

LBI CAPITAL BERHAD

[Registration No. 197801004391 (41412-X)]

Condensed Consolidated Balance Sheet

	Unaudited As at end of Current Quarter 30 Sept 2022 RM'000	Audited As at preceding Financial Year End 31 Dec. 2021 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	1,473	1,266
Investment Properties	34,300	34,300
Investment in Associated Co.	1	1
Amount Owing by an Associate Company	8,611	7,028
Inventories	34,269	49,845
	78,654	92,440
Current Assets		
Other Investment	4,908	5,786
Inventories -Completed Properties	1,680	2,083
Inventories - Properties Development Cost	46,120	22,295
Trade Receivables	5,599	18,119
Other Receivables	2,512	7,987
Contract Assets	424	1,885
Tax Recoverable	1,659	1,837
Money Market Funds	5,131	20,247
Fixed Deposits	16,907	113
Cash held under Housing Development Act	571	234
Cash and Bank balances	1,023	1,984
	86,534	82,570
Total Assets	165,188	175,010
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	110,157	110,157
Treasury Shares	-442	-442
Warrant Reserve	117	117
Retained Earnings	33,459	33,322
	143,291	143,154
Non-controlling Interest	2,794	3,334
Total Equity	146,085	146,488

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(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet

	Unaudited As at end of Current Quarter 30 Sept 2022 RM'000	Audited As at preceding Financial Year End 31 Dec. 2021 RM'000
Non-Current Liabilities		
Bank Borrowing	0	0
Deferred tax	2,275	2,275
	2,275	2,275
Current Liabilities		
Trade Payables	1,575	2,399
Contract Liabilities	8,299	14,132
Other Payables	5,002	6,646
Bank Borrowings	1,212	1,157
Tax Payable	740	1,913
	16,828	26,247
Total Liabilities	19,103	28,522
Total Equity and Liabilities	165,188	175,010
Net assets per share (RM)	1.30	1.28

The condensed consolidated balance sheet should be read in conjunction with the financial statement for the year ended 31 Dec 2021 and the accompanying explanatory.

LBI CAPITAL BERHAD

[Registration No. 197801004391 (41412-X)]

Condensed Consolidated Statement of Comprehensive Income

	Individual Period		Cumulative Period	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Corresponding Quarter 30/09/2021 RM'000	Current Year To date 30/09/2022 RM'000	Preceding Year Corresponding Period 30/09/2021 RM'000
Revenue	12,955	7,979	20,622	12,690
Other Operating Incomes	94	267	441	1,356
Operating Expenses	-12,448	-7,838	-20,598	-13,502
Finance Costs	-6	-6	-36	-19
Profit/(Loss) before Taxation	<u>595</u>	<u>402</u>	<u>429</u>	<u>525</u>
Income Tax	-297	-190	-587	-385
Profit/(Loss) after Taxation	<u><u>298</u></u>	<u><u>212</u></u>	<u><u>-158</u></u>	<u><u>140</u></u>
Attributable to:				
Equity holders	423	212	137	140
Non-controlling Interest	-125	0	-295	0
Profit for the Period	<u><u>298</u></u>	<u><u>212</u></u>	<u><u>-158</u></u>	<u><u>140</u></u>
Profit for the Period	423	212	137	140
Other comprehensive income, net of tax	0	0	0	0
Total comprehensive income for the period	<u><u>423</u></u>	<u><u>212</u></u>	<u><u>137</u></u>	<u><u>140</u></u>

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[Registration No. 197801004391 (41412-X)]

Condensed Consolidated Statement of Comprehensive Income

	Individual Period		Cumulative Period	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Corresponding Quarter 30/09/2021 RM'000	Current Year To date 30/09/2022 RM'000	Preceding Year Corresponding Period 30/09/2021 RM'000
Total comprehensive income				
Equity holders	423	212	137	140
Non controlling interest	-125	0	-295	0
	<u>298</u>	<u>212</u>	<u>-158</u>	<u>140</u>
Earnings per share attributable to equity holders				
Basic earnings/(loss) per share (sen)	0.38	0.20	0.12	0.13
Diluted earning/(loss) per share (sen)	0.37	0.19	0.12	0.12

The condensed consolidated Income Statement should be read in conjunction with the Financial Statements for the year ended 31 December 2021

LBI CAPITAL BERHAD

[Registration No. 197801004391 (41412-X)]

Condensed Consolidated Statement of Changes in Equity

	◀	Share Option Reserve	▶	Retained Earning	Treasury Shares	TOTAL	Non- Controlling Interest	Total Equity
	Share Capital	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 Jan. 2021	105,424	297		38,760	-4,741	139,740	2,927	142,667
Issue of shares	3,502					3,502	400	3,902
Net profit/(loss) for the period				141		141	-	141
As at 30 Sept 2021	<u>108,926</u>	<u>297</u>		<u>38,901</u>	<u>-4,741</u>	<u>143,383</u>	<u>3,327</u>	<u>146,710</u>
As at 1 Jan. 2022	110,157	117		33,322	-442	143,154	3,089	146,243
Issue of shares	0					0	-	0
Net profit/(loss) for the period				137		137	(295)	-158
As at 30 Sept 2022	<u>110,157</u>	<u>117</u>		<u>33,459</u>	<u>-442</u>	<u>143,291</u>	<u>2,794</u>	<u>146,085</u>

The Condensed Consolidated Statement of changes in equity should be read in conjunction with the Financial Statements for the year ended 31 December 2021

LBI CAPITAL BERHAD

[Registration No. 197801004391 (41412-X)]

Condensed Consolidated Cash Flow Statement

	9 months ended	
	30.09.2022	30.09.2021
	RM'000	RM'000
Net cash generated from/(used in) operation activities	4,021	(6,253)
Net cash generated from/(used in) investing activities	(485)	(592)
Net cash generated from/(used in) financing activities	(2,438)	2,426
Net increase/(decrease) in cash and cash equivalent	<u>1,098</u>	<u>(4,419)</u>
Cash and cash equivalent at beginning of the year	22,533	24,905
Cash and cash equivalent at end of the period	<u><u>23,631</u></u>	<u><u>20,486</u></u>
Cash and cash equivalents comprises		
Cash and Bank Balances	1,023	915
Cash held under Housing Development Accounts	571	568
Money Market Funds	5,131	19,100
Overdraft	(1)	(97)
Deposits with Licensed Banks	16,907	161
	<u>23,631</u>	<u>20,647</u>
Less: Fixed Deposit pledged to licensed banks	<u>(16,907)</u>	<u>(161)</u>
	<u><u>6,724</u></u>	<u><u>20,486</u></u>

The Condensed Consolidated cashflow statement should be read in conjunction with the Financial Statement for the Year ended 31 December 2021

A NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The interim financial report of the Group are unaudited and has been prepared in accordance with the requirement of FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad's Listing Requirements and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021.

The accounting policies and methods of computation adopted by the Group in the preparation of the interim financial statements are consistent with those adopted in the annual audited financial statements for the financial year ended 31 December 2021.

A2. Changes in Accounting Policies

The new accounting standards which came into effect from 1 January 2022 would not have any significant effects on the financial statements of the Group.

A3. Auditors' Report

There were no qualifications on auditors' report of the audited financial statements for the financial year ended 31 December 2021.

A4. Seasonal or Cyclical Factors

The Group's operations are not subject to seasonal or cyclical factors.

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

Other than those disclosed in the financial statements, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

A6. Material Changes in Estimates

There were no material changes in estimate used for the preparation of the interim financial report.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities for the current financial period.

A8. Dividend Paid

The Board has declared an interim cash dividend of 3.0 sen per ordinary share and a share dividend distribution on the basis of thirty five (35) treasury shares for every one thousand (1,000) existing ordinary shares held in the Company (fraction of treasury share will be disregarded) in respect of the current financial year ended 31 Dec. 2021 which was paid and distributed on 21 Jan 2022.

The Board has declared an interim cash dividend of 2.0 sen per ordinary share for financial year ending 31 Dec. 2022.

A9. Segmental Report

The Group's principal business is property development and property investment within Malaysia. Hence no segmental report is presented.

A10. Valuation of Property, Plant and Equipment

Property, Plant and Equipment are stated at fair value less accumulated depreciation.

A11. Material Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the end of current quarter under review up to the date of this report which will likely to have substantial effect on the results of the operations of the Group.

A12. Changes in the Composition of the Group

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

A13. Contingent Liabilities

	RM
Corporate guarantee for a subsidiary company banking facilities	13,000,000

A14. Capital Commitments

	RM
Approved and contracted for: Development land acquired under a Sale and Purchase Agreement.	19,600,000

B NOTES TO BURSA MALAYSIA'S LISTING REQUIREMENT

B1. Review of Performance

For the quarter under review, the Group registered a higher revenue of RM12.9 million compared with RM8.0 million for previous corresponding quarter in 2021 due to higher revenue contribution of its turnkey project management contract and sale of its completed properties. The Group recorded a profit before tax of RM0.60 million as compared to a profit before tax of RM0.40 million for corresponding period last year mainly due to the contribution from its turnkey project management and offset by higher fair value loss on its investment in quoted shares recorded in current quarter.

The Group registered a higher revenue of RM20.6 million compared with RM12.7 million for previous corresponding period in 2021 for period due to higher revenue contribution its turnkey project management contract and sale of its completed properties. The Group recorded a profit before tax of RM0.4 million as compared to a profit before tax of RM0.5 million for corresponding period last year mainly due to the contribution from its turnkey project management and offset by higher fair value loss on its investment in quoted shares recorded in current period.

B2. Variation of Results Against Preceding Quarter

For the quarter under review, the Group recorded a higher revenue of RM13.0 million and a profit before tax of RM0.6 million as compared to the preceding quarter's revenue of RM2.5 million and a loss before tax of RM0.04 million. The current quarter results was contributed by higher revenue contribution from turnkey management project and offset by higher fair value loss on its investment in quoted shares.

B3. Prospects

The board expects the performance of the Group in the current financial year remain challenging. The current high inflation rate and the expected further increases in interest rate going forward will directly affect the property development business beside the interruption in the supplies chain and labour availability which will drive up the total construction cost.

B4. Profit forecast and profit guarantee

There were no profit forecast or profit guarantee for the financial year.

B5. Taxation

	Current Quarter	Year-To-Date
	RM'000	RM'000
Current Year Provision	(297)	(587)
Deferred Tax Provision	0	0
Total taxation	(297)	(587)

The effective tax rate of the Group was higher than the prevailing statutory tax rate due to losses in few subsidiary companies.

B6. Unquoted Investment and Properties

There were no sales of unquoted investments and/or properties during the current financial quarter.

B7. Status of Corporate Proposals

There is no outstanding corporate proposal.

B8. Borrowings and Debts Securities

Total Group borrowings as at 30 Sept. 2022 were as follows:

	As at 30/09/2022 RM'000
Short term borrowings	
- Unsecured (RM)	-
- Secured (RM)	1
- Secured (foreign denominated loan)	1,211

	1,212
Long term borrowings	
- Unsecured (RM)	-
- Secured (RM)	-

	-

Total	1,212

B9. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments for the current financial period todate.

B10. Material Litigation

The Company is not involved in any material litigation as at the date of this financial report, which has a material effect on the financial position of the Group.

B11. Dividends payable

The Board has declared an interim cash dividend of 2.0 sen per ordinary share for financial year ending 31 Dec. 2022.

B12. Earnings Per Share

a) Basic Earnings per Share

Basic earnings per share of the Group is calculated based on the net profit attributable to the shareholders for the current financial period and the weighted average number of ordinary shares in issue of 111,494,677 (2021:108,207,338) during the said financial year.

b) Diluted Earnings per Share

The diluted earning per share of the Group is calculated based on the net profit attributable to the shareholders for the current financial period and the adjusted weighted average number of ordinary shares in issued and issuable of 114,486,810 (2021:114,330,225) during the said financial year.

B13. Supplementary information disclosed pursuant to Bursa Malaysia Securities Berhad Listing Requirements.

The following analysis of realized and unrealized retained profit/(accumulated losses) at the legal entity level is prepared in accordance with Guidance on Special matter No. 1, Determination of Realised and Unrealised Profit or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Listing Requirement, as issued by the Malaysian Institute of Accountants whilst the disclosure at the group level is based on the prescribed format by the Bursa Malaysia Securities Berhad.

		30/09/2022
		RM'000
Total Retained Earnings	- Realised	19,196
	- Unrealised	14,651

		33,847
Less: Consolidation adjustments		(388)

Total Group Accumulated Profit		33,459

B14. Notes to the Condensed Consolidated Statement of Comprehensive Incomes

The following amounts have been credited/(charged) in arriving at profit before tax:

	Current Quarter RM'000	Cumulative Quarter RM'000
a) Interest income	97	234
b) Dividend income and other income	104	238
c) Interest expenses	(6)	(36)
d) Depreciation and amortization	(91)	(274)
e) Foreign exchange gain/(loss)	(24)	40