



**UZMA BERHAD**

(Company No: 200701011861 (769866-V))

Incorporated in Malaysia

**Quarterly Report on Consolidated Financial Results  
For the Third Quarter Ended 31 March 2024**



**UZMA BERHAD**

*(Company No : 200701011861 (769866-V))*

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**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2024**

	(Unaudited) Current 3 Months Quarter Ended 31.03.2024 RM'000	(Unaudited) Corresponding 3 Months Quarter Ended 31.03.2023 RM'000	(Unaudited) Cumulative 9 Months Year To Date 31.03.2024 RM'000	(Unaudited) Corresponding 9 Months Year To Date 31.03.2023 RM'000
Revenue	106,728	86,264	395,808	347,315
Cost of sales	<u>(69,461)</u>	<u>(48,378)</u>	<u>(234,722)</u>	<u>(206,016)</u>
Gross profit	37,267	37,886	161,086	141,299
Other income	1,787	1,729	4,762	5,253
Administrative expenses	(16,185)	(13,969)	(66,704)	(59,122)
Other expenses	(2,137)	(34)	(9,731)	(5,686)
Depreciation	<u>(10,827)</u>	<u>(11,789)</u>	<u>(34,173)</u>	<u>(35,402)</u>
Operating profit	9,905	13,823	55,240	46,342
Finance costs	(5,195)	(5,825)	(14,336)	(15,620)
Share of profit of investments accounted for using the equity method	-	-	239	522
Profit before taxation	<u>4,710</u>	<u>7,998</u>	<u>41,143</u>	<u>31,244</u>
Income tax expense	<u>5,017</u>	<u>530</u>	<u>(2,318)</u>	<u>(2,356)</u>
Profit after taxation	<u><u>9,727</u></u>	<u><u>8,528</u></u>	<u><u>38,825</u></u>	<u><u>28,888</u></u>
Profit after taxation attributable to: -				
Owners of the Company	9,943	9,187	34,516	28,315
Non-Controlling Interest	<u>(216)</u>	<u>(659)</u>	<u>4,309</u>	<u>573</u>
	<u><u>9,727</u></u>	<u><u>8,528</u></u>	<u><u>38,825</u></u>	<u><u>28,888</u></u>
Earnings per share				
- Basic/Diluted (sen)	<u><u>2.57</u></u>	<u><u>2.61</u></u>	<u><u>8.91</u></u>	<u><u>8.04</u></u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2024**

	<b>(Unaudited)</b> <b>3 Months</b> <b>Quarter Ended</b> <b>31.03.2024</b> <b>RM'000</b>	(Unaudited) 3 Months Quarter Ended 31.03.2023 RM'000	<b>(Unaudited)</b> <b>9 Months</b> <b>Year To Date</b> <b>31.03.2024</b> <b>RM'000</b>	(Unaudited) 9 Months Year To Date 31.03.2023 RM'000
Profit after taxation	9,727	8,528	38,825	28,888
Item that may be reclassified subsequently to profit or loss:				
-Foreign currency translation differences	174	(6,771)	174	(2,096)
Total comprehensive income for the financial period	<u>9,901</u>	<u>1,757</u>	<u>38,999</u>	<u>26,792</u>
Total comprehensive income attributable to:-				
Owners of the Company	6,318	2,897	35,416	26,231
Non-Controlling Interest	<u>3,583</u>	<u>(1,140)</u>	<u>3,583</u>	<u>561</u>
	<u>9,901</u>	<u>1,757</u>	<u>38,999</u>	<u>26,792</u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

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

	(Unaudited) As at 31.03.2024 RM'000	(Audited) As at 30.06.2023 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	622,947	540,940
Right of use assets	20,094	25,455
Intangible assets	205,816	206,098
Investments in associates	13,066	12,827
Deferred tax assets	2,401	2,401
Trade and other receivables	5,982	5,982
Other investments	155	105
	<u>870,461</u>	<u>793,808</u>
<b>Current assets</b>		
Inventories	54,082	47,608
Trade and other receivables	196,584	241,150
Contract assets	94,059	101,390
Other investments	112	257
Current tax assets	7,554	7,049
Deposits, cash and bank balances	163,873	95,836
	<u>516,264</u>	<u>493,290</u>
<b>TOTAL ASSETS</b>	<u><b>1,386,725</b></u>	<u><b>1,287,098</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	328,838	307,535
Foreign currency translation reserve	40,740	39,840
Capital reserve	277	277
Merger deficit	(29,700)	(29,700)
Fair value reserve	(6,000)	(6,000)
Retained earnings	212,651	180,007
	<u>546,806</u>	<u>491,959</u>
Perpetual sukuk	40,852	40,852
Non-controlling interests	33,831	30,374
<b>Total equity</b>	<u><b>621,489</b></u>	<u><b>563,185</b></u>
<b>Non-current liabilities</b>		
Loan and borrowings	265,676	138,894
Lease liabilities	11,132	12,580
Deferred tax liabilities	24,545	24,454
Trade and other payables	24,527	23,540
Post employment benefit liabilities	261	2,619
Deferred income	12,365	13,614
	<u>338,506</u>	<u>215,701</u>
<b>Current liabilities</b>		
Loans and borrowings	197,664	223,666
Lease liabilities	2,312	5,978
Trade and other payables	145,876	227,575
Contract liabilities	80,788	50,832
Current tax liabilities	90	161
	<u>426,730</u>	<u>508,212</u>
<b>Total liabilities</b>	<u><b>765,236</b></u>	<u><b>723,913</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>1,386,725</b></u>	<u><b>1,287,098</b></u>
<b>Net asset per share attributable to owners of the parent (RM)</b>	<u><b>1.52</b></u>	<u><b>1.38</b></u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.



UZMA BERHAD

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2024**

	← Non-Distributable →					Distributable				
	Share Capital RM'000	Foreign Exchange Translation Reserves RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Attributable To The Owners Of The Company RM'000	Perpetual Sukuk RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
<b>Balance at 01.07.2023</b>	307,535	39,840	277	(29,700)	(6,000)	180,007	491,959	40,852	30,374	563,185
Total comprehensive income for the financial year										
Profit for the financial year	-	-	-	-	-	34,516	34,516	-	4,309	38,825
Foreign currency translation reserve	-	900	-	-	-	-	900	-	(726)	174
Total comprehensive income	-	900	-	-	-	34,516	35,416	-	3,583	38,999
Transaction with owners										
Issuance of shares by the Company	21,303	-	-	-	-	-	21,303	-	-	21,303
Distribution to perpetual sukuk holders	-	-	-	-	-	126	126	-	(126)	-
Change in stake	-	-	-	-	-	(1,998)	(1,998)	-	-	(1,998)
Total transaction with owners	21,303	-	-	-	-	(1,872)	19,431	-	(126)	19,305
<b>Balance at 31.03.2024</b>	<b>328,838</b>	<b>40,740</b>	<b>277</b>	<b>(29,700)</b>	<b>(6,000)</b>	<b>212,651</b>	<b>546,806</b>	<b>40,852</b>	<b>33,831</b>	<b>621,489</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.



UZMA BERHAD

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023 (AUDITED)**

	← Non- Distributable →				Distributable					Total Equity RM'000
	Share Capital RM'000	Foreign Exchange Translation Reserves RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Attributable To The Owners Of The Company RM'000	Perpetual Sukuk RM'000	Non- Controlling Interests RM'000	
<b>Balance at 01.07.2022</b>	307,535	35,578	375	(29,700)	(6,000)	146,402	454,190	40,852	29,582	524,624
Total comprehensive income for the financial year										
Profit for the financial year	-	-	-	-	-	36,679	36,679	-	1,402	38,081
Actuarial gain from employee benefits						40	40		4	44
Foreign currency translation reserve	-	4,262	(98)	-	-	-	4,164	-	-	4,164
Total comprehensive income	-	4,262	-	-	-	36,719	40,883	-	1,406	42,289
<b>Transaction with owners</b>										
Dividend paid by the subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	(614)	(614)
Distribution to perpetual sukuk holders	-	-	-	-	-	(3,114)	(3,114)	-	-	(3,114)
Total transaction with owners	-	-	-	-	-	(3,114)	(3,114)	-	(614)	(3,728)
<b>Balance at 30.06.2023</b>	<b>307,535</b>	<b>39,840</b>	<b>277</b>	<b>(29,700)</b>	<b>(6,000)</b>	<b>180,007</b>	<b>491,959</b>	<b>40,852</b>	<b>30,374</b>	<b>563,185</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2024**

	(Unaudited) Current Year To Date 31.03.2024 RM'000	(Unaudited) Corresponding Year To Date 31.03.2023 RM'000
<b>Profit before taxation</b>	41,143	31,244
<b>Adjustments for non-cash items:</b>		
Depreciation of property, plant and equipment	34,268	31,961
Interest income	(455)	(431)
Interest expense	14,336	15,600
Net unrealised loss on foreign exchange	118	4,617
Others	780	8,030
<b>Operating profit before working capital changes</b>	<u>90,190</u>	<u>91,021</u>
<b>Changes in working capital</b>		
Increase in inventories	(6,474)	4,712
Increase in receivables	43,536	(46,088)
Decrease in payables	(83,070)	(27,428)
Net increase in amount owing to contract customer	37,287	104,875
<b>Net cash generated from operations</b>	<u>81,469</u>	<u>127,093</u>
Tax paid	(1,917)	(2,665)
Tax refunded	-	5,250
<b>Net cash from operating activities</b>	<u>79,552</u>	<u>129,678</u>
<b>Cash flow from Investing activities</b>		
Interest received	456	431
Purchase of property, plant and equipment	(110,185)	(26,699)
Change in pledged deposits	7,881	3,011
Purchase of intangible Asset	(1,782)	-
Purchase of right of use asset	(351)	-
Dividend received from associate	-	1,235
<b>Net cash for investing activities</b>	<u>(103,981)</u>	<u>(22,022)</u>
<b>Financing activities</b>		
Dividend paid to non-controlling interest	-	(600)
Interest paid	(14,336)	(15,600)
Net Drawdown/(Repayment) of borrowings	116,479	(75,484)
Distribution to perpetual sukuk holders	(1,998)	(1,349)
Proceeds from issuance of ordinary shares	21,303	-
<b>Net cash for financing activities</b>	<u>121,448</u>	<u>(93,033)</u>
<b>Net change in cash and cash equivalents</b>	<u>97,019</u>	<u>14,623</u>
<b>Cash and cash equivalents at beginning of the period</b>	<u>(14,383)</u>	<u>21,133</u>
<b>Effect of exchange rate changes</b>	<u>(288)</u>	<u>(4,349)</u>
<b>Cash and cash equivalents at end of the period</b>	<u>82,348</u>	<u>31,407</u>
<b>Cash and cash equivalents at end of the period comprised:</b>		
Fixed deposit with licences banks	59,208	55,499
Cash and bank balances	104,665	61,520
Cash and cash equivalent as reported in the Statement of Financial Position	<u>163,873</u>	<u>117,019</u>
Less: Fixed deposits pledged with licensed banks and fixed deposits for more than 3 months	(59,208)	(43,723)
Less: Bank overdrafts	(22,317)	(41,889)
	<u>82,348</u>	<u>31,407</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this report.





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## **NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED 31 MARCH 2024**

### **PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

#### **1. BASIS OF REPORTING PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the latest annual audited financial statements for the financial year ended 30 June 2023, except for the following:

##### **Adoption of new MFRSs:**

In the current financial period, the Group adopted the following amendments to MFRSs issued by the MASB that are effective for annual financial periods beginning on or after 1 July 2023:

- MFRS 17 ‘Insurance Contracts and amendments to MFRS 17’
- Amendments to MFRS 17 ‘Initial Application of MFRS 9 and MFRS17 – Comparative Information’
- Amendments to MFRS 101 ‘Classification of Liabilities as Current and Non-current’
- Amendments to MFRS 101 ‘Disclosure of Accounting Policies’
- Amendments to MFRS 108 ‘Definition of Accounting Estimates’
- Amendments to MFRS 112 ‘Deferred Tax related to Assets and Liabilities arising from a Single Transaction’
- Amendments to MFRS 112 ‘International Tax Reform – Pillar Two Model Rules’

The adoption of these amendments to MFRSs did not have any material impact on the financial performance or position of the Group for the current financial period.

##### **Amendments to MFRSs in issue but not yet effective**

At the date of authorisation for issue of these financial statements, the relevant Amendments to MFRSs, which were in issue but not yet effective and not early adopted by the Group are as listed below:

##### *Effective for annual reporting periods beginning on or after 1 January 2024*

- MFRS 16 Leases – ‘Lease Liability in a Sale and Leaseback’
- Amendments to MFRS 101 ‘Classification of Liabilities as Current or Non-current’
- Amendments to MFRS 101 ‘Non-current Liabilities with Covenants’
- Amendments to MFRS 107 and MFRS 7 ‘Supplier Finance Arrangement’

##### *Effective for annual reporting periods beginning on or after 1 January 2025*

- Amendments to MFRS 121 ‘Lack of Exchangeability’

Accounting pronouncement where the effective date has been deferred to a date to be determined by MASB is set out below:

- Amendments to MFRS 10 ‘Consolidated financial statements’
- MFRS 128 ‘Investments in associates and joint ventures – sale or contribution of assets between an investor and its associate or joint venture’.

The Group will adopt the above standards and amendments when they become effective and the adoption of these amendments is not expected to have any material impact on the financial statements of the Group in the period of initial application.



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(Company No : 200701011861 (769866-V))

## **2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

There was no qualification on the audited financial statements of the Group and Company for the financial year ended 30 June 2023.

## **3. SEASONAL OR CYCLICAL FACTORS**

The Group's products and services are dependent on the level of activity, and the corresponding capital spending by oil and gas companies which are consequently affected by volatile oil and natural gas prices, and cyclical in the offshore drilling and oilfield services industries.

## **4. ITEMS OF UNUSUAL NATURE AND AMOUNT**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flow for the financial period ended 31 March 2024, other than as disclosed in these unaudited condensed consolidated financial statements.

## **5. MATERIAL CHANGES IN ESTIMATES**

There were no changes in the estimates of amount relating to the prior financial years that have a material effect in the current financial quarter ended 31 March 2024.

## **6. ISSUANCES, REPURCHASES, AND REPAYMENTS OF DEBT AND EQUITY SECURITIES**

There were no issuances, repurchases and repayments of debt and equity securities during the current financial period ended 31 March 2024.

## **7. DIVIDENDS**

No dividend has been paid and or recommended during the financial period and quarter ended 31 March 2024.

## **8. SEGMENTAL INFORMATION**

The Group has four reportable segments, as the Group's strategic business units. For each of the strategic business units, the Group Chief Executive Officer together with the Management Committee, reviews the internal management report on monthly basis. The Group's reportable segments are described as follows:

- |                                  |                                                                                                                                                                                                                                                                                                                                                          |
|----------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (i) Upstream O&G Services        | The services under Upstream Oil & Gas ("O&G") Services segments Services include Well Solutions, Production Solutions, Subsurface Solutions and other upstream related services which involves the provision of geoscience and reservoir engineering, drilling, project and operations services, and other specialised services within the O&G industry. |
| (ii) Trading                     | Trading segment includes manufacturing, marketing, distribution and supply of oilfield chemicals, petrochemical and chemical products, equipment and services.                                                                                                                                                                                           |
| (iii) New Energy                 | The services under New Energy segment include developing and operating innovative ways to garner energy from non-fossil fuel and renewable energy, EPC contractor for solar photovoltaics and geothermal projects.                                                                                                                                       |
| (iv) Digitalisation & Technology | The services under Digitalisation & Technology segment include Technology and modernisation through software development and digital solutions, supply of technology / digitalisation equipment and consumables, aviation and aerospace services.                                                                                                        |



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**8. SEGMENTAL INFORMATION (CONT'D)**

**(A) REPORTABLE BUSINESS SEGMENTS**

**(I) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE CORRESPONDING QUARTER**

	<b>(Unaudited) Current 3 Months Quarter Ended 31.03.2024</b>		<b>(Unaudited) Corresponding 3 Months Quarter Ended 31.03.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Upstream O&G Services	76,283	62.2	91,524	88.7	(15,241)	(16.7)
Trading	42,225	34.4	9,655	9.4	32,570	337.3
New Energy	215	0.2	1,391	1.3	(1,176)	(84.5)
Digitalisation & Technology	143	0.1	-	0.0	143	100.0
Holding company and dormant companies	3,712	3.0	646	0.63	3,066	474.6
	<u>122,578</u>	<u>100</u>	<u>103,216</u>	<u>100</u>	<u>19,362</u>	<u>18.8</u>
Consolidation adjustments and eliminations	(15,850)		(16,952)		1,102	(6.5)
	<u>106,728</u>		<u>86,264</u>		<u>20,464</u>	<u>23.7</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	14		16,021		(16,007)	(99.9)
Trading	1,990		383		1,607	419.7
New Energy	(128)		2,571		(2,699)	(105.0)
Digitalisation & Technology	(90)		(36)		(54)	151.1
Holding company and dormant companies	9,118		(289)		9,407	(3,255.1)
Consolidation adjustments and eliminations	(999)		(4,827)		3,828	(79.3)
	<u>9,905</u>		<u>13,823</u>		<u>(3,918)</u>	<u>(28.3)</u>

**(II) THE RESULTS OF THE CURRENT PERIOD TO DATE COMPARED TO THE RESULTS OF THE CORRESPONDING PERIOD TO DATE**

	<b>(Unaudited) Current 9 Months Period Ended 31.03.2024</b>		<b>(Unaudited) Corresponding 9 Months Period Ended 31.03.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Upstream O&G Services	331,942	71.5	292,193	74.9	39,749	13.6
Trading	118,533	25.5	91,420	23.4	27,113	29.7
New Energy	1,960	0.4	6,465	1.7	(4,505)	(69.7)
Digitalisation & Technology	612	0.1	218	0.1	394	180.8
Holding company and dormant companies	11,136	2.40	-	-	11,136	-
	<u>464,183</u>	<u>100.0</u>	<u>390,296</u>	<u>100.0</u>	<u>73,887</u>	<u>154.4</u>
Consolidation adjustments and eliminations	(68,375)		(42,981)		(25,394)	59.1
	<u>395,808</u>		<u>347,315</u>		<u>48,493</u>	<u>14.0</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	69,537		65,939		3,598	5.5
Trading	6,160		1,932		4,228	218.8
New Energy	(2,624)		2,255		(4,879)	(216.4)
Digitalisation & Technology	156		(99)		255	(257.6)
Holding company and dormant companies	(6,077)		(9,862)		3,785	(38.4)
Consolidation adjustments and eliminations	(11,911)		(13,823)		1,912	(13.8)
	<u>55,240</u>		<u>46,342</u>		<u>8,898</u>	<u>19.2</u>



**UZMA BERHAD**

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## 8. SEGMENTAL INFORMATION (CONT'D)

### (A) REPORTABLE BUSINESS SEGMENTS (CONT'D)

#### (III) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER

	<b>(Unaudited) Current Quarter Ended 31.03.2024</b>		<b>(Unaudited) Preceding Quarter Ended 31.12.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Upstream O&G Services	76,283	62.2	116,016	72.5	(39,733)	(34.2)
Trading	42,225	34.4	38,459	24.0	3,766	9.8
New Energy	215	0.2	1,621	1.0	(1,406)	(86.7)
Digitalisation & Technology	143	0.1	160	0.1	(17)	-
Holding company and dormant companies	3,712	3.03	3,712	2.32	0	0.0
	<u>122,578</u>	<u>100</u>	<u>159,968</u>	<u>100</u>	<u>(37,390)</u>	<u>(23.4)</u>
Consolidation adjustments and eliminations	(15,850)		(22,048)		6,198	(28.1)
	<u>106,728</u>		<u>137,920</u>		<u>(31,192)</u>	<u>(22.6)</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	14		34,022		(34,009)	(100.0)
Trading	1,990		1,698		293	17.3
New Energy	(128)		(2,358)		2,230	(94.6)
Digitalisation & Technology	(90)		57		(148)	(258.0)
Holding company and dormant companies	9,118		(10,024)		19,142	(191.0)
Consolidation adjustments and eliminations	(999)		(3,443)		2,444	(71.0)
	<u>9,905</u>		<u>19,952</u>		<u>(10,047)</u>	<u>(50.4)</u>

### (B) GEOGRAPHICAL SEGMENTS

#### (I) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE CORRESPONDING QUARTER

	<b>(Unaudited) Current 3 Months Quarter Ended 31.03.2024</b>		<b>(Unaudited) Corresponding 3 Months Quarter Ended 31.03.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Malaysia	103,304	84.3	71,625	69.4	31,679	44.2
Outside Malaysia	19,274	15.7	31,590	30.6	(12,316)	(39.0)
	<u>122,578</u>	<u>100.0</u>	<u>103,215</u>	<u>100</u>	<u>19,363</u>	<u>5.2</u>
Consolidation adjustments and eliminations	(15,850)		(16,951)		1,101	(6.5)
	<u>106,728</u>		<u>86,264</u>		<u>20,464</u>	<u>23.7</u>
<b>OPERATING PROFITS</b>						
Malaysia	11,949		11,938		11	0.1
Outside Malaysia	(1,044)		6,711		(7,755)	(115.6)
Consolidation adjustments and eliminations	(999)		(4,826)		3,827	(79.3)
	<u>9,905</u>		<u>13,823</u>		<u>(3,918)</u>	<u>(28.3)</u>



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**8. SEGMENTAL INFORMATION (CONT'D)**

**(B) GEOGRAPHICAL SEGMENTS (CONT'D)**

**(II) THE RESULTS OF THE CURRENT PERIOD TO DATE COMPARED TO THE RESULTS OF THE CORRESPONDING PERIOD TO DATE**

	<b>(Unaudited) Current 9 Months Period Ended 31.03.2024</b>		<b>(Unaudited) Corresponding 9 Months Period Ended 31.03.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Malaysia	386,782	83.3	309,244	79.2	77,538	25.1
Outside Malaysia	77,400	16.7	81,052	20.8	(3,652)	(4.5)
	<u>464,183</u>	<u>100.0</u>	<u>390,296</u>	<u>100.0</u>	<u>73,887</u>	<u>20.6</u>
Consolidation adjustments and eliminations	(68,375)		(42,981)		(25,394)	59.1
	<u>395,808</u>		<u>347,315</u>		<u>48,493</u>	<u>14.0</u>
<b>OPERATING PROFITS</b>						
Malaysia	62,242		48,900		13,342	27.3
Outside Malaysia	4,909		11,265		(6,356)	(56.4)
Consolidation adjustments and eliminations	(11,911)		(13,823)		1,912	(13.8)
	<u>55,240</u>		<u>46,342</u>		<u>8,898</u>	<u>19.2</u>

**(III) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER**

	<b>(Unaudited) Current Quarter Ended 31.03.2024</b>		<b>(Unaudited) Preceding Quarter Ended 31.12.2023</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Malaysia	103,304	84.3	136,474	85.3	(33,169)	(24.3)
Outside Malaysia	19,274	15.7	23,495	14.7	(4,221)	(18.0)
	<u>122,578</u>	<u>100.0</u>	<u>159,968</u>	<u>100.0</u>	<u>(37,390)</u>	<u>(42.3)</u>
Consolidation adjustments and eliminations	(15,850)		(22,048)		6,198	(28.1)
	<u>106,728</u>		<u>137,920</u>		<u>(31,192)</u>	<u>(22.6)</u>
<b>OPERATING PROFITS</b>						
Malaysia	11,949		25,231		(13,282)	(52.6)
Outside Malaysia	(1,044)		(1,836)		792	(43.1)
Consolidation adjustments and eliminations	(999)		(3,443)		2,444	(71.0)
	<u>9,905</u>		<u>19,952</u>		<u>(10,047)</u>	<u>(50.4)</u>

**9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements.

**10. CAPITAL COMMITMENTS**

Capital expenditure for property, plant and equipment approved and not provided for in these unaudited condensed consolidated financial statements as of 31 March 2024 is as follows:

	<b>RM'000</b>
Approved and not contracted for	<b>210,145</b>
Approved and contracted for	<b>157,215</b>
	<b><u>367,360</u></b>



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## 11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE PERIOD

There were no material events subsequent to the end of the current quarter to the date of the report.

## 12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no significant changes in the composition of the Group for the current financial period ended 31 March 2024, including business combinations, obtaining or loss control of subsidiaries and long-term investments, restructurings and discontinued operations.

## 13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent assets of the Group during the quarter under review. The Company has given corporate guarantees to licensed financial institutions for banking facilities utilised by its subsidiaries amounting to approximately RM144 million as of 31 March 2024.

## 14. SIGNIFICANT RELATED PARTY TRANSACTIONS

Significant related party transactions which were entered into on agreed terms and prices for the financial period ended 31 March 2024 are set out below. The relationships of the related parties are disclosed in the audited financial statements for the financial year ended 30 June 2023.

	<b>Company RM'000</b>
Related party transaction with subsidiaries:	
-Management fee income	11,136
-Interest income	1,886
-Rental expense	(920)
	<hr/>

## 15. FAIR VALUE MEASUREMENT

The table below shows the carrying amounts and fair value of the other investments, by valuation method. The different levels have been defined as follows:

- Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of other investment sis determined by reference to the redemption price at the end of the reporting period.

	<b>Carrying amount RM'000</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Fair value RM'000</b>
Financial Assets					
Other investments	155	-	-	-	155
	<hr/>				



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## 16. REVIEW OF PERFORMANCE

### (A) COMPARISON WITH PRECEEDING YEAR CORRESPONDING QUARTER

	(Unaudited) Current 3 Months Quarter Ended 31.03.2024 RM'000	(Unaudited) Corresponding 3 Months Quarter Ended 31.03.2023 RM'000	Difference	
			RM'000	%
Revenue	106,728	86,264	20,464	23.7
Gross profit	37,267	37,886	(619)	(1.6)
Profit before taxation	4,710	7,998	(3,288)	(41.1)

The Group's revenue increased in the current quarter ended 31.03.2024 by RM20.5 million as compared to the corresponding quarter ended 31.03.2023 mainly due to a shipment of granular urea in the current quarter, in contrast to no shipment in the corresponding quarter and higher revenue from Artificial Lift division and Petrochemical supply in O&G segment.

The Group's profit before taxation reported a decrease in the current quarter ended 31.03.2024 by RM3.3 million as compared to the corresponding quarter ended 31.03.2023 mainly due to lower profits contribution from O&G segment primarily due to lower activities during the monsoon season. In additions, higher operating cost mainly from staff cost has resulted in lower profits in current quarter as compared to the corresponding quarter.

### (B) COMPARISON WITH PRECEEDING YEAR CORRESPONDING YEAR TO DATE

	(Unaudited) Current 9 Months Year To Date 31.03.2024 RM'000	(Unaudited) Corresponding 9 Months Year To Date 31.03.2023 RM'000	Difference	
			RM'000	%
Revenue	395,808	347,315	48,493	14.0
Gross profit	161,086	141,299	19,787	14.0
Profit before taxation	41,143	31,244	9,899	31.7

The Group's revenue increased by RM48.5 million or 14.0% for the 9-month financial period ending on March 31, 2024, compared to the corresponding period in 2023 increased mainly due to higher revenue contributions from O&G segment in particular Artificial Lift division and Petrochemical trading. Also, LNG trading has contributed an additional RM27million to the Group for the current nine (9) months financial period to date.

For the current financial period ended 31.03.2024, the Group's profit before taxation increased by RM9.9 million as compared to the corresponding financial period ended 31.03.2023 mainly due to higher gross profit contributions from O&G segment in particular Artificial Lift division and Petrochemical trading. However, the increase in gross profit was partly offset by higher operating expenses mainly from staff cost due to increase in number of staff during the period.



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## 17. MATERIAL CHANGES IN THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER

	(Unaudited) Current Quarter Ended 31.03.2024 RM'000	(Unaudited) Preceding Quarter Ended 31.12.2023 RM'000	Difference	
			RM'000	%
Revenue	106,728	137,920	(31,192)	(22.6)
Gross profit	37,267	58,934	(21,667)	(36.8)
Profit before taxation	4,710	16,008	(11,298)	(70.6)

The Group's revenue decreased by RM31.2 million or 22.6% for the current quarter under review 31.03.2024 compared to the preceding quarter 31.12.2023 mainly due to lower activities from O&G segment in particular the Integrated Well Solutions division, primarily due to lower activities during the monsoon season.

The Group's profit before taxation decreased by RM11.3million or 70.6% for the current quarter under review 31.03.2024 compared to the preceding quarter 31.12.2023 mainly due to lower profits contribution from O&G segment in particular the Integrated Well Solutions division primarily due to lower activities during the monsoon season.

## 18. COMMENTARY ON PROSPECTS

The prospects of the respective business segments of the Group for the financial year ending 30 June 2024 are set out below:

### Upstream O&G Services Segment

The global oil demand is forecasted to rise due to the expectations that supply will lag behind demand amid conflict in the Middle East and OPEC+ maintaining output cuts. Oil production for non-OPEC+ (including Malaysia) is forecasted to rise while OPEC+ production is expected to decline, assuming that voluntary cuts are maintained.

Based on the PETRONAS Activity Outlook 2024 – 2026, there are numerous ongoing and upcoming projects in the pipeline, such as:

- Exploration activities: more than 25 wells are expected to be drilled each year over the next three years;
- Development activities: more than 45 upstream projects are expected to be executed which include the fabrication of four central processing platforms, construction of three onshore facilities and fabrication and installation of 1,130km of pipelines;
- Operation activities: about 300 facilities improvement plans to be carried out each year for the next three years which include rejuvenation and major maintenance activities; and
- Decommissioning activities: plugging and abandonment of about 130 wells and the abandonment of about 50 facilities over the next three years.

Several major contracts have been awarded by PETRONAS and other oil majors to the Group with an estimated contract value more than RM 1.5 billion since the year 2023. This achievement reflects positively on the Group's capabilities and competitiveness in the industry. By actively pursuing new opportunities, the Group aims to further strengthen its top-line performance and enhance its market position.





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## **18. COMMENTARY ON PROSPECTS (CONT'D)**

The prospects of the respective business segments of the Group for the financial year ending 30 June 2024 are set out below (cont'd):

### New Energy Segment

Our renewable energy business is thriving, marked by the Energy Commission's extension of the Power Purchase Agreement ("PPA") for our 50MW Large Scale Solar 4 ("LSS4") project. Notably, the project received key approvals and achieved Financial Close in July 2023, progressing with solar panel installation and interconnection facility construction. As at the date of this report, the progress of the LSS4 project is approximately 90% completed and is in the midst of completing back energisation processes. Following back energisation targeted on 11 June 2024, the LSS4 project shall proceed to the next step to achieve Initial Operation Date and Commercial Operation Date respectively

Malaysia's National Energy Transition Roadmap (NETR), launched on 27 July 2023, is a pivotal development. Phase 1 introduced 10 catalyst initiatives to attract investments, create jobs, and reduce CO2 emissions. On 7 August, 2023, our Consortium received notification for the Corporate Green Power Programme ("CGPP") under Phase 1 of NETR, committing to developing a 12.16MW project in Bahau, Negeri Sembilan. This project is currently waiting for the issuance of interconnection agreement which is being finalized by Tenaga Nasional Berhad / Single Buyer.

On 26 January 2024, the Ministry of Energy Transition and Public Utilities (as it then was, and now known as Ministry of Energy Transition and Water Transformation) ("Ministry") announced several new programmes to be launched in 2024 including Large Scale Solar (LSS). The request for proposal (RFP) for LSS was available starting from 1 April 2024, offering the maximum of 2,000MW quota out of which 500MW shall be dedicated to floating solar category. Following the announcement of the Ministry earlier in January 2024, the RFP has detailed out and refined the requirements but maintaining the participation limit per company shall be up to 500MW, marking a significant leap in terms of participation limit in the previous large-scale programmes.

Uzma Group is expecting potential revenue's growth in its renewal energy sector under the programmes launched by the Ministry starting from Q4 for CGPP programme and the next financial year for LSS programmes.

The Board remain cautiously confident to stay resilient facing challenges during these uncertain times, and we believe that our commitment on the execution of our strategic plans will continue to steer our Group towards a sustainable growth.

## **19. VARIANCE OF REVENUE OR PROFIT ESTIMATE, FORECAST, PROJECTION, OR INTERNAL TARGETS**

The Group has not previously disclosed or announced any revenue or profit estimate, forecast, projection or internal targets in any previous announcement or public documents.



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## 20. TAXATION

	(Unaudited) Current Quarter Ended 3 months 31.03.2024 RM'000	(Unaudited) Corresponding Quarter Ended 3 months 31.03.2023 RM'000	(Unaudited) Current Year To Date 9 months 31.03.2024 RM'000	(Unaudited) Corresponding Year To Date 9 months 31.03.2023 RM'000
Current tax	2,429	297	(3,293)	(3,099)
Deferred tax	2,588	233	975	743
	<u>5,017</u>	<u>530</u>	<u>(2,318)</u>	<u>(2,356)</u>
Effective tax rate excluding share of profit of joint ventures and associate (%)	106.5	6.6	(5.7)	(7.7)

The effective tax rate for the current period ended 31 March 2024 is higher than the statutory rate of 24% mainly due to the Group's reversal of over provision of prior year deferred tax liabilities during the current quarter.

Domestic income tax is calculated at the Malaysian statutory corporate tax rate of 24% of the estimated assessable profit for the period, whilst taxation for other jurisdiction is calculated at the rates prevailing in the respective jurisdictions.

## 21. ADDITIONAL DISCLOSURES

Other than as presented in the unaudited consolidated statements of comprehensive income and as disclosed above, there are no other exceptional items for the quarter and financial period under review.

	(Unaudited) Current Quarter Ended 3 Months 31.03.2024 RM'000	(Unaudited) Current Period To Date 9 Months 31.03.2024 RM'000
<u>Profit for the quarter/year is arrived at after crediting/(charging):</u>		
-Interest income	184	455
-Interest expenses	(5,195)	(14,336)
-Depreciation of property plant and equipment	(10,922)	(34,268)
-Net unrealised gain/(loss) on foreign exchange	628	(118)

## 22. STATUS OF CORPORATE PROPOSAL

### Private Placement

On 19 April 2024, Kenanga Investment Bank Berhad ("Kenanga IB"), on behalf of the Board of Directors of the Company ("Board"), announced to undertake a Proposed Private Placement of up to 15% of the total number of issued shares of the Company (excluding treasury shares, if any) with the issuance of up to 58,084,575 of the Company shares, at an issue price to be determined later ("Placement Shares").

The Placement Shares will be placed out to third party investor(s) to be identified later. The Placement Shares will be issued based on a discount of not more 10% to the 5-day volume weighted average market price ("VWAMP") of the shares immediately before the price-fixing date, to be determined by the Board after taking into consideration prevailing market conditions.

On 23 April 2024, Kenanga IB announced that the additional listing application for the Proposed Private Placement has been submitted to Bursa Securities.



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## 22. STATUS OF CORPORATE PROPOSAL (CONT'D)

On 13 May 2024, Bursa Securities had, vide its letter dated 10 May 2024, resolved to approve the listing and quotation of up to 58,084,575 of new Uzma Shares to be issued pursuant to the Proposed Private Placement.

## 23. GROUP BORROWINGS AND DEBT SECURITIES

The details of the Group's borrowings are as follows:

← As at 31 March 2024 →						
	Short term		Long term		Total	
	Foreign Currency ( '000)	RM ( '000)	Foreign Currency ( '000)	RM ( '000)	Foreign Currency ( '000)	RM ( '000)
<u>Secured</u>						
<u>Domestic Currency (RM)</u>						
Term loans		63,952		265,676		329,628
Invoice financing		55,219		-		55,219
Revolving credits		48,636		-		48,636
Overdrafts		29,857		-		29,857
Total		197,664		265,676		463,340
← As at 30 June 2023 →						
	Short term		Long term		Total	
	Foreign Currency ( '000)	RM ( '000)	Foreign Currency ( '000)	RM ( '000)	Foreign Currency ( '000)	RM ( '000)
<u>Secured</u>						
<u>Domestic Currency (RM)</u>						
Term loans	-	33,571	-	64,751	-	98,322
Medium term notes	-	50,000	-	74,143	-	124,143
Invoice financing	-	46,579	-	-	-	46,579
Revolving credits	-	39,889	-	-	-	39,889
Overdrafts	-	43,130	-	-	-	43,130
<u>Foreign Currency</u>						
Term loan (USD)	2,386	10,497	-	-	2,386	10,497
Total	2,386	223,666	-	138,894	2,386	362,560

## 23. DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments for the quarter and period ended 31 March 2024.



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## **24. MATERIAL LITIGATION**

In addition to previously disclosed in our quarterly announcement, the current updates are as follows:

### **Appeals in the Court of Appeal between Uzma Engineering Sdn Bhd (UESB) and Khan Co. Ltd (Khan) and Kong Offshore Malaysia Sdn. Bhd. (Kong)**

- (a) UESB's appeals against the High Court Decision dated 22 May 2023 in allowing Khan and Kong's applications for a stay of all proceedings pending arbitration and dismissal of UESB's injunction application and UESB's application under Section 24A of Courts of Judicature Act 1964

During the hearing of the Appeal before the Court of Appeal on 29 February 2024, UESB, Khan and Kong entered into a consent order whereby UESB withdrew the appeals in consideration of all 3 parties referring their disputes to a single arbitration proceeding at the Singapore International Arbitration Centre ("**Consent Order**").

- (b) Khan's application for assessment of damages under Order 37 of the Rules of Court 2012

Following the Consent Order, Khan issued a notice to the High Court to inform that it would not be pursuing the assessment of damages and UESB discontinued the Appeal 1366 on 12 March 2024.

### **Singapore International Arbitration Centre ("SIAC") commenced by Khan Co., Ltd against Uzma Engineering Sdn Bhd**

Following the Consent Order, Khan has stated that they will file a fresh notice of arbitration against UESB relying on the terms of the Consent Order.

### **Singapore International Arbitration Centre commenced by Kong Offshore Malaysia Sdn Bhd against Uzma Engineering Sdn Bhd**

Following the Consent Order, Kong has withdrawn the arbitration against UESB.

### **Asian International Arbitration Centre commenced by Kong Offshore Malaysia Sdn Bhd against Uzma Engineering Sdn Bhd**

Following the Consent Order, Kong has withdrawn the arbitration against UESB.

Following the Consent Order, Khan, Kong and UESB are to commence a fresh arbitration proceeding before a single arbitrator in a single arbitration proceeding in SIAC pursuant to the terms of the Consent Order.

### **Arbitration between Shapadu Energy Services Sdn Bhd (SES) and Uzma Engineering Sdn Bhd (UESB)**

On 20 November 2023, the Arbitrator issued the Procedural Order No. 1 in respect of the arbitration procedure and timeline for the filing of the cause papers to be complied by the parties.

Parties will be exchanging its document requests on 28 May 2024.



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## 25. EARNINGS PER SHARE (“EPS”)

	(Unaudited) Current Quarter Ended 3 Months 31.03.2024	(Unaudited) Corresponding Quarter Ended 3 Months 31.03.2023	(Unaudited) Current Year To Date 9 Months 31.03.2024	(Unaudited) Corresponding Year To Date 9 Months 31.03.2023
Net profit attributable to owners of the Company (RM'000)	9,943	9,187	34,516	28,315
Weighted average number of ordinary shares in issue ('000)	387,231	352,031	387,231	352,031
Basic EPS (sen)	2.57	2.61	8.91	8.04

### (a) Basic EPS

The basic EPS is calculated based on the Group's Profit Attributable to Owners of the Company divided by the weighted average number of ordinary shares in issue during the financial period ended 31 March 2024.

### (b) Fully diluted EPS

Fully diluted EPS were not computed as there were no outstanding potential ordinary shares to be issued as at the end of the financial period ended 31 March 2024.

By Order of the Board  
Dato' Kamarul Redzuan Bin Muhamed  
Group Chief Executive Officer

Petaling Jaya