

# THETA EDGE BERHAD

[199301005265 (260002-W)]  
(Incorporated in Malaysia)

## QUARTERLY REPORT

### SUMMARY OF KEY UNAUDITED FINANCIAL INFORMATION FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	Individual Period			Cumulative Period		
	Current Year Quarter 31/12/2023 RM'000	Preceding Year Corresponding Quarter 31/12/2022 RM'000	Changes (%)	Current Year To-date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000	Changes (%)
1. Revenue	61,469	25,769	>100%	144,048	94,272	53%
2. Gross Profit	20,351	4,416	>100%	31,654	23,039	37%
3. Profit before taxation	11,796	400	>100%	10,043	8,031	25%
4. Profit after taxation	11,332	29	>100%	9,579	7,609	26%
5. Profit for the period	11,332	29	>100%	9,579	7,609	26%
6. Profit attributable to owners of the Company	11,332	29	>100%	9,579	7,609	26%
7. Profit per share (sen)	9.61	0.02	>100%	8.12	6.45	26%
8. Proposed/Declared dividend per share (sen)	-	-	0%	-	-	0%

	As At End Of Current Financial Year End RM	As At Preceding Financial Year End RM	Changes (%)
9. Net assets per share attributable to owners of the Company	0.70	0.63	11%

#### Additional Information

	Individual Period			Cumulative Period		
	Current Year Quarter 31/12/2023 RM'000	Preceding Year Corresponding Quarter 31/12/2022 RM'000	Changes (%)	Current Year To-date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000	Changes (%)
1. Gross Finance income	408	545	-25%	1,441	1,379	5%
2. Gross Finance costs	(547)	(242)	126%	(1,252)	(1,206)	4%

# THETA EDGE BERHAD

[199301005265 (260002-W)]

(Incorporated in Malaysia)

## QUARTERLY REPORT

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

	Current Year Quarter Ended 31/12/2023 RM'000	Preceding Year Corresponding Quarter Ended 31/12/2022 RM'000	Current Year Period Ended 31/12/2023 RM'000	Preceding Year Corresponding Period Ended 31/12/2022 RM'000
<b>Revenue</b>	<b>61,469</b>	<b>25,769</b>	<b>144,048</b>	<b>94,272</b>
Cost of sales	(41,118)	(21,353)	(112,394)	(71,233)
<b>Gross Profit</b>	<b>20,351</b>	<b>4,416</b>	<b>31,654</b>	<b>23,039</b>
Other operating income	6,755	122	6,935	698
Operating expenses	(14,351)	(3,506)	(25,246)	(13,549)
<b>Profit from operations</b>	<b>12,755</b>	<b>1,032</b>	<b>13,343</b>	<b>10,188</b>
Finance income	408	545	1,441	1,379
Depreciation	(821)	(935)	(3,490)	(2,330)
Finance costs	(547)	(242)	(1,252)	(1,206)
<b>Profit before taxation</b>	<b>11,796</b>	<b>400</b>	<b>10,043</b>	<b>8,031</b>
Taxation	(253)	13	(253)	(38)
Zakat	(211)	(384)	(211)	(384)
<b>Profit for the period</b>	<b>11,332</b>	<b>29</b>	<b>9,579</b>	<b>7,609</b>
<b>Total comprehensive profit for the period</b>	<b>11,332</b>	<b>29</b>	<b>9,579</b>	<b>7,609</b>
<b>Profit attributable to :</b>				
Owners of the Company	11,332	29	9,579	7,609
<b>Profit for the period</b>	<b>11,332</b>	<b>29</b>	<b>9,579</b>	<b>7,609</b>
<b>Total comprehensive profit attributable to:</b>				
Owners of the Company	11,332	29	9,579	7,609
<b>Total comprehensive profit for the period</b>	<b>11,332</b>	<b>29</b>	<b>9,579</b>	<b>7,609</b>
<b>Profit per ordinary share (sen)</b>				
Basic	9.61	0.02	8.12	6.45

The unaudited condensed Statements of Profit & Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2022.

# THETA EDGE BERHAD

[199301005265 (260002-W)]

(Incorporated in Malaysia)

## QUARTERLY REPORT

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

	Unaudited As At 31/12/2023 RM'000	Audited As At 31/12/2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Plant and equipment	6,087	7,220
Right-of-use assets	6,020	8,086
Investment in joint venture	-	20
Intangible assets	1,148	135
Trade Receivable	40,105	12,141
	53,360	27,602
<b>Current assets</b>		
Inventories	60	43
Trade and other receivables	31,003	17,913
Contract assets	10,386	35,276
Contract costs	2,161	836
Current tax asset	-	80
Cash and cash equivalents	56,904	56,199
	100,514	110,347
<b>Total assets</b>	<b>153,874</b>	<b>137,949</b>
<b>EQUITY</b>		
Share capital	115,019	115,019
Reserves	(34,216)	(42,024)
<b>Equity attributable to owners of the Company</b>	<b>80,803</b>	<b>72,995</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Lease Liabilities	1,768	1,865
Hire Purchase	5,161	4,775
Trade and other payables	52,136	39,864
Contract liabilities	691	1,190
Bank overdrafts	2,000	-
	61,756	47,694
<b>Non Current liabilities</b>		
Lease Liabilities	4,403	6,298
Hire Purchase	6,912	10,962
	11,315	17,260
<b>Total liabilities</b>	<b>73,071</b>	<b>64,954</b>
<b>Total equity and liabilities</b>	<b>153,874</b>	<b>137,949</b>

The unaudited condensed Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2022

# THETA EDGE BERHAD

[199301005265 (260002-W)]  
(Incorporated in Malaysia)

## QUARTERLY REPORT

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023

#### Attributable to the owners of the Company

	Share capital RM'000	Accumulated profit/(loss) RM'000	Total equity RM'000
<b><u>12 months ended 31 December 2022</u></b>			
At 1 January 2022 (audited)	107,243	(49,635)	57,608
Issuance of shares	7,776		7,776
Comprehensive profit for the financial period	-	7,609	7,609
	<hr/>	<hr/>	<hr/>
At 31 December 2022 (audited)	115,019	(42,026)	72,993
<b><u>12 months ended 31 December 2023</u></b>			
At 1 January 2023 (audited)	115,019	(42,026)	72,993
Comprehensive profit for the financial period	-	9,579	9,579
Dividend to owners of the Company		(1,769)	(1,769)
	<hr/>	<hr/>	<hr/>
At 31 December 2023 (unaudited)	115,019	(34,216)	80,803

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2022.

**THETA EDGE BERHAD**

[199301005265 (260002-W)]  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flow from operating activities</b>		
Net profit/(loss) before taxation	9,832	7,647
<b>Adjustments for:</b>		
Depreciation of plant and equipment	1,581	844
Depreciation of right-of-use assets	1,908	1,486
Finance costs paid	1,114	1,068
Finance cost on lease liabilities	138	138
Finance income received	(779)	(733)
Finance income from lease	(662)	(646)
Provision for impairment loss	9,375	-
Bad debts recovered	-	(2)
Fixed assets written off	237	157
Gain on disposal of Plant and equipment	-	(713)
Gain on fair value of finance lease receivables	-	(893)
Gain on lease modification	-	(67)
Zakat	211	384
<b>Operating profit before working capital changes</b>	<b>22,955</b>	<b>8,670</b>
<b>Movements in working capital</b>		
Inventories/Contract costs	(17)	(558)
Receivables	(11,388)	(17,220)
Payables	11,946	19,209
<b>Cash flow used in operations</b>	<b>23,496</b>	<b>10,101</b>
Income tax paid	(173)	(40)
Zakat paid	(211)	(384)
Finance costs paid	(1,114)	(1,206)
Finance income received	779	733
<b>Net cash flow used in operating activities</b>	<b>22,777</b>	<b>9,204</b>
<b>Cash flow used in investing activities</b>		
Purchase of plant and equipment	(685)	(6,598)
Proceeds from disposal of property, plant & equipment	-	713
Purchase of intangible asset	-	(135)
Investment in joint venture	20	(20)
<b>Net cash flow used in investing activities</b>	<b>(665)</b>	<b>(6,040)</b>
<b>Cash flow used in financing activities</b>		
Proceeds from issuance of share capital	-	7,776
Dividend paid	(1,769)	-
Additional hire purchase	1,490	1,201
Repayment of hire purchase	(3,664)	(4,504)
Bank borrowing	2,000	-
Lease liabilities	(1,992)	(1,438)
Pledged deposits	(8,736)	(18,258)
<b>Net cash flow used in financing activities</b>	<b>(12,671)</b>	<b>(15,223)</b>
<b>Net movement in cash and cash equivalents</b>	<b>9,441</b>	<b>(12,059)</b>
Cash and cash equivalents at beginning of financial period	34,364	46,423
<b>Cash and cash equivalents at end of financial period</b>	<b>43,805</b>	<b>34,364</b>
<b>Cash and cash equivalents consist of:</b>		
Deposits, cash & bank balances	56,904	56,199
Less : Pledged deposits	(13,099)	(21,835)
	<b>43,805</b>	<b>34,364</b>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2022.

**THETA EDGE BERHAD**  
[199301005265 (260002-W)]  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

**(A) BASIS OF PREPARATION**

**A.1 Basis of preparation and significant accounting policies**

The interim unaudited financial statements have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS134, *Interim Financial Reporting* in Malaysia. They do not include all the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2022.

The accounting policies adopted in the preparation of the Condensed Consolidated Interim financial statements are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2022 except for the adoption of the pronouncements that became effective from 1 January 2023.

- Amendments to MFRS 17 Insurance Contracts - Initial application of MFRS 17 and MFRS 9 - Comparative Information
- Amendments to MFRS 101 Presentation of Financial Statements -Disclosures of Accounting Policies
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of these Amendments has not resulted in any material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective and have not been applied by the Group:

- 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 and Classification of Liabilities as Current or Non-current
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 10 Consolidated Financial Statements
- Amendments to 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 interim financial statements of the Company upon their initial application. The Company has adopted the relevant standards from 1 January 2023 with practical expedients permitted under the standards.

## A.2 Report on the Financial Statements

The auditors' report on the financial statement for the financial year ended 31 December 2022 was not qualified.

## A.3 Seasonality and cyclicity of operations

The Group's business operations were not materially affected by any seasonal or cyclical factors.

## A.4 Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and financial year to date.

## A.5 Changes in estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect in the current quarter and financial year to date.

## A.6 Debt and equity securities

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the current quarter and financial year to date.

## A.7 Dividends

On 19 June 2023, the Board of Directors paid a first and final dividend of 1.5 sen per ordinary share for the financial year ended 31 December 2022 amounting to approximately RM1.8 million.

## A.8 Segmental information

	Current Year to Date 31/12/2023			Preceding Year Corresponding Period 31/12/2022		
	Information Technology RM'000	Telco Services RM'000	Total RM'000	Information Technology RM'000	Telco Services RM'000	Total RM'000
Revenue	62,136	81,912	144,048	24,889	69,383	94,272
Gross profit	21,789	9,865	31,654	5,545	17,494	23,039
Other operating income			6,935			698
Operating expenses			(25,246)			(13,549)
			13,343			10,188
Finance income			1,441			1,379
Depreciation			(3,490)			(2,330)
Finance cost			(1,252)			(1,206)
Profit before taxation & zakat			10,043			8,031

Geographical reporting is not presented as the operations of the Group are in Malaysia.

**A.9 Valuation of property, plant and equipment**

The valuations of plant and equipment have been brought forward without amendment from the previous financial statements ended 31 December 2022.

**A.10 Subsequent events**

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

**A.11 Changes in the composition of the Group**

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

**A.12 Changes in contingent liabilities and contingent assets**

(A) There were no contingent assets for the current quarter and financial year to date.

(B) The changes in the Group's contingent liabilities is as follows:

- (i) Bank guarantees issued mainly to trade customers increased from RM20,778,554 to RM37,140,274 during the current quarter.

**A.13 Material Litigations**

There were no material litigations during the current quarter and financial year to date.

**A.14 Capital Commitments**

There were no major capital commitments as at the date of this report.

**A.15 Related party transactions**

The related party transactions of the Group are recurrent in nature and had been entered into in the ordinary course of business. Below are the significant transactions and balances with related parties of the Group during the current financial period.

Related Parties	Transactions	Transactions for the year ended 31 Dec 2023 RM '000	Balance due from as at 31 Dec 2022 RM '000
Lembaga Tabung Haji	Various ICT services	2,885	2,944
TH Universal Builders Sdn Bhd	Various ICT services	13	10
TH Properties Sdn Bhd	ICT Equipment rental & services	561	568
		3,459	3,522



**A.16 Financial instruments and fair value measurements**

The carrying amounts of cash and cash equivalents, receivables and payables reasonably approximate fair values due to the relatively short-term nature of these financial instruments as at the end of the current year to date other than the below:

Group	Fair value of financial instruments not carried at fair value as at 31/12/2023				Total fair value 31/12/2023 RM'000	Carrying amount 31/12/2023 RM'000
	Level 1	Level 2	Level 3	Total		
	RM'000	RM'000	RM'000	RM'000		
<b><u>Financial liabilities</u></b>						
Hire Purchase			13,903	13,903	13,903	12,073
	-	-	13,903	13,903	13,903	12,073

**(B) EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B.1 Review of performance**

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	Current Year Quarter 31/12/2023 RM'000	Preceding Year Corresponding Quarter 31/12/2022 RM'000		Current Year To date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000	
Revenue	61,469	25,769	>100%	144,048	94,272	53%
Profit from Operations	12,755	1,032	>100%	13,343	10,188	31%
Profit Before Finance cost and Taxation	12,343	642	>100%	11,295	9,237	22%
Profit Before Taxation	11,796	400	>100%	10,043	8,031	25%
Profit After Taxation	11,332	29	>100%	9,579	7,609	26%
Profit Attributable to Ordinary Equity Holders of the Parent	11,332	29	>100%	9,579	7,609	26%

Twelve (12) months ended 31 Dec 2023

The Group reported revenue of RM144.0 million as at 31 Dec 2023 as compared to RM94.3 million in the same period of the previous year, an increase of 53%. The increase was due a higher revenue materialized by Telco and Information Technology segment.

The Group's profit before taxation stood at RM10.04 million in contrast to profit before taxation of RM8.03 million in the corresponding period of the preceding year, mainly due to Telco segment recorded a lower margin as its current Jendela project nears completion.

Information Technology

The revenue for this segment increased from RM24.9 million to RM62.1 million or >100% for the current reporting period mainly due to revenue recognition for MOE laptop leasing.

Telecommunication Services (Telco Services)

The revenue contribution from this segment is RM81.9 million, an increase of RM12.5 million from the previous year reporting period. This is mainly due to positive progress in existing projects despite having to navigate through nationwide labour shortage that is facing by the construction industry particularly for tower construction.

## B.2 Material changes in quarterly results

	Individual Current Quarter 31/12/2023 RM '000	Immediate Preceding Quarter 30/09/2023 RM '000	Changes (%)
Revenue	61,469	17,845	>100%
Gross profit	20,351	1,786	>100%
Profit/ (Loss) from operations	12,755	(1,413)	>100%
Profit/ (Loss) before Finance cost and Taxation	11,796	(2,001)	>100%
Profit/(Loss) Before Taxation & Zakat	11,332	(2,239)	>100%
Profit/ (Loss) After Taxation & Zakat	11,332	(2,239)	>100%
Profit/ (Loss) Attributable to Ordinary Equity Holders of the Parent holders of the parent	11,332	(2,239)	>100%

The higher PAT is attributed to higher revenue from Information Technology segment due to revenue recognition for MOE laptop leasing and Telco segment which also recorded a positive margin mainly due to Jendela project.

## B.3 Prospects

The Group anticipates that the business and operating environment will be challenging in the forthcoming period on the back of recently announced lower than expected GDP growth, due to challenging external environment demands. The Group will continuously monitor this development and assess the impact on Group's growth prospect, while practicing stringent cost management to ensure capital is preserved for business sustainability and investment opportunities.

Telco segment, having delivered a strong performance, is expected to continue its growth momentum capitalizing on resilient demand in market. Particularly, with the start of Jendela 2 and 5G rollout in the coming year. Additionally, the Group is competitively positioned to capitalize on the acceleration of JENDELA project, which includes Phase 2 by leveraging on the Group appointment as the current trusted partner for the implementation of Phase 1 project. In the long run, the Group targets to position itself as a key strategic player in the national digital agenda and national rollout of the 4G/5G network developments.

For the Information Technology (IT) segment, the Group is committed to delivering its current projects within the allocated time and costs to ensure the project's profitability remains intact. IT segment is also proactively seeking new projects as part of the strategy to increase the Group's project pipeline. The segment is also focusing on growing its e-government digital solution, aligning with the government's aspiration to enhance public sector and government services. Service offerings are to include 'software as a service' as well as 'infrastructure as a service' (IAAS) as part of its growth strategies. IAAS includes cloud infrastructure, data center managed services, network managed services and security operations center. Notably, the Group is also pursuing business opportunities that will enable the Group to achieve strategic diversification.

The Group will continue its strategic initiatives which include group-wide cost optimisation, strategic partnerships with credible international technology partners for the acquisition of new competencies, strategic supply chain management and rollout of best practices for operational policies and procedures to strengthen corporate governance under the Group's transformation program.

**B.4 Statement of the Board of Directors' opinion on financial estimates, forecasts, projections, internal targets or profit guarantees**

The Group did not previously announce, disclose or publish any financial estimate, forecast, projection, internal targets or profit guarantee in a public document.

**B.5 Profit before taxation**

The following amounts have been included in arriving at profit before taxation:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31/12/2023 RM'000	Preceding Year Corresponding Quarter 31/12/2022 RM'000	Current Year To Date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000
Short term investment income	(174)	(396)	(779)	(733)
Finance income from lease receivables	(234)	(149)	(662)	(646)
Other income	(6,756)	(55)	(6,936)	(618)
Finance cost	520	192	1,114	1,068
Finance cost from Right-of-Use assets	27	50	138	138
Depreciation	371	394	1,581	844
Depreciation from Right-of-Use assets	449	541	1,908	1,486
Write off/(recovery) of bad receivables	-	(2)	-	(2)
Provision for impairment loss	9,375	-	9,375	-
Gain on disposal plant and equipment	-	(713)	-	(713)
Gain on fair value	-	(893)	-	(893)
Gain on lease modification	-	(67)	-	(67)
Fixed assets written off	237	157	237	157
Zakat	211	384	211	384
Income tax paid	173	-	173	-

**B.6 Taxation**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31/12/2023 RM'000	Preceding Year Corresponding Quarter 31/12/2022 RM'000	Current Year To Date 31/12/2023 RM'000	Preceding Year Corresponding Period 31/12/2022 RM'000
Current year income tax	187	37	187	37
Under/(over) provision for previous period	66	-	66	-
	253	37	253	37

**B.7 Sale of unquoted investments and/or properties**

The Group was not involved in any sale of unquoted investments and/or properties during the current quarter.

**B.8 Quoted securities**

There were no quoted securities held by the Group.

**B.9 Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at 19 February 2024, the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

**B.10 Group borrowings**

Details of the Group's borrowing as at the end of the reporting period are as follows:

		Cumulative Quarter - 31/12/2023 (Amount in RM'000)		
		Long term	Short term	Total Borrowing
Unsecured	Hire Purchase	6,912	5,161	12,073
	<b>Total</b>	<b>6,912</b>	<b>5,161</b>	<b>12,073</b>

		Preceding Year Cumulative Quarter -31/12/2022 (Amount in RM'000)		
		Long term	Short term	Total Borrowing
Unsecured	Hire Purchase	10,962	4,775	15,737
	<b>Total</b>	<b>10,962</b>	<b>4,775</b>	<b>15,737</b>

The fixed rate of borrowings as at 31 Dec 2023 is from 3.00% to 3.94% (31 Dec 2022: 3.03%-3.38%). All the borrowings are denominated in Ringgit Malaysia and are guaranteed by the Company.

**B.11 Lease liabilities**

Details of the Group's lease liabilities as at the end of the reporting period are as follows:

		Cumulative Quarter - 31/12/2023 (Amount in RM'000)		
		Long term	Short term	Total Lease liabilities
Lease Liabilities		4,403	1,768	6,171
	<b>Total</b>	<b>4,403</b>	<b>1,768</b>	<b>6,171</b>

Preceding Year Cumulative Quarter - 31/12/2022 (Amount in RM'000)			
	Long term	Short term	Total lease liabilities
Lease Liabilities	6,298	1,865	8,163
<b>Total</b>	<b>6,298</b>	<b>1,865</b>	<b>8,163</b>

The lease liabilities relate to the lease of office units and warehouses. The implicit interest rate of lease as at 31 Dec 2023 was assumed at 4.2% per annum (31 Dec 2022: 4.2%)

#### B.12 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at 19 February 2024, the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

#### B.13 Changes in material litigations

There were no changes in material litigations as at 19 February 2024, the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

#### B.14 Dividends

The total dividend declared for the current financial year is NIL (2022: RM1.8 million) per ordinary share. The Directors do not recommend any interim dividend for the period under review.

#### B.15 Earning per share

The basic profit per share for the quarter and year to date ended 31 December 2023 are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31/12/2023	Preceding Year Corresponding Quarter 31/12/2022	Current Year To Date 31/12/2023	Preceding Year Corresponding Period 31/12/2022
Net profit (RM'000)	11,332	29	9,579	7,609
No of ordinary shares in issue ('000)	117,968	117,968	117,968	117,968
Weighted average number of ordinary shares in issue ('000)	117,968	117,968	117,968	117,968
Basic EPS (sen)	9.61	0.02	8.12	6.45
Diluted EPS (sen)	N/A	N/A	N/A	N/A

Diluted EPS is not computed as there are no outstanding share options or instruments that will dilute the basic loss per share.

#### B.16 Derivatives

There are no derivatives outstanding as at the end of the current financial year to date.

**B.17 Fair value changes of financial liabilities**

There are no fair value changes of financial liabilities as at the end of the current financial year to date except for the below.

	Lease Liabilities		Hire Purchase		Balance as at 31 Dec 2023	
	Carrying Amount RM'000	Total Fair Value RM'000	Carrying Amount RM'000	Total Fair Value RM'000	Carrying Amount RM'000	Total Fair Value RM'000
Balance at 01/1/2023	8,163	8,543	15,737	18,210	23,902	26,753
Repayment/derecognition	(1,992)	(2,154)	(3,664)	(4,307)	(5,658)	(6,461)
Balance as at 31/12/2023	6,171	6,389	12,073	13,903	18,244	20,292

**B.18 Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2024.