



## **Tuju Setia Berhad**

(Registration No. 202001005607 (1361927-V))  
(Incorporated in Malaysia under the Companies Act 2016)

# **Interim Financial Report For The Fourth Quarter Ended 31 December 2022**

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The Directors are pleased to announce the unaudited financial results of the Group for the Fourth Quarter ended 31 December 2022.

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income<sup>(1)</sup> For the Fourth Quarter Ended 31 December 2022

|  | Interim Quarter         |                         | Period-To-Date          |                       |
|--|-------------------------|-------------------------|-------------------------|-----------------------|
|  | Unaudited<br>31.12.2022 | Unaudited<br>31.12.2021 | Unaudited<br>31.12.2022 | Audited<br>31.12.2021 |
| Note   | RM'000                  | RM'000                  | RM'000                  | RM'000                |
| Revenue  | 136,453                 | 98,461                  | 393,302                 | 245,773               |
| Cost of sales  | (134,195)               | (92,392)                | (416,466)               | (228,071)             |
| <b>Gross profit/(loss)</b>   | 2,258                   | 6,069                   | (23,164)                | 17,702                |
| Other income   | 121                     | 214                     | 799                     | 1,482                 |
| Administrative and other operating expenses                        | (2,305)                 | (1,915)                 | (8,534)                 | (7,753)               |
| Net loss on impairment of contract assets                          | (4,438)                 | -                       | (13,498)                | -                     |
| Finance costs  | (249)                   | (50)                    | (498)                   | (287)                 |
| <b>Profit/(Loss) before tax</b>                                    | (4,613)                 | 4,318                   | (44,895)                | 11,144                |
| Tax income/(expense)   | <b>B5</b> 885           | (1,016)                 | 11,360                  | (2,867)               |
| <b>Profit/(Loss) after tax</b>                                     | (3,728)                 | 3,302                   | (33,535)                | 8,277                 |
| Other comprehensive income / (expenses)                            | -                       | -                       | -                       | -                     |
| <b>Profit/(Loss) and total comprehensive income for the period</b> | <u>(3,728)</u>          | <u>3,302</u>            | <u>(33,535)</u>         | <u>8,277</u>          |
| <i>Attributable to:</i>  |                         |                         |                         |                       |
| Equity holders of the Company                                      | <u>(3,728)</u>          | <u>3,302</u>            | <u>(33,535)</u>         | <u>8,277</u>          |
| <b>(Loss)/Earnings per share</b>                                   |                         |                         |                         |                       |
| Basic/Diluted (sen) <sup>(2)</sup>                                 | <b>B11</b> (1.18)       | 1.04                    | (10.58)                 | 2.61                  |

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic and diluted EPS is calculated based on the Profit after tax ("PAT") divided by the issued share capital of 316,828,700 ordinary shares. There are no dilutive instruments as at the end of the current quarter.

**Condensed Consolidated Statement of Financial Position<sup>(1)</sup>**  
**As At 31 December 2022**

|   | Note | Unaudited<br>31.12.2022<br>RM'000 | Audited<br>31.12.2021<br>RM'000 |
|---|------|-----------------------------------|---------------------------------|
| <b>Assets</b>   |      |                                   |                                 |
| Property, plant and equipment   |      | 27,343                            | 21,769                          |
| Right-of-use assets   |      | 42,750                            | 22,638                          |
| Deferred tax assets   |      | 4,619                             | -                               |
| <b>Total non-current assets</b>                                       |      | <u>74,712</u>                     | <u>44,407</u>                   |
| Trade and other receivables   |      | 108,484                           | 91,554                          |
| Assets held for sale  |      | 3,173                             | -                               |
| Contract assets   |      | 128,252                           | 99,279                          |
| Current tax assets  |      | 5,990                             | 4,439                           |
| Cash and cash equivalents   |      | 63,177                            | 66,831                          |
| <b>Total current assets</b>   |      | <u>309,076</u>                    | <u>262,103</u>                  |
| <b>Total assets</b>   |      | <u>383,788</u>                    | <u>306,510</u>                  |
| <b>Equity</b>   |      |                                   |                                 |
| Share capital   |      | 91,660                            | 91,660                          |
| Merger reserve  |      | (36,393)                          | (36,393)                        |
| Retained earnings   |      | 16,234                            | 51,353                          |
| <b>Total equity</b>   |      | <u>71,501</u>                     | <u>106,620</u>                  |
| <b>Liabilities</b>  |      |                                   |                                 |
| Loans and borrowings  | B8   | 16,989                            | 23,739                          |
| Lease liabilities   |      | 15,070                            | 1,802                           |
| Deferred tax liabilities  |      | -                                 | 5,946                           |
| <b>Total non-current liabilities</b>                                  |      | <u>32,059</u>                     | <u>31,487</u>                   |
| Trade and other payables  |      | 228,249                           | 152,622                         |
| Loans and borrowings  | B8   | 43,803                            | 13,269                          |
| Lease liabilities   |      | 7,839                             | 2,375                           |
| Contract liabilities  |      | 337                               | 137                             |
| <b>Total current liabilities</b>                                      |      | <u>280,228</u>                    | <u>168,403</u>                  |
| <b>Total liabilities</b>  |      | <u>312,287</u>                    | <u>199,890</u>                  |
| <b>Total equity and liabilities</b>                                   |      | <u>383,788</u>                    | <u>306,510</u>                  |
| Number of issued shares ('000)  |      | 316,829                           | 316,829                         |
| <b>Net asset per share attributable to owners of the Company (RM)</b> |      | <u>0.23</u>                       | <u>0.34</u>                     |

Notes:

(1) The basis of preparation of the Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

**Condensed Consolidated Statement of Changes In Equity<sup>(1)</sup>  
For the Fourth Quarter Ended 31 December 2022**

|  | <i>Non-distributable</i> |                           |                          | <i>Distributable</i>        |                        |
|--|--------------------------|---------------------------|--------------------------|-----------------------------|------------------------|
|  | Share capital<br>RM'000  | Invested equity<br>RM'000 | Merger reserve<br>RM'000 | Retained earnings<br>RM'000 | Total equity<br>RM'000 |
| <b>At 31 December 2020/<br/>1 January 2021 (Audited)</b> | ^                        | 1,500                     | -                        | 52,660                      | 54,160                 |
| Profit and total comprehensive income for the period     | -                        | -                         | -                        | 8,277                       | 8,277                  |
| Effects pursuant to the acquisition of a subsidiary      | 37,893                   | (1,500)                   | (36,393)                 | -                           | -                      |
| New shares issued by the Company for the Public Issue    | 56,000                   | -                         | -                        | -                           | 56,000                 |
| New shares issuance expenses for the Public Issue        | (2,233)                  | -                         | -                        | -                           | (2,233)                |
| Distribution to the owners                               |                          |                           |                          |                             |                        |
| - FY 2020 Final Dividend to former owner of a subsidiary | -                        | -                         | -                        | (8,000)                     | (8,000)                |
| - FY 2021 Interim Dividend to owners of the Company      | -                        | -                         | -                        | (1,584)                     | (1,584)                |
| <b>At 31 December 2021 (Audited)</b>                     | <b>91,660</b>            | <b>-</b>                  | <b>(36,393)</b>          | <b>51,353</b>               | <b>106,620</b>         |
| Distribution to the owners                               |                          |                           |                          |                             |                        |
| - FY 2021 Final Dividend to owners of the Company        | -                        | -                         | -                        | (1,584)                     | (1,584)                |
| Loss and total comprehensive income for the period       | -                        | -                         | -                        | (33,535)                    | (33,535)               |
| <b>At 31 December 2022 (Unaudited)</b>                   | <b>91,660</b>            | <b>-</b>                  | <b>(36,393)</b>          | <b>16,234</b>               | <b>71,501</b>          |

^denotes RM100

Notes:

(1) The basis of preparation of the Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

## Condensed Consolidated Statement of Cash Flows<sup>(1)</sup> For the Fourth Quarter Ended 31 December 2022

|  | Period-To-Date                    |                                 |
|--|-----------------------------------|---------------------------------|
|  | Unaudited<br>31.12.2022<br>RM'000 | Audited<br>31.12.2021<br>RM'000 |
| <b>Cash flows from operating activities</b>                          |                                   |                                 |
| (Loss)/Profit before tax   | (44,895)                          | 11,144                          |
| <i>Adjustments for:</i>  |                                   |                                 |
| Depreciation of property, plant and equipment                        | 2,874                             | 1,230                           |
| Depreciation of right-of-use assets                                  | 5,125                             | 3,311                           |
| Finance costs  | 498                               | 287                             |
| Finance income   | (631)                             | (515)                           |
| (Gain)/ Loss on disposal of property, plant and equipment            | (3)                               | (24)                            |
| (Gain) on disposal of right-of-use assets                            | (65)                              | (607)                           |
| Property, plant and equipment written-off                            | 384                               | -                               |
| Impairment loss on assets held for sale                              | 318                               | -                               |
| Loss on lease modification   | 38                                | 6                               |
| IPO expenses   | -                                 | 1,102                           |
| <b>Operating (loss)/profit before changes in working capital</b>     | <b>(36,357)</b>                   | <b>15,934</b>                   |
| Change in trade, other receivables and assets held for sale          | (20,421)                          | (12,954)                        |
| Change in trade and other payables                                   | 77,212                            | 46,427                          |
| Change in contract assets  | (28,973)                          | (53,793)                        |
| Change in contract liabilities                                       | 200                               | (2,452)                         |
| <b>Cash used in operations</b>                                       | <b>(8,339)</b>                    | <b>(6,838)</b>                  |
| Tax paid   | (755)                             | (5,094)                         |
| <b>Net cash used in operating activities</b>                         | <b>(9,094)</b>                    | <b>(11,932)</b>                 |
| <b>Cash flows from investing activities</b>                          |                                   |                                 |
| Acquisition of property, plant and equipment and Right-of-use assets | (13,298)                          | (13,909)                        |
| Interest received from fixed deposits                                | 631                               | 515                             |
| Proceeds from disposal of property, plant and equipment              | 17                                | 52                              |
| Proceeds from disposal of right-of-use assets                        | 105                               | 1,184                           |
| <b>Net cash used in investing activities</b>                         | <b>(12,545)</b>                   | <b>(12,158)</b>                 |

**Condensed Consolidated Statement of Cash Flows<sup>(1)</sup> (cont'd)**  
**For the Fourth Quarter Ended 31 December 2022**

|   | <b>Period-To-Date</b>                                  |  |
|---|--|--|
|   | <b>Unaudited</b><br><b>31.12.2022</b><br><b>RM'000</b> | <b>Audited</b><br><b>31.12.2021</b><br><b>RM'000</b> |
| <b>Cash flows from financing activities</b>                   |  |  |
| Change in pledged deposits                                    | (11,712)   | (9,587)  |
| Dividend paid   | (3,168)  | (8,000)  |
| Proceeds from/(Repayment of) Invoice Financing/Trust Receipts | 30,404   | (2,395)  |
| Interest paid on loans and borrowings                         | (498)  | (287)  |
| (Repayment of)/Proceeds from lease liabilities                | (2,131)  | (8,060)  |
| (Repayment of)/Proceeds from term loans                       | (6,621)  | 25,282   |
| Proceeds from issuance of shares                              | -  | 56,000   |
| Payment of IPO expenses                                       | -  | (2,952)  |
| <b>Net cash from financing activities</b>                     | <b>6,274</b>   | <b>50,001</b>  |
| <b>Net (decrease)/increase in cash and cash equivalents</b>   | <b>(15,365)</b>  | <b>25,911</b>  |
| Cash and cash equivalents at beginning of period              | 44,288   | 18,377   |
| <b>Cash and cash equivalents at end of period</b>             | <b>28,923</b>  | <b>44,288</b>  |
| Cash and cash equivalents comprised:                          |  |  |
| Fixed deposits with licensed banks                            | 37,534   | 44,818   |
| Cash and bank balances  | 25,643   | 22,013   |
|   | 63,177   | 66,831   |
| Less: Bank overdraft  | -  | -  |
| Pledged deposits  | (34,254)   | (22,543)   |
|   | <b>28,923</b>  | <b>44,288</b>  |

Notes:

(1) The basis of preparation of the Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

## **A. Notes to the Interim Financial Report**

### **A1. Basis of Preparation**

The interim financial report of Tuju Setia Berhad (“Tuju Setia” or “Company”) and its subsidiary (“Tuju Setia Group” or “Group”) are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting, and Paragraph 9.22 as well as Appendix 9B of the Main Market Listing Requirements of Bursa Securities.

This interim financial report should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

### **A2. Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the in the Group’s audited financial statements for financial year ended 31 December 2021 except for the adoption of following Amendments to MFRSs:

#### ***Amendments to MFRSs effective for annual periods beginning on or after 1 January 2022***

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 116, *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)*

The application of these Amendments to MFRSs have no significant financial impact on the financial statements of the Group.

### **A3. Auditors’ Report**

The audited financial statements of the Group for the financial year ended 31 December 2021 were not subject to any qualification.

### **A4. Seasonal or Cyclical Factors**

The business operations of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

### **A5. Items or Incidence of an Unusual Nature**

There were no unusual items or incidence which may or has substantially affect the value of assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.



## **A. Notes to the Interim Financial Report (cont'd)**

### **A6. Changes in Estimates**

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

### **A7. Debt and Equity Securities**

There were no issuance and 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 quarter under review.

### **A8. Dividends**

The interim single-tier dividend of 0.5 sen per ordinary share in respect of the financial year ended 31 December 2021, amounting to RM1.58 million was paid on 20 January 2022. At the Company's Annual General Meeting held on 23 June 2022, the shareholders approved the payment of a final single-tier dividend of 0.50 sen per ordinary share totaling RM1,584,143.50 in respect of the financial year ended 31 December 2021. The dividend was paid on 20 July 2022.

### **A9. Segmental Reporting**

The Group is solely engaged in the provision of construction services, the only business segment. All the Group's operations are carried out in Malaysia.

### **A10. Significant Events Subsequent to the End of the Interim Financial Period**

There were no material events subsequent to the end of the current quarter and financial period under review that have not been reflected in the interim financial report.

### **A11. Changes in the Composition of the Group**

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

### **A12. Fair Value of Financial Instruments**

There were no gains or losses arising from fair value changes for all financial assets and liabilities for the current quarter under review.

## A. Notes to the Interim Financial Report (cont'd)

### A13. Performance bond guarantees

Save as disclosed below, there is no indirect and/or material performance bond guarantee incurred by the Group, which may have a substantial impact on the financial position of the Group as at the end of the current quarter and up to the date of this report:

|  | <b>Unaudited<br/>31.12.2022<br/>RM'000</b> |
|--|--|
| Performance bond guarantees by a subsidiary<br>for construction projects | <u>101,787</u>                             |

### A14. Capital Commitments

Save as disclosed below, there were no other material capital commitments as at the end of the current quarter:

|                                    | <b>Unaudited<br/>31.12.2022<br/>RM'000</b> | <b>Unaudited<br/>31.12.2021<br/>RM'000</b> |
|------------------------------------|--|--|
| Authorised and contracted for:     |  |  |
| Land                               | -  | -  |
| Plant and Machinery                | -  | 14,711                                     |
|                                    | <u>-</u>                                   | <u>14,711</u>                              |
| Authorised but not contracted for: |  |  |
| Land                               | 2,270                                      | -  |
| Plant and Machinery                | 7,509                                      | 6,395                                      |
|                                    | <u>7,509</u>                               | <u>6,395</u>                               |

## **B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

### **B1. Group Performance Review**

#### For quarter ended 31 December 2022

For the current financial quarter, the Group recorded an increase in revenue of RM37.99 million or 38.59% to RM136.45 million as compared to RM98.46 million for the same quarter last year. The higher revenue recorded in current financial quarter is mainly due to commencement of new projects secured and increase of construction activities for the on-going projects.

In spite of the higher revenue, the Group recorded loss before tax of RM4.61 million and loss after tax of RM3.73 million for the current year quarter compared to profit before tax of RM4.32 million and profit after tax of RM3.30 million for the same quarter last year mainly due to the escalated building materials, labour costs, higher operating costs and impairment loss on contract assets of RM4.44 million relating to accrual of foreseeable losses for certain projects arising from the higher construction costs and time prolongation costs.

#### For year to date ended 31 December 2022

For the current year ended 31 December 2022, the Group recorded an increase in revenue of RM147.53 million or 60.03% to RM393.30 million as compared to RM245.77 million for the previous year. The higher revenue recorded for the year under review is mainly due to the gradual resumption of full construction activities for the on-going projects while lower revenue was recorded last year as the imposition of the Movement Control Order ("MCO") had resulted in low productivity of construction activities. Additional revenue was also recorded in the current year from the three newly secured projects.

The Group recorded loss before tax of RM44.90 million and loss after tax of RM33.54 million for the current year compared to profit before tax of RM11.14 million and profit after tax of RM8.28 million for last year mainly due to the escalated building materials, labour costs, higher operating costs leading to revision of projects cost and impairment loss on contract assets of RM13.50 million relating to amount written off upon finalization of accounts and accrual of foreseeable losses for certain projects arising from the higher construction costs and time prolongation costs.

### **B2. Comparison with Immediate Preceding Quarter Results**

For the current financial quarter, the Group recorded a higher revenue of RM136.45 million as compared to revenue of RM86.83 million for the immediate preceding quarter, which was an increase of RM49.62 million or 57.14%. The increase is mainly due to the increase of construction activities for the on-going projects and additional revenue recorded from the three newly secured projects.

The loss recorded for the immediate preceding quarter was mainly due to the revision of projects cost arising from the exceptional escalated building materials, labour costs and higher operating costs incurred. For the current financial quarter, the Group recorded a gross profit of RM2.24 million with the 57.14% increase in revenue notwithstanding the higher revised projects cost.

## **B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)**

In line with the improved revenue and gross profit, the loss before tax of RM41.80 million and loss after tax of RM30.90 million recorded in the immediate preceding quarter have been reduced to loss before tax of RM4.61 million and loss after tax of RM3.73 million for the current financial quarter.

### **B3. Prospects of the Group**

On 1 April 2022, Malaysia has entered into the Transition to Endemic phase for COVID-19. With this move, most of the restrictions were lifted and economic activity is expected to recover. The Group expects to benefit from the recovery with the good mix of tender which we are participating. During this current quarter, the Group secured a new project of RM264.0 million bringing the balance unbilled order book to RM1.51 billion as at 31 December 2022, which would contribute positively until the financial years ending 31 December 2026.

The Board of Directors anticipate that the financial year ending 31 December 2023 continue to be a challenging year. The Group has implemented various measures to mitigate the impact of the escalated building material cost, labour cost as well as to ensure the stability of its business operations and financial position. Notwithstanding the loss recorded for the current financial year, the Group has a healthy order book with reputable clients and strong financial resources to achieve positive results.

### **B4. Profit Forecast**

The Group did not issue any profit forecast or guarantee during the current quarter under review and the financial period to date.

## B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

### B5. Tax Income/(Expense)

|                                       | Interim Quarter                                  |                                   | Period-To-Date                                   |                                   |
|---------------------------------------|--|-----------------------------------|--|-----------------------------------|
|                                       | Unaudited<br>31.12.2022 <sup>(1)</sup><br>RM'000 | Unaudited<br>31.12.2021<br>RM'000 | Unaudited<br>31.12.2022 <sup>(1)</sup><br>RM'000 | Unaudited<br>31.12.2021<br>RM'000 |
| <u>Current tax (income)/expense</u>   |  |                                   |  |                                   |
| Current period provision              | 65   | (127)                             | 65   | 904                               |
| Under/ (over) provision in prior year | -  | -                                 | (860)  | (571)                             |
|                                       | <u>65</u>  | <u>(127)</u>                      | <u>(795)</u>                                     | <u>333</u>                        |
| <u>Deferred tax (income)/expense</u>  |  |                                   |  |                                   |
| Current period provision              | (1,089)  | 1,098                             | (10,779)   | 2,063                             |
| Under/ (over) provision in prior year | 139  | 45                                | 214  | 471                               |
|                                       | <u>(950)</u>                                     | <u>1,143</u>                      | <u>(10,565)</u>                                  | <u>2,534</u>                      |
| <b>Net Tax (Income)/Expense</b>       | <b><u>(885)</u></b>                              | <b><u>1,016</u></b>               | <b><u>(11,360)</u></b>                           | <b><u>2,867</u></b>               |
| Effective tax rate (%)                | N/A <sup>(2)</sup>                               | 57.18                             | N/A <sup>(2)</sup>                               | 27.12                             |
| Statutory tax rate (%)                | 24.00  | 24.00                             | 24.00  | 24.00                             |

Notes:

- (1) Tax (income)/expense is recognised based on management's best estimate.
- (2) The effective tax rate of the Group for the current financial quarter and period are not applicable due to loss before taxation.

### B6. Status of Corporate Proposals

There are no other corporate proposals announced by the Company but not completed as at the date of this interim financial report.

## B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

### B7. Utilisation of Proceeds Raised from Public Issue

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus. The total gross proceeds of RM56.00 million from the Public Issue is intended to be used in the following manner:

| Purposes  | Initial Allocation | Deviation <sup>(1)</sup> | Variation <sup>(2)</sup> | Actual Utilisation | Balance Unutilised | Estimated time frame for use (From the Listing date) |
|---|--------------------|--------------------------|--------------------------|--------------------|--------------------|--|
|   | RM'000             | RM'000                   | RM'000                   | RM'000             | RM'000             |  |
| Capital expenditure   |                    |                          |                          |                    |                    |  |
| - Purchase of construction machinery and equipment, and BIM system software | 24,000             | -                        | (4,000)                  | (16,974)           | 3,026              | Within 24 months                                     |
| - Purchase of land and construction of storage facilities                   | 8,000              | -                        | -                        | (2,705)            | 5,295              | Within 36 months                                     |
| Working capital   | 19,000             | 295                      | 4,000                    | (23,295)           | -                  | Within 12 months                                     |
| Estimated IPO expenses  | 5,000              | (295)                    | -                        | (4,705)            | -                  | Within 3 months                                      |
| <b>Total</b>  | <b>56,000</b>      | <b>-</b>                 | <b>-</b>                 | <b>(47,679)</b>    | <b>8,321</b>       |  |

Notes:

(1) The actual listing expenses are lower than the estimated amount hence, the excess of RM0.30 million was used for working capital purposes.

(2) The initial allocation of RM4.00 million to purchase on-site batching plants has been re-allocated for working capital.

## B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

### B8. Borrowings

The details of the borrowings of the Group are as follows:

|                                  | <b>Unaudited<br/>31.12.2022<br/>RM'000</b> | <b>Audited<br/>31.12.2021<br/>RM'000</b> |
|----------------------------------|--|--|
| <b>Non-current</b>               |  |  |
| Term loans                       | 16,989                                     | 23,739                                   |
| <b>Current</b>                   |  |  |
| Term loans                       | 5,700                                      | 5,570                                    |
| Invoice Financing/Trust Receipts | 38,103                                     | 7,699                                    |
| Bank overdraft                   | -  | -  |
|                                  | <u>43,803</u>                              | <u>13,269</u>                            |
| <b>Total borrowings</b>          | <b><u>60,792</u></b>                       | <b><u>37,008</u></b>                     |

All the borrowings are secured and denominated in Ringgit Malaysia.

### B9. Material Litigations

There are no litigation or arbitration which have a material effect on the financial position of the Group. The Board of Directors is not aware of any pending proceedings or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

### B10. Dividends Payable

No dividend has been declared or recommend for payment by the Board of Directors of the Company during the current quarter and financial year-to-date.

### B11. Earnings/(Loss) Per Share

The basic and diluted earnings per share for the current quarter and financial period are computed as follows:

|   | <b>Interim Quarter</b>                     |  | <b>Period-To-Date</b>                      |  |
|---|--|--|--|--|
|   | <b>Unaudited<br/>31.12.2022<br/>RM'000</b> | <b>Unaudited<br/>31.12.2021<br/>RM'000</b> | <b>Unaudited<br/>31.12.2022<br/>RM'000</b> | <b>Unaudited<br/>31.12.2021<br/>RM'000</b> |
| Profit/(Loss) attributable to owners of the Company | (3,728)                                    | 3,302                                      | (33,535)                                   | 8,277                                      |
| Number of shares in issue ('000) <sup>(1)</sup>     | 316,829                                    | 316,829                                    | 316,829                                    | 316,829                                    |
| <b>Earnings/(Loss) per share</b>                    |  |  |  |  |
| Basic/Diluted (sen) <sup>(1)</sup>                  | <u>(1.18)</u>                              | <u>1.04</u>                                | <u>(10.58)</u>                             | <u>2.61</u>                                |

#### Notes:

(1) Basic and diluted EPS is calculated based on the PAT divided by the issued share capital of 316,828,700 ordinary shares. There are no dilutive instruments as at the end of the current quarter.

## B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

### B12. Notes to the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income<sup>(1)</sup>

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

|  | Interim Quarter                   |                                   | Period-To-Date                    |                                   |
|--|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
|  | Unaudited<br>31.12.2022<br>RM'000 | Unaudited<br>31.12.2021<br>RM'000 | Unaudited<br>31.12.2022<br>RM'000 | Unaudited<br>31.12.2021<br>RM'000 |
| Interest income  | (85)                              | (108)                             | (631)                             | (515)                             |
| Interest expense   | 249                               | 50                                | 498                               | 286                               |
| IPO expenses   | -                                 | 99                                | -                                 | 1,102                             |
| Depreciation of property, plant and equipment                        | 726                               | 450                               | 2,874                             | 1,230                             |
| Depreciation of right-of-use assets                                  | 1,555                             | 898                               | 5,125                             | 3,311                             |
| (Gain)/Loss on disposal of property, plant and equipment             | (4)                               | -                                 | (3)                               | (24)                              |
| (Gain)/Loss on disposal of right-of-use assets                       | -                                 | -                                 | (65)                              | (607)                             |
| Loss on lease modification Property, plant and equipment written-off | -                                 | 6                                 | 38                                | 6                                 |
| Impairment loss on assets held for sale                              | 199                               | -                                 | 384                               | -                                 |
| Impairment loss on contract assets                                   | 158                               | -                                 | 318                               | -                                 |
|  | 4,438                             | -                                 | 13,498                            | -                                 |

Save as disclosed above, the other disclosure items as required under Paragraph 16 of Appendix 9B of the Listing Requirements are not applicable.

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.



## **B. Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)**

### **B13. Derivative Financial Instruments**

The Group has not entered into any derivatives as at the date of this interim financial report.

### **B14. Authorisation for Issue**

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution of the Directors on 27 February 2023.

By Order of the Board  
Company Secretary  
27 February 2023