | Property & Construction |                    | Printing & Publishing |                    | Manufacturing      |                    | Utility & Renewable Energy |                    | Others             |                    | Consol adjustment & elimination |                    | Consolidated       |                    |
|-----------------------------|-------------------------|--------------------|-----------------------|--------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|--------------------|---------------------------------|--------------------|--------------------|--------------------|
|                             | 31/03/24<br>RM'000      | 31/03/23<br>RM'000 | 31/03/24<br>RM'000    | 31/03/23<br>RM'000 | 31/03/24<br>RM'000 | 31/03/23<br>RM'000 | 31/03/24<br>RM'000         | 31/03/23<br>RM'000 | 31/03/24<br>RM'000 | 31/03/23<br>RM'000 | 31/03/24<br>RM'000              | 31/03/23<br>RM'000 | 31/03/24<br>RM'000 | 31/03/23<br>RM'000 |
| External revenue            | -                       | -                  | 1,483                 | 1,141              | 11,984             | 8,948              | -                          | (84)               | 30                 | (3)                | (179)                           | (103)              | 13,318             | 9,899              |
| Inter segment               | -                       | -                  | 3                     | 33                 | 23                 | -                  | -                          | 84                 | -                  | 27                 | (26)                            | (143)              | -                  | -                  |
| <b>Operating revenue</b>    | -                       | -                  | <b>1,486</b>          | <b>1,173</b>       | <b>12,007</b>      | <b>8,948</b>       | -                          | -                  | <b>30</b>          | <b>23</b>          | <b>(205)</b>                    | <b>(246)</b>       | <b>13,318</b>      | <b>9,899</b>       |
| Cost of sales               | -                       | -                  | (2,228)               | (1,002)            | (7,101)            | (4,860)            | -                          | -                  | -                  | -                  | (89)                            | (89)               | (7,545)            | (5,639)            |
| <b>Gross profit</b>         | -                       | -                  | <b>(741)</b>          | <b>171</b>         | <b>4,906</b>       | <b>4,088</b>       | -                          | -                  | <b>30</b>          | <b>23</b>          |                                 |                    | <b>5,773</b>       | <b>4,259</b>       |
| Other income                | -                       | 0                  | 108                   | 1,168              | 3,058              | 38                 | -                          | -                  | -                  | -                  | 1,784                           | 223                | 1,464              | 1,117              |
| Other operating expenses    | (514)                   | (721)              | (489)                 | (534)              | (839)              | (1,093)            | (7)                        | (3)                | (1,313)            | (950)              | 122                             | 112                | (3,040)            | (3,189)            |
| Net finance (cost)/ income  | (12)                    | (9)                | (5)                   | (3)                | (958)              | (962)              | -                          | -                  | (203)              | (103)              | 3                               | -                  | (1,175)            | (1,077)            |
| Share of associates' loss   | -                       | -                  | -                     | -                  | -                  | -                  | -                          | -                  | -                  | -                  | -                               | -                  | -                  | -                  |
| <b>Profit before tax</b>    | <b>(526)</b>            | <b>(730)</b>       | <b>(1,127)</b>        | <b>803</b>         | <b>6,167</b>       | <b>2,071</b>       | <b>(7)</b>                 | <b>(3)</b>         | <b>(1,486)</b>     | <b>(1,030)</b>     | <b>3</b>                        | <b>-</b>           | <b>3,021</b>       | <b>1,110</b>       |
| Taxation                    | -                       | -                  | -                     | -                  | -                  | -                  | -                          | -                  | -                  | -                  | -                               | -                  | -                  | -                  |
| <b>Net profit after tax</b> | <b>(526)</b>            | <b>(730)</b>       | <b>(1,127)</b>        | <b>803</b>         | <b>6,167</b>       | <b>2,071</b>       | <b>(7)</b>                 | <b>(3)</b>         | <b>(1,486)</b>     | <b>(1,030)</b>     | <b>0</b>                        | <b>0</b>           | <b>3,021</b>       | <b>1,110</b>       |
| Segmental assets            | 259,717                 | 159,144            | 53,385                | 30,402             | 207,915            | 117,278            | 110                        | -                  | 388,671            | 338,656            | (418,975)                       | (278,138)          | 490,824            | 367,341            |
| Segmental liabilities       | 215,950                 | 178,681            | 48,683                | 50,533             | 202,302            | 175,606            | 222                        | 74                 | 26,908             | 32,265             | (365,409)                       | (173,110)          | 128,655            | 264,049            |

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**1. GROUP'S FINANCIAL PERFORMANCE REVIEW**
**Current quarter and YTD ended**

|                                  | Quarter and YTD ended |                      |              |
|----------------------------------|-----------------------|----------------------|--------------|
|                                  | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue                | 13,318                | 9,899                | 35%          |
| Cost of sales                    | (7,545)               | (5,639)              | 34%          |
| <b>Gross profit</b>              | <b>5,773</b>          | <b>4,259</b>         | <b>36%</b>   |
| Other income                     | 1,464                 | 1,117                | 31%          |
| Other operating expenses         | (3,040)               | (3,189)              | -5%          |
| <b>Profit from operations</b>    | <b>4,196</b>          | <b>2,187</b>         | <b>92%</b>   |
| Finance income                   | 1                     | -                    | -            |
| Finance cost                     | (1,176)               | (1,077)              | 9%           |
| <b>Net finance cost</b>          | <b>(1,175)</b>        | <b>(1,077)</b>       | <b>9%</b>    |
| <b>Profit before tax</b>         | <b>3,021</b>          | <b>1,110</b>         | <b>172%</b>  |
| Income tax expense               | -                     | -                    | -            |
| <b>Net profit for the period</b> | <b>3,021</b>          | <b>1,110</b>         | <b>172%</b>  |

|                            | REVENUE              |                      |              | PROFIT/ (LOSS) AFTER TAX |                      |              |
|----------------------------|----------------------|----------------------|--------------|--------------------------|----------------------|--------------|
|                            | 31.03.2024<br>RM'000 | 31.03.2023<br>RM'000 | Changes<br>% | 31.03.2024<br>RM'000     | 31.03.2023<br>RM'000 | Changes<br>% |
| Property & Construction    | -                    | -                    | N/A          | (526)                    | (730)                | -28%         |
| Printing & Publishing      | 1,484                | 950                  | 56%          | (1,127)                  | 803                  | -240%        |
| Manufacturing              | 11,834               | 8,948                | 32%          | 6,167                    | 2,071                | 198%         |
| Utility & Renewable Energy | -                    | -                    | N/A          | (7)                      | (3)                  | 105%         |
| Others                     | -                    | -                    | N/A          | (1,486)                  | (1,030)              | 44%          |
| <b>Total</b>               | <b>13,318</b>        | <b>9,899</b>         | <b>35%</b>   | <b>3,021</b>             | <b>1,110</b>         | <b>172%</b>  |
| Non-controlling interest   |                      |                      |              | (4)                      | (21)                 | -81%         |
| <b>PATAMI</b>              |                      |                      |              | <b>3,025</b>             | <b>1,131</b>         | <b>167%</b>  |
| <b>Basic EPS (cent)</b>    |                      |                      |              | <b>0.31</b>              | <b>0.14</b>          | <b>121%</b>  |

\*PATAMI – profit after tax and minority interest

The Group's revenue surged to RM13.32 million, marking a 35% increase compared to the same period last year when it stood at RM9.90 million. This growth was primarily driven by the Manufacturing and Printing & Publishing divisions, contributing RM11.83 million and RM1.48 million respectively. However, the other three divisions reported no revenue during the current quarter and year-to-date period ending March 31, 2024.

In tandem with the revenue increase, the Group's overall results saw a significant rise of 172% to RM3.02 million, compared to the RM1.11 million profit reported in the same period of the preceding year. This notable performance was primarily attributed to the RM6.17 million profit generated by the manufacturing division, driven by the introduction of a new revenue stream from the sale of liquid fertilizer, specifically NexBooster, a product developed by Nextgreen. However, it's important to note that this profit was offset by losses from the other divisions.

Group's other income for the current quarter and YTD 31 March 2024 experienced a complete absence of rental income of RM1.05 million due to the termination of a lease agreement. Despite this change, the Group's other income surged to RM1.46 million, marking a notable 31% increase from the RM1.12 million reported in the corresponding period last year. This substantial growth was primarily fueled by the sale of manufacturing by-products from Phase 1A, totaling RM1.35 million.

Group's net finance cost slightly increased which in line with the additional term loan, trade financing, bank facility, Hire purchase and property lease agreement.

In line with the improved results and losses reported by non-wholly owned subsidiaries, the Group's PATAMI and basic EPS for the current quarter and YTD 31 March 2024 surged to RM3.03 million and 0.31 cents respectively.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW**
**PROPERTY & CONSTRUCTION**

|                          | Quarter and YTD ended |                      |              |
|--------------------------|-----------------------|----------------------|--------------|
|                          | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue        | -                     | -                    | N/A          |
| Gross profit             | -                     | -                    | N/A          |
| Other income             | -                     | -                    | N/A          |
| Operating expenses       | (514)                 | (721)                | -29%         |
| Net finance cost         | (12)                  | (9)                  | 39%          |
| Profit/ (loss) after tax | (526)                 | (730)                | -28%         |

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

**PROPERTY & CONSTRUCTION**

Ultimate Ivory Sdn Bhd ("UISB"), the exclusive subsidiary responsible for developing the Green Technology Park ("GTP") in Paloh Hinai, Pekan, Pahang. No revenue was reported during the current quarter and year-to-date period ending 31 March 2024 from both sub-divided land sales and progress claims of the construction contract. However, division losses decreased by 28% to RM0.53 million from RM0.73 million, primarily due to lower operating expenses, particularly in advisory and legal fees.

**PRINTING & PUBLISHING**

|                          | Quarter and YTD ended |                      |              |
|--------------------------|-----------------------|----------------------|--------------|
|                          | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue        | 1,486                 | 1,173                | 27%          |
| Gross profit             | (741)                 | 171                  | -533%        |
| Other income             | 108                   | 1,168                | -91%         |
| Operating expenses       | (489)                 | (534)                | -8%          |
| Net finance cost         | (5)                   | (3)                  | 63%          |
| Profit/ (loss) after tax | (1,127)               | 803                  | -240%        |

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

The division result experienced negative growth from RM0.80 million profit to RM1.13 million losses. It was primarily attributable to higher cost of sales and lower in other income.

However, the division witnessed 27% increase in revenue compared to the corresponding period in the previous fiscal year. This incline stemmed primarily from printing service segment of RM1.44 million. Sales in the book publishing segment however reported minor revenue during the quarter and YTD period ending 31 March 2024 (refer note 15).

Despite higher revenue, the division recorded a gross loss, primarily attributable to fixed depreciation expenses related to printing machinery and equipment, as well as major part replacements incurred during the period under review.

Other income dropped 91% mainly due to the absence of lease income amounting to RM1.05 from the equipment and factory lease agreement.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW**
**MANUFACTURING**

|                          | Quarter and YTD ended |                      |              |
|--------------------------|-----------------------|----------------------|--------------|
|                          | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue        | 12,007                | 8,948                | 34%          |
| Gross profit             | 4,906                 | 4,088                | 20%          |
| Other income             | 3,058                 | 38                   | 8011%        |
| Operating expenses       | (839)                 | (1,035)              | -19%         |
| Net finance cost         | (958)                 | (962)                | 0%           |
| Profit/ (loss) after tax | 6,167                 | 2,071                | 198%         |

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

The reported figure primarily comprises results from the pulp & paper and fertiliser segments. Other segments, such as animal feed and other phases of pulp production, have not yet commenced operations and have only reported pre-operating expenses. The division recorded a profit of RM6.17 million, marking an almost 200% (198%) increase compared to the reported profit for the same period in the previous year. It is important to note that the testing and commissioning of 30,000 MT of solid fertiliser production plant is scheduled to take place in quarter 3 of 2024.

Operating revenue increased by 34% to RM12.01 million from RM8.95 million reported in the same period of the preceding year. This increase was primarily driven by the fertiliser segment, which reported revenue of RM9.48 million generated from the sale of liquid fertiliser. Importantly, this new revenue stream was new to both the segment and division. However, the pulp & paper segment experienced a 47% drop in sales (refer note 15) due to lower customer orders and deliveries. Additionally, no revenue from the sale of semi-finished fertiliser was reported. This is because the segment has shifted its focus to producing solid fertiliser, aligning with the completion of the production plant.

The gross profit margin slightly decreases by 5% due to the lower revenue and high fixed factory overhead attributable to the depreciation expenses on plant & machineries of pulp & paper segment.

Division's other income stood at RM3.06 million primarily attributed to the sale of manufacturing by-product from pulp & paper segment. The division's operating expenses dropped by 19% due to lower legal and professional fees, which was aligned with the new bank borrowing secured in the same period a year ago

**UTILITY & RENEWABLE ENERGY**

|                          | Quarter and YTD ended |                      |              |
|--------------------------|-----------------------|----------------------|--------------|
|                          | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue        | -                     | -                    | N/A          |
| Gross profit             | -                     | -                    | N/A          |
| Other income             | -                     | -                    | -            |
| Operating expenses       | (7)                   | (3)                  | 105%         |
| Net finance cost         | -                     | -                    | N/A          |
| Profit/ (loss) after tax | (7)                   | (3)                  | 105%         |

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

During the current quarter and YTD of financial year ending 31 March 2024, all subsidiaries listed under this division remained dormant. The first Collection and Processing center of palm oil biomass is at preliminary stages.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW**
**OTHERS**

|                          | Quarter and YTD ended |                      |              |
|--------------------------|-----------------------|----------------------|--------------|
|                          | 31.03.2024<br>RM'000  | 31.03.2023<br>RM'000 | Changes<br>% |
| Operating revenue        | 30                    | 23                   | 27%          |
| Gross profit             | -                     | -                    | N/A          |
| Other income             | -                     | -                    | -            |
| Operating expenses       | (1,313)               | (950)                | 38%          |
| Net finance cost         | (203)                 | (103)                | 97%          |
| Profit/ (loss) after tax | (1,486)               | (1,030)              | 44%          |

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

This division primarily comprises a holding company and its dormant subsidiaries, which are separate from the divisions mentioned earlier. Operating revenue for both reporting periods is solely derived from management service fees charged by the holding company to its subsidiaries. However, it's important to note that this revenue is eliminated at the Group level.

The holding company reported losses of RM1.49 million, a 44% increase from the losses of RM1.03 million reported in the same period of the previous year. This increase was primarily due to higher operating expenses resulting from additional headcount and other administrative expenses such as depreciation on new office building and travelling expenses. Additionally, net finance costs nearly doubled due to the commencement of interest expenses after the full disbursement of a new property mortgage.

**3. MATERIAL CHANGES IN PERFORMANCE OF OPERATING SEGMENT CURRENT QUARTER'S RESULT COMPARED TO IMMEDIATELY PRECEDING QUARTER**

|                                      | QUARTER ENDED        |                      |              |
|--------------------------------------|----------------------|----------------------|--------------|
|                                      | 31.03.2024<br>RM'000 | 31.12.2023<br>RM'000 | Changes<br>% |
| <b>Operating revenue</b>             | <b>13,318</b>        | <b>30,412</b>        | <b>-56%</b>  |
| Gross profit                         | 5,773                | 1,407                | 310%         |
| Other income                         | 1,464                | 18,435               | -92%         |
| Operating expenses                   | (3,040)              | (10,557)             | -71%         |
| Net finance cost                     | (1,175)              | (1,196)              | -2%          |
| Share of associates loss, net of tax | -                    | (722)                | -100%        |
| Profit/ (loss) before tax            | 3,021                | 7,366                | -59%         |
| Income tax expense                   | -                    | (2,534)              | -100%        |
| <b>Net profit for the period</b>     | <b>3,021</b>         | <b>4,832</b>         | <b>-37%</b>  |

|                            | REVENUE              |                      |              | PROFIT/ (LOSS) AFTER TAX |                      |              |
|----------------------------|----------------------|----------------------|--------------|--------------------------|----------------------|--------------|
|                            | 31.03.2024<br>RM'000 | 31.12.2023<br>RM'000 | Changes<br>% | 31.03.2024<br>RM'000     | 31.12.2023<br>RM'000 | Changes<br>% |
| Property & Construction    | -                    | 27,384               | -100%        | (526)                    | (1,100)              | -52%         |
| Printing & Publishing      | 1,484                | 489                  | 203%         | (1,127)                  | (2,859)              | -61%         |
| Manufacturing              | 11,834               | 2,538                | 366%         | 6,167                    | 6,944                | -11%         |
| Utility & Renewable Energy | -                    | -                    | -            | (7)                      | (7)                  | 0%           |
| Others                     | -                    | -                    | -            | (1,486)                  | 1,855                | -180%        |
| <b>Total</b>               | <b>13,318</b>        | <b>30,412</b>        | <b>-56%</b>  | <b>3,021</b>             | <b>4,832</b>         | <b>-37%</b>  |
| Non-controlling interest   |                      |                      |              | (4)                      | (45)                 | -91%         |
| <b>PATAMI</b>              |                      |                      |              | <b>3,025</b>             | <b>4,877</b>         | <b>-43%</b>  |
| <b>Basic EPS (cent)</b>    |                      |                      |              | <b>0.31</b>              | <b>0.57</b>          | <b>-46%</b>  |

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024****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**

The Group recorded lower of RM13.32 million for the current quarter as compared to RM30.41 million in the preceding quarter due to the absence of progress claims from a construction contract. However, it was significantly offset by 366% increase in revenue reported by Manufacturing division, fully backed by the new revenue stream from sales of liquid fertiliser worth RM9.48 million. Besides, the decrease in revenue also partly offset by the positive growth from printing & publishing division primarily from printing service segment of RM1.44 million and sales in the book publishing segment although reported a minor revenue during the quarter.

The Group reported a lower profit of RM3.02 million for the current quarter, compared to RM4.83 million in the preceding quarter. This decrease is in line with the lower revenue noted earlier.

Despite no reported revenue, the property & construction division experienced a reduction in losses due to savings in operating expenses. In the printing & publishing division, increased revenue led to a decrease in losses for the current quarter. However, the manufacturing division saw a decrease in profit despite a 366% increase in revenue. This was primarily due to lower sales of manufacturing by-products (other income) from the pulp & paper segment. Lastly, the other divisions experienced a negative turnaround due to the absence of a gain on disposal from the divestment of a subsidiary company.

**4. COMMENTARY ON PROSPECTS AND TARGETS**

The Group has outlined several upcoming and ongoing developments within the GTP for its manufacturing business and currently undertaking site preparation works, and the relevant applications for the development are expected to be submitted by mid-2024 for the below project:

- Two pulp mills with annual production capacities of 100,000 metric tons of bleached chemical EFB pulp under Phase 2A and 2B of the GTP;
- A pulp mill with an annual production capacity of 200,000 metric tons of bleached chemical EFB pulp under Phase 3 of the GTP.

In the fertiliser manufacturing segment, the Group's wholly owned subsidiary, Nextgreen Fertilizer Sdn Bhd (NGF), has initiated the construction of a fertiliser processing plant in GTP. This plant will produce solid fertiliser (granular and powder form) with an annual capacity of 30,000 metric tons (MT). The construction is anticipated to be completed in the second quarter of 2024, with testing and commissioning scheduled for the third quarter of 2024. The Group expects a new revenue stream from solid fertiliser in the final quarter of 2024.

Additionally, in 2023, the R&D team completed research on converting black liquor, a by-product of Phase 1A pulp and paper manufacturing, into a new liquid fertiliser product. This process is expected to yield approximately 30,000 MT of liquid fertiliser annually. Since then, several trial plots have been successfully completed to assess the effectiveness of this product on different crops, soils, and environmental conditions. Similar activities are continuously carried out in designated areas nationwide at the request of potential off-takers. The Group anticipates that the current trial plots will lead to off-take agreements moving forward, as the first order of liquid fertiliser was secured during the quarter under review.

As for the property and construction division, the land for the GTP project remains a key driver for the division. The Group will continue to assess and identify subdivided lands within the GTP to be sold to third parties.

On the printing and publishing division, the wholly-owned subsidiary BHS Book Printing Sdn Bhd has been successfully selected as a global printer partner for Oxford University Press, United Kingdom for two years starting from October 2023 and expects to secure the order from this new customer. The Group will remain resilient in the commercial printing segments, as well as the book publishing business, despite the rise of digitalization

Utility and renewable energy segment, 65%-owned special purpose vehicle, GTC Biomass Berhad to spearhead the construction, development, and commissioning of 20 collection and processing centers (CPCs) for oil palm biomass waste throughout Malaysia. The first CPC is identified to be constructed in Gua Musang, Kelantan, followed by another in Sandakan, Sabah.

Considering the above, as well as the overview and outlook of the Malaysian palm oil biomass and pulp and paper industries, the Group expects its key focus to be on its manufacturing business. Accordingly, the Group will prioritize bringing its development in the GTP project to realization.



**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**5. PROFIT BEFORE TAX**

Profit before tax has been determined after charging/ (crediting), amongst others, the following items: -

|                                     | Quarter and YTD ended              |                                    |
|-------------------------------------|------------------------------------|------------------------------------|
|                                     | 31.03.2024<br>RM'000<br>(Reviewed) | 31.03.2023<br>RM'000<br>(Reviewed) |
| Depreciation                        | 1,805                              | 1,255                              |
| Amortisation of Right-Use-Asset     | 172                                | 211                                |
| Unrealised gain on foreign exchange | (60)                               | (16)                               |
| Finance income                      | (1)                                | (0)                                |
| Finance cost                        | 1,174                              | 1,077                              |

**6. INCOME TAX EXPENSE**

No provision of tax expense has been made for the quarter and year-to-date ended 31 March 2024.

**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 24 May 2024, 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 the reporting date are as follows:

|  | As at                              |                                    |
|--|------------------------------------|------------------------------------|
|  | 31.03.2024<br>RM'000<br>(Reviewed) | 31.03.2023<br>RM'000<br>(Reviewed) |
| Secured, Denomination in Malaysia Ringgit. |                                    |                                    |
| Bank borrowing                             | 68,587                             | 67,624                             |
| Hire purchase                              | 863                                | 842                                |
| Bank Overdraft                             | 1,464                              | -                                  |
| Lease liabilities                          | 1,076                              | 714                                |
| <b>Total borrowing</b>                     | <b>71,990</b>                      | <b>69,180</b>                      |

**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 under reviewed is as follows:

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**10. CAPITAL MANAGEMENT - continue**

|                             | As at                |                      |
|-----------------------------|----------------------|----------------------|
|                             | 31.03.2024<br>RM'000 | 31.03.2023<br>RM'000 |
|                             | (Reviewed)           | (Reviewed)           |
| Total borrowing             | 71,990               | 69,180               |
| Less: Cash and Bank Balance | (4,484)              | (5,047)              |
| Total equity                | 67,505               | 64,133               |
|                             | 362,168              | 290,818              |
| <b>Gearing ratio</b>        | <b>18.64%</b>        | <b>22.05%</b>        |

**11. SHARE CAPITAL**

|                                   | No of ordinary share    |                         | Value                |                      |
|-----------------------------------|-------------------------|-------------------------|----------------------|----------------------|
|                                   | 31.03.2024<br>Unit '000 | 31.12.2023<br>Unit '000 | 31.03.2024<br>RM'000 | 31.12.2023<br>RM'000 |
|                                   | (Reviewed)              | (Audited)               | (Reviewed)           | (Audited)            |
| <b>At the beginning of period</b> | <b>936,734</b>          | <b>762,944</b>          | <b>327,504</b>       | 266,385              |
| Issuance of shares                |                         |                         |                      |                      |
| - Exercise of ESOS                | -                       | 8,580                   | -                    | 4,719                |
| - Conversion of RCPS              | 59,000                  | 141,000                 | 23,600               | 56,400               |
|                                   | <b>59,000</b>           | <b>149,580</b>          | <b>23,600</b>        | <b>61,119</b>        |
| <b>At the end of the period</b>   | <b>995,734</b>          | <b>787,154</b>          | <b>351,104</b>       | <b>327,504</b>       |

During the financial period under reviewed, the Company issued 59,000,000 new ordinary shares pursuant to the Redeemable Convertible Preference Shares ("RCPS") at the Conversion Price of at RM0.40 per share. As at the end of the financial period ended 31 March 2024, the RCPS has been fully converted to ordinary share.

The new ordinary shares issued ranked pari passu in all respects with the existing ordinary shares of the Company.

**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 and YTD ended    |                          |
|---|--------------------------|--------------------------|
|   | 31.03.2024<br>(Reviewed) | 31.03.2023<br>(Reviewed) |
| Profit attributable to owners of the Company (RM'000) | 3,025                    | 1,131                    |
| Weighted average unit of shares issued ('000)         | 971,723                  | 802,930                  |
| <b>Basic earnings per share (cent)</b>                | <b>0.31</b>              | <b>0.14</b>              |

**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:



**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**12. EARNING PER SHARE - continue**
**12.2 Diluted earnings per share - continue**

|   | Quarter and YTD ended    |                          |
|---|--------------------------|--------------------------|
|   | 31.03.2024<br>(Reviewed) | 31.03.2023<br>(Reviewed) |
| Profit attributable to owners of the Company (RM'000) | 3,025                    | 1,131                    |
| Weighted average unit of shares issued ('000)         | 971,723                  | 802,930                  |
| <i>Effect of dilution from:</i>                       |                          |                          |
| - Share-based payment (ESOS) ('000)                   | -                        | 124                      |
| - Conversion of RCPS ('000)                           | 13,972                   | 94,167                   |
| Weighted average unit of shares issued ('000)         | 985,694                  | 897,221                  |
| <b>Diluted earnings per share (cent)</b>              | <b>0.31</b>              | <b>0.13</b>              |

**13. SUBSEQUENT EVENT**

- (a) On 8 April 2024, the Company entered into a Shareholders' Agreement ("SA") with IOI Paper Pulp Sdn. Bhd. (formerly known as IOI Copra Mill Sdn. Bhd.), an indirect wholly-owned subsidiary of IOI Corporation Berhad ("IOI Paper Pulp") and Nextgreen IOI Pulp Sdn. Bhd. ("NIP") to mutually cooperate in the conduct of the business and affairs of the joint venture company, NIP and to govern the rights and obligations of the parties in NIP.

Nextgreen, IOI Paper Pulp and NIP collectively referred to as the "Parties" and each a "Party".

The purpose of the joint venture is to formalise a collaboration between the Parties and to draw the skills, expertise, experience and capabilities of each other for the benefit of the JVC ("Joint Venture") in relation to the development of the first large-scale zero-waste paper pulp plant with an initial capacity to produce 100,000 metric tons per annum of paper pulp, made from oil palm empty fruit bunches ("EFB"), using the patented Preconditioning Refiner Chemical-Recycle Bleached Mechanised Pulp ("PRC-RBMP") technology ("Pulp Production Facility") on a plot of industrial land measuring approximately 43 acres in the 410 acres Green Technology Park located in Pekan, Pahang ("Project").

- (b) On 10 April 2024, Nextgreen IOI Pulp Sdn. Bhd. ("NIP"), a 55%-owned subsidiary company of the Company had on 10 April 2024 entered into a Memorandum of Understanding ("MOU") with Xiamen C&D Paper & Pulp Group Co. Ltd. ("Xiamen C&D") to form a joint venture company ("JVC") to undertake the proposed development of a paper pulp production facility ("Pulp Production Facility") on the plot of land measuring approximately 43 acres in area ("Development Land") comprised in the 410 acres in Green Technology Park located in Pekan, Pahang. The Pulp Production Facility would have an initial capacity to produce 100,000 metric tons per annum of paper pulp, made from oil palm empty fruit bunches ("EFB"), using the patented Preconditioning Refiner Chemical-Recycle Bleached Mechanised Pulp ("PRC-RBMP") technology (referred to as "Project").

**14. AUTHORISATION TO ISSUE**

The Condensed Report was authorised for release by the Board of Directors as per Board of Directors Meeting held on 31 May 2024.

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