



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
Incorporated in Malaysia

Condensed Consolidated Statement of Comprehensive Income

	Individual quarter		Cumulative quarter	
	30 Sep 2023 Unaudited RM'000	30 Sep 2022 Unaudited RM'000	30 Sep 2023 Unaudited RM'000	30 Sep 2022 Unaudited RM'000
Revenue	244,016	266,909	502,033	533,306
Cost of sales	(202,591)	(218,088)	(427,819)	(444,832)
Gross profit	41,425	48,821	74,214	88,474
Other income	2,916	1,874	8,722	3,147
Selling and distribution expenses	(24,180)	(30,699)	(46,783)	(54,118)
Administrative expenses	(9,370)	(10,042)	(17,611)	(18,850)
Profit/(Loss) from operations	10,791	9,954	18,542	18,653
Finance costs	(3,038)	(2,783)	(6,099)	(5,464)
Profit/(Loss) before tax	7,753	7,171	12,443	13,189
Taxation	(3,703)	(2,857)	(4,075)	(5,094)
Net profit/(loss) after tax	4,050	4,314	8,368	8,095
Items that are or may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	1,200	685	61	981
	1,200	685	61	981
Total comprehensive income/(loss)	5,250	4,999	8,429	9,076
Profit/(Loss) attributable to:				
Owners of the parent	4,017	4,276	8,038	7,986
Non-controlling interest	33	38	330	109
	4,050	4,314	8,368	8,095
Total comprehensive income/(loss) attributable to:				
Owners of the parent	5,217	4,961	8,099	8,967
Non-controlling interest	33	38	330	109
	5,250	4,999	8,429	9,076
Earnings per share (sen) :				
Basic	0.54	0.58	1.09	1.08
Diluted	*	*	*	*

\* No diluted earnings per share is presented as there are no potential dilutive shares as at the end of the financial period.

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
Incorporated in Malaysia

Condensed Consolidated Statement of Financial Position

	30 Sep 2023 Unaudited RM'000	31 March 2023 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	592,112	589,224
Investment properties	6,270	6,270
Other investments	524	584
Intangible assets	5,272	5,810
	<b>604,178</b>	<b>601,888</b>
<b>Current assets</b>		
Biological assets	79,493	76,005
Inventories	128,760	122,728
Trade receivables	79,885	85,148
Other receivables	64,351	31,370
Current tax assets	1,815	3,948
Deposit with a licensed bank	565	565
Cash and bank balances	19,831	30,548
	<b>374,700</b>	<b>350,312</b>
<b>TOTAL ASSETS</b>	<b>978,878</b>	<b>952,200</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	173,633	173,633
Reserves	297,382	289,283
	<b>471,015</b>	<b>462,916</b>
<b>Non-controlling interest</b>	<b>12,084</b>	<b>11,754</b>
<b>Total equity</b>	<b>483,099</b>	<b>474,670</b>
<b>Non-current liabilities</b>		
Borrowings	56,517	65,869
Deferred tax liabilities	76,700	77,312
	<b>133,217</b>	<b>143,181</b>
<b>Current liabilities</b>		
Trade payables	89,737	84,972
Other payables	63,175	73,067
Due to an associate	4,144	3,634
Borrowings	205,506	172,676
	<b>362,562</b>	<b>334,349</b>
<b>Total liabilities</b>	<b>495,779</b>	<b>477,530</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>978,878</b>	<b>952,200</b>

Net assets per share attributable to ordinary equity holders of the parent (RM)

0.64

0.63

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
Incorporated in Malaysia

Condensed Consolidated Statement of Changes in Equity

	Attributable to Owners of the Parent					Non-controlling interest	Total
	Share	Revaluation reserve	Foreign currency translation reserve	Retained earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000		
<b>At 1 April 2023</b>	173,633	124,691	686	163,906	462,916	11,754	474,670
Transfer (to) / from distributable reserve on realisation of revaluation reserve	-	(1,534)		1,534	-	-	-
Net profit for the financial period	-	-		8,038	8,038	330	8,368
Other comprehensive income	-	-	61		61	-	61
<b>Total comprehensive income</b>	-	(1,534)	61	9,572	8,099	330	8,429
<b>At 30 Sep 2023</b>	173,633	123,157	747	173,478	471,015	12,084	483,099
<b>At 1 April 2022</b>	173,633	127,760	1,326	134,951	437,670	11,619	449,289
Transfer (to) / from distributable reserve on realisation of revaluation reserve	-	(3,069)	-	3,069	-	-	-
Net profit for the financial period	-	-	-	28,107	28,107	135	28,242
Other comprehensive income	-	-	(640)	-	(640)	-	(640)
<b>Total comprehensive income</b>	-	-	(640)	28,107	27,467	135	27,602
<b>Total transactions with owners of the Company</b>	-	-	-	(2,221)	(2,221)	-	-
<b>At 31 Mar 2023</b>	173,633	124,691	686	163,906	462,916	11,754	474,670

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.



Condensed Consolidated Statement of Cash Flows

	Cumulative quarter 30 Sep 2023 Unaudited RM'000	Cumulative quarter 30 Sep 2022 Unaudited RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	12,443	13,189
Adjustments for:-		
Amortisation of intangible assets	540	538
Depreciation of property, plant and equipment	23,399	23,008
Dividend income	-	(2)
(Gain)/ Loss on disposal of property, plant and equipment	(111)	(328)
Property, plant and equipment written off	23	6
Impairment loss of inventories	(123)	(68)
Interest expense	6,099	5,464
Interest income	(37)	(42)
Changes in fair value on quoted investment	60	353
Net unrealised loss on foreign exchange	24	598
Operating profit before changes in working capital	42,439	42,716
Net change in current assets	(38,725)	(5,013)
Net change in current liabilities	(3,152)	12,431
Cash flows from operations	562	50,134
Tax paid	(2,554)	(498)
<b>Net cash generated from operating activities</b>	<b>(1,992)</b>	<b>49,636</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(26,310)	(17,096)
Additions to intangible asset	(1)	(1)
Proceeds from disposal of property, plant and equipment	111	328
Interest received	37	42
Dividend received	-	2
<b>Net cash used in investing activities</b>	<b>(26,163)</b>	<b>(16,725)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	(3,470)	(3,524)
Net drawdown/(repayment) of borrowings	18,787	(25,300)
Interest paid	(6,099)	(5,464)
<b>Net cash generated/(used in) from financing activities</b>	<b>9,218</b>	<b>(34,288)</b>
<b>Cash and cash equivalents at the end of the year comprises:</b>		
Net (decrease)/increase in cash and cash equivalents	(18,937)	(1,377)
Effect of foreign exchange changes	60	981
Cash and cash equivalents at beginning of the financial year	28,698	13,886
	<b>9,821</b>	<b>13,490</b>
<b>Cash and cash equivalents at the end of the year comprises:</b>		
Deposit with a licensed bank	565	555
Cash and bank balances	19,831	19,567
Bank overdrafts	(10,010)	(6,077)
Deposit pledged to licensed bank	(565)	(555)
	<b>9,821</b>	<b>13,490</b>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) NO. 134 - INTERIM FINANCIAL REPORTING**

**A1 BASIS OF PREPARATION**

The Group has prepared its financial statements using the Malaysian Financial Reporting Standards ("MFRS") for the financial period ended 30 September 2023.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2023. These explanatory notes attached to the interim financial statements 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 year ended 31 March 2023.

**A2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the audited consolidated financial statements of the Group for the financial year ended 31 March 2022.

The Group had adopted the following new MFRSs, Amendments/Improvements to MFRS and IC Interpretations mandatory for the current financial year:-

<b>Description</b>	<b>Effective date</b>
Amendments to MFRS 101, Presentation of Financial Statements - Disclosures of Accounting Policies	1st January 2023
Amendment to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates	1st January 2023
Amendment to MFRS 112, Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1st January 2023
Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-Current	1st January 2024
Amendments to MFRS 101 Presentation of Financial Statements – Non-current Liabilities with Covenants	1st January 2024
Amendments to MFRS 16 Leases – Lease Liability in a Sale and Leaseback	1st January 2024

The adoption of the above amendment to MFRSs did not have significant impact on the financial statements of the Group.

**A3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report of the previous annual financial year ended 31 March 2023 was not subject to any qualification.

**A4 SEASONAL AND CYCLICAL FACTORS**

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

**A5 UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE AND INCIDENCE**

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

**A6 ESTIMATES**

There were no material changes in estimates that had a material effect on the current quarter under review.

**A7 DEBTS AND EQUITIES SECURITIES**

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter under review.

**A8 DIVIDEND PAID**

There was no dividend paid during the current quarter under review.

**A9 SEGMENTAL REPORTING**

Analysis of revenue by segments

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended		Period ended	
	<u>30.09.2023</u>	<u>30.09.2022</u>	<u>30.09.2023</u>	<u>30.09.2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Integrated livestock farming ("ILF")	188,947	168,591	374,898	393,514
Food manufacturing ("FM")	121,090	170,550	251,566	268,498
Retail business ("RB")	53,889	61,692	116,838	129,197
Subtotal	363,926	400,833	743,302	791,209
Intercompany elimination	(119,910)	(133,924)	(241,269)	(257,903)
Total revenue	<u>244,016</u>	<u>266,909</u>	<u>502,033</u>	<u>533,306</u>

The revenue was predominantly derived in Malaysia.

**A9 SEGMENTAL REPORTING (CONT'D)**

Analysis of segment results, assets, and liabilities

	<u>ILF</u> <u>RM'000</u>	<u>FM</u> <u>RM'000</u>	<u>RB</u> <u>RM'000</u>	<u>Elimination</u> <u>RM'000</u>	<u>Total</u> <u>RM'000</u>
<b>Cumulative quarter at 30.09.2023</b>					
Segment results	2,877	14,070	2,113	(518)	18,542
Finance costs	(5,706)	(396)	(515)	(518)	(6,099)
Profit/(loss) before tax	(2,829)	13,674	1,598	-	13,443
Taxation	(3,999)	-	(76)	-	(4,075)
Profit/(loss) after tax	(6,828)	13,674	1,522	-	8,368
Segment assets	736,019	201,483	42,645	(1,269)	978,878
Segment liabilities	343,013	120,156	32,827	(265)	495,779
<b>Cumulative quarter at 30.09.2022</b>					
Segment results	10,126	7,756	917	(146)	18,653
Finance costs	(4,281)	(907)	(551)	276	(5,464)
Profit/(loss) before tax	5,844	6,849	366	130	13,189
Taxation	(2,890)	(1,953)	(251)	-	(5,094)
Profit/(loss) after tax	2,954	4,896	115	130	8,095
Segment assets	1,047,689	242,136	87,476	(432,070)	945,231
Segment liabilities	539,370	213,805	49,079	(313,746)	488,508

**A10 VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES**

There were no revaluation of property, plant and equipment for the quarter under review.

The Group adopts the fair value model for its investment properties. There is no significant and indicative change in value of the said investment properties since the last balance sheet date.

**A11 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT QUARTER**

There were no material events subsequent to the end of the current financial quarter and up to the date of this report.

**A12 COMPOSITION OF THE GROUP**

There were no other changes in the composition of the Group in the current financial quarter under review.

**A13 CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

There were no contingent assets as at the end of the current financial quarter and up to the date of this report.

The contingent liabilities of the group arise from bank guarantees and letter of credit given to third parties amounted to RM8.62 million.

**A14 CAPITAL COMMITMENTS**

Commitments for the capital expenditure not provided for acquisition of property, plant and equipment in the financial statements amounted to RM12.69 million.

**PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 REVIEW OF PERFORMANCE**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Quarter ended		Variance	Period ended		Variance
	30.09.2023	30.09.2022		30.09.2023	30.09.2022	
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>						
Integrated livestock farming ("ILF")	188,947	168,591	12.07%	374,898	393,514	(4.73%)
Food manufacturing ("FM")	121,090	170,550	(29.00%)	251,566	268,498	(6.31%)
Retail business ("RB")	53,889	61,692	(12.65%)	116,838	129,197	(9.57%)
Subtotal	363,926	400,833		743,302	791,209	
Inter-co elimination	(119,910)	(133,924)		(241,269)	(257,903)	
Total Revenue	244,016	266,909	(8.58%)	502,033	533,306	(5.86%)
Profit/(loss) before tax	7,753	7,171	8.12%	12,443	13,189	(5.66%)

**Cumulative corresponding quarter - FY24-Q2 vs FY23-Q2**

Revenue for the integrated livestock farming (ILF) segment decreased by 4.73% or RM18.62 million from RM393.51 million to RM374.90 million due to lower egg production and lower broiler produced.

Revenue for the food manufacturing (FM) segment recorded a decrease of 6.31% or RM16.93 million from RM268.50 million to RM251.57 million due to decrease in sales quantity of primary processed and further processed poultry products as well as lower export sales.

Revenue for retail business (RB) decreased by 9.57% or RM12.36 million from RM129.20 million to RM116.84 million due to lower retail sales quantity.

Overall, the Group recorded a lower profit before tax (PBT) of RM12.44 million as compared to the previous quarter PBT of RM13.19 million. This amount is inclusive of subsidies received from the government.



**Individual corresponding quarter - FY24-Q2 vs FY23-Q2**

Revenue for the integrated livestock farming (ILF) segment increased by 12.07% or RM20.36 million from RM168.59 million to RM188.95 million due to higher designer eggs sold.

Revenue for the food manufacturing (FM) segment recorded an decrease of 29.00% or RM49.46million from RM170.55 million to RM121.09 million due to decrease in sales quantity of primary processed and further processed poultry products.

Revenue for retail business (RB) decreased by 12.65% or RM7.80 million from RM61.69 million to RM53.89 million due to lower retail sales quantity.

Overall, the Group recorded a profit before tax (PBT) of RM7.75 million as compared to the previous quarter PBT of RM7.17 million. This amount is inclusive of subsidies received from the government.

**B2 COMPARATIVE WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

	<b>INDIVIDUAL QUARTER</b>		<i>Variance</i> %
	<b>Quarter ended</b>		
	<u>30.09.2023</u> RM'000	<u>30.06.2023</u> RM'000	
<b>Revenue</b>			
- Integrated livestock farming ("ILF")	188,947	185,951	1.61%
- Food manufacturing ("FM")	121,090	130,476	(7.19%)
- Retail business("RB")	53,889	62,949	(14.39%)
Subtotal	363,926	379,376	
Intercompany elimination	(119,910)	(121,359)	
<b>Total Revenue</b>	<b>244,016</b>	<b>258,017</b>	<b>(5.43%)</b>
<b>Profit before tax</b>	<b>7,753</b>	<b>4,690</b>	<b>65.31%</b>

For the current quarter under review, ILF segment recorded an increase of 1.61% or RM3.00 million from RM185.95 million to RM188.95 million. The increase in revenue was due to higher broiler sold to food manufacturing segment.

Revenue for FM segment registered a decrease of 7.19% or RM9.39 million from RM130.48 million to RM121.09 million. The decrease in revenue was due to decrease in sales quantity of primary processed and further processed poultry products as well as lower export sales.

RB segment recorded a decrease of 14.39% or RM9.06 million from RM62.95 million to RM53.89 million due to the quarter in review being a low season as compared to the preceding quarter where the Harvest Festival holidays were observed in Sabah.

Overall, for the quarter in review, the Group recorded an increase in profit of 65.31% or RM3.06million. This amount is inclusive of subsidies received from the government.

**B3 PROSPECTS**

On 30 October 2023 the government of Malaysia has announced that subsidies for chicken will be lifted from 1 Nov 2023 while table egg subsidies will remain. Together with the stabilization of the US dollar which could impact the cost of feed, the Board is confident that the Group will continue to be profitable.

**B4 PROFIT FORECAST AND PROFIT GUARANTEE**

The Group did not issue any profit forecast or profit guarantee during the current year under review.

**B5 TAXATION**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Quarter ended</b>		<b>Period ended</b>	
	<u>30.09.2023</u>	<u>30.09.2022</u>	<u>30.09.2023</u>	<u>30.09.2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax	3,022	1,979	4,686	4,019
Deferred tax	681	878	(611)	1,075
	<u>3,703</u>	<u>2,857</u>	<u>4,075</u>	<u>5,094</u>

**B6 BORROWINGS**

	<u>As at</u> <u>30.09.2023</u> <u>RM'000</u>	<u>As at</u> <u>31.03.2023</u> <u>RM'000</u>
<b><u>Current</u></b>		
<b><u>Secured</u></b>		
Bank overdrafts	4,407	1,303
Bill payables	57,695	51,263
Lease liabilities	12,973	13,861
Term loans	13,984	15,067
	88,969	81,494
<b><u>Unsecured</u></b>		
Bank overdrafts	5,603	546
Bill payables	89,734	90,636
Revolving credit	21,200	-
	116,537	91,182
Total current	205,506	172,676
<b><u>Non-current</u></b>		
<b><u>Secured</u></b>		
Lease liabilities	19,445	22,028
Term loans	37,072	43,841
	56,517	65,869
Total non-current	56,517	65,869
Total borrowings	262,023	238,545

The currency profile of borrowings other than the functional currency was: -

	<u>As at</u> <u>30.09.2023</u> <u>RM'000</u>	<u>As at</u> <u>31.03.2023</u> <u>RM'000</u>
Thai Baht (THB)	16	61

**B7 STATUS OF CORPORATE PROPOSALS**

On 18 August 2022, AmInvestment Bank, on behalf of the Company, had submitted to Bursa Securities for approval on the following;

- (I) Proposed Employees' Share Scheme ("Proposed ESS"); and
- (II) Proposed allocation of awards to the eligible directors and major shareholders of Lay Hong Berhad ("proposed allocation")

On 23 August 2022, Bursa Securities has given approval on the above.

On 28 September 2022, the shareholders have approved the above proposal in an Extraordinary General Meeting (EGM).

**B8 OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

The Group did not enter any contracts involving off balance sheet financial instruments during the current quarter under review.

**B9 MATERIAL LITIGATION**

Except for the below mentioned claim, there is no material pending litigation.

On 2 July 2018, Lay Hong Berhad ("Plaintiff") had filed a claim against Loke Chee Min ("1st defendant"), Beh Yong Hock ("2nd defendant"), Leong Sze Seng ("3rd defendant") and The Roof Realty Sdn Bhd ("4th Defendant") for a special damage of RM3,256,904.84 with interest and costs.

Pursuant to the claim, the Plaintiff is seeking the special damages upon the recommendation/misrepresentation of the 3rd defendant (a real estate negotiator employed by the 4th defendant, a registered real estate agent) wherein 3rd defendant represented inter alia to the plaintiff that the owners of the land held under Grant Mukim 6469 for Lot 31982 and Grant Mukim 6470 for Lot 31983 both in the Mukim of Kapar, District of Klang, Selangor (the said lands) wishes to sell the lands and that the 1st defendant is the solicitor representing the land owner. The 2nd defendant is the solicitor appointed by the plaintiff to handle the sale and purchase transaction on its behalf while the 1st defendant purportedly acted for the owners of the said lands. The plaintiff paid the monies to the 1st defendant as stakeholder based on the sale and purchase agreement terms executed between the parties.

Subsequently, the plaintiff found out that the owners of the said lands did not appoint the first defendant as their solicitors neither did they sell their said lands.

The plaintiff claims against the defendants inter alia for the loss and damage suffered by it:-

- 1) against the 1st defendant for breach of fiduciary duty and/or trust as the stakeholder of the purchase price of the said lands and wrongfully deprived the plaintiff the said payments;
- 2) against the 2nd defendant for breach of contract and negligence;
- 3) against the 3rd defendant for fraudulent and/or negligent misrepresentation; and
- 4) against the 4th defendant as the principal and/or employer of the 3rd defendant for vicarious liability in respect of the act and/or omission of the 3rd defendant

The court proceeded with the trial on 12/11/2019, 13/11/2019, 14/11/2019, 21/11/2019, 31/1/2020, 9/9/2020, 10/9/2020 and on 19/9/2020, the Court delivered its decision as follows;

- 1) the plaintiff's claim against the 1<sup>st</sup> defendant was allowed in totality;
- 2) the plaintiff claim against the 2<sup>nd</sup> defendant was allowed in the sum of approximately RM600k, being 20% of total damage;
- 3) the plaintiff claim against the 3<sup>rd</sup> defendant allowed in the sum of approximately 75k, being commission received;
- 4) The Plaintiff claim against 4<sup>th</sup> defendant was dismissed;
- 5) In view of (4) above, no order was made in respect of 4<sup>th</sup> defendant's third party claim against the 1<sup>st</sup> and 3<sup>rd</sup> defendants.

**B9 MATERIAL LITIGATION (CONT'D)**

The Company has appeal to Court of Appeal and the case was e-reviewed on 4/8/2023 and The Court of Appeal has fixed the appeals for decision on 24/10/2023. On 24/10/2023, the Court of Appeal delivered its decision as follows;

- 1) The Court held that Beh Yong Hock did not breach his duty of care and the Company is to pay RM30k to him. The Company is entitled to recover the said costs from Loke Chee Min and Leong Sze Seng jointly and severally.
- 2) The Company's appeal against Leong Sze Seng is allowed with cost of RM15k and he is held liable jointly and severally with Loke Chi Min the entire sum of RM3,057,367 together with interest at 5% p.a. thereon from 19.2.2021.
- 3) The Company's appeal against The Roof Realty is dismissed with cost of RM10k

In view of the Court of Appeal decision, apart from the stated above, the Group financial performance would be impacted in the coming quarter by a write-off of the remaining deposit receivable of RM1.3million in addition to the professional fees of RM280k to the lawyer in total.

**B10 PROPOSED DIVIDEND**

The Board of Directors do not recommend any dividend for the current financial quarter under review.

**B11 EARNINGS PER SHARE**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended		Period ended	
	<u>30.09.2023</u>	<u>30.09.2022</u>	<u>30.09.2023</u>	<u>30.09.2022</u>
Profit/(loss) attributable to ordinary equity holders of the parent (RM'000)	4,017	4,276	8,038	7,986
Weighted average number of ordinary shares (Basic) ('000)	740,319	740,319	740,319	740,319
Basic earnings per share (sen)	0.54	0.58	1.09	1.08
Diluted earnings per share (sen)	*	*	*	*

Basic earnings per share is computed based on the profit attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share is computed based on the profit attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period.

\* No diluted earnings per share is presented as there are no potential dilutive ordinary shares as at the end of the financial period.

**B12 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 27<sup>th</sup> November 2023.