



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2023 (The figures are unaudited)

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 Months Ended 30/11/2023	3 Months Ended 30/11/2022	Variance	6 Months Ended 30/11/2023	6 Months Ended 30/11/2022	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	162,443	130,723	24	291,918	258,139	13
Cost of sales	(141,462)	(110,374)	28	(249,933)	(217,740)	15
Gross profit	20,981	20,349	3	41,985	40,399	4
Other income	2,329	2,707	-14	6,665	4,753	40
Administrative expenses	(6,866)	(6,853)	0	(13,653)	(13,278)	3
Depreciation	(4,678)	(1,883)	>100	(7,835)	(3,838)	>100
Operating expenses	(4,012)	(4,738)	-15	(7,180)	(8,157)	-12
Other expenses	(791)	(3,994)	-80	(1,532)	(5,636)	-73
Finance costs	(3,183)	(2,809)	13	(5,840)	(5,343)	9
Share of results of joint ventures	(33)	(116)	-72	(53)	(118)	-55
Profit before tax	3,747	2,663	41	12,557	8,782	43
Income tax expense	(3,564)	(2,396)	49	(6,888)	(4,903)	40
Net profit for the financial period	183	267	-31	5,669	3,879	46
Other comprehensive income:						
Foreign currency translation	(710)	(7,160)	-90	(1,621)	(6,451)	-75
Total comprehensive income for the financial period	(527)	(6,893)	-92	4,048	(2,572)	>100
Net profit attributable to:						
Equity holders of the Company	1,401	98	>100	7,609	3,341	>100
Non-controlling interests	(1,218)	169	>100	(1,940)	538	>100
	183	267	-31	5,669	3,879	46
Total comprehensive income attributable to:						
Equity holders of the Company	212	(6,669)	>100	5,404	(2,751)	>100
Non-controlling interests	(739)	(224)	>100	(1,356)	179	>100
	(527)	(6,893)	-92	4,048	(2,572)	>100
Earnings per share attributable to equity holders of the Company:						
- Basic (sen)	0.19	0.01	>100	1.05	0.46	>100
- Diluted (sen)	0.19	0.01	>100	1.05	0.46	>100

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2023.



GADANG HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 NOVEMBER 2023

	Unaudited	Audited
	As At 30/11/2023 RM'000	As At 31/05/2023 RM'000
ASSETS		
Non-current assets		
Concession assets	154,687	131,794
Intangible assets	25,602	27,511
Property, plant and equipment	29,685	32,077
Right-of-use assets	5,483	4,405
Investment properties	71,140	71,534
Trade and non-trade receivables	11,167	18,697
Other investments	899	719
Goodwill on cosolidation	6,374	6,522
Deferred tax assets	24,939	23,394
	<hr/>	<hr/>
	329,976	316,653
Current assets		
Inventories	540,093	566,274
Contract costs	8,520	5,906
Trade and non-trade receivables	100,835	117,039
Contract assets	212,283	160,011
Current tax assets	5,278	4,900
Short term funds	48,965	67,845
Deposits with licensed banks	40,201	22,425
Cash and bank balances	122,120	128,120
	<hr/>	<hr/>
	1,078,295	1,072,520
	<hr/>	<hr/>
TOTAL ASSETS	1,408,271	1,389,173



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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 NOVEMBER 2023 (Continued)

	Unaudited As At 30/11/2023 RM'000	Audited As At 31/05/2023 RM'000
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders of the Company		
Share Capital	389,521	389,521
Reserves	408,335	402,931
	797,856	792,452
Non-controlling interests	(6,794)	(5,438)
Total equity	791,062	787,014
Non-current liabilities		
Investment in joint ventures	3,459	3,406
Bank borrowings	137,102	140,262
Deferred tax liabilities	2,528	2,531
Defined benefit obligations	2,130	2,228
Non-trade payables	126,205	126,231
	271,424	274,658
Current liabilities		
Trade and non-trade payables	234,473	220,123
Contract liabilities	17,936	18,800
Bank borrowings	87,947	86,566
Current tax liabilities	5,429	2,012
	345,785	327,501
Total liabilities	617,209	602,159
TOTAL EQUITY AND LIABILITIES	1,408,271	1,389,173
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.10	1.09

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2023.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2023

(The figures are unaudited)

	6 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax:	12,557	8,782
Adjustments for:		
Accretion of interest on trade receivables	(1,730)	-
Depreciation of:		
- concession assets	3,146	-
- intangible assets	1,759	1,838
- investment properties	394	394
- property, plant and equipment	3,397	4,950
- right-of-use assets	326	27
Fair value (gain)/loss on quoted investments	(180)	1,079
Finance costs	6,229	5,518
Loss on disposal of subsidiary	-	636
Gain on disposal of property, plant and equipment	(839)	(497)
Income received from short term funds	(38)	(181)
Decrease/(increase) in liability for defined benefit obligations	(17)	(345)
Interest income	(1,260)	(1,590)
Net unrealised loss on foreign exchange	1,114	3,827
Reversal of impairment on trade and non-trade receivables	(173)	-
Reversal of impairment on concession assets	(20)	-
Share of results of joint ventures	53	118
Operating profit before working capital changes	24,718	24,556
Changes in working capital:		
Contract assets/(liabilities)	18,168	11,947
Contract costs	(53,136)	(1,731)
Inventories	5,399	4,258
Payables	14,053	(21,662)
Receivables	446	3,290
Cash generated from operations	9,648	20,658
Net income tax paid	(5,403)	(6,857)
Net Operating Cash Flows	4,245	13,801



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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2023 (Continued)**
(The figures are unaudited)

	6 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2022 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of:		
- concession assets	(3,592)	(4,499)
- intangible assets	(143)	(27)
- property, plant and equipment	(560)	(4,465)
Proceeds from disposal of:		
- property, plant and equipment	575	741
- subsidiary	-	565
Income received from short term funds	38	181
Interest income	1,260	1,590
Net Investing Cash Flows	(2,422)	(5,914)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- bank borrowings	42,339	8,853
- hire purchase	164	3,011
Finance costs	(6,229)	(5,518)
Repayment of:		
- bank borrowings	(43,742)	(48,741)
- hire purchase	(1,564)	(1,926)
Fixed deposits pledged as security values	(2,272)	(93)
Dividend paid	-	(5,096)
Net Financing Cash Flows	(11,304)	(49,510)
Net change in cash and cash equivalents	(9,481)	(41,623)
Effect of exchange rate changes	(95)	(4,091)
Cash and cash equivalents at the beginning of the financial period	194,380	269,359
Cash and cash equivalents at the end of the financial period	184,804	223,645
Analysis of Cash and Cash Equivalents:-		
Cash and bank balances	122,120	146,586
Short term funds	48,965	71,712
Deposits with licensed banks	40,201	25,090
Bank overdrafts	(4,345)	(4,208)
	206,941	239,180
Less: Fixed deposits pledged as security values	(22,137)	(15,535)
Total	184,804	223,645

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2023.



GADANG HOLDINGS BERHAD

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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

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

A1. BASIS OF PREPARATION

The unaudited interim financial report has been prepared according to Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2023. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2023.

A2. CHANGES IN ACCOUNTING POLICIES

- (i) The accounting policies adopted by the Group in the quarterly financial statements are consistent with those adopted in the financial statements for the financial year ended 31 May 2023, except for the changes arising from the adoption of Amendments/Improvements to MFRS as follows:

Standard	Title
MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
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/Improvements to MFRSs does not have any material impact on the financial statement of the Group.

- (ii) As of at the date of this report, the following amendments to published standards have been issued by the MASB but are not yet effective and have not been adopted early.

- (a) Effective for financial years beginning on or after 1 June 2024

Standard	Title
Amendments to MFRS 16	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 Arrangements
Amendments to MFRS 121	Lack of Exchangeability



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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

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

A2. CHANGES IN ACCOUNTING POLICIES (Continued)

- (ii) As of at the date of this report, the following amendments to published standards have been issued by the MASB but are not yet effective and have not been adopted early. (Continued)
- (b) The effective date of these Amendments to Standards has been deferred and is yet to be announced

Standard	Title
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Based on the preliminary assessment of the effects of the above amendments to published standards, no material impact is expected on the financial statements of the Group.

A3. AUDIT REPORT

The auditors' report on the Group's financial statements for the financial year ended 31 May 2023 was not subject to any audit qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The operations of the Group are not significantly affected by any seasonal or cyclical factors.

A5. UNUSUAL SIGNIFICANT ITEMS

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows of the Group for the current quarter under review.

A6. CHANGES IN ESTIMATES

There were no major changes in estimates that have any material effect in the current quarter under review.

A7. DEBT AND EQUITY SECURITIES

There were no cancellations, repurchases, resale, and repayments of debt and equity securities for the current quarter under review.



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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

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

A8. DIVIDEND PAID

There was no payment of dividend in the current quarter.

A9. SEGMENTAL REPORTING

6 Months ended 30 November 2023 (Current Financial Period)

	Construction Division RM'000	Property Division RM'000	Utilities Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	121,193	152,924	17,801	-	291,918
Results					
Segment results	(11,521)	33,404	4,038	(7,471)	18,450
Finance costs	(828)	(3,825)	(942)	(245)	(5,840)
Share of results of joint ventures	(53)	-	-	-	(53)
Profit/(Loss) before tax	(12,402)	29,579	3,096	(7,716)	12,557
Income tax expense					(6,888)
Profit for the financial period					5,669

6 Months ended 30 November 2022 (Previous Financial Period)

	Construction Division RM'000	Property Division RM'000	Utilities Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	129,861	115,306	12,972	-	258,139
Results					
Segment results	(1,098)	22,142	4,405	(11,206)	14,243
Finance costs	(860)	(4,203)	-	(280)	(5,343)
Share of results of joint ventures	(118)	-	-	-	(118)
Profit/(Loss) before tax	(2,076)	17,939	4,405	(11,486)	8,782
Income tax expense					(4,903)
Profit for the financial period					3,879

A10. CARRYING AMOUNT OF REVALUED ASSETS

The valuations of property, plant and equipment, and concession assets have been brought forward without amendment from the audited financial statements for the financial year ended 31 May 2023.



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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

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

A11. SIGNIFICANT SUBSEQUENT EVENTS

There were no significant events subsequent to the end of the quarter under review.

A12. CHANGES IN COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group for the current quarter under review.

A13. CHANGES IN CONTINGENT LIABILITIES

There are no contingent liabilities for the Group as of the date of this report.

A14. CAPITAL COMMITMENTS

Approved and contracted for

- Balance of purchase consideration for land acquisition
as per Sales and Purchase Agreement

As At
30/11/2023
RM'000

38,383



GADANG HOLDINGS BERHAD

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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW

REVIEW OF PERFORMANCE AGAINST PREVIOUS YEAR CORRESPONDING PERIOD

During the current quarter, the Group recorded a revenue of RM162.44 million compared to RM130.72 million in the preceding year's corresponding quarter. Profit before tax increased to RM3.75 million compared to RM2.66 million in the preceding year's corresponding quarter.

Correspondingly, for the current year to date, revenue increased to RM291.92 million compared to RM258.14 million in the preceding year to date. The profit before tax increased to RM12.56 million compared to RM8.78 million in the preceding year to date, mainly due to a higher contribution from the Property Division.

Tabulated below are the unaudited various divisional contributions: -

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 Months Ended 30/11/2023 RM'000	3 Months Ended 30/11/2022 RM'000	Variance %	6 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2022 RM'000	Variance %
REVENUE						
Construction Division	68,995	69,984	-1	121,193	129,861	-7
Property Division	83,969	54,320	55	152,924	115,306	33
Utilities Division	9,479	6,419	48	17,801	12,972	37
Investment Holding	-	-	-	-	-	-
	<u>162,443</u>	<u>130,723</u>	<u>24</u>	<u>291,918</u>	<u>258,139</u>	<u>13</u>
PROFIT/(LOSS) BEFORE TAX						
Construction Division	(11,217)	(2,168)	>100	(12,402)	(2,076)	>100
Property Division	17,698	9,530	86	29,579	17,939	65
Utilities Division	1,478	3,837	-61	3,096	4,405	-30
Investment Holding	(4,212)	(8,536)	-51	(7,716)	(11,486)	-33
	<u>3,747</u>	<u>2,663</u>	<u>41</u>	<u>12,557</u>	<u>8,782</u>	<u>43</u>

Construction Division

Revenue for the current quarter decreased marginally to RM69.00 million compared to RM69.98 million in the preceding year's corresponding quarter. The Division recorded a loss before tax of RM11.22 million compared to a loss before tax of RM2.17 million in the preceding year's corresponding quarter.

Revenue for the current year to date decreased to RM121.19 million compared to RM129.86 million in the preceding year to date. The loss before tax increased to RM12.40 million compared to the loss before tax of RM2.08 million in the preceding year to date, mainly due to higher project operating costs arising from the escalation of raw material prices and higher labour costs.



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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW (Continued)

Property Division

In the current quarter, revenue increased to RM83.97 million compared to RM54.32 million in the preceding year's corresponding quarter. In line with that, profit before tax increased to RM17.70 million compared to RM9.53 million in the preceding year's corresponding quarter.

Revenue for the current year to date increased to RM152.92 million compared to RM115.31 million in the preceding year to date. Correspondingly, profit before tax increased to RM29.58 million compared to RM17.94 million in the preceding year to date. This was mainly due to better sales achieved and higher work progress from the development projects.

Utilities Division

Revenue increased to RM9.48 million for the current quarter compared to RM6.42 million in the preceding year's corresponding quarter. Profit before tax decreased to RM1.48 million compared to RM3.84 million in the preceding year's corresponding quarter.

Revenue for the current year to date increased to RM17.80 million compared to RM12.97 million in the preceding year to date, mainly due to the commencement of commercial operations of the 9MW mini-hydro power plant at Lintau, Indonesia. However, profit before tax decreased to RM3.10 million compared to RM4.41 million in the preceding year to date, mainly due to higher operating costs for the 9MW mini-hydro power plant.

B2. MATERIAL CHANGES IN CURRENT QUARTER'S RESULT COMPARED TO PRECEDING QUARTER

	Current Quarter 30/11/2023 RM'000	Preceding Quarter 31/8/2023 RM'000	Variance %
Revenue	162,443	129,475	25
Operating profit	11,608	14,624	-21
Profit before interest and tax	6,930	11,467	-40
Profit before tax	3,747	8,810	-57
Profit after tax	183	5,486	-97
Profit attributable to equity holders of the Company	1,401	6,208	-77

The Group's revenue increased to RM162.44 million in the current quarter compared to RM129.48 million in the preceding quarter. This was mainly due to higher construction work progress, higher sales achieved for property development projects and the commencement of commercial operations of the 9MW mini-hydro power plant at Lintau, Indonesia. However, profit before tax decreased to RM3.75 million compared to RM8.81 million in the preceding quarter, mainly due to higher operating costs from the Construction and Utilities Divisions.



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INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. BUSINESS PROSPECT FOR THE FINANCIAL YEAR ENDING 31 MAY 2024

Overall, the Malaysian economy expanded by 3.9% in the first three (3) quarters of 2023. Despite the challenging global environment, Bank Negara Malaysia anticipates the Malaysian economy to expand by approximately 4% in 2023 and 4% – 5% in 2024. The growth will continue to be driven by the expansion in domestic demand amid steady employment and income prospects, recovery of the tourism sector, and the progress of multi-year infrastructure projects.

The Construction Division anticipates a less favourable outlook and a more competitive tender environment due to limited infrastructure projects. The Division will be focusing on the timely execution and completion of its on-going projects and continual bidding for new projects in order to replenish the Group's order book. As of the reporting date, the Division has an outstanding order book of RM1.1 billion.

Notwithstanding the challenges faced such as the higher interest rate environment and the weaker Malaysian ringgit, Property Division recorded an improved performance with a revenue of RM152.9 million, which is 33% higher than the revenue registered in the preceding year's corresponding quarter. With its unbilled sales of about RM280.0 million and its on-going efforts to introduce attractive packages with the right product pricing, the Division is expected to deliver a satisfactory performance for the current financial year.

The Utilities Division will continue to review investment opportunities to build up its concession asset base with recurring revenue streams. The construction of the 5.9MWac solar photovoltaic energy generating facility located in Tawau, Sabah, is in progress, and this will further strengthen the revenue contribution to the Group in the first quarter of FYE 2025.

Given the economic uncertainties, the Group remain cautiously optimistic on growth prospects. The Group will continue to seek opportunities to expand the Group's revenue and client base, ensure timely completion of all ongoing projects, exercise prudence in business dealings and manage operational efficiency to achieve long-term sustainable growth.



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199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B4. PROFIT FORECAST AND PROFIT GUARANTEE

There are no profit forecast and profit guarantee provided by the Group and as such, this disclosure requirement is not applicable.

B5. TAXATION

Taxation comprises the following:

	3 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2023 RM'000
Income tax expense:		
Malaysian income tax	(4,473)	(6,696)
Foreign income tax	(991)	(1,750)
Deferred tax	1,900	1,558
	<u>(3,564)</u>	<u>(6,888)</u>

The Group's effective tax rate (excluding the results of joint ventures, which are equity accounted net of tax) for the current quarter was higher than the statutory tax rate, mainly due to the non-recognition of deferred tax assets on unutilised tax losses of certain subsidiaries and certain expenses not deductible for tax purposes.

B6. STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no pending corporate proposals.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. GROUP BORROWINGS

The details of the Group borrowings are as follows:

	As at 30/11/2023 RM'000	As at 31/05/2023 RM'000
(a) (i) Short Term Borrowings		
Revolving credit	59,346	35,687
Banker's acceptance	820	-
Bank overdraft	4,345	4,146
Term loans	19,415	43,432
Hire purchase payable	4,021	3,301
	<u>87,947</u>	<u>86,566</u>
(ii) Long Term Borrowings		
Term loans	128,114	130,417
Hire purchase payable	8,988	9,845
	<u>137,102</u>	<u>140,262</u>
Total Borrowings	<u>225,049</u>	<u>226,828</u>

(b) Foreign currency borrowings included in the above are as follows:

	As at 30/11/2023		As at 31/05/2023	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
Singapore Dollar	2,492	8,702	2,837	9,679
Indonesian Rupiah	89,950,087	27,075	70,432,616	21,693
		<u>35,777</u>		<u>31,372</u>

Bank borrowings for the current year to date decreased slightly to RM225.05 million compared to RM226.83 million at the beginning of the financial year. The decrease was mainly due to repayment in the current period.

B8. MATERIAL LITIGATION

As of 17 January 2024, 7 days prior to the date of this announcement, there has been no material litigation pending for which the value exceeds 5% of the Group's net tangible assets.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2023

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B9. DIVIDEND

No interim dividend has been declared for the current quarter under review.

B10. EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share has been calculated by dividing the net profit for the financial year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue.

INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
3 Months Ended 30/11/2023	3 Months Ended 30/11/2022	6 Months Ended 30/11/2023	6 Months Ended 30/11/2022

Net profit attributable to ordinary equity holders of the Company (RM'000)	1,401	98	7,609	3,341
Weighted average number of ordinary shares in issue ('000)	728,061	728,061	728,061	728,061
Basic earnings per share (sen)	0.19	0.01	1.05	0.46

(b) Diluted earnings per share

The diluted earnings per share is the same as the basic earnings per share as there are no potential ordinary shares in issue at the end of the financial period.



GADANG HOLDINGS BERHAD

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PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

The cost of sales included the following charges, made during the financial period:

	3 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2023 RM'000
Depreciation	502	1,187
Finance costs	267	389
Gain on disposal of property, plant and equipment	(71)	(71)
Rental of land and premises	310	596

Total comprehensive income for the financial period was derived after charging/(crediting) the following items:

	3 Months Ended 30/11/2023 RM'000	6 Months Ended 30/11/2023 RM'000
Accretion of interest on trade receivables	(9)	(1,730)
Depreciation	4,678	7,835
Fair value gain on quoted investments	-	(180)
Finance costs	3,183	5,840
Gain on disposal of property, plant and equipment	(97)	(768)
Income received from short term funds	(17)	(38)
Interest income	(711)	(1,260)
Net unrealised loss on foreign exchange	366	1,114
Reversal of impairment on trade and non-trade receivables	(168)	(173)
Reversal of impairment on concession assets	-	(20)

Other than as disclosed above, the Group does not have any material items that were recognised as profit/(loss) in the Condensed Consolidated Statements of Comprehensive Income.