

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR TO DATE ENDED 31 DECEMBER 2023

	Unaudited INDIVIDUAL QUARTER 3 MONTHS ENDED		Unaudited CUMULATIVE PERIOD 12 MONTHS ENDED	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Revenue	5,342	8,735	22,740	21,606
Cost of sales	(7,152)	(8,491)	(21,371)	(17,690)
Gross (loss)/profit	(1,810)	244	1,369	3,916
Other items of income	186	3,819	3,811	3,132
Other items of expense	(304)	-	(304)	-
Administrative expenses	(1,739)	(3,968)	(4,076)	(6,132)
Finance costs	(114)	(17)	(207)	(55)
(Loss)/profit before taxation	(3,781)	78	593	861
Income tax expenses	(1)	13,457	-	14,448
(Loss)/profit for the financial year/Total comprehensive (loss)/profit	(3,782)	13,535	593	15,309
(Loss)/profit attributable to:				
Owners of the Company	(3,782)	13,537	596	15,311
Non-controlling interests	-	(2)	(3)	(2)
	(3,782)	13,535	593	15,309
(Loss)/profit per share attributable to owners of the Company (Sen per share):				
Basic and diluted	(1.52)	6.43	0.24	6.17

The condensed consolidated statement of profit and loss and other comprehensive income for the quarter and financial year ended 31 December 2023 should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	(Unaudited) AS AT END OF CURRENT QUARTER 31.12.2023 RM'000	(Audited) AS AT END OF PRECEDING FINANCIAL YEAR 31.12.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	466	443
Land held for property development	147,951	147,927
	148,417	148,370
Current assets		
Trade and other receivables	12,683	7,452
Cash and bank balances	197	1,231
	12,880	8,683
TOTAL ASSETS	161,297	157,053
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	210,598	210,598
Accumulated losses	(78,228)	(78,824)
	132,370	131,774
Non-controlling interests	(498)	(495)
TOTAL EQUITY	132,872	131,279
Current liabilities		
Trade and other payables	25,696	22,323
Tax payables	228	241
Loans and borrowings	3,501	3,210
	29,425	25,774
Total liabilities	29,425	25,774
TOTAL EQUITY AND LIABILITIES	161,297	157,053
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.53	0.53

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	Attributable to the owners of the Company			
	Non-distributable Share Capital RM'000	Distributable Accumulated Losses RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Current year to date (Unaudited)				
At 1 January 2023	210,598	(78,824)	(495)	131,279
<u>Non-owner changes in equity</u>				
Total comprehensive income	-	596	(3)	593
At 31 December 2023	210,598	(78,228)	(498)	131,872
Previous year corresponding period (Audited)				
At 1 January 2022	210,598	(94,135)	(493)	115,970
<u>Non-owner changes in equity</u>				
Total comprehensive income	-	15,311	(2)	15,309
At 31 December 2022	210,598	(78,824)	(495)	131,279

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	(Unaudited) CURRENT YEAR ENDED 31.12.2023 RM'000	(Audited) PRECEDING YEAR ENDED 31.12.2022 RM'000
Cash flows from operating activities		
Net profit before tax	593	861
Adjustments for:		
Depreciation	112	181
Interest expense	207	55
Interest income	(2)	-
Reversal of impairment loss on trade and other receivables	-	(168)
Gain on disposal of property, plant and equipment	-	(63)
Operating profit before changes in working capital	910	866
Changes in working capital		
Increase in receivables	(5,232)	(4,858)
(Decrease)/increase in payables	3,372	1,950
Net cash flows used in operations	(950)	(2,042)
Interest paid	(207)	(55)
Interest income	2	-
Income taxes paid, net of refund	(12)	632
Net cash used in operating activities	(1,167)	(1,465)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(134)	(322)
Additional to land held for property development	(24)	-
Proceeds from disposal of property, plant and equipment	-	63
Net cash used in investing activities	(158)	(259)
Cash flows from financing activity		
Repayment of hire purchase	-	(106)
Net cash used in financing activity	-	(106)
Net decrease in cash and cash equivalents	(1,325)	(1,830)
Cash and cash equivalents at beginning of the year	(1,979)	(149)
Cash and cash equivalents at end of year	(3,304)	(1,979)
Cash and cash equivalents comprise the following:		
Cash and bank balances	197	1,231
Bank overdraft	(3,501)	(3,210)
	(3,304)	(1,979)

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.

PART A: EXPLANATORY NOTES TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS 134):

A1. Basic of preparation

The Group has prepared its financial statements using the Malaysian Financial Reporting Standards (“MFRS”) for the financial year ended 31 December 2023.

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

The interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2022. The 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 financial year ended 31 December 2022.

A2. Change in accounting policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited financial statement for the year ended 31 December 2022 save for the adoption of the following:

Effective for financial periods beginning on or after 1 January 2023:

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: Classification of Liabilities as Current or Non-current
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 the new standards and amendments to standards did not have any significant impact on the financial statements of the Group.

Certain new accounting standards and interpretation (including the consequential amendments, if any) have been issued but not yet effective for the current reporting periods and have not been early adopted by the Group as follows:

<u>MFRSs and/or IC Interpretations (including the Consequential Amendments)</u>	Effective Date
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenant	1 January 2024
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

These amendments and standards are not expected to have a material impact on the financial statements of the Group in the current or future reporting periods.

A3. Auditors’ Report on preceding annual financial statements

The Group’s audited financial statements for the financial year ended 31 December 2022 reported material uncertainty related to going concern. However, the auditors’ report was not qualified.

A4. Items of unusual nature and amount

There were no unusual items that affect the assets, liabilities, equity, net income or cash flows during the financial period under review.

A5. Material changes in estimates

There were no material changes in estimates of amounts that have had a material effect in the results during the financial period under review.

A6. Issuance, cancellations, repurchase, resale and repayments of debts and equity securities

There was no issuance, cancellations, repurchase and repayments of debts and equity securities during the financial period under review.

A7. Dividends paid

There were no dividends paid during the financial period under review.

A8. Segmental information

The Group's activities include property development, construction and provision of corporate management services to the companies within the Group which are carried out in Malaysia as follows:

The segment revenue and segment results for the current financial year to date are as follows:

Year ended 31.12.2023 (unaudited)	Property Development RM'000	Construction RM'000	Corporate and others RM'000	Total RM'000
Revenue				
- External sales	-	22,740	-	22,740
Segment results	(240)	(1,354)	2,506	912
Depreciation	-	(80)	(32)	(112)
Finance costs	-	(83)	(124)	(207)
(Loss)/profit before tax	(240)	(1,517)	2,350	593
Tax expenses	-	-	-	-
(Loss)/profit after tax	(240)	(1,517)	2,350	593

The segment revenue and segment results for the quarter ended 31 December 2022 are as follows:

Quarter ended 31.12.2023 (unaudited)	Property Development RM'000	Construction RM'000	Corporate and others RM'000	Total RM'000
Revenue				
- External sales	-	5,342	-	5,342
Segment results	(119)	(2,880)	(644)	(3,643)
Depreciation	-	(21)	(3)	(24)
Finance costs	-	(83)	(31)	(114)
Loss before tax	(119)	(2,984)	(678)	(3,781)
Tax expenses	-	(1)	-	(1)
Loss after tax	(119)	(2,985)	(678)	(3,782)

A9. Land held for property development

	Land RM'000	Development cost RM'000	Total RM'000
Costs			
At 1 January 2023	177,946	18,826	196,772
Addition	-	24	24
At 31 December 2023	177,946	18,850	196,796
Accumulated Impairment losses			
At 1 January 2023	(35,193)	(13,652)	(48,845)
Charged for the period	-	-	-
At 31 December 2023	(35,193)	(13,652)	(48,845)
Carrying value			
At 31 December 2023	76,095	5,198	81,293
At fair value less cost to sell	66,658	-	66,658
At 31 December 2023	142,753	5,198	147,951

There was no fair value adjustment to the land held for property development, since the last annual audited financial statements.

A10. Changes in composition of the Group

There were no material changes in composition of the Group during the financial period under review.

A11. Commitments

There were no material capital commitments for capital expenditure, contracted for or known to be contracted by the Group which might have a material impact on the financial position of the Group for the period under review of the Group during the financial period under review.

A12. Contingent liabilities

There were no contingent liabilities for the Group as at 31 December 2023.

A13. Related party transactions

There aggregate value of material transactions of the related parties of the Group were as follows:

	Quarter ended		Year to date	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Group				
Type of transaction:				
Entities under common controls				
- Contract revenue	6,238	10,927	16,070	23,259
- Contract cost	897	2,282	3,312	4,327
With a director/persons connected to a director				
- Advances received	-	-	30	3,350
- Repayment of advances	-	-	350	203

PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

4th Quarter 2023 vs 4th Quarter 2022

	(Unaudited)		Changes	
	Current Year Quarter 31.12.2023 RM'000	Preceding Year Quarter 31.12.2022 RM'000		
Revenue				
- Construction	5,342	8,735	(3,393)	-39
(Loss)/profit before tax				
- Property development	(119)	414	(533)	-129
- Construction	(2,984)	138	(3,122)	-2,262
- Corporate and others	(678)	(474)	(204)	43
	<u>(3,781)</u>	<u>78</u>	<u>(3,859)</u>	<u>-4,497</u>
(Loss)/profit after tax				
- Property development	(119)	13,871	(13,990)	-101
- Construction	(2,985)	138	(3,123)	-2,263
- Corporate and others	(678)	(474)	(204)	43
	<u>(3,782)</u>	<u>13,535</u>	<u>(17,317)</u>	<u>-128</u>

Group

The revenue recorded in current year's quarter was RM5.3 million as compared to RM8.7 million in the preceding year's corresponding quarter.

Property development segment

There were no revenues recorded from property development for current year's quarter and previous year's corresponding quarter.

For the current quarter ended 31 December 2023, this segment recorded a loss before tax of RM0.12 million as compared to RM0.41 million profit recorded in the previous year's corresponding quarter. However, loss after tax was RM0.12 million as compared to profit after tax of RM13.9 million recorded in the previous year's corresponding quarter. In 4th quarter of the previous year, there was an over provision of tax payable amounting to RM14.02 million arising from a successful negotiation with the authorities for a reduction of tax payable.

Construction segment

The revenue recorded for construction segment was RM5.3 million in current year's quarter compared to RM8.7 million in the preceding year's corresponding quarter. During the current year fourth quarter, existing projects contributed a decrease of RM2.1 million when compared with preceding year's corresponding quarter.

For the current quarter ended 31 December 2023, this segment recorded a loss before tax of RM3.0 million as compared to a profit before tax of RM0.14 million in the previous year corresponding quarter. This segment recorded a foreseeable loss of RM0.9 million for an ongoing project in the current quarter.

Corporate and others

There were no revenues recorded for corporate segment for current year's quarter and previous year's corresponding quarter.

For the current quarter ended 31 December 2023, this segment recorded a loss before tax of RM0.68 million as compared to loss before tax of RM0.47 million in the previous year's corresponding quarter.

B2. Comparison with preceding quarter's results

Year to date 31.12.2023 vs 31.12.2022

	(Unaudited) Current Year To date RM'000	(Audited) Preceding Year To date RM'000	Changes	
			RM'000	%
Revenue				
- Construction	22,740	21,516	1,224	6
(Loss)/profit before tax				
- Property development	(240)	414	(654)	-158
- Construction	(1,517)	1,269	(2,786)	-220
- Corporate and others	2,350	(1,192)	3,742	-297
	593	491	102	21
(Loss)/profit after tax				
- Property development	(240)	13,871	(14,111)	-102
- Construction	(1,517)	1,269	(2,786)	-220
- Corporate and others	2,350	(1,192)	3,542	-297
	593	13,948	(13,355)	-96

Group

The cumulative revenue recorded was RM22.7 million in current year as compared to RM21.5 million in the preceding year.

The cumulative profit before tax was RM0.6 million in current year as compared to a profit before tax of RM0.5 million in the previous year. The cumulative profit after tax was RM0.6 million as compared to a profit before tax of RM13.9 million in the previous year. In the previous year, there was an over provision of tax payable amounting to RM14.02 million arising from a successful negotiation with the authorities for a reduction of tax payable.

Property development segment

There were no revenues recorded for current year to date and previous year's corresponding period.

For the current year ended 31 December 2023, this segment recorded a loss before tax of RM0.2 million as compared to profit before tax of RM0.4 million recorded in the previous year. However, cumulative profit after tax was RM0.2 million as compared to a profit before tax of RM13.9 million in the previous year. In the previous year, there was an over provision of tax payable amounting to RM14.02 million arising from a successful negotiation with the authorities for a reduction of tax payable.

Construction segment

The revenue recorded was RM22.7 million in current year to date compared to RM21.5 million in the previous year. The improved revenue was mainly driven by revenue of RM5.1 million generated from new contracts obtained during the year. Existing projects recorded a decrease of RM3.8 million when compared with preceding year.

For the current year to date up to 31 December 2023, this segment recorded a loss before tax of RM0.8 million as compared to profit before tax of RM1.3 million in the previous year. During the current year, this segment recorded a foreseeable loss from an ongoing project of RM0.9 million.

Corporate and others

There were no revenues recorded for current year to date and previous year.

For the current year to date up to 31 December 2023, this segment recorded a profit before tax of RM2.4 million as compared to loss before tax of RM1.2 million in the previous year. The increase in profit was mainly due to the reversal of GST payable amounting to RM3.6 million recorded in current year.

B3. Current year prospect and outlook

The Board is of the opinion that the property market outlook is expected to remain challenging in the year ahead in view of the increase in interest rate and weakening of purchasing power by inflation. The Group continue to monitor the property market outlook in view of revitalising its property development segment whilst seeking appropriate joint venture partner with relevant experience and expertise in property development in Sabah and sufficient financial resources.

During the year, Group has been actively tendering and securing construction contracts to improve the Group's revenue and profitability. The Group has 7 ongoing construction projects, with 1 project completed during the year. The outstanding order book of the Group is approximately RM107.3 million as at 31 December 2023. The Group is currently focusing on securing more construction contracts as the construction revenue is expected to be the main income of the Group over the next 2 years.

The Group received proceeds of the shares issuance of 74,431,000 Subscription Shares amounting to RM5.5 million arising from the Proposed Regularisation Plan on 15 January 2024. The proceeds have been utilised to address the Group's immediate cashflow requirements in respect of existing construction works as well as its day-to-day working capital requirements.

B4. Achievement of revenue/profit estimates, forecasts and/or internal targets

Not applicable as the Company did not provide any revenue or profit estimate, forecast or projection, and did not publish any internal targets, in any public domain.

B5. Explanatory note for variance of actual profit from profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee for the period under review.

B6. Finance costs

	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 Year to date 31.12.2022 RM'000
Interest expense				
- Bank overdraft	(114)	(11)	(207)	(48)
- Finance lease payables	-	(6)	-	(7)
	<u>(114)</u>	<u>(17)</u>	<u>(207)</u>	<u>(55)</u>

B7. Trade and other receivables

The trade and other receivables of the Group were as follows:	31.12.2023 RM'000	31.12.2022 RM'000
Trade receivables – third parties, net of impairments	8,244	5,630
Other receivables		
-Sundry receivables, net of impairments	359	903
-Prepayment	49	49
-Refundable deposits	77	458
	<u>485</u>	<u>1,410</u>
Contract asset	3,954	412
Total trade and other receivables	<u>12,683</u>	<u>7,452</u>

BERTAM ALLIANCE BERHAD [Registration No. 199401019851 (305530-A)]**B8. Borrowing**

The Group's borrowing (denominated in Ringgit Malaysia) is as follows:

	Current RM'000	Non-Current RM'000	Total RM'000
Secured			
Overdraft	3,501	-	3,501
As at 31 December 2023	<u>3,501</u>	<u>-</u>	<u>3,501</u>

B9. Significant event

On 4 April 2018, the Company is classified as an affected listed issuer pursuant to Paragraph 8.04(2) and Paragraph 2.1 (c) of Practice Note 17 ("PN17") of the Listing Requirements.

The PN17 criteria was triggered by the Winding-Up Order dated 30 November 2017 made against Bertam Development Sdn. Bhd. ("BDSB"), a wholly-owned subsidiary company of the Company, which accounts for more than 50% of the total assets employed of the Group on a consolidated basis ("Winding-up Order"). Additionally, the Group's financial result for the financial year ended 31 December 2020 has further triggered Paragraph 8.03A(2)(b) of the Listing Requirements, whereby the Group has an insignificant business or operations due to its revenue for the financial year ended 31 December 2020 being less than 5% of its share capital.

The abovementioned Winding-up Order was terminated in June 2019 following the full settlement of the liabilities being claimed. Subsequently, the Company had further triggered the criteria prescribed under Paragraph 2.1(d) of PN17, whereby the auditors have expressed an adverse or disclaimer opinion in our Company's latest audited financial statements for the FYE 31 December 2019.

In compliance with paragraph 4.1 of PN17, the Company is required to submit the regularisation plan to the relevant authorities for which the Company is required to announce the details of the regularisation plan ("Requisite Announcement") and sufficient information to demonstrate that the company is able to comply with all the requirements set out in Paragraph 5.0 of PN17 after implementation of the regularisation plan, which shall include a timetable for the complete implementation of the regularisation plan. The Requisite Announcement must be made by the Company's Principal Adviser.

On 4 October 2021, the Company has submitted an application for a further extension of time up to 3 April 2022 to comply with Paragraph 8.04(3) of the Listing Requirements ("6th EOT Application"). Bursa Securities has vide its letter dated 1 December 2021 decided to grant the Company an extension of time of 6 months up to 3 April 2022 to submit the regularisation plan to the regulatory, subject to the Requisite Announcement being made by 31 December 2021.

The Company submitted the regularisation plan to Bursa Securities on 30 March 2022.

On 17 February 2023, an announcement was made that the Company proposes to undertake the Proposed Share Capital Reduction which will form part of the Proposed Regularisation Plan. A revised application for the Proposed Regularisation Plan was submitted to Bursa Securities on 21 February 2023.

On 2 November 2023, Mercury Securities had, on behalf of our Board, announced that Bursa Securities has, vide its letter dated 1 November 2023, approved the Proposed Regularisation Plan.

The Proposed Regularisation Plan and approval announced by Bursa Securities are elaborated in B10 *Status of corporate proposal*.

B10. Status of corporate proposal

The following is the status of corporate proposals that have been announced by the Company but has not been completed as at 15 February 2024, being the latest practicable date, which is not earlier than 7 days from the date of issuance of this interim financial statement.

B10. Status of corporate proposal (cont.d)

On behalf of the Board of Directors of Bertam, Mercury Securities Sdn Bhd had on 27 December 2021 announced that the Company:

- (i) had entered into conditional subscription agreements with Richard Ling Do Nyeen and Law Ngia Meng respectively (collectively referred to as “Subscribers”) for the proposed issuance of 74,431,000 new ordinary shares in Bertam (“Bertam Shares”) to the Subscribers (“Proposed Shares Issuance”); and
- (ii) proposes to undertake the Proposed Regularisation Plan which is comprised of the following to regularise its financial condition in accordance with Paragraph 8.04(3) of the Listing Requirements:
 - (a) the Proposed Shares Issuance: and
 - (b) proposed renounceable rights issue of up to 161,268,748 new Bertam Shares (“Rights Shares”) on the basis of 1 Rights Share for every 2 existing Bertam Shares held, together with up to 161,268,748 free detachable warrants in Bertam (“Warrants”) on the basis of 1 Warrant for every 1 Rights Share subscribed for on an entitlement date to be determined and announced later (“Proposed Rights Issue of Shares with Warrants”).

The Company submitted the above proposal to Bursa on 30 March 2022.

On 17 February 2023 on behalf of the Board of Directors of Bertam, Mercury Securities Sdn Bhd had announced that the Company proposes to undertake the Proposed Share Capital Reduction which entails the reduction of RM90.00 million of the Company’s issued share capital pursuant to Section 116 of the Companies Act 2016. The Proposed Share Capital Reduction will form part of the Proposed Regularisation Plan. Subsequently on 22 February 2023, Mercury Securities had, on behalf of our Board announced that the revised application has been submitted to Bursa Securities on 21 February 2023.

On 2 November 2023, Mercury Securities had, on behalf of our Board, announced that Bursa Securities has, vide its letter dated 1 November 2023, approved the following:

- (i) Proposed shares issuance of 74,431,000 new ordinary shares in Bertam (“Bertam Shares”) to the Subscribers (“Proposed Shares Issuance”) to Richard Ling Do Nyeen and Law Ngia Meng (collectively referred to as “Subscribers”) at the subscription price of RM0.075 per Subscription Share (“Proposed Shares Issuance”);
- (ii) Proposed reduction of RM90.00 million of issued share capital of Bertam pursuant to Section 116 of the Companies Act 2016 (“Proposed Capital Reduction”); and
- (iii) Proposed renounceable rights issue of up to 161,268,748 new Bertam Shares (“Rights Shares”) on the basis of 1 Rights Share for every 2 existing Bertam Shares held, together with up to 161,268,748 free detachable warrants in Bertam (“Warrants”) on the basis of 1 Warrant for every 1 Rights Share subscribed for on an entitlement date to be determined and announced later (“Proposed Rights Issue with Warrants”).

Bursa has also resolved to approve the listing and quotation, on the Main market of Bursa Securities, for:

- (i) 74,431,000 Subscription Shares pursuant to the proposed Shares issuance;
- (ii) up to 161,268,748 Rights Shares and up to 161,268,748 Warrants to be issued pursuant to the Proposed Rights Issue with Warrants; and
- (iii) up to 161,268,748 new Bertam Shares to be issued pursuant to the exercise of the Warrants.

A Circular to Shareholders in relation to the Proposed Regularisation Plan were circulated to the shareholders and at the Extraordinary General Meeting on 27 December 2023, the Company has obtained shareholders’ approval for the Proposed Regularisation Plan.

On 15 January 2024, the shares issuance of 74,431,000 Subscription Shares pursuant to the proposed Shares issuance to Richard Ling Do Nyeen and Law Ngia Meng at the subscription price of RM0.075 per Subscription Share was completed.

On 26 January 2024, Bertam’s legal counsel filed the petition in relation to the Proposed Share Capital Reduction to the High Court of Malaya in Kuala Lumpur. The e-review case management has been set to be on 11 March 2024.

BERTAM ALLIANCE BERHAD [Registration No. 199401019851 (305530-A)]**B11. Dividend payable**

The board of Directors does not recommend any payment of dividend in respect of the financial period under review.

B12. Earnings per share

The basic earnings per share have been calculated by dividing the Group's profit for the year attributable to owners of the Company by weighted average number of shares in issue.

	Current Year To date 31.12.2023	Preceding Year To date 31.12.2022
Profit attributable to owners of the Company (RM'000)	596	15,311
Weighted number of ordinary shares in issue ('000 shares)	248,106	248,106
Basic earnings per share (Sen)	<u>0.24</u>	<u>6.17</u>

The diluted earnings per share are the same as basic earnings per share as there are no dilutive potential ordinary shares outstanding.

B13. Notes to the Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income

The followings items have been included in arriving at loss/profit before tax:

	Quarter ended		Year to date	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Interest income	-	-	2	-
Rental income	7	9	23	21
Interest expenses	(114)	(17)	(93)	(42)
Rental expense	1,160	-	1,160	-
Depreciation	(25)	(42)	(87)	(139)
Gain on disposal of property, plant and equipment	-	(63)	-	(63)
Reversal of impairment loss on trade and other receivables	-	(168)	-	(168)

B14. Authority for issue

The interim financial statements were reviewed by the Audit Committee of the Company and duly authorized for the issue by the Board of Directors in accordance with a resolution of the Directors dated 29 February 2024.