



NEXTGREEN GLOBAL BERHAD

[Registration No. 200501037512 (719660-W)]

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE CURRENT QUARTER AND YEAR-TO-DATE
ENDED 30 SEPTEMBER 2024

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE CURRENT QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024**

	Note Part A	Current quarter ended			Year to-date ended		
		30/09/24	30/09/23	+/-	30/09/24	30/09/23	+/-
		RM'000	RM'000	%	RM'000	RM'000	%
Operating revenue	15	16,500	11,577	43	51,228	33,300	54
Cost of sales		(8,338)	(7,385)	13	(23,638)	(20,114)	18
Gross profit		8,162	4,192	95	27,590	13,186	>100
Other income	16	8,107	2,333	>100	10,742	4,560	>100
Other operating expenses		(5,855)	(3,258)	80	(12,148)	(9,918)	22
Profit from operations		10,414	3,267	>100	26,184	7,828	>100
Finance income		-	-	-	4	1	>100
Finance cost		(1,354)	(1,098)	23	(3,772)	(3,220)	17
Profit before tax		9,060	2,169	>100	22,416	4,609	>100
Income tax expense		(2)	(5)	-68	(2)	(5)	-68
Net profit for the period		9,058	2,164	>100	22,414	4,604	>100
Net profit attributable to:							
Owners of the Company		9,063	2,220	>100	22,428	4,701	>100
Non-controlling interest		(5)	(55)	-92	(14)	(97)	-86
Net profit for the period		9,058	2,165	>100	22,414	4,604	>100

**EARNINGS PER SHARE (“EPS”) ATTRIBUTABLE TO OWNER OF COMPANY
FOR THE CURRENT QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024**

	Note Part B	Current quarter ended			Year to-date ended		
		30/09/24	30/09/23	+/-	30/09/24	30/09/23	+/-
		RM	RM	%	RM	RM	%
Basic EPS	12.1	0.90	0.27	>100	2.24	0.58	>100
Diluted EPS	12.2	0.90	0.24	>100	2.23	0.51	>100

**CONDENSED CONSOLIDATED STATEMENTS COMPREHENSIVE INCOME
FOR THE CURRENT QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2024**

	Current quarter ended			Year to-date ended		
	30/09/24	30/09/23	+/-	30/09/24	30/09/23	+/-
	RM'000	RM'000	%	RM'000	RM'000	%
Comprehensive income, comprise of:						
Net profit for the period	9,056	2,164	>100	22,414	4,604	>100
(Loss)/ Gain on foreign currency translation	(950)	37	>-100	(346)	481	>-100
Comprehensive income for the period	8,106	2,201	>100	22,068	5,085	>100
Comprehensive income attributable to:						
Owners of the Company	8,111	2,257	>100	22,082	5,182	>100
Non-controlling interest	(5)	(55)	-92	(14)	(97)	-86
Comprehensive income for the period	8,106	2,202	>100	22,068	5,085	>100

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
30 SEPTEMBER 2024**

	Note Part B	30.09.2024 RM'000 (Reviewed)	31.12.2023 RM'000 (Audited)	+/- %
Property, plant and equipment		168,364	146,439	15
Investment properties		-	17,774	-100
Intangible assets		500	500	-
Right-of-use assets		741	572	29
Investment in an associated company		9,218	9,218	-
Other investments		23	23	-
Inventories	17	224,369	171,567	31
Deferred tax assets		103	103	-
Non-current assets		403,318	346,196	16
Inventories	17	11,164	14,318	-22
Trade receivables		51,979	53,809	-3
Other receivables, deposits and prepayments		60,891	44,963	35
Tax recoverable		141	141	0
Cash and bank balances		13,763	5,805	>100
Current assets		137,938	119,036	16
Total assets		541,256	465,232	16
Share capital	11	389,239	327,504	19
Redeemable convertible preference shares		-	2,950	-100
Reserve		29,545	7,462	>100
Equity attributable to owners of the parent		418,784	337,916	24
Non-controlling interest		(38)	(24)	56
Total equity		418,746	337,892	24
Deffered tax		875	875	-
Borrowings		56,549	63,401	-11
Hire purchase liabilities		511	691	-26
Lease liabilities		248	144	72
Non-current liabilities		58,183	65,111	-11
Trade payables		26,583	19,779	34
Other payables and accruals		27,986	34,165	-18
Provison for taxation		968	2,523	-62
Loan & borrowings		8,035	5,082	58
Hire purchase liabilities		237	234	2
Lease liabilities		518	446	16
Current liabilities		64,327	62,229	3
Total liabilities		122,510	127,340	-4
Total equity and liabilities		541,256	465,232	16
Net asset per share (sen)		41	36	17

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 30 SEPTEMBER 2024

	Attributable to owners of the company								Total equity RM'000
	Non-distributable					Distributable		Non-controlling interest RM'000	
	Share capital RM'000	Redeemable convertible share preference RM'000	Foreign currency translation reserve RM'000	Merger reserve RM'000	Employee share option reserve RM'000	Retained earnings RM'000	Total RM'000		
At 1 Jan 2024 (Audited)	327,504	2,950	203	(16,833)	-	24,092	337,916	(24)	337,892
Profit for the period	-	-	-	-	-	22,429	22,429	(14)	22,415
Other comprehensive income	-	-	(346)	-	-	-	(346)	-	(346)
Total comprehensive income	-	-	(346)	-	-	22,429	22,083	(14)	22,069
Transactions with owners:									
Issuance of shares via exercise of RCPS	23,600	(2,950)	-	-	-	-	20,650	-	20,650
Issuance of shares via Private Placement	38,135	-	-	-	-	-	38,135	-	38,135
Total transactions with owners	61,735	(2,950)	-	-	-	-	58,785	-	58,785
At 30 September 2024 (reviewed)	389,239	-	(143)	(16,833)	-	46,521	418,784	(38)	418,746
At 1 Jan 2023 (Audited)	266,385	10,000	276	(16,833)	880	13,925	274,634	(189)	274,445
Profit for the period	-	-	-	-	-	4,701	4,701	(97)	4,603
Other comprehensive income	-	-	481	-	-	-	481	-	481
Total comprehensive income	-	-	481	-	-	4,701	5,181	(97)	5,084
Transactions with owners:									
Acquisition of subsidiary companies	-	-	-	-	-	-	-	(3)	(3)
Issuance of shares via exercise of ESOS	4,719	-	-	-	(880)	880	4,719	-	4,719
Issuance of shares via 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	757	(16,833)	-	19,506	309,034	(289)	308,745

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 YEAR-TO-DATE ENDED 30 SEPTEMBER 2024

	30.09.2024 RM'000 (Reviewed)	30.09.2023 RM'000 (Reviewed)
Cash flows generated from operating activities		
Profit before tax	22,415	4,603
Adjustments for:		
Depreciation	5,373	3,804
Amortisation of Right-Use-Asset	751	514
Reversal of receivables impairment	(500)	(1,200)
Unrealised gain on foreign exchange	118	(48)
Gain on disposal of plant and equipment	(562)	-
Plant and equipment written off	-	6
Finance income	(4)	(1)
Finance cost	3,772	3,220
Operating profit before working capital changes	31,363	10,898
Changes in working capital		
Inventories	3,154	(184)
Receivables	9,547	(9,084)
Payables	625	7,694
Cash generated from operations	44,689	9,324
Interest paid	(3,772)	(3,220)
Interest received	4	1
Income tax refund	-	5
Income tax paid	(1,555)	(1,274)
Net cash generated from operating activities	39,366	4,836
Cash flows used in investing activities		
Acquisition of property, plant & equipment	(8,976)	(27,913)
Property development work in progress	(53,541)	(5,214)
Acquisition of subsidiary, net cash acquired	-	(3)
Deposit paid for acquisition of land	(10,100)	-
Deposit paid for acquisition of plant and equipment	(13,163)	-
Withdrawal of fixed deposit	-	5
Net cash used in investing activities	(85,780)	(33,125)
Cash flows generated from financing activities		
Drawdown of bank borrowing	-	8,000
Drawdown of hire purchase	-	226
Drawdown of trade finance, net of repayment	3,211	-
Proceeds from private placement of shares	38,135	-
Proceeds from exercise of ESOS	-	4,719
Proceeds from conversion of RCPS	20,650	24,500
Repayment of hire purchase liabilities	(176)	(131)
Repayment of bank loan	(7,110)	(5,950)
Payment of lease liability	(744)	(539)
Net cash generated from financing activities	53,966	30,825
Net increase in cash and cash equivalents	7,552	2,535
Cash and cash equivalents at beginning of year	5,805	4,351
Effect of exchange rate changes on the balance of cash and cash equivalents	406	(57)
Cash and cash equivalents at end of the period	13,763	6,829
Cash and cash equivalent at end of the period comprise of:		
Cash and bank balances	15,262	8,279
Bank overdraft	(1,499)	(1,450)
	13,763	6,829

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 30 SEPTEMBER 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.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING****4. COMMENTS ABOUT SEASONALITY OR CYCLICALITY OF OPERATIONS**

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

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 30 September 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 30 September 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 30 September 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 30 September 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 have been no changes to the composition of the Group during the current quarter under review. Since the last audited financial statements as of 31 December 2023, the only notable change is the incorporation of Nextgreen IOI Pulp Sdn Bhd, a 55%-owned subsidiary. This incorporation has not had a material impact on the Group’s financial performance for the year-to-date period ending 30 September 2024.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING
13. RELATED PARTY TRANSACTIONS
(a) Identifying related party

Parties are considered related to the Group include individuals or entities with significant influence, control, or joint control over the Group, as well as key management personnel and their close family members, or any entity in which these parties have a significant interest.

(b) Significant related party transaction

There were no significant related party transaction materially affected the financial statement of the Group. 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 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.

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:

	As at 30.09.2024 RM'000 (Reviewed)	As at 31.12.2023 RM'000 (Audited)
Authorised and contracted for	13,023	4,094
Analysed as follow:		
Property, plant and equipment	13,023	4,094

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		
	30/09/24 RM'000	30/09/23 RM'000	+/- %	30/09/24 RM'000	30/09/23 RM'000	+/- %
Printing services	355	469	-24	2,776	1,987	40
Sale of books	945	18	>100	990	1,118	-11
Sale of land	-	-	-	-	-	-
Sale of pulp & paper products	13,492	9,224	46	20,525	22,449	-9
Sale of semi-finished fertiliser	-	1,865	-100	-	7,745	-100
Sale of liquid fertiliser	1,708	-	>100	26,937	-	>100
	16,500	11,576	43	51,228	33,299	54
Timing of revenue recognition						
- At a point of time	16,500	11,576	43	51,228	33,299	54
- Over time	-	-	-	-	-	-

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING
16. OTHER INCOME

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ %	30/09/24 RM'000	30/09/23 RM'000	+/ %
Sales of by product - black liquor	8,020	-	>100	9,366	-	>100
Sales of printing waste	6	14	-57	33	50	-35
Recovery of impairment on receivables	-	1,200	-100	500	1,200	-58
Gain on disposal of PPE	-	9	-100	562	-	>100
Realized & unrealized gain and loss on foreign exch.	-	-	-	32	52	-39
Government grant	30	30	-	91	91	-
Rental income	45	1,050	-96	135	3,150	-96
Miscellaneous	6	30	-81	24	17	35
	8,107	2,333	>100	10,742	4,560	>100

17. INVENTORIES

The group's inventories, consisting of property developments and manufacturing and trading activities, are categorized as both current and non-current assets, as detailed in the table below:

	Note	As at	
		30/09/24 RM'000 (Reviewed)	31/12/23 RM'000 (Audited)
Non-current			
Property development cost	Note 17.1 (a)	217,865	164,324
Land held for property development	Note 17.1 (b)	6,504	7,243
		224,369	171,567
Current			
Property development cost		9,038	9,038
Raw material		1,394	1,588
Work in progress		233	686
Trading products		19	76
Finished good		480	2,930
	Note 17.2	11,164	14,318

17.1 Property development
a) Property development costs

Costs are determined based on a specific identification basis. Property development costs comprising costs of land, direct materials, direct labour, other direct costs, attributable overheads and payments to subcontractors that meet the definition of inventories are recognised as an asset and are stated at lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and applicable selling expenses. These assets are subsequently recognised as an expense in profit or loss when or as the control of the asset is transferred to the customer over time or at a point in time. The amount largely attributable to GTP development project in Paloh Hinai, Pahang.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING****17. INVENTORIES - Continued****17.1 Property development - Continued****b) Land held for development**

Land held for development consists of land held for future development activities where no significant development has been undertaken or where development activities are not expected to be completed within the normal operating cycle. Such land is classified as non-current assets and is stated at lower of cost and net realisable value. Property held for development are reclassified as current assets when development activities have commenced and where it can be demonstrated that the development activities can be completed within the normal operating cycle. The amount represents a piece of land located in Republic of Palau translated to MYR at the closing rate on the reporting date. This land is own by Group’s wholly-owned foreign subsidiary, BHS Palau Incorporation.

17.2 Manufacturing and trading

Inventories are stated at the lower of cost and net realisable value. Cost of raw material comprise cost of purchase and other costs incurred in bringing it to their present location and condition are determined on first in first out basis. Cost of finished goods and work-in progress consists of direct material, direct labour and an appropriate proportion of production overheads. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

18. 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, books and 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.

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NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

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

18. SEGMENTAL REPORTING

18.1 RESULTS FOR QUARTER ENDED

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consol adjustment & elimination		Consolidated	
	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000
Revenue														
- External revenue	-	-	1,301	487	15,200	11,090	-	-	-	-	-	-	16,500	11,577
- Inter segment	-	27,384	903	3	-	22	-	-	44	10	(947)	(27,420)	-	-
Cost of sales	-	27,384	2,204	490	15,200	11,112	-	-	44	10	(947)	(27,420)	16,500	11,577
	-	(26,689)	(2,995)	(539)	(6,360)	(6,869)	-	-	-	-	1,017	-	(8,338)	(7,385)
Gross profit	-	695	(791)	(49)	8,840	4,243	-	-	44	10	70	(27,420)	8,162	4,192
Other income	-	37	101	2,356	8,214	30	-	-	1	-	(209)	(89)	8,107	2,333
Other operating expenses	(608)	(721)	(624)	(748)	(3,230)	(902)	(10)	(6)	(1,524)	(980)	140	99	(5,855)	(3,258)
Profit from operation	(608)	11	(1,314)	1,559	13,824	3,371	(10)	(6)	(1,479)	(970)	1	(27,410)	10,414	3,267
Net finance (cost)/ income	(10)	(6)	(2)	(3)	(955)	(986)	-	-	(388)	(103)	-	-	(1,354)	(1,098)
Share of associates lost	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit before tax	(618)	5	(1,316)	1,556	12,869	2,385	(10)	(6)	(1,867)	(1,073)	1	(27,410)	9,060	2,169
Taxation	-	-	-	-	(1)	-	-	-	-	-	-	-	(2)	(5)
Net profit after tax	(618)	5	(1,316)	1,556	12,868	2,385	(10)	(6)	(1,867)	(1,073)	1	(27,410)	9,058	2,164

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NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

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

18. SEGMENTAL REPORTING- continued

18.2 RESULTS FOR YEAR TO-DATE ENDED

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consol adjustment & elimination		Consolidated	
	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000	30/09/24 RM'000	30/09/23 RM'000
Revenue														
- External revenue	-	-	3,766	3,105	47,462	30,195	-	-	-	-	-	-	51,228	33,300
- Inter segment	1,259	27,384	906	1,157	173	377	-	-	93	85	(2,432)	(29,004)	-	-
Cost of sales	1,259	27,384	4,672	4,262	47,635	30,572	-	-	93	85	(2,432)	(29,004)	51,228	33,300
	(1,223)	(26,689)	(6,800)	(3,742)	(20,426)	(17,907)	-	-	-	-	4,810	28,223	(23,638)	(20,114)
Gross profit	36	695	(2,128)	520	27,209	12,665	-	-	93	85	2,378	(781)	27,590	13,186
Other income	-	37	1,303	4,692	12,146	98	1	-	82	-	(2,791)	(267)	10,742	4,560
Other operating expenses	(1,709)	(2,408)	(1,701)	(1,829)	(4,865)	(3,007)	(27)	(18)	(4,215)	(3,002)	370	346	(12,148)	(9,918)
Profit from operation	(1,673)	(1,676)	(2,526)	3,383	34,490	9,756	(26)	(18)	(4,040)	(2,917)	(43)	(702)	26,184	7,828
Net finance (cost)/ income	(33)	(22)	(6)	(8)	(2,867)	(2,879)	-	-	(866)	(309)	4	-	(3,768)	(3,219)
Share of associates lost	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit before tax	(1,706)	(1,698)	(2,532)	3,375	31,623	6,877	(26)	(18)	(4,906)	(3,226)	(39)	(702)	22,416	4,609
Taxation	-	-	-	-	(1)	(5)	-	-	-	-	-	-	(2)	(5)
Net profit after tax	(1,706)	(1,698)	(2,532)	3,375	31,622	6,872	(26)	(18)	(4,906)	(3,226)	(39)	(702)	22,414	4,604
Assets & liabilities:														
Current asset	46,172	76,444	21,711	26,383	109,037	62,314	1,591	104	288,728	222,113	(329,302)	(302,251)	137,938	85,107
Current liabilities	229,919	190,290	49,322	47,691	67,715	60,146	1,723	201	14,804	24,502	(299,156)	(255,361)	64,327	67,470
Total assets	271,802	235,911	52,711	56,425	231,967	205,241	1,592	104	423,063	354,021	(439,878)	(411,425)	541,256	440,278
Total liabilities	230,166	190,559	49,413	47,866	150,086	163,019	1,723	201	26,584	35,825	(335,463)	(305,937)	122,510	131,533

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ %	30/09/24 RM'000	30/09/23 RM'000	+/ %
Operating revenue	16,500	11,577	43	51,228	33,300	54
Cost of sales	(8,338)	(7,385)	13	(23,638)	(20,114)	18
Gross profit	8,162	4,192	95	27,590	13,186	>100
Other income	8,107	2,333	>100	10,742	4,560	>100
Other operating expenses	(5,855)	(3,258)	80	(12,148)	(9,918)	22
Profit from operations	10,414	3,267	>100	26,184	7,828	>100
Finance income	-	-	-	4	1	>100
Finance cost	(1,354)	(1,098)	23	(3,772)	(3,220)	17
Profit before tax	9,060	2,169	>100	22,416	4,609	>100
Income tax expense	(2)	(5)	-68	(2)	(5)	-68
Net profit for the period	9,058	2,164	>100	22,414	4,604	>100
PATAMI*	9,063	2,220	>100	22,428	4,701	>100
Basic EPS (sen)	0.90	0.27	>100	2.24	0.58	>100
Diluted EPS (sen)	0.90	0.24	>100	2.23	0.51	>100

*PATAMI – Profit After Tax and Minority Interest

1.1 Performance analysis on Current quarter vs Corresponding period of preceding year

The Group recorded a net profit of RM9.06 million in the third quarter of fiscal year 2024, more than doubling the RM2.16 million profit reported in the same period last year. This substantial improvement was primarily driven by the strong performance of the Manufacturing division. Details of the segmental results for the current quarter are provided on page 10 of this report.

Group revenue surged by 43% to RM16.5 million, up from RM11.58 million in the same period last year. This remarkable growth was predominantly driven by the Manufacturing division, which contributed 93% of the Group's total revenue through its pulp & paper and fertilizer segments. The remaining RM1.03 million came from the Printing & Publishing division. Conversely, the Property & Construction division did not generate any revenue, while the other two divisions have yet to commence operations.

On another note, the Group's results were also supported by an increase in other income, driven significantly by the sale of manufacturing by-products, despite the absence of lease income from the Printing and Publishing division.

Despite the impressive contributions from revenue and other income, the Group's operating expenses rose by 80% compared to the same period last year. This increase was largely attributed to costs associated with the sale of manufacturing by-products, amounting to RM2.23 million. Additionally, higher manpower costs due to increased headcount and depreciation expenses from newly acquired assets also contributed to the rise in operating expenses.

Net finance costs for the Group saw a slight increase of 24%, in line with additional term loans, trade financing, bank facilities, hire purchases, and leasing.

Reflecting the improved financial performance, the Group's Profit After Tax and Minority Interests (PATAMI) for the current quarter was reported at RM9.06 million, resulting in a significant increase in basic Earnings Per Share (EPS).

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
1. GROUP'S FINANCIAL PERFORMANCE REVIEW - continue
1.2 Performance analysis on Current year to-date ("YTD") vs Corresponding period of preceding year

For the year-to-date period ended 30 September 2024, the Group reported a strong 54% increase in revenue, reaching RM51.29 million, compared to RM33.30 million in the corresponding period of the previous fiscal year. This growth was primarily driven by the Manufacturing division, which contributed RM47.48 million, or 93%, of the Group's total revenue, largely attributed to its pulp & paper and fertilizer segments. The sale of liquid fertilizer was the top contributor, followed by sales of pulp & paper products, with a minor contribution from the printing & publishing product & services. Further details on the 'Disaggregation of Operating Revenue' can be found in Note 15 of the explanatory notes (page 7) of this report. The Property and Construction division did not report any land sales during this period, and the Utility and Renewable Energy division, along with other divisions, remained inactive.

The Group's gross profit margin has improved compared to the same period last year, mainly driven by the strong margin from the liquid fertiliser product. This aligns with the new revenue stream generated during the period. The cost of producing fertiliser remains low, as it leverages manufacturing waste from the pulp & paper production in the fermentation process.

The Group's other income (note 16, page 8) increased to RM10.74 million, despite the absence of lease income amounted to RM3.15 million last year. As noted earlier, the Group's other income was primarily driven by the sale of manufacturing by-products, which contributed RM9.37 million for the nine-month period this year.

Additionally, higher operating expenses were due to increased manpower costs from a larger headcount and higher depreciation from newly acquired assets. Net finance costs for the Group rose by 17%, driven by additional term loans, trade financing, bank overdrafts, hire purchases, and renewed leasing agreements.

The Group's profit saw significant growth, reaching RM22.41 million, compared to RM4.61 million in the same period last year. This strong performance is driven by increases in revenue, other income, and a healthy gross profit. Consequently, the Group's Profit After Tax and Minority Interests (PATAMI) rose to RM22.43 million, with basic Earnings Per Share (EPS) increasing to 2.24 cents, up from 0.58 cents recorded at the end of the corresponding period in the preceding year.

2. OPERATING SEGMENT PERFORMANCE REVIEW
2.1 PROPERTY & CONSTRUCTION RESULT

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/- %	30/09/24 RM'000	30/09/23 RM'000	+/- %
Operating revenue	-	27,384	-100	1,259	27,384	-95
Gross profit	-	695	-100	37	695	-95
Other income	-	37	-100	-	37	-100
Operating expenses	(608)	(721)	-16	(1,709)	(2,408)	-29
Net finance cost	(10)	(6)	65	(33)	(22)	49
Profit/ (loss) after tax	(618)	5	>-100	(1,706)	(1,699)	0

Note – The financial results are presented before consolidated adjustment

Performance analysis on Current quarter vs Corresponding period of preceding year

The division reported no revenue for the current quarter, compared to RM27.38 million in the corresponding quarter, as there were no progress claims due for billing for construction contract from both external and inter-segment customers. Consequently, the division recorded a loss of RM0.62 million.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW
2.1 PROPERTY & CONSTRUCTION RESULT
Performance analysis on Current year to-date (“YTD”) vs Corresponding period of preceding year

The division continued to incur losses, with a loss of RM1.71 million in the current financial year, slightly higher than the RM1.70 million loss in the previous year. Last year, revenue was mainly from construction contract billings for the development of a tissue paper plant in GTP. However, in the current year, this contract did not generate any revenue due to slow site progress. Instead, revenue was generated from additional upgrading work on the Phase 1A Pulp & Paper Plant. This revenue, however, had no impact on the Group’s financials, as it was fully eliminated in inter-segment transactions.

The division's operating expenses decreased by 29%, primarily due to the absence of one-off costs incurred in the previous year, including RM378,000 for the ground-breaking event for the Gua Musang project and RM270,000 for a project advisory fee. However, finance costs increased by 49%, driven by additional lease interest arising from the renewal of the tenancy agreement.

2.2 PRINTING & PUBLISHING RESULT

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ -%	30/09/24 RM'000	30/09/23 RM'000	+/ -%
Operating revenue	1,301	491	>100	3,766	3,105	21
Gross (loss)/ profit	(791)	(48)	>100	(2,127)	520	>-100
Gross (loss)/ profit margin	-61%	-10%	>100	-56%	17%	>-100
Other income	101	2,356	-96	1,303	4,692	-72
Operating expenses	(624)	(748)	-17	(1,701)	(1,829)	-7
Net finance cost	(2)	(3)	-39	(6)	(8)	-26
(Loss)/ Profit after tax	(1,315)	1,557	>-100	(2,531)	3,375	>-100

Note – The financial results are presented before consolidated adjustment.

Performance analysis on current quarter and YTD vs Corresponding period of preceding year

The division's performance saw a significant downturn, shifting from profit to loss for the current quarter and year-to-date ended 30 September 2024, compared to the corresponding period of the previous year. This was primarily due to a decrease in other income, particularly the absence of RM350,000 per month in rental income following the termination of a lease agreement.

Despite higher revenue in both periods of the current financial year, the division reported gross losses of 61% and 56%, respectively. This was primarily because the revenue generated was insufficient to cover fixed costs such as depreciation, upkeep, and indirect labor. In contrast, the corresponding period of the previous financial year recorded a gross profit margin of 17% due to lower cost. To recap, during the last financial year, the underperforming printing machinery was leased to a lessee with an option to buy and classified as "assets held for sale" for a year. During this period, all upkeep costs were borne by the lessee, and depreciation expenses for the asset were suspended. However, the lease agreement has been mutually agreed for termination.

On another note, the division reported a gain of approximately RM1 million from the disposal of a printing machine and debt recovery, which helped mitigate the adverse financial position for the nine-month period this year.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW - continued
2.3 MANUFACTURING DIVISION RESULT

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ %	30/09/24 RM'000	30/09/23 RM'000	+/ %
Operating revenue	15,200	11,090	37	47,462	30,195	57
Gross profit	8,840	4,243	>100	27,208	12,665	>100
GP margin	58%	38%	52	57%	42%	37
Other income	8,214	30	>100	12,146	98	>100
Operating expenses	(3,230)	(1,035)	>100	(4,865)	(3,978)	22
Net finance cost	(955)	(986)	-3	(2,867)	(2,879)	0
Profit after tax	12,868	2,385	>100	31,621	6,872	>100

Note – The financial results are presented before consolidated adjustment.

Performance analysis on Current quarter vs Corresponding period of preceding year

The division's profit for the quarter surged to RM12.87 million compared to the RM2.39 million profit in the corresponding period of the previous year.

Operating revenue continued to soar in the third quarter of 2024, reaching RM15.2 million. This was primarily driven by the Pulp & Paper segment and the Fertilizer segment. The Pulp & Paper segment reported RM13.49 million, reflecting a 46% increase compared to the same period in the previous year (refer Part A, note 15). On the other hand, the Fertilizer segment generated RM1.71 million in new revenue, largely derived from the sales of liquid fertilizer. The remaining segments have yet to commence operations.

In line with the higher revenue and consistent fixed costs—such as depreciation and indirect labor—the division achieved a healthy gross profit (GP) margin of 58%, up from 38% in the same period last year.

It is also important to note that the reported other income of RM8.21 million for the period was largely driven by the sale of pulp & paper manufacturing by-products to external customers, in addition to internal sales to Nextgreen Fertilizer, which uses these by-products in its fermentation process to produce liquid fertilizer. Other operating expenses were higher compared to the same period in the preceding year, in line with the increase in other income, as a result of recognizing the direct attributable costs associated with the black liquor.

Performance analysis on Current year to-date vs Corresponding period of preceding year

The division posted impressive results for the first nine months of the financial year 2024, which made a full contribution to the Group's overall performance. The profit after tax ("PAT") surged to RM31.62 million, up from RM6.87 million in the same period last year. This impressive result was driven by higher revenue, an improved gross profit margin, and an increase in other income.

The division's revenue surged by 57% to RM47.46 million, compared to RM30.20 million in the same period last year. Of this, RM26.94 million came from a new revenue stream, primarily driven by sales of liquid fertilizer. This new revenue fully offset the absence of sales from semi-finished fertilizer in the corresponding period of the previous year. While the Pulp & Paper segment recorded higher revenue during the current quarter, the segment's year-to-date sales of pulp and paper products are 9% lower compared to the same period last year, primarily due to inconsistent customer order patterns.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
2. OPERATING SEGMENT PERFORMANCE REVIEW – continued
2.4 UTILITY & RENEWABLE ENERGY DIVISION RESULT

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ %	30/09/24 RM'000	30/09/23 RM'000	+/ %
Operating revenue	-	-	-	-	-	-
Gross profit	1	-	-	1	-	-
Other income	-	-	-	-	-	-
Operating expenses	(10)	(6)	52	(27)	(18)	51
Net finance cost	-	-	-	-	-	-
Loss after tax	(10)	(6)	50	(27)	(18)	48

Note – The financial results are presented before consolidated adjustment

Performance analysis on current quarter and YTD vs Corresponding period of preceding year

During the current quarter and year to-date ended 30 September 2024, all subsidiaries listed under this division remained dormant and incurring minimum administrative expenses for accrues audit fee, tax consultation, and secretarial fee. The first Collection and Processing center of palm oil biomass is at preliminary stages.

2.5 OTHER DIVISION RESULT

	Quarter ended			Year to-date ended		
	30/09/24 RM'000	30/09/23 RM'000	+/ %	30/09/24 RM'000	30/09/23 RM'000	+/ %
Operating revenue	44	10	>100	93	85	10
Other income	1	-	-	82	-	-
Cost of sales	-	-	-	-	-	-
Operating expenses	(1,524)	(980)	56	(4,215)	(3,002)	40
Net finance cost	(388)	(103)	>100	(866)	(309)	>100
Loss after tax	(1,867)	(1,072)	74	(4,905)	(3,226)	52

Note – The financial results are presented before consolidated adjustment

Performance analysis on current quarter and YTD vs Corresponding period of preceding year

Operating revenue for both reporting periods is solely derived from management service fees charged by the parent company to operating subsidiaries. The other companies listed under this division remain dormant during the period under reviewed.

Operating expenses for the current quarter and year to-date increased by 56% and 40% respectively as compared to the same period of the preceding year. Increased in no of headcount and other administrative expenses such as depreciation and service charge on new office building, and travelling expenses being the major contribution factors. Additionally, net finance costs increased by more than doubled due to the commencement of interest expenses after the full disbursement of a new property mortgage.

In line with the factors discussed above, the division recorded a loss of RM1.87 million in the current quarter, a 74% increase compared to the RM1.07 million loss reported in the same period of the previous year. The year-to-date losses were also 52% higher than those recorded in the corresponding period of the preceding year. These losses were primarily attributed to the parent company.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 IMMEDIATE PRECEDING QUARTER

	Property & construction			Printing & Publishing			Manufacturing			Utility & Renewable Energy			Others		
	30/09/24 RM'000	30/06/24 RM'000	+/- %	30/09/24 RM'000	30/06/24 RM'000	+/- %	30/09/24 RM'000	30/06/24 RM'000	+/- %	30/09/24 RM'000	30/06/24 RM'000	+/- %	30/09/24 RM'000	30/09/23 RM'000	+/- %
Revenue	-	1,259	-100	2,204	982	>100	15,200	20,428	-26	-	-	-	44	20	>100
Cost of sales	-	(1,223)	-100	(2,995)	(1,577)	90	(6,360)	(6,965)	-9	-	-	-	-	-	-
Gross profit	-	37	-100	(791)	(595)	33	8,840	13,463	-34	-	-	-	44	20	>100
Other income	-	-	-	101	1,094	-91	8,214	874	>100	-	-	-71	1	81	-99
Other operating expenses	(608)	(587)	4	(624)	(588)	6	(3,230)	(796)	>100	(10)	(10)	-7	(1,524)	(1,379)	11
Profit from operation	(608)	(551)	10	(1,314)	(89)	>100	13,824	13,541	2	(10)	(10)	-4	(1,479)	(1,278)	16
Net finance (cost)/ income	(10)	(11)	-9	(2)	0	>-100	(955)	(953)	-	-	-	-	(388)	(275)	41
Profit before tax	(618)	(562)	10	(1,315)	(89)	>100	12,869	12,588	2	(10)	(10)	-4	(1,867)	(1,552)	20
Taxation	-	-	-	(0)	-	-	(1)	-	-	-	-	-	-	-	-
(Loss)/ Profit after tax	(618)	(562)	10	(1,315)	(89)	>100	12,868	12,588	2	(10)	(10)	-4	(1,867)	(1,552)	20

Note – The financial results are presented before consolidated adjustment

The Property & Construction division reported a loss in the current quarter, which increased by 10%. This was primarily due to the absence of revenue from construction contracts, attributed to slow site progress.

The Printing & Publishing division saw an increase in losses despite higher revenue from book sales, as the division experienced a greater gross margin. Other income in the preceding quarter had been boosted by a gain on the disposal of fixed assets and the recovery of impaired receivables.

The Manufacturing division recorded a slight increase in profit despite lower revenue from the Fertiliser segment. The decline in revenue was fully offset by an increase in other income from the sale of manufacturing by-products. Additionally, the rise in other operating expenses aligned with the increase in other income, reflecting the recognition of costs associated with this income.

The loss in the other segment was primarily attributed to the parent company, which saw a 20% increase in losses. This increase was mainly due to higher other operating expenses, particularly related to trade and exhibition costs for IGEM, the National Bioeconomy Showcase, new office assessment fees, trademark applications, corporate sponsorships, and the purchase of corporate gifts

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****4. COMMENTARY ON PROSPECTS AND TARGETS**

The Group has outlined several ongoing and upcoming developments within the Green Technology Park (GTP) to enhance its manufacturing business. A newly established subsidiary, Nextgreen IOI Pulp Sdn Bhd, is in the final stages of completing a feasibility study and negotiating a Shareholder Agreement (SHA) with a China-based pulp producer. The agreement is anticipated to be finalized and signed by the end of this year. Meanwhile, a potential site has been identified within GTP, and site preparation works have commenced under the purview of Ultimate Ivory Sdn Bhd, the GTP Park Developer. The new SPV will be formed to carry out the below project:

- Two pulp mills with annual production capacities of 150,000 metric tons of bleached chemical EFB pulp under Phase 2A of the GTP;
- A pulp mill with an annual production capacity of 300,000 metric tons of bleached chemical EFB pulp under Phase 2B of the GTP.

Within the lush expanse of the Green Technology Park (GTP), the Group is advancing innovative solutions to redefine sustainability in manufacturing. A key pillar of this initiative is the Fertilizer segment, operated by our wholly owned subsidiary Nextgreen Fertilizer Sdn Bhd (NGF).

NGF is currently constructing a solid fertilizer manufacturing plant with an annual capacity of 30,000 metric tons (MT), slated for completion by the end of this year. As the construction progresses, we eagerly anticipate the testing and commissioning phases to mark the plant's readiness.

Complementing this, NGF is also producing liquid fertilizer by transforming black liquor, a by-product from the Phase 1A pulp and paper manufacturing plant, into a cutting-edge liquid fertilizer product. This innovative process, spearheaded by our R&D team, is projected to yield approximately 30,000 metric tons of liquid fertilizer annually.

Since its successful development, we've conducted rigorous trial plots to evaluate the efficacy of this new fertilizer across various crops, soil types, and environmental conditions. These trials have yielded promising results, demonstrating the product's potential to enhance agricultural productivity. Building on this success, we have already received purchase orders from customers, reflecting growing market confidence in our product.

Looking ahead, we are optimistic that our engagement with major organizations will culminate in securing long-term off-take agreements. These achievements will further solidify our role in sustainable agriculture and reinforce our commitment to driving innovation in the sector.

Our commitment to sustainability goes beyond pulp and paper and fertilizer production. The Animal Feed segment, operated by our wholly owned subsidiary Nextgreen Agrofeed Sdn Bhd (NGA), has commenced preliminary work on a facility with an anticipated annual production capacity of 10,000 metric tons (MT) of animal feed, expected to be completed by mid-2025. The Group anticipates that this new venture will generate additional revenue and contribute positively to our overall financial performance.

GTC Biomass Berhad, a special-purpose vehicle in which we hold a 65% stake, is leading efforts to establish 20 collection and processing centers (CPCs) for oil palm biomass waste across Malaysia. The first CPC will be located within the GTP in Paloh Hinai, with additional centers planned for Gua Musang and Sandakan, Sabah.

Simultaneously, we are conducting a detailed evaluation of GTP's land to identify subdivided plots for third-party development, ensuring optimal utilization of the park's resources.

In summary, our journey—from black liquor to liquid fertilizer and biomass processing—exemplifies our commitment to research-driven innovation and ecosystem growth. Aligned with the promising outlook of Malaysia's palm oil biomass and pulp and paper industries, our strategic focus remains steadfast: to bring the GTP project to fruition and drive meaningful contributions to sustainable development.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 ended		Year to-date ended	
	30/09/24 RM'000 (Reviewed)	30/09/23 RM'000 (Reviewed)	30/09/24 RM'000 (Reviewed)	30/09/23 RM'000 (Reviewed)
Depreciation	1,916	1,281	5,373	3,804
Amortisation of Right-Use-Asset	167	165	751	514
Reversal of receivables impairment	-	(1,200)	(500)	(1,200)
Unrealised gain on foreign exchange	125	(3)	118	(48)
Gain on disposal of plant and equipment	(80)	-	(562)	-
Plant and equipment written off	-	6	-	6
Finance income	-	-	(4)	(1)
Finance cost	1,354	1,098	3,772	3,220

6. INCOME TAX EXPENSE

No provision of tax expense has been made for the quarter and year-to-date ended 30 September 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 22 November 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	
	30/09/24 RM'000 (Reviewed)	31/12/23 RM'000 (Audited)
Secured, Denomination in Malaysia Ringgit.		
Bank borrowing	64,584	67,624
Hire purchase	748	842
Bank Overdraft	(1,499)	-
Lease liabilities	766	714
Total borrowing	64,599	69,180

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
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 under reviewed is as follows:

	As at	
	30/09/24 RM'000 (Reviewed)	31/12/23 RM'000 (Audited)
Total borrowing	64,599	69,998
Less: Cash and Bank Balance	(13,763)	(5,805)
	50,836	64,193
Total equity	418,745	337,892
Gearing ratio (times)	0.12	0.19

11. SHARE CAPITAL

	No of ordinary share		Value as at	
	30/09/24 Unit '000 (Reviewed)	31/12/23 Unit '000 (Audited)	30/09/24 RM'000 (Reviewed)	31/12/23 RM'000 (Audited)
At the beginning of period	936,734	787,154	327,504	271,104
Issuance of shares				
- Exercise of ESOS	-	8,580	-	-
- Conversion of RCPS	59,000	141,000	23,600	56,400
- Private placement	42,227	-	38,135	-
	101,227	149,580	61,735	56,400
At the end of the period	1,037,961	936,734	389,239	327,504

During the financial period under reviewed, the Company issued 101.227 million of new ordinary share. The new ordinary shares issued ranked pari passu in all respects with the existing ordinary shares of the Company.

- a) 59,000,000 of new ordinary shares pursuant to the Redeemable Convertible Preference Shares ("RCPS") at the Conversion Price of at RM0.40 per share
- b) 42,227,000 of new share pursuant to private placement at the following tranche:
 - i) First tranche of 19,500,000 of new share at issuance price of 93 cents/ unit
 - ii) Second tranche of 22.727,000 of new share at issuance price of 88 cents/ unit

As at the end of the financial period ended 30 September 2024, the RCPS has been fully converted to ordinary share.

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
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:

	Current quarter ended		Year to-date ended	
	30/09/24 (Reviewed)	30/09/23 (Reviewed)	30/09/24 (Reviewed)	30/09/23 (Reviewed)
Profit attributable to owners of the Company (RM'000)	9,063	2,220	22,428	4,701
Weighted average unit of shares issued ('000)	1,002,062	815,210	1,002,062	815,210
Basic earnings per share (sen)	0.90	0.27	2.24	0.58

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:

	Current quarter ended		Year to-date ended	
	30/09/24 (Reviewed)	30/09/23 (Reviewed)	30/09/24 (Reviewed)	30/09/23 (Reviewed)
Profit attributable to owners of the Company (RM'000)	9,063	2,220	22,428	4,701
Weighted average unit of shares issued ('000)	1,002,062	815,210	1,002,062	815,210
<i>Effect of dilution from:</i>				
- Share-based payment (ESOS) ('000)	-	485	-	485
- Conversion of RCPS ('000)	4,461	99,822	4,461	99,822
Weighted average unit of shares issued ('000)	1,006,523	915,517	1,006,523	915,517
Diluted earnings per share (sen)	0.90	0.24	2.23	0.51

13. AUTHORISATION TO ISSUE

The Condensed Report was authorised for release by the Board of Directors as per Board of Directors Meeting held on 29 November 2024.

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