



**CJ CENTURY LOGISTICS HOLDINGS BERHAD**  
**199701008845 (424341-A)**

**INTERIM FINANCIAL REPORT**

**31 MARCH 2023**

18 MAY 2023



**CJ CENTURY LOGISTICS HOLDINGS BERHAD (Registration No. 199701008845 (424341-A))**  
Interim report on unaudited consolidated results for the financial period ended 31 March 2023

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2023**

	-----Individual quarter-----				-----Cumulative quarter-----			
	Current year quarter 31.03.2023 RM'000	Preceding year corresponding quarter 31.03.2022 RM'000	-----Changes-----		Current year to date 31.03.2023 RM'000	Preceding year corresponding period 31.03.2022 RM'000	-----Changes-----	
			RM'000	%			RM'000	%
Revenue	219,577	242,789	(23,212)	-10%	219,577	242,789	(23,212)	-10%
Direct operating expenses	(188,772)	(205,442)	16,670	8%	(188,772)	(205,442)	16,670	8%
Gross profit	30,805	37,347	(6,542)	-18%	30,805	37,347	(6,542)	-18%
Net other operating expenses	(23,486)	(22,052)	(1,434)	-7%	(23,486)	(22,052)	(1,434)	-7%
Results from operating activities	7,319	15,295	(7,976)	-52%	7,319	15,295	(7,976)	-52%
Net finance costs	(1,890)	(1,954)	64	3%	(1,890)	(1,954)	64	3%
Profit before taxation	5,429	13,341	(7,912)	-59%	5,429	13,341	(7,912)	-59%
Taxation	(1,659)	(3,995)	2,336	58%	(1,659)	(3,995)	2,336	58%
Profit for the period	3,770	9,346	(5,576)	-60%	3,770	9,346	(5,576)	-60%
Other comprehensive loss								
Foreign currency translation differences for foreign operations	(6)	(5)	(1)	-20%	(6)	(5)	(1)	-20%
Other comprehensive loss for the period	(6)	(5)	(1)	-20%	(6)	(5)	(1)	-20%
Total comprehensive income for the period	3,764	9,341	(5,577)	-60%	3,764	9,341	(5,577)	-60%
Profit / (loss) attributable to:								
Equity holders of the Company	3,745	9,347	(5,602)	-60%	3,745	9,347	(5,602)	-60%
Non-controlling interests	25	(1)	26	2600%	25	(1)	26	2600%
Profit for the period	3,770	9,346	(5,576)	-60%	3,770	9,346	(5,576)	-60%
Total comprehensive income / (loss) attributable to:								
Equity holders of the Company	3,739	9,342	(5,603)	-60%	3,739	9,342	(5,603)	-60%
Non-controlling interests	25	(1)	26	2600%	25	(1)	26	2600%
Total comprehensive income for the period	3,764	9,341	(5,577)	-60%	3,764	9,341	(5,577)	-60%
Earnings per share attributable to equity holders of the Company:								
Basic and Diluted (sen)*	0.64	1.60	(0.95)	-60%	0.64	1.60	(0.95)	-60%

\* The Group's basic and diluted earnings per share are the same as the Group does not have any convertible securities as at the end of the reporting period.

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023**

	As at end of current quarter 31.03.2023 RM'000	As at preceding financial year end 31.12.2022 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	359,499	362,396
Other asset	60	60
Right-of-use assets	75,641	65,396
Deferred tax asset	397	397
Intangible assets	23,781	23,801
	<u>459,378</u>	<u>452,050</u>
<b>Current Assets</b>		
Inventories	18,887	37,527
Receivables	198,434	180,094
Deposits, cash and bank balances	54,842	98,586
	<u>272,163</u>	<u>316,207</u>
<b>TOTAL ASSETS</b>	<u><u>731,541</u></u>	<u><u>768,257</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	300,043	300,043
Treasury shares	(6,747)	(6,747)
Reserves	148,923	151,003
	<u>442,219</u>	<u>444,299</u>
<b>Non-controlling Interests</b>	<u>720</u>	<u>695</u>
<b>Total Equity</b>	<u>442,939</u>	<u>444,994</u>
<b>Non-current Liabilities</b>		
Borrowings	103,449	108,222
Lease liabilities	9,667	3,920
Deferred taxation	8,009	8,150
	<u>121,125</u>	<u>120,292</u>
<b>Current Liabilities</b>		
Borrowings	33,167	53,190
Payables	118,309	138,550
Lease liabilities	16,000	11,231
	<u>167,476</u>	<u>202,971</u>
<b>Total Liabilities</b>	<u>288,602</u>	<u>323,263</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>731,541</u></u>	<u><u>768,257</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.76	0.76

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2023**

	Current year to date 31.03.2023 RM'000	Preceding year corresponding period 31.03.2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period	3,770	9,346
Adjustments:		
Non-Cash Items	12,459	14,868
Non-Operating Items	<u>(20)</u>	<u>(425)</u>
Operating profit before working capital changes	16,208	23,789
Movement in working capital:		
Net change in current assets	1,157	(19,028)
Net change in current liabilities	<u>(20,860)</u>	<u>(7,945)</u>
Cash used in operations	(3,495)	(3,183)
Tax paid	<u>(1,919)</u>	<u>(815)</u>
Net cash used in operating activities	<u>(5,414)</u>	<u>(3,999)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	127	56
Disposal of property, plant and equipment	10	3,073
Decrease / (increase) in investment in money market funds	17,188	(5,003)
Purchase of property, plant and equipment	<u>(951)</u>	<u>(82)</u>
Net cash from / (used in) investing activities	<u>16,375</u>	<u>(1,956)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(5,819)	-
Proceeds from borrowings	-	11,000
Repayment of principal portion of lease liabilities	(4,885)	(4,372)
Net repayment of hire purchase payables	(640)	(633)
Repayment of borrowings	(24,157)	(8,457)
Repayment of principal and interest portion of advance received from immediate holding company	-	(15,747)
Purchase of treasury shares	-	(1,031)
Interest paid	<u>(2,017)</u>	<u>(2,010)</u>
Net cash used in financing activities	<u>(37,517)</u>	<u>(21,249)</u>
Net decrease in cash and cash equivalents	(26,557)	(27,203)
Cash and cash equivalents at beginning of the period	<u>69,595</u>	<u>43,134</u>
Cash and cash equivalents at end of the period	<u>43,038</u>	<u>15,931</u>
Cash and cash equivalents at the end of the financial period comprise the following :		
Cash and bank balances	23,937	19,065
Investment in money market funds	11,803	16,480
Deposits with licensed banks	<u>19,101</u>	<u>2,553</u>
	54,841	38,098
Less: Investment in money market funds	(11,803)	(16,480)
Bank overdraft	<u>-</u>	<u>(5,687)</u>
	<u>43,038</u>	<u>15,931</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2023**

	Share Capital RM'000	Attributable to Equity Holders of the Company			Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
		Non-distributable Treasury Shares RM'000	Other Reserves RM'000	Distributable Retained Earnings RM'000			
As at 1 January 2023	300,043	(6,747)	546	150,457	444,299	695	444,994
Total comprehensive income for the period	-	-	(6)	3,745	3,739	25	3,764
Dividends paid	-	-	-	(5,819)	(5,819)	-	(5,819)
As at 31 March 2023	300,043	(6,747)	540	148,383	442,219	720	442,939
<b>As at preceding year corresponding quarter</b>							
As at 1 January 2022	300,043	(4,197)	531	125,216	421,593	683	422,276
Purchase of treasury shares	-	(1,031)	-	-	(1,031)	-	(1,031)
Total comprehensive income for the period	-	-	(5)	9,347	9,342	(1)	9,341
As at 31 March 2022	300,043	(5,228)	526	134,563	429,904	682	430,586

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2022.

## Notes To The Financial Statements

### 1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

### 2. Significant Accounting Policies

The Group has adopted the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 2016 in Malaysia for accounting period beginning on 1 January 2023. As disclosed in the Group's annual financial statements for the financial year ended 31 December 2022, the following are new/revised accounting standards effective for annual periods beginning on or after 1 January 2023.

Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information
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

The adoption of the above amendments did not have any material impact on the financial statements of the Group.

The Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective :-

Amendments to MFRS 16	Leases - Lease Liability in a Sale and Leaseback
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The above pronouncements do not have any material impact on the financial statements of the Group.

### 3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2022 was not qualified.

### 4. Seasonal or Cyclical Factors

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

### 5. Unusual Items

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

### 6. Changes in Estimates

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

### 7. Changes in Debt and Equity Securities

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares during the financial quarter under review.

### 8. Dividend Paid

On 30 March 2023, the Company paid a final single tier dividend of 1.0 sen per share in respect of the financial year ended 31 December 2022, amounting to RM5.82 million.

## 9. Segmental Reporting

Analysis of the Group's revenue and results for the 3 months period ended 31 March 2023 is as follows:

	Total Logistics Services	Procurement Logistics Services	Consolidation Adjustment	Group Results
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
External sales	140,035	79,542	-	219,577
Inter-segment sales	<u>1,639</u>	<u>9</u>	<u>(1,648)</u>	<u>-</u>
Total revenue	<u>141,674</u>	<u>79,550</u>	<u>(1,648)</u>	<u>219,577</u>
<b>Profit</b>				
Segment results	3,028	4,537	(246)	7,319
Net finance costs				<u>(1,890)</u>
Profit from ordinary activities before taxation				5,429
Taxation				<u>(1,659)</u>
Profit from ordinary activities after taxation				3,770
Non-controlling interests				<u>(25)</u>
Net profit for the period				<u>3,745</u>

Analysis of the Group's revenue and results for the 3 months period ended 31 March 2022 is as follows:

	Total Logistics Services	Procurement Logistics Services	Consolidation Adjustment	Group Results
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
External sales	197,471	45,318	-	242,789
Inter-segment sales	<u>3,599</u>	<u>3</u>	<u>(3,602)</u>	<u>-</u>
Total revenue	<u>201,070</u>	<u>45,320</u>	<u>(3,602)</u>	<u>242,789</u>
<b>Profit</b>				
Segment results	13,356	2,020	(81)	15,295
Net finance costs				<u>(1,954)</u>
Profit from ordinary activities before taxation				13,341
Taxation				<u>(3,995)</u>
Profit from ordinary activities after taxation				9,346
Non-controlling interests				<u>1</u>
Net profit for the period				<u>9,347</u>

Total revenue of the Group was RM219.577 million, representing a decrease of 9.6% from RM242.789 million recorded in the corresponding period ended 31 March 2022. The Group recorded an operating profit of RM7.319 million, a decrease of 52.1% from operating profit of RM15.295 million, for the three months ended 31 March 2023.

**9. Segmental Reporting (cont'd)**Total Logistics Services

Segment revenue and operating profit from Total Logistics Services operations for the period under review decreased by RM57.436 million and RM10.328 million respectively as compared to the corresponding period ended 31 March 2022 mainly due to the freight rates normalisation and lower business volume contribution from our customers. An analysis of revenue of the various operation in Total Logistics Services segment is as follows:

Revenue	3 months ended 31.03.2023 RM'000	3 months ended 31.03.2022 RM'000	Variance RM'000	Variance %
Freight Forwarding	56,665	108,812	(52,147)	(47.9)
Contract Logistics	37,626	43,858	(6,232)	(14.2)
Transportation	22,130	15,999	6,131	38.3
Oil Logistics	10,455	12,258	(1,803)	(14.7)
Others*	13,159	16,544	(3,385)	(20.5)
<b>Total</b>	<b>140,035</b>	<b>197,471</b>	<b>(57,436)</b>	<b>(29.1)</b>

\*Trading of Resin and Data Management Services

Procurement Logistics Services

The Procurement Logistics segment recorded a higher segment revenue and operating profit of RM79.542 million and RM4.537 million respectively for the three months ended 31 March 2023 compared to RM45.318 million and RM2.020 million respectively in the corresponding period ended 31 March 2022. The increase in revenue and profit were mainly attributable to the higher export volumes arising from improved demands from our customers.

**Segment Assets and Segment Liabilities**

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
As at 31 March 2023				
Segment Assets	973,468	95,789	(337,716)	<u>731,541</u>
Segment Liabilities	509,907	44,367	(265,671)	<u>288,602</u>
As at 31 March 2022				
Segment Assets	964,420	102,034	(295,895)	<u>770,558</u>
Segment Liabilities	512,111	51,426	(223,564)	<u>339,973</u>

**10. Related Party Disclosures**

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.



## 11. Financial Instruments

Categories of financial instruments	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
<b>Financial assets</b>		
<b>Fair value through profit or loss</b>		
Investment in money market funds	11,803	28,991
<b>Amortised costs</b>		
Trade receivables	137,514	125,380
Other receivables and refundable deposits	20,612	18,592
Amount owing from immediate holding company	357	576
Amount owing from intermediate holding company	549	484
Amount owing from related parties	6,302	7,802
Deposits, cash and bank balances	43,038	69,595
<b>Financial liabilities at amortised costs</b>		
Trade payables	54,722	62,590
Other payables and accrued expenses	41,697	52,372
Amount owing to immediate holding company	1,421	1,404
Amount owing to intermediate holding company	14,481	14,341
Amount owing to related parties	23	84
Total borrowings	130,424	154,580
Hire-purchase payables	6,192	6,832
Lease liabilities	25,668	15,151

### The Group uses the following hierarchy in determining the fair value of the financial instruments carried at fair value:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;  
Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and  
Level 3 inputs are unobservable inputs for the asset or liability.

Fair value of the Group's investment in money market funds, which is measured based on price quotes for similar instruments or valuation techniques based on market observable inputs as quoted prices of identical instruments from an active market are not available. It is determined based on the quoted prices from investment fund and adjusted to incorporate credit risk, is categorised under Level 2 fair value hierarchy.

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values, either due to their short-term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the reporting date.

## 12. Valuation of Property, Plant and Equipment

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

## 13. Material Events Subsequent to the End of the Interim Period

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

## 14. Changes in Composition of the Group

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

## 15. Capital Commitments

Capital commitments for the purchase of property, plant and equipment not provided for at the end of the reporting quarter are as follows:-

	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
Approved and contracted for	1,520	1,567
Approved but not contracted for	613	494

## 16. Changes in Contingent Liabilities

There were no changes in contingent liabilities since the last annual balance sheet as at 31 December 2022.

## 17. Review of Performance

For the financial quarter ended 31 March 2023, the Group's revenue and pre-tax profit were RM219,577 million and RM5,429 million respectively, compared to revenue and pre-tax profit of RM242,789 million and RM13,341 million respectively for the corresponding period in the previous financial year. The decrease in revenue and pre-tax profit was mainly due to freight rates normalisation and less business volume contribution from our Total Logistics Services segment customers in the current financial quarter.

Revenue recorded from the various operations in the Total Logistics Services segment are as follows:

Revenue	Quarter ended 31.03.2023 RM'000	Quarter ended 31.03.2022 RM'000	Variance RM'000	Variance %
Freight Forwarding	56,665	108,812	(52,147)	(47.9)
Contract Logistics	37,626	43,858	(6,232)	(14.2)
Transportation	22,130	15,999	6,131	38.3
Oil Logistics	10,455	12,258	(1,803)	(14.7)
Others*	13,159	16,544	(3,385)	(20.5)
<b>Total</b>	<b>140,035</b>	<b>197,471</b>	<b>(57,436)</b>	<b>(29.1)</b>

\*Trading of Resin and Data Management Services

The Procurement Logistics Services segment recorded revenue of RM79,542 million during the financial quarter ended 31 March 2023, up from RM45,318 million, an improvement of 75.5% due to the higher export volumes handled. Export revenue improved to RM61,328 million during the current financial quarter, from RM24,885 million recorded during the corresponding period in the previous financial year.

## 18. Comparison with Immediate Preceding Quarter's Results

	Current year quarter 31.03.2023 RM'000	Immediate preceding quarter 31.12.2022 RM'000	-----Changes-----	
			RM'000	%
Revenue	219,577	204,511	15,066	7%
Direct operating expenses	(188,772)	(174,617)	(14,155)	-8%
Gross profit	30,805	29,894	911	3%
Net other operating expenses	(23,486)	(22,402)	(1,084)	-5%
Results from operating activities	7,319	7,492	(173)	-2%
Net finance costs	(1,890)	(2,049)	159	8%
Profit before taxation	5,429	5,443	(14)	0%
Taxation	(1,659)	(196)	(1,463)	-746%
Profit for the period	3,770	5,247	(1,477)	-28%

### 18. Comparison with Immediate Preceding Quarter's Results (cont'd)

For the financial quarter ended 31 March 2023, the Group reported revenue and pre-tax profit of RM219.577 million and RM5.429 million respectively, compared to revenue and pre-tax profit of RM204.511 million and RM5.443 million respectively for the preceding quarter.

For the Total Logistics Services segment, revenue was lower mainly due to drop in market freight rates and reduced volume recorded by the Freight Forwarding operation. Revenue recorded from the various operations in the Total Logistics Services segment are as follows:

Revenue	Quarter ended 31.03.2023 RM'000	Quarter ended 31.12.2022 RM'000	Variance RM'000	Variance %
Freight Forwarding	56,665	69,666	(13,001)	(18.7)
Contract Logistics	37,626	42,799	(5,173)	(12.1)
Transportation	22,130	13,825	8,305	60.1
Oil Logistics	10,455	10,259	196	1.9
Others*	13,159	10,217	2,942	28.8
<b>Total</b>	<b>140,035</b>	<b>146,766</b>	<b>(6,731)</b>	<b>(4.6)</b>

\*Trading of Resin and Data Management Services

For the Procurement Logistics Services segment, revenue was higher mainly due to the increase in export revenue from RM36.522 million to RM61.328 million. Overall revenue from the Procurement Logistics Services segment increased from RM57.745 million to RM79.542 million.

### 19. Prospects for the Current Financial Year

Our primary growth driver will continue to be volume expansion, complemented by improved efficiency and cost-pricing management, which are key to profit growth. As we focus on sustainable growth across all our business operations, CJ Century remains committed in advocating and implementing the best standards of corporate governance, proper risk management and internal control measures as well as continue to prioritise responsible management and minimise environmental impact across the Company and its operations.

CJ Century strives to be the industry leader in Environmental, Social and Governance (“ESG”). With society facing various ESG challenges, such as pandemics, climate change, resource depletion, and economic inequality, recent years have shown how complex and interconnected our global systems and business environment have become. In recognizing this, CJ Century has looked beyond the concept of profitability to value-creation, where we strive to deliver better returns to our stakeholders while consuming less resources.

We will continue to expand in automation and digitalisation, and can expect to leverage on the expertise of our parent company, CJ Logistics Corporation as we embrace digital technologies, artificial intelligence and automation. This has strengthened our integrated logistics operations and enabled us to improve customer and supply-chain communications and connectivity. We will continue to invest in technological advancements to remain at the forefront of the logistics industry in Malaysia.

With the above in motion, we remain positive on the outlook of CJ Century.

### 20. Profit Forecast

There was no profit forecast announced in relation to the financial quarter under review.

### 21. Taxation

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2023 RM'000	Preceding year corresponding quarter 31.03.2022 RM'000	Current year to date 31.03.2023 RM'000	Preceding year corresponding period 31.03.2022 RM'000
Provision for taxation	1,799	2,916	1,799	2,916
Deferred taxation	<u>(140)</u>	<u>1,079</u>	<u>(140)</u>	<u>1,079</u>
	<u>1,659</u>	<u>3,995</u>	<u>1,659</u>	<u>3,995</u>

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the period.

The effective tax rate of the Group was higher than the statutory tax rate principally due to certain expenses not deductible for tax purposes.

**22. Note to the Statement of Comprehensive Income**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2023 RM'000	Preceding year corresponding quarter 31.03.2022 RM'000	Current year to date 31.03.2023 RM'000	Preceding year corresponding period 31.03.2022 RM'000
Interest income	127	56	127	56
Interest expenses - borrowings	(1,689)	(1,712)	(1,689)	(1,712)
Interest expenses - right-of-use assets	(328)	(298)	(328)	(298)
Depreciation and amortisation	(9,030)	(8,516)	(9,030)	(8,516)
Provision for and write off of receivables	(4)	(420)	(4)	(420)
Foreign exchange gain / (loss)	465	595	465	595
Gain / (loss) on disposal of quoted or unquoted investments or properties	2	368	2	368
Other income including investment income (excluding items disclosed above)	67	12	67	12

There were no other exceptional items or derivatives during the period under review.

**23. Status of Corporate Proposal**

There was no corporate proposal announced but not completed as at the date of this report.

**24. Trade Receivables**

	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
Trade Receivables	138,751	126,613
Less: Allowance for impairment	(1,237)	(1,233)
	<u>137,514</u>	<u>125,380</u>

The ageing of past due but not impaired analysis of the Group's trade receivables is as follows:-

	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
1- 30 days	13,345	18,915
31 - 60 days	4,840	4,822
61 - 90 days	2,054	1,397
more than 90 days	6,299	2,670
	<u>26,538</u>	<u>27,804</u>

The credit terms of the Group range from 3 to 120 days. Included in the Group's trade receivables are debtors with a carrying amount of RM26.538 million which are past due for which no impairment had been provided as there has not been a significant change in credit quality and the Group believes that the amounts are still considered fully recoverable.

The Group does not have any significant credit risk exposure to any single counterparty.

**25. Group's Borrowings and Debt Securities**

-----As at 31 March 2023-----			
	Short term RM'000	Long term RM'000	Total borrowings RM'000
<b>Short Term - Unsecured</b>			
- Revolving Credit	14,000	-	14,000
<b>Secured</b>			
- Term Loans	16,626	99,798	116,424
- Hire Purchase	<u>2,541</u>	<u>3,651</u>	<u>6,192</u>
	<u>33,167</u>	<u>103,449</u>	<u>136,616</u>
-----As at 31 December 2022-----			
	Short term RM'000	Long term RM'000	Total borrowings RM'000
<b>Short Term - Unsecured</b>			
- Revolving credit	34,000	-	34,000
<b>Secured</b>			
- Term Loans	16,626	103,954	120,580
- Hire Purchase	<u>2,564</u>	<u>4,268</u>	<u>6,832</u>
	<u>53,190</u>	<u>108,222</u>	<u>161,412</u>

The weighted average effective interest rate of the term loans is 4.65% (2022 : 4.24%) per annum which are subjected to floating interest rates. The term of the hire-purchase ranges from one to five years and the weighted average effective interest rate implicit in the hire-purchase arrangements is 4.79% (2022 : 4.79%) per annum. The interest rates are fixed at the inception of each hire-purchase arrangement.

**26. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

**27. Material Litigation**

The Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group.

**28. Dividend**

The Board of Directors does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

**29. Earnings Per Share**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2023 RM'000	Preceding year corresponding quarter 31.03.2022 RM'000	Current year to date 31.03.2023 RM'000	Preceding year corresponding period 31.03.2022 RM'000
Net profit attributable to equity holders of the Company	<u>3,745</u>	<u>9,347</u>	<u>3,745</u>	<u>9,347</u>
Weighted average number of ordinary shares in issue	<u>581,886</u>	<u>585,214</u>	<u>581,886</u>	<u>585,214</u>
Basic and diluted earnings per share (sen)*	<u>0.64</u>	<u>1.60</u>	<u>0.64</u>	<u>1.60</u>

\* The Group's basic and diluted earnings per share are the same as the Group does not have any convertible securities as at the end of the reporting period.

By Order of the Board of Directors

Company Secretaries

Kuala Lumpur  
18 May 2023