



**TIONG NAM LOGISTICS HOLDINGS BERHAD**

Company No. 198901005177 (182485V)

**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**

**31 DECEMBER 2022**



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2022 – UNAUDITED

	INDIVIDUAL 3 MONTHS ENDED 31 DECEMBER			CUMULATIVE 9 MONTHS ENDED 31 DECEMBER		
	2022 RM '000	2021 RM '000	CHANGES	2022 RM '000	2021 RM '000	CHANGES
Revenue	187,527	180,733	3.76%	542,389	513,019	5.72%
Direct operation expenses	(140,922)	(132,073)	6.70%	(409,866)	(373,531)	9.73%
Depreciation and amortization	(17,195)	(17,006)	1.11%	(46,924)	(48,880)	-4.00%
Finance cost	(12,099)	(10,576)	14.40%	(32,516)	(31,875)	2.01%
Other overhead expenses	(13,803)	(15,485)	-10.86%	(40,554)	(48,116)	-15.72%
Operating profit	3,508	5,593	-37.30%	12,528	10,617	18.00%
Share of profit / (loss) after tax in associates	(1,043)	(1,026)	1.66%	(2,879)	(1,044)	175.77%
Profit before tax	2,465	4,567	-46.06%	9,649	9,573	0.79%
Tax expenses	(2,008)	(2,918)	-31.21%	(6,829)	(5,678)	20.26%
Net profit for the period	457	1,649	-72.33%	2,820	3,895	-27.59%
Attributable to:						
Equity holders of the Company	194	1,059	-81.64%	2,228	2,862	-22.14%
Non-controlling Interest	263	590	-55.42%	592	1,033	-42.69%
Net profit for the period	457	1,649	-72.26%	2,820	3,895	-27.59%
Basic earnings per ordinary shares (sen)	0.04	0.21	-82.01%	0.43	0.56	-22.59%
Diluted earnings per ordinary shares (sen)	0.04	0.21	-82.01%	0.43	0.56	-22.59%

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the financial statements.



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2022 – UNAUDITED

	INDIVIDUAL 3 MONTHS ENDED 31 DECEMBER			CUMULATIVE 9 MONTHS ENDED 31 DECEMBER		
	2022 RM '000	2021 RM '000	CHANGES	2022 RM '000	2021 RM '000	CHANGES
Profit/(Loss) for the period	457	1,649	-72.33%	2,820	3,895	-27.59%
Currency translation differences arising from consolidation	(231)	59	-487.83%	1,636	403	306.03%
Total comprehensive income/(loss)	226	1,708	-86.92%	4,456	4,298	-3.69%
Total comprehensive income/(loss) attributed to:						
Equity holders of the Company	(37)	1,118	-72.33%	3,864	3,265	18.36%
Non-controlling interests	263	590	-55.42%	592	1,033	-42.69%
Net profit/(loss) for the period	226	1,708	-86.85%	4,456	4,298	3.69%

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the financial statements.



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022 – UNAUDITED

	31 DEC 2022 RM '000	31 MARCH 2022 RM '000
<b>Assets</b>		
Property, plant and equipment	823,792	808,802
Right-of-use assets	316,118	321,592
Investment properties	534,413	222,680
Investment in associates	77,768	80,980
Inventories	130,328	154,935
Deferred tax assets	15,014	12,276
Trade and other receivables	84,658	77,165
<b>Total non-current assets</b>	<b>1,982,093</b>	<b>1,678,430</b>
Inventories	137,121	125,712
Trade and other receivables	250,122	254,981
Current tax assets	5,035	3,523
Other Investments	23,843	30,222
Cash and cash equivalents	15,539	11,649
<b>Total current assets</b>	<b>431,660</b>	<b>426,087</b>
<b>Total assets</b>	<b>2,413,753</b>	<b>2,104,517</b>
<b>Equity</b>		
Share capital	200,236	200,236
Reserves	592,795	588,933
<b>Total equity attributable to equity holders of the Company</b>	<b>793,030</b>	<b>789,169</b>
<b>Non-controlling interests</b>	<b>10,809</b>	<b>10,151</b>
<b>Total equity</b>	<b>803,840</b>	<b>799,320</b>
<b>Liabilities</b>		
Lease liabilities	72,523	73,328
Deferred tax liabilities	80,055	78,134
Loans and borrowings	885,859	711,089
<b>Total non-current liabilities</b>	<b>1,038,436</b>	<b>862,551</b>
Lease liabilities	21,519	21,473
Trade and other payables	166,135	121,792
Loans and borrowings	376,432	298,504
Current tax liabilities	7,391	877
<b>Total current liabilities</b>	<b>571,477</b>	<b>442,646</b>
<b>Total liabilities</b>	<b>1,609,913</b>	<b>1,305,197</b>
<b>Total equity and liabilities</b>	<b>2,413,753</b>	<b>2,104,517</b>
Net Assets per share (RM)	1.54	1.54

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements.



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2022 – UNAUDITED

	Attributable to shareholders of the Company				Retained Profits	Total	Minority Interest	Total Equity
	Non-distributable		Distributable					
	Share Capital	Revaluation Reserves	Treasury Shares	Exchange Fluctuation Reserves				
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 01 April 2022	200,236	166,993	(10,563)	446	432,057	789,169	10,151	799,320
Total comprehensive Income/(loss) for the period	-	-	-	1,636	2,228	3,865	592	4,457
Purchase of own shares	-	-	(2)	-	-	(2)	-	(2)
Capital Injection of subsidiaries	-	-	-	-	-	-	245	245
Disposal of subsidiaries	-	-	-	-	-	-	421	421
Revaluation of Properties, net of deferred tax	-	(1)	-	-	-	(1)	-	(1)
Dividend paid to minority interest	-	-	-	-	-	-	(600)	(600)
Dividends to owners of the Company	-	-	-	-	-	-	-	-
<b>At 31 DECEMBER 2022</b>	<b>200,236</b>	<b>166,992</b>	<b>(10,565)</b>	<b>2,082</b>	<b>434,285</b>	<b>793,031</b>	<b>10,809</b>	<b>803,840</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements.



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER– UNAUDITED

	31 DEC 2022 RM '000	31 DEC 2021 RM '000
Cash flows from operating activities		
Profit / (loss) before tax	9,649	9,573
Adjustment for: -		
Goodwill written off	-	(500)
Impairment loss / (Reversal of impairment loss) on trade receivable	(1,170)	7,386
Depreciation of PPE	24,902	26,204
Depreciation of right-of use assets	22,022	22,676
Interest expenses	32,516	31,875
Loss/ (Gain) on disposals of: -		
- quoted investments	(237)	(990)
- property, plant & equipment		(28)
Dilution of interest of subsidiary		(5,307)
Share of (profit)/loss in associates	3,212	1,808
Interest income	(18)	(198)
Change in fair value of investment properties		(1,152)
Change in fair value of subsidiary		(4,942)
Quoted investment		
- Fair value (gain) / loss	3,487	3,349
- Gross dividends	(151)	(299)
	94,212	89,455
Changes in working capital:		
Changes in inventories	13,198	(18,097)
Changes in trade and other receivables	(1,464)	23,912
Changes in trade and other payables	44,343	(1,465)
	150,289	93,805
Tax refunded/(paid)	(2,644)	(4,600)
Net cash from operating activities	147,645	89,205



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER – UNAUDITED – CONTINUATION

	31 DEC 2022 RM '000	31 DEC 2021 RM '000
Cash flows from investing activities		
Acquisition of: -		
- property, plant and equipment	(32,062)	(87,798)
- right-of-use assets	3,786	(20,235)
- investment properties	(311,734)	(3,063)
- subsidiary	-	(5,443)
- minority interest – FV	395	-
Non-Controlling Interest acquired shares	271	300
Proceeds from disposal of:		
- quoted investments	3,192	12,709
- property, plant and equipment	-	507
Investment in		
- quoted shares	(63)	(8,047)
Interest received	18	198
Dividend received	151	299
Net cash used in investing activities	<u>(336,046)</u>	<u>(110,573)</u>
Cash flows from financing activities		
Drawdown of term loan	209,043	90,326
(Repayment of) / Proceeds from:		
- term loan	(25,244)	(41,077)
- finance lease liabilities	(11,515)	(11,602)
- short term borrowings	53,883	18,855
Payment of lease liabilities	(21,094)	(17,126)
Purchase of own shares	(2)	(1)
Interest paid	(32,516)	(31,875)
(Increase) / decrease in pledged deposits with licensed bank	(763)	(1,068)
Dividend paid to shareholders of the Company		
- Current year	-	(5,140)
Dividend paid to minority shareholders of Subsidiaries	(600)	(600)
Net cash from financing activities	<u>171,192</u>	<u>693</u>
Exchange differences on translation of the financial statements of foreign subsidiary	1,636	39
Net increase / (decrease) in cash and cash equivalents	<u>(15,572)</u>	<u>(20,636)</u>
Cash & cash equivalents at beginning of year	<u>(13,681)</u>	<u>20,981</u>
Cash & cash equivalents at end of year	<u>(29,253)</u>	<u>345</u>



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER – UNAUDITED – CONTINUATION

	31 DEC 2022 RM '000	31 DEC 2021 RM '000
Cash and cash equivalents comprise:		
Cash and bank balances	13,368	9,817
Fixed deposits with licensed banks	2,171	2,155
Bank overdraft	(42,621)	(9,472)
	(27,082)	2,500
Less: Deposits pledged	(2,171)	(2,155)
	(29,253)	345

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements.





# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## A NOTES TO THE INTERIM FINANCIAL REPORT

### A1 Basis of Preparation

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad, including compliance with Malaysian Financial Reporting Standards (MFRS) 134 Interim Financial Reporting, issued by Malaysian Accounting Standard Board (MASB).

The interim financial statements should be read in conjunction with the Group's financial statement for the year ended 31 March 2022. This interim report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the financial year 2018 annual financial statements.

### A2 Accounting Policies

The significant accounting policies, method of computation and basis of consolidation applied in the consolidated condensed interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 March 2022.

### A3 Audit Opinion

The audit report of the Company and its subsidiaries for the preceding annual financial statements were not subject to any audit qualification.

### A4 Seasonality or Cyclicity of Interim Operations

The operations of the Group shall be affected during the festive season in the months of June, December and January where there are lesser working days in the said months.

### A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There are no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter ended 31 December 2022.

### A6 Material Changes in Estimates

There were no changes in estimates of amounts that have had material effect in the current quarter results.



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### A7 Issuance, Cancellation, Repurchase, Resale and Repayment of Debts and Equity Securities

There are no issuance, cancellation, repurchase, resale, and repayment of debts and equity securities for the financial period ended 31 December 2022 other than the following: -

- i) The Group repaid term loans of RM 8.8 million for the quarter ended 31 December 2022.
- ii) During the third quarter ended 31 December 2022, the Company does not purchased its issued ordinary shares from the open market. The Company held a total of 13,778,295 treasury shares as at 31 December 2022.

### A8 Dividend Paid

No dividend was paid in the quarter ended 31 December 2022.

### A9 Segmental Report

	As at 31 December 2022 RM '000	As at 31 March 2022 RM '000
<u>Assets Employed</u>		
Logistics & Warehousing Services	1,912,249	1,585,719
Investments	184,770	187,094
Property Development Projects	282,187	296,540
Dormitory	34,546	35,164
	2,413,752	2,104,517

	Individual 3 months ended 31 December		Cumulative 9 months ended 31 December	
	2022 RM '000	2021 RM '000	2022 RM '000	2021 RM '000
<u>Revenue</u>				
Logistics & Warehousing Services	185,366	177,981	533,450	504,944
Investments	888	78	2,348	299
Property development	1,307	1,694	6,362	3,265
Dormitory	(34)	980	229	4,511
	187,527	180,733	542,389	513,019



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## A9 Segmental Report (cont.)

### Individual 3 months ended 31 December

	Logistics and warehousing services		Investment		Property development		Dormitory		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Segment profit, profit before tax, interest, depreciation and amortisation	29,093	30,519	3,559	2,876	237	(747)	(86)	361	32,803	33,009
Depreciation and amortisation	(16,873)	(16,527)	-	-	(17)	(79)	(305)	(400)	(17,195)	(17,006)
Interest Income	(9)	148	-	-	8	17	-	-	(1)	165
Finance costs	(9,705)	(8,091)	-	-	(1,927)	(1,623)	(467)	(862)	(12,099)	(10,675)
Share of profit of associates	-	-	(1,043)	(1,026)	-	-	-	-	(1,043)	(1,026)
Profit before tax	2,506	6,050	2,516	1,850	(1,699)	(2,432)	(858)	(901)	2,465	4,567

### Cumulative 9 months ended 31 December

	Logistics and warehousing services		Investment		Property development		Dormitory		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Segment profit, profit before tax, interest, depreciation and amortisation	82,508	89,411	(901)	3,241	10,529	(1,538)	(186)	(131)	91,950	91,173
Depreciation and amortisation	(45,972)	(45,111)	-	-	(52)	(421)	(900)	(3,348)	(46,924)	(48,880)
Interest Income	(3)	139	-	-	21	59	-	-	18	198
Finance costs	(25,975)	(19,579)	-	-	(5,301)	(5,604)	(1,240)	(6,692)	(32,516)	(31,875)
Share of profit of associates	-	-	(2,879)	(1,044)	-	-	-	-	(2,879)	(1,044)
Profit before tax	10,558	24,861	(3,780)	2,387	5,197	(7,504)	(2,326)	(10,171)	9,649	9,573



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### A10 Valuation of Property, Plant & Equipment

Under MFRS140, investment properties were measured at fair value. All the land and buildings and investment properties were revalued in March 2022 by an independent professional valuer based on open market basis using comparison method and cost method. Trucks, trailers and machineries and equipment are stated at cost less accumulated depreciation.

### A11 Significant Events and Transactions

There are no material events subsequent to the end of the period that have not been reflected in this quarterly report.

### A12 Changes in the Composition of the Group

There were no changes in composition of the Group during the current quarter and financial period-to-date.

### A13 Contingent Liabilities and Contingent Assets

There are no changes in contingent liabilities and contingent assets since the last annual balance sheet date.

### A14 Capital Commitments

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM 157.4 million in respect of property, plant and equipment.



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### B ADDITIONAL INFORMATION IN THE INTERIM FINANCIAL REPORT REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

#### B1 Review of Performance of the Group

Revenue for the current quarter has increased by 3.8% to RM 187.5 million as compared to RM 180.7 million for the preceding year corresponding quarter.

Revenue for Logistics and Warehousing Services has increased by 4.2% to RM 185.4 million as compared to RM 178.0 million for the preceding year corresponding quarter. This increase is due to securing new total logistics customers as well as business expansion from our existing customers.

Property Development revenue is flat at RM 1.3 million compared to RM 1.7 million for the preceding year corresponding quarter.

Revenue for dormitory has decreased by 103.0% to loss RM 0.03 million as compared to RM 1.0 million for the preceding year corresponding quarter. This is due to deconsolidated in our hotel segment.

The Group posted a pre-tax profit of RM 1.9 million for the current quarter as compared to the pre-tax of RM 4.6 million for the preceding year corresponding quarter.

#### B2 Variation of Results Against the Preceding Quarter

Revenue for the current quarter has increased by 5.9% to RM 187.5 million as compared to RM 177.0 million for the preceding quarter.

Revenue for Logistics and Warehousing Services has increased by 5.6% to RM 185.4 million as compared to RM 175.6 million for the preceding quarter.

Property Development revenue has increase by 160.0% to RM 1.3 million as compared to RM 0.5 million for the preceding quarter.

Revenue for dormitory has decrease by 130.0% to loss RM 0.03 million as compared to RM 0.1 million for the preceding quarter. This is due to deconsolidated in our hotel segment.

The Group posted a pre-tax profit of RM 1.9 million compared to the pre-tax profit of RM 4.5 million for the preceding quarter.



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## B3 Current Year Prospects

Tiong Nam is optimistic that its integrated logistics and warehousing services will register growth for the remainder of the financial year ending 31 March 2023 (FY2023), building on the stable performance achieved in the first half ended 30 September 2022 (1H FY2023).

The positive outlook is supported by ongoing recovery in Malaysia's economy, with the country's Central Bank forecasting economic growth of 6.5% – 7.0% in 2022 and 4.0% – 5.0% in 2023. Notwithstanding the recovery, the Group is cognizant of global uncertainties and its potential impact on its operations, driven by escalating inflation and higher interest rates. The Group will continue to prudently manage its resource allocation to mitigate the higher operating and finance costs.

Tiong Nam continues to strategize to maintain its market share, focus on operational efficiency, cost control, and service innovation of its integrated logistics and warehousing services business. The Group is committed to reinforcing its position as a leading total logistics solutions provider in Southeast Asia, enabling stable and efficient supply chains of domestic and multinational enterprises.

Additionally, Tiong Nam's is expected to benefit from the proposed development of a 300-acre high-tech logistics industrial park in Sedenak Technology Valley, Johor. The Group has a preliminary collaboration agreement with JLand Group Sdn Bhd to undertake the proposed development, and expects to enter into a formal joint venture agreement in the near future.

However, the property development and dormitory segments are expected to incur operating loss in financial year 2023.

## B4 Profit Forecast

Not applicable.

## B5 Tax Expense

	Individual 3 months ended 31 December		Cumulative 9 months ended 31 December	
	2022 RM '000	2021 RM '000	2022 RM '000	2021 RM '000
Income Tax	2,248	723	7,795	5,988
Deferred Taxation	(240)	2,194	(966)	(311)
	<b>2,008</b>	<b>2,918</b>	<b>6,829</b>	<b>5,678</b>

The Group's effective tax rate for individual 3 months and cumulative 9 months were higher than the statutory tax rate due to certain expenses which was non-deductible.

## B6 Profit / (Loss) on Sale on Unquoted Investments

There was no disposal of unquoted investments for the current quarter and financial period to date.



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### B7 Status of Corporate Proposals

There are no corporate proposals pending completion as at 31 December 2022.

### B8 Group Borrowings and Debt Securities

Borrowings in Malaysian Ringgit

	31 December 2022 RM '000	31 March 2022 RM '000
Non-current		
Secured		
- Hire purchase liabilities	18,109	20,641
- Term loans	867,750	690,448
	885,859	711,089
Current		
Secured		
- Hire purchase liabilities	13,022	14,174
- Term loans	47,686	41,190
	60,708	55,364
Unsecured		
- Revolving credits	165,900	156,000
- Bankers' acceptances	107,201	63,218
- Bank overdrafts	42,623	23,922
	315,724	243,140
	376,432	298,504
Total borrowings	1,262,291	1,009,593

### B9 Off Balance Sheet Financial Instruments

There was no financial instrument with off balance sheet risk at the date of this report.



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### B10 Material Litigation

#### (a) Terminal Perintis Sdn Bhd vs TNH Maju Sdn Bhd (f.k.a. Tan Ngee Hong Construction Sdn Bhd)

On 26 March 2014, Terminal Perintis Sdn Bhd (“TPSB”) awarded to Tan Ngee Hong Construction Sdn. Bhd. (“Contractor”) a contract and the parties have entered into a PAM Contract 2006 (“Contract”) dated 23 December 2014 for Proposed Mixed Commercial Strata Development of 1 block of 22 storey Service Apartment, 1 block of 22 storey Hotel, 5 storey Podium and Carpark inclusive of 2 storey basement, 19 lots retail space, management office, refuse chamber, 1 unit Stesen Suis Utama (SSU) and 1 unit Guard House for the development of the Pinetree Marina Resort at Johor Bahru, Johor Darul Ta’zim.

Malayan Banking Berhad (“MBB”) has agreed to guarantee the due performance of the Project by the Contractor via bank guarantee for Performance Bond No. 99080BGP6052351 dated 28 August 2014 (“BG”).

On 4 August 2015, the Architect issued a notice of default to the Contractor, pursuant to Clause 25 of the Contract inter alia on the basis that the Contractor had failed to proceed regularly and diligently with the works and hence a delay in the progress of the works by 288 days.

On 18 August 2015, TPSB exercised its rights pursuant to clause 25 of the Contract to determine the employment of the Contractor under the Contract between TPSB and the Contractor.

Subsequently, TPSB served a letter of demand to MBB requesting the release of payment amounting to RM 15,738,100.00 pursuant to the BG.

MBB has on 25 September 2015 remitted the said amount to TPSB.

On 1 October 2015, the Contractor serves TPSB an Originating Summons No. 24NCvC-613-09/2015 dated 1 October 2015 together with a sealed copy of the Ex Parte Order dated 27 September 2015 by the Contractor through its solicitors, Messrs. Tan Swee Im, P.Y. Hoh & Tai to order TPSB to either pay back the sum received to MBB, or place the sum received on trust and in favour of the Contractor until further notice from the Court.

On 28 January 2016, the High Court dismissed Contractor’s application and set-aside the Ex Parte Order dated 27 September 2015 with costs of RM 8,000 to TPSB.

On 22 April 2016, the Contractor filed its point of claim against TPSB to Arbitration amounting to RM 56,897,448.58, which among other includes request to refund RM 15,738,100 on the above-mentioned BG.

TPSB has filed in its Defence and Counterclaim amounting to RM 82,883,326.60 being costs and expenses incurred by TPSB due to the substantial delay caused by the Contractor, in accordance with the terms and conditions of the Contract.

The initial hearing dates are on 4 Jan 2017 to 6 Jan 2017, 9 Jan 2017 to 13 Jan 2017, 16 Jan 2017 and 17 Jan 2017. This hearing date has been further postponed to 24 October 2017, 27 October 2017, 30-31 October 2017, 1-2 November 2017 and 27-30 November 2017.

Both TPSB and Contractor have agreed to defer the exchange of witness statement and to vacate all hearing dates fixed earlier. The new hearing date shall be determined and fixed later.





## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

### B10 Material Litigation (cont.)

Arbitration proceeding are presently stopped as the Contractor is in liquidation and there is no update from the Liquidator whether to proceed the Arbitration. There is no hearing date fixed by both TPSB and the Contractor.

### B11 Dividends

The Board of Directors did not recommend the payment of dividend for the current quarter ended 31 December 2022.

### B12 Earnings Per Share

The number of ordinary shares used in the computation of EPS.

	Individual 3 months ended 31 December		Cumulative 9 months ended 31 December	
	2022 '000	2021 '000	2022 '000	2021 '000
Basic	514,046	514,048	514,046	514,048
Diluted earnings per share	514,046	514,048	514,046	514,048



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

## B13 Notes to Statements of Comprehensive Income

	INDIVIDUAL 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE 9 MONTHS ENDED 31 DECEMBER	
	2022 RM '000	2021 RM '000	2022 RM '000	2021 RM '000
Net profit for the period is arrived at after charging / (crediting)				
Audit fees	131	133	419	411
Depreciation of: -				
- Property, Plant & Equipment	9,130	8,863	24,902	26,204
- Right-of-use Assets	8,065	8,143	22,022	22,676
Amortisation of prepaid leases payments	-	1	-	2
Contributions to Employees Provident Fund	2,167	2,165	6,412	6,200
Wages, salaries and others	33,184	29,686	96,497	84,978
(Gain)/loss on disposal of: -				
- quoted investments	-	(125)	(238)	(1,108)
- property, plant and equipment	-	1	(82)	(149)
Dilution of interest of subsidiary	-	(5,307)	-	(5,307)
Change in fair value of investment properties	-	(1,152)	-	(1,152)
Net foreign exchange (gain) / loss	(5)	(82)	(526)	(143)
Quoted investments:				
- fair value (gain) / loss	(2,433)	2,818	3,487	3,467
- gross dividends	(38)	(78)	(151)	(299)
Interest income	1	(165)	(18)	(198)
Expenses relating to short-term leases	16,772	14,026	43,491	37,362
Impairment loss / (gain) on:				
- Trade receivables	(41)	6,694	(1,170)	7,386