

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Quarter Ended 31/03/22 RM' 000	Comparative Quarter Ended 31/03/21 RM' 000	Current Year To Date 31/03/22 RM' 000	Comparative Year To Date 31/03/21 RM' 000
Revenue	Note B1 & B2	8,564	1,334	8,564	1,334
Cost of Sale	B1 & B2	(5,560)	(1,788)	(5,560)	(1,788)
Gross Profit		3,004	(454)	3,004	(454)
Other Operating Income	B1 & B2	147	411	147	411
Administrative Expenses	B1 & B2	(1,540)	(486)	(1,540)	(486)
Operating Expenses	B1 & B2	(981)	(951)	(981)	(951)
Profit/ (Loss) from Operation		630	(1,480)	630	(1,480)
Share of result in Associates		(92)	-	(92)	-
Finance costs		(41)	(108)	(41)	(108)
Profit/ (Loss) before tax	B1 & B2	497	(1,588)	497	(1,588)
Income tax expense		-	-	-	-
Profit/ (Loss) after taxation for the financial period		497	(1,588)	497	(1,588)
Other Comprehensive Income/ (Expenses)		-	-	-	-
Total Comprehensive Income/ (Expense) for the financial period		497	(1,588)	497	(1,588)
Profit/ (Loss) after taxation attributable to:					
Owners of the Company		498	(1,588)	498	(1,588)
Non-Controlling interest		(1)	-	(1)	-
		497	(1,588)	497	(1,588)
Earnings/ (Loss) Per Share - Basic (sen)	B14	1.03	(3.92)	1.03	(3.92)
- Diluted (sen)		0.68	NA	0.68	NA

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 31/03/22 (Unaudited) RM' 000	As At 31/12/21 (Audited) RM' 000
ASSETS		
Non-current assets		
Property, plant and equipment	10,737	6,835
Leased assets	2,581	3,382
Investment properties	10,701	10,764
Investment in associates	4,708	4,799
Goodwill	1,064	1,064
Other financial assets	3,136	3,136
Other investments	3	3
Deferred tax assets	109	109
Total non-current assets	33,039	30,092
Current Assets		
Trade receivables	6,740	4,793
Other receivables	16,521	10,866
Other financial assets	549	1,209
Cash and bank balances	3,406	9,565
Tax recoverable	792	756
Total current assets	28,008	27,189
TOTAL ASSETS	61,047	57,281
EQUITY & LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	56,405	56,405
Retained profits	(9,792)	(10,290)
	46,613	46,115
Non-controlling interest	293	294
Total Equity	46,906	46,409
Non-current liabilities		
Leased liabilities	-	1,659
Total non-current liabilities	-	1,659
Current liabilities		
Trade payables	4,173	2,406
Other payables	3,812	2,379
Leased liabilities	3,158	1,914
Advance billings	2,918	2,402
Tax Liabilities	80	112
Total current liabilities	14,141	9,213
Total Liabilities	14,141	10,872
TOTAL EQUITY & LIABILITIES	61,047	57,281
Net assets per share (RM)	0.97	0.96

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Period Ended 31/03/22	Attributable to Owner of the Company			Non-Controlling Interest RM'000	Total Equity RM' 000
	Share Capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2022	56,405	(10,290)	46,115	294	46,409
Loss for the period	-	498	498	(1)	497
As at 31 March 2022	56,405	(9,792)	46,613	293	46,906

Period Ended 31/03/21	Attributable to Owner of the Company			Minority Interest RM'000	Total Equity RM' 000
	Share Capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2021	40,533	6,913	47,446	-	47,446
Loss for the period	-	(1,588)	(1,588)	-	(1,588)
Non-controlling interests arising from disposal of shares of subsidiary	-	-	-	300	300
As at 31 March 2021	40,533	5,325	45,858	300	46,158

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	As at 31/03/22 (Unaudited) RM' 000	As At 31/03/21 (Audited) RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Net loss before tax	497	(1,588)
Adjustment for non-cash flow :		
Non cash items	1,620	1,610
Operating profit before changes in working capital	<u>2,117</u>	<u>22</u>
Changes in working capital		
Net change in assets	(7,601)	(102)
Net change in liabilities	3,715	(1,158)
Cash flow used in operations	<u>(1,769)</u>	<u>(1,238)</u>
Tax (paid)/refund	(67)	(70)
Interest paid	(3)	-
Interest received	13	-
Net cash flow (used in)/generated from operating activities	<u>(1,826)</u>	<u>(1,308)</u>
CASHFLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(4,352)	-
Proceeds from disposal of fixed assets	80	80
Interest received	7	10
Proceed from disposal of Investment in subsidiaries	-	300
Proceed from disposal of quoted shares	385	-
Net cash generated from/(used in) investing activities	<u>(3,880)</u>	<u>390</u>
CASHFLOW FROM FINANCING ACTIVITIES		
Repayment of leased liabilities	(453)	(230)
Net cash used in financing activities	<u>(453)</u>	<u>(230)</u>
Net decrease in cash and cash equivalents	(6,159)	(1,148)
Cash and cash equivalents at the beginning of the Period	9,565	4,132
Cash and cash equivalents at the end of the Period	<u>3,406</u>	<u>2,984</u>
Cash and cash equivalent at the end of the financial period comprise the following:		
Cash on hand and at banks	1,229	736
Deposits with licensed banks	2,177	2,248
	<u>3,406</u>	<u>2,984</u>

Notes to the interim financial report
Part A: Explanatory notes pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134
A1. Basis of Preparation, Changes in Accounting Policies & Comparatives

The financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”), International Financial Reporting Standards (“IFRSs”) and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The financial statements should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 December 2021. The explanatory notes attached to the 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 period ended 31 December 2021.

A2. Summary of Significant Accounting Policies

At the date of authorisation for issue of this financial report, the relevant new and revised Standards, IC Interpretations and Amendments relevant to the Group and the Company which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

	Effective Date
Amendment to MFRS 16	1 June 2020
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	1 January 2021
Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141	1 January 2022
Amendments to MFRS 3	1 January 2022
Amendments to MFRS 116	1 January 2022
MFRS 17	1 January 2023
Amendments to MFRS 101	1 January 2023
Amendments to MFRS 10 and MFRS 128	To be announced by the MASB

The directors anticipate that the abovementioned Standards, IC Interpretations and Amendments adopted in the annual financial statements of the Group and of the Company when they become effective and that the adoption of these Standards, IC Interpretations and Amendments will have no material impact on the financial statements of the Group and of the Company in the period of initial application.

A3. Auditors’ Report on Preceding Annual Financial Statements

The audit report in respect of the financial statements for the year ended 31 December 2021 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by seasonal or cyclical factors.

A5. Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows That Are Unusual Because of Nature, Size or Incidence

There were no items during this quarter affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

A6. Accounting Estimates

There were no changes in estimates of amount reported in previous financial year that have a material effect in the current quarter.

A7. Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter.

A8. Dividends Paid

No interim dividend has been recommended for the current quarter under review (Quarter 1, 2021: Nil).

A9. Segmental Reporting

No segment reporting is provided as the Group’s activities are predominantly in the outdoor advertising industry and are conducted in Malaysia.

A10. Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual report.

A11. Subsequent Material Events

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

A12. Changes in Composition of the Group

There were no changes in the composition of the Group for the current quarter and financial year under review.

A13. Contingent Liabilities

Contingent liabilities of the Company as at 31 March 2022 are in respect of a corporate guarantee with the guaranteed sum of RM 5,000,000.00 issued by the Company in favour of RHB bank as security for banking facilities granted by RHB bank to a subsidiary. The said banking facilities granted by RHB bank comprised of:

- (a) Overdraft facility of RM5,000,000.00; and
- (b) Bank Guarantee facility of RM2,800,000.00

A14. Capital Commitments

As at 31 March 2022, there were no commitments other than those stated below:

	Financial Quarter Ended 31/03/2022 RM’000
Contracted but not provided for	
- Purchase of property, plant and equipment	4,375

A15. Recurrent Related Party Transactions

There was no significant recurrent related party transaction for quarter and period ended 31 March 2022.

Part B: Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements**B1. Review of Performance For The Current Quarter VS. Corresponding Quarter of the Preceding Financial Year**

For the quarter under review, the Company recorded a revenue of RM8.56 million and a profit before tax of RM0.50 million, as compared with the revenue of RM1.33 million and a loss before tax of RM1.59 million in the corresponding quarter of preceding financial year.

With the ongoing effort of the Group's business transformation plan and nation moving towards endemic, the Group seized the strong recovery momentum in the outdoor advertising sector and recorded increase in revenue compared to the corresponding quarter of preceding financial year.

Higher administrative expense in FY2022 was mostly because of increase in headcounts towards end of the preceding financial year due to expansion of the team. Higher cost of sale was also in line with increased in revenue.

B2. Review of Performance for the Current Year VS. Preceding Year

In the year under review, the Company recorded revenue of RM8.56 million, as compared to RM1.33 million in the preceding year. The 526% year-on-year ("yoy") increase was supported by the recovery of demand for outdoor advertising primarily driven by the nationwide increase in foot and car traffic as the country moves towards the endemic phase. Meanwhile, profit before tax in the period under review was RM0.50 million, as opposed to loss before tax of RM1.59 million in the preceding year. The turnaround was in line with the higher revenue achieved, which negated the higher operating expenses this quarter due to the expansion of the team.

B3. Prospects

Since the Group embarked on its transformation journey started in mid-2021, it has managed to build an enlarged portfolio of OOH assets with greater comprehensiveness. With that, the Company is well-positioned to capitalise on the favourable industry trend ahead. In addition, it also expects to enter into a new phase of its business transformation journey involving more concession-based projects in 2022. Based on the aforementioned factors, the Group is anticipating a positive year ahead and is confident that the strategies in place will sustain the present growth trend over the course of financial year 2022.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast during the current quarter and financial period under review in any public document.

B5. Taxation

The effective rate of taxation of the Group is higher than the statutory rate of taxation mainly due to certain expenses were not tax allowable.

B6. Profit on Sale of Properties

There was no disposal for the financial quarter under review.

B7. Status of Corporate Proposals

On 27 October 2021, the Company proposed the followings:

- (i) a private placement of up to 14,560,000 new ordinary shares in SJC subject to the issuance of the placement shares not exceeding 20% of the total number of issued SJC Shares, at an issue price to be determined later; and
- (ii) a bonus issue of shares of up to 262,079,985 new SJC Shares on the basis of 3 Bonus Shares for every 1 existing SJC Share held by the entitled shareholders of the Company on an entitlement date to be determined and announced later by the Board.

On the same date, the Company also announce that the additional listing application in relation to the Proposals has been submitted to Bursa Securities. The application had via its letter dated 16 November 2021 been approved. On 13 December 2021, the proposal was approved in the EGM held.

On 26 April 2022, the Company submitted an application for extension of time to complete the Proposals. On 10 May 2022, the application was approved to grant an extension of time until 16 November 2022.

Save as disclosed above, there were no corporate proposals pending completion as at the date of this report.

B8. Utilisation of proceed

The gross proceeds from the Private Placement completed on 26 August 2021 which approximately RM15.872 million is expected to be utilized in the following manner:

Purpose	Proposed Utilisation / Actual Proceeds raised	Actual Utilisation as of reporting quarter	Balance for utilisation	Timeframe for utilisation from receipt of proceeds from the listing date
	RM'000	RM'000	RM'000	
Business/ investment opportunities	10,000	10,000	-	Within 18 months
Capital expenditure of advertising business	5,813	3,267	2,546	Within 12 months
Working capital	-	-	-	Within 12 months
Estimated expenses	59	59	-	Upon completion of Private Placement
	15,872	13,326	2,546	

B9. Group Borrowings and Debt Securities

There were no borrowings and debt securities as at 31 March 2022.

B10. Material Litigation

There is no material litigation as at the date of this report.

B11. Profit before tax is arrived at after charging / (crediting):

	Financial Quarter Ended 31/03/2022 RM'000	Financial Year Ended 31/03/2022 RM'000
Interest Income	(12)	(12)
Other income	(136)	(136)
Interest expense	38	38
Depreciation on property, plant and equipment	374	374
Depreciation on investment properties	63	63
Depreciation on leased assets	801	801

B12. Dividend payable

No interim dividend has been recommended for the current quarter under review (Quarter 1, 2021: Nil).

B13. Earnings/ (Loss) Per Share

(a) Basic earnings/ (loss) per share

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31/03/2022	31/03/2021	31/03/2022	31/03/2021
Profit/ (Loss) after tax attributable to owners of the Company (RM'000)	498	(1,588)	498	(1,588)
Weighted average number of ordinary shares in issue ('000)	48,533	40,533	48,533	40,533
Basic earnings/ (loss) per share (sen)	1.03	(3.92)	1.03	(3.92)

(b) Diluted earnings/ (loss) per share

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31/03/2022	31/03/2021	31/03/2022	31/03/2021
Profit/ (Loss) after tax attributable to owners of the Company (RM'000)	498	(1,588)	498	(1,588)
Weighted average number of ordinary shares in issue ('000)	48,533	40,533	48,533	40,533
Adjustments for assumed conversion of Warrant ('000)	24,267	-	24,267	-
Weighted average number of ordinary shares in issue ('000)	72,800	40,533	72,800	40,533
Diluted earnings/ (loss) per share (sen)	0.68	N/A	0.68	N/A

B14. Authority For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board of Directors

By Order of the Board
TAN TONG LANG (MAICSA 7045482)
 SSM PC No. 202208000250
 Company Secretary