

Part A1 : QUARTERLY REPORT

- * Quarterly report for the financial period ended : 31 March 2023
- * Quarter : 1 Qtr 2 Qtr 3 Qtr 4 Qtr Other
- * Financial Year End : 30 June 2023
- * The figures : have been audited have not been audited

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

Summary of Key Financial Information for the financial period ended
31 March 2023

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 3 months 31/03/2023 RM'000	Preceding Year Quarter 3 months 31/03/2022 RM'000	Current Year To Date 9 months 31/03/2023 RM'000	Preceding Year To Date 9 months 31/03/2022 RM'000
1 Revenue	17,154	25,142	55,294	49,247
2 Profit/(loss) before tax	(234)	349	1,509	861
3 Profit/(loss) for the period	(125)	171	932	281
4 Profit/(loss) attributable to ordinary equity holders of the parent	(131)	185	824	262
5 Basic earnings/(loss) per share (sen)	(0.03)	0.04	0.20	0.06
6 Proposed/Declared dividend per share (sen)	-	-	-	-

	AS AT END OF CURRENT QUARTER 31 March 2023	AS AT PRECEDING FINANCIAL YEAR END
7 Net assets/(liabilities) per share attributable to equity holders of the parent (RM)	0.6715	0.6695

Part 3 : ADDITIONAL INFORMATION

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 3 months 31/03/2023 RM'000	Preceding Year Quarter 3 months 31/03/2022 RM'000	Current Year To Date 9 months 31/03/2023 RM'000	Preceding Year To Date 9 months 31/03/2022 RM'000
1 Gross interest income	2	1,862	2,371	6,256
2 Gross interest expense	785	796	2,086	2,064

CONDENSED CONSOLIDATED INCOME STATEMENT

(the figures have not been audited)

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 3 months 31/03/2023 RM'000	Preceding Year Quarter 3 months 31/03/2022 RM'000	Current Year To Date 9 months 31/03/2023 RM'000	Preceding Year To Date 9 months 31/03/2022 RM'000
Revenue	25)	17,154	25,142	55,294	49,247
Cost of Sales		(14,631)	(22,282)	(48,120)	(41,722)
Gross Profit		2,523	2,860	7,174	7,525
Operating Expenses		(2,286)	(3,602)	(6,250)	(11,825)
Other Operating Income		314	1,887	2,671	7,225
Profit/(Loss) from Operations		551	1,145	3,595	2,925
Finance Costs		(785)	(796)	(2,086)	(2,064)
Profit/(Loss) before tax	26)	(234)	349	1,509	861
Income tax expense	20)	109	(178)	(577)	(580)
Profit/(Loss) for the period		(125)	171	932	281
Other comprehensive income, net of tax		-	-	-	-
Total Comprehensive Income for the period		(125)	171	932	281
Profit attributable to:-					
Owners of the Company		(131)	185	824	262
Minority Interest		6	(14)	108	19
		(125)	171	932	281
Total Comprehensive Income attributable to:-					
Owners of the Company		(131)	185	824	262
Minority Interest		6	(14)	108	19
		(125)	171	932	281
Earnings/(Loss) per share:-	29)				
- Basic (sen)		(0.03)	0.04	0.20	0.06
- Diluted (sen)		NA	NA	NA	NA

The Condensed Consolidated Income Statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for year ended 30 June 2022.

CONDENSED CONSOLIDATED BALANCE SHEETS

	Note	Unaudited At 31.03.2023 RM'000	Audited As at 30-06-2022 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment		21,640	22,607
Right-of-use assets		6,014	6,172
Investment properties		1,608	1,620
Inventory	8	56,442	56,416
Other receivables	9	641	641
Deferred tax assets		4,705	4,705
		91,050	92,162
CURRENT ASSETS			
Inventory	8	185,215	174,532
Contract Assets	10	17,672	17,183
Trade Receivables		137,369	121,165
Other Receivables	9	39,040	45,063
Amount due from related parties		-	50
Tax recoverable		143	130
Fixed deposits with licensed banks		8,129	8,129
Cash and bank balances		1,916	4,559
		389,484	370,811
TOTAL ASSETS		480,534	462,973
EQUITY AND LIABILITIES			
EQUITY			
Share capital	12	120,764	120,764
Capital reserves		34,770	34,770
Foreign currency reserves		(1,511)	(1,511)
Retained earnings		125,522	124,698
Total Equity Attributable to Owners of the Company		279,545	278,720
Non-controlling Interests		2,305	2,496
TOTAL EQUITY		281,849	281,217
NON-CURRENT LIABILITIES			
Payables		384	384
Leased Liabilities		-	4,617
Bank Borrowings	13	27,238	26,688
Deferred liabilities		2,966	2,966
Deferred tax Liabilities		598	598
		31,186	35,253
CURRENT LIABILITIES			
Contract Liabilities	10	47,129	45,440
Trade payables		39,139	41,097
Other payables		33,120	18,643
Amount due to related parties		2,072	1,242
Amount due to directors		5,103	167
Leased Liabilities		6,490	2,031
HP Payables		-	-
Bank borrowings	13	12,964	16,335
Provisions		1,388	-
Taxation		20,094	21,549
		167,499	146,504
TOTAL LIABILITIES		198,685	181,756
TOTAL EQUITY & LIABILITIES		480,534	462,973
Net Assets per share (RM)		0.6715	0.6695

The Condensed Consolidated Balance Sheets should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for year ended 30 June 2022.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the period ended 31 March 2023

	<----- Attributable to Equity Holders of the Parent ----->						Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Issued Capital	Share Premium	Capital Reserve	Revaluation Reserve	Exchange Translation Reserve	Distributable Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
At 01.07.2022	120,764	-	34,770	-	(1,511)	124,698	278,720	2,496	281,217
Total comprehensive income for the period	-	-	-	-	-	824	824	108	932
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(300)	(300)
At 31.03.2023	120,764	-	34,770	-	(1,511)	125,522	279,544	2,305	281,849

For the period ended 31 March 2022

	<----- Attributable to Equity Holders of the Parent ----->						Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Issued Capital	Share Premium	Capital Reserve	Revaluation Reserve	Exchange Translation Reserve	Distributable Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
At 01.07.2021	120,764	-	34,770	-	(1,134)	123,428	277,828	2,712	280,540
Total comprehensive income for the period	-	-	-	-	-	262	262	19	281
At 31.03.2022	120,764	-	34,770	-	(1,134)	123,690	278,090	2,731	280,821

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for year ended 30 June 2022.

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Cumulative 9 months to 31.03-2023 RM'000	Cumulative 9 months to 31.03-2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	1,509	861
Adjustments for:-		
Depreciation of property, plant & equipment	1,157	1,347
Depreciation of right-of-use assets	158	1,332
Depreciation of investment properties	13	-
Interest expenses	2,086	2,064
Interest income	(2,371)	(6,257)
Operating profit/(loss) before working capital changes	2,552	(653)
(Increase)/Decrease in :-		
Inventories	(10,683)	834
Receivables & deposits	(10,181)	(14,577)
Land held for property development and property development costs	(26)	(839)
Contract assets/(liabilities)	1,200	7,551
Amount due from related parties	880	(289)
Increase/(Decrease) in :-		
Payables & accruals	13,908	1,416
Net cash generated from/(absorbed by) operations	(2,350)	(6,557)
Interest received	2,371	-
Interest paid	(2,086)	(2,064)
Tax paid	(2,045)	(70)
Net Cash Flow from Operating Activities	(4,110)	(8,691)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of plant & equipment	-	1,359
Purchase of property, plant and equipment	(190)	(1,420)
Net Cash Flow from Investing Activities	(190)	(61)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid to non-controlling interests	(300)	(300)
Repayment of lease/hire purchase liabilities	(158)	(38)
Drawdown of borrowings	3,000	-
Proceeds from/(Repayment of) term loans	(2,821)	9,891
Advances from directors	4,936	(51)
Net Cash Flow from Financing Activities	4,657	9,502
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS C/F	357	750
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS B/F	357	750
EFFECT OF EXCHANGE RATE CHANGES	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,320	2,591
CASH AND CASH EQUIVALENTS AT END OF YEAR	2,677	3,341
CASH AND CASH EQUIVALENTS AT END OF YEAR		
Fixed and security deposits	8,129	7,897
Cash and bank balances	1,916	2,592
	10,045	10,489
Deposits pledged for bank facilities	(7,368)	(7,148)
	2,677	3,341

The Condensed Consolidated Cashflow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for year ended 30 June 2022.

NOTES TO THE INTERIM FINANCIAL REPORT

1) Basis of Accounting and Accounting Policies

The unaudited interim financial report of the Group has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and Paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Bhd ("Bursa Securities") and should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2022.

For financial year ending 30 June 2023, the Group will continue to prepare financial statements using applicable Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards and the requirements of the Companies Act 2016. The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2022 except for the adoption of the relevant new MFRS, amendments to MFRS and IC Interpretations that are effective for financial periods beginning on or after 1 July 2022. The adoption of the relevant new MFRS, amendments to MFRS and IC Interpretations do not have any significant impact on the financial statements of the Group for the year ending 30 June 2023.

2) Previous Year's Audit Qualification and Current Status

The audited financial statements of the Company for the financial year ended 30 June 2022 were not subject to any audit qualification.

3) Seasonal or Cyclical Factors affecting Operations

The construction activities of the Group can be materially affected by some seasonal or cyclical factors.

4) Material Unusual Item

There was no material unusual item for the current financial quarter and financial year to date.

5) Material Changes in Estimates reported previously

Not applicable.

6) Issuance/Cancellation/Repurchase/Resale/Repayment of Debts/Equity Securities

There was no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year to date.

7) Dividends

No dividend had been declared for the current financial quarter and financial year to date.

8) Inventory

Non-current

At net realisable value

- Land held for property development

Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
56,442	56,416
56,442	56,416

	Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
8) Inventory (cont'd)		
<u>Current</u>		
<i>At cost</i>		
- Property development costs	150,848	140,314
- Completed properties	34,020	34,020
- Other inventories	347	198
	185,215	174,532
	185,215	174,532
9) Other receivables		
	Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
<u>Non-current</u>		
Other receivables	641	641
Total non-current receivables	641	641
<u>Current</u>		
Other receivables	36,399	42,737
Deposits	2,248	2,524
Prepayments	623	59
Total current receivables	39,269	45,320
Less: Accumulated impairment losses:		
- Other receivables	229	257
	229	257
Net current receivables	39,040	45,063
Total receivables	39,681	45,704
10) Contract Assets / (Liabilities)		
	Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
Contract assets		
- construction contracts	17,672	17,183
	17,672	17,183
Contract liabilities		
- property development activities	(14,482)	(28,520)
- construction contracts	(32,648)	(16,920)
	(47,129)	(45,440)

11) Cash and Cash Equivalent

	Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
Deposits with financial institutions	8,129	8,129
Cash and bank balances	1,916	1,559
	10,045	9,688
Less : Deposits pledged for bank facilities	(7,368)	(7,368)
	2,677	2,320

12) Share Capital

	Number of ordinary shares		Amount	
	@ 31.03.2023 '000	@ 30.06.2022 '000	@ 31.03.2023 RM'000	@ 30.06.2022 RM'000
<u>Issued and fully paid:</u>				
Ordinary shares				
At 1 January	416,325	416,325	120,764	120,764
Issuance of ordinary shares	-	-	-	-
At end of period	416,325	416,325	120,764	120,764

13) Bank Borrowings

	Unaudited @ 31.03.2023 RM'000	Audited @ 30.06.2022 RM'000
<u>Current</u>		
Revolving credit (secured)	1,525	1,524
Bank overdraft	3,000	3,000
Term loans (secured)	8,439	11,811
	12,964	16,335
<u>Non-current</u>		
Term loans (secured)	27,238	26,688
	27,238	26,688

14) Segmental Information

	Construction RM'000	Property Development & Management RM'000	Manufacturing and Trading RM'000	Unaudited @ 31.03.2023 Total RM'000
Segment profit/(loss)	(95)	1,952	873	2,729
Included in the measure of segment profit are:-				
Revenue from external customers	22,981	7,370	24,943	55,294
Less : Inter-segment revenue	-	-	-	-
	22,981	7,370	24,943	55,294
Not included in the measure of segment profit but provided to Chief Executive Officer ("CEO"):-				
Depreciation of property, plant & equipment	(781)	(1)	(375)	(1,157)
Depreciation of investment properties	-	-	(13)	(13)
Amortisation of right-of-use assets	-	(158)	-	(158)
Finance costs	(194)	(1,881)	(11)	(2,086)
Interest income	1,353	1,018	-	2,371
Taxation	(68)	(395)	(114)	(577)
Segment Assets	275,600	188,651	15,866	480,116
Included in the measure of segment assets are:-				
Additions to non-current assets other than financial instruments	-	-	-	-

14) Segmental Information (cont'd)

Reconciliations of reportable segment revenues, profit/loss, assets and liabilities and other material items are as follows:-

				Unaudited	
				@ 31.03.2023	
				RM'000	
Profit / (Loss)					
Total profit/(loss) for reportable segments				2,729	
Other non-reportable segments				(178)	
Depreciation of property, plant and equipment				(1,157)	
Amortisation of right-of-use assets				(158)	
Depreciation of investment properties				(13)	
Finance costs				(2,086)	
Interest income				2,371	
Consolidated profit before taxation				1,509	

	Total reportable segments	Non-reportable segments	Components not monitored by CEO	Elimination of inter-segment transactions or balances	Unaudited @ 31.03.2023 Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	55,294	-	-	-	55,294
Depreciation of property, plant & equipment	(1,157)	-	-	-	(1,157)
Amortisation of right-of-use assets	(158)	-	-	-	(158)
Depreciation of investment properties	(13)	-	-	-	(13)
Finance costs	(2,086)	-	-	-	(2,086)
Interest income	2,371	-	-	-	2,371
Segment assets	480,116	-	-	-	480,116
Additions to non-current assets	-	-	-	-	-

By Geographical Segments

No geographical segment information is presented as the Group operates principally in Malaysia.

15) Valuation of Property, Plant and Equipment

Not applicable as the Group's property, plant and equipment are stated at cost less accumulated depreciation.

16) Material Subsequent Events

There is no material event affecting the earnings of the Group for the period under review had occurred between 31 March 2023 and the date of this announcement.

17) Changes in the composition of the Group

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

18) Contingent Liabilities

There is no contingent liabilities for the Group as at 23 May 2023, being the latest practicable date which is not earlier than 7 days from the date of this announcement.

19) Changes in Material Litigations

Save as disclosed in previous quarterly result announcements and in the audited accounts of the Company and its subsidiary companies, neither the Company nor any of its subsidiaries is engaged in any material litigation/arbitration, either as plaintiff or defendant, and the Directors have no knowledge of any other proceeding pending or threatened against the Company or its subsidiaries or of any fact likely to give rise to any proceedings which may materially affect the position of the Company and its subsidiaries as at the date of this announcement.

There are no material changes in previously announced material litigations.

20) Taxation

Income tax expense for the current financial quarter and financial year to date are as follows:-

	Current Quarter At 31.03.2023 RM'000	Cumulative year to date RM'000
Malaysian taxation based on profit for the year:-		
Current year	(109)	577
Deferred taxation:-		
Relating to reversal of temporary differences	-	-
	(109)	577

21) Profit/(Losses) on sale of Unquoted Investments and/or Properties

Except for those occurred within the ordinary course of the Group's businesses, there were no profits on sale of investment and/or properties for the current financial quarter and financial year to date.

22) Other Investments

a) Purchases/Sales of Quoted Securities

There is no purchase of quoted securities for the current financial quarter and financial year to date.

b) The Group has no other investment in quoted securities as at 31 March 2023.

23) Status of Corporate Proposals

There was no corporate proposal announced but not completed in the interval from the date of the last report and the date of this announcement.

24) Financial Instruments

The Group has no outstanding derivatives as at 31 March 2023.

There were no gain/loss arising from fair value changes in financial liabilities for the year to date.

25) Material change in the Quarterly Results compared to previous quarter

The Group recorded revenue of RM17.15 million and gross profit of RM2.52 million for current quarter as compared to revenue of RM23.01 million and gross profit of RM2.41 million announced for previous quarter.

The decrease in Group's revenue mainly due to the festive season.

26) Review of Performance of the Company and its Principal Subsidiaries

The Group recorded revenue of RM55.29 million and net profit before taxation of RM1.51 million for 9 months period ended 31 March 2023, showing an increase of revenue by 12% compare to corresponding 9 months period ended 31 March 2022.

There is not much different in revenue recorded for quarter ended March 2023 compare to corresponding 9 months quarter ended March 2022. Syca Group currently mainly focus on in hand projects/contracts and contribution for new project/contract is expected to commence in next 2 quarters only.

27) Current Year Prospects

The Board is of the opinion that the near term prospect is expected to remain challenging for the domestic construction and property industries and the Group will focus on cautious working capital management in planning its construction and development activities.

With the recorded sales status for the launched projects, the Board remains cautiously optimistic on the Group's prospects for the financial year ending 30 June 2023.

28) Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee

Not applicable as the Company did not issue any profit forecast or profit guarantee during the period under review.

29) Earnings/(Loss) per share ("EPS") and Net Assets ("NA") per share

Basic EPS

The basic net earnings per share is calculated by dividing the Group's profit after taxation and minority interests of RM0.824 million by the number of ordinary shares in issue of 416,324,428 for the period under review.

NA per share

The net assets per share is calculated by dividing the Group's total equity attributable to owners of the Company of RM279.55 million by the number of ordinary shares in issue of 416,324,428 as at today.

30) Authorised for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors on 24 May 2023.