

WawasanDengkil

WAWASAN DENGKIL HOLDINGS BERHAD

[Registration No. 202201013605 (1459302-T)]
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024

M & A Securities Sdn Bhd ("**M&A**"), being the Sponsor, is responsible for the admission of Wawasan Dengkil Holdings Berhad to the ACE Market of Bursa Malaysia Securities Berhad on 25 March 2025. M&A assumes no responsibility for the contents of the unaudited interim financial report for the second quarter ended 31 December 2024.

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024 ⁽¹⁾**

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Unaudited Current Quarter 31.12.2024 RM'000	⁽²⁾ Unaudited Preceding Year Corresponding Quarter 31.12.2023 RM'000	Unaudited Current Year-to-date 31.12.2024 RM'000	⁽²⁾ Unaudited Preceding Year Corresponding Year-to-date 31.12.2023 RM'000
Revenue		48,046	-	94,050	-
Cost of sales		(41,334)	-	(80,413)	-
Gross profit		6,712	-	13,637	-
Other operating income		222	-	352	-
Net impairment loss on financial assets		-	-	(153)	-
Administrative expenses		(1,592)	-	(3,775)	-
Other operating expenses		-	-	(64)	-
Profit from operations		5,342	-	9,997	-
Finance costs		(833)	-	(1,662)	-
Profit before tax		4,509	-	8,335	-
Tax expense	B5	(1,158)	-	(2,290)	-
Net profit/Total comprehensive profit for the financial period		3,351	-	6,045	-
Net profit/Total comprehensive profit for the financial period attributable to:					
Owners of the Company		3,351	-	6,045	-
Earnings Per Share ("EPS") attributable to Owners of the Company					
Basic EPS (sen) ⁽³⁾	B11	0.78	-	1.40	-
Diluted EPS (sen) ⁽⁴⁾	B11	0.62	-	1.12	-

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024 ⁽¹⁾ (CONTINUED)

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Accountants' Report disclosed in the prospectus of Wawasan Dengkil Holdings Berhad ("**Wawasan Dengkil**" or the "**Company**") dated 28 February 2025 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report for the second quarter ended 31 December 2024 being announced in compliance with the ACE Market Listing Requirements ("**Listing Requirements**") of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). There are no comparative figures for the preceding corresponding quarter and period ended as the Company will only be listed on 25 March 2025 and as such no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic EPS is calculated based on the Company's share capital of 432,102,960 ordinary shares after issuance of shares to the acquisition of Wawasan Dengkil Sdn Bhd.
- (4) Diluted EPS is calculated based on the Company's share capital of 540,128,760 ordinary shares that shall be listed on the ACE Market of Bursa Securities on 25 March 2025.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2024 ⁽¹⁾**

	Note	Unaudited As at 31.12.2024 RM'000	Audited As at 30.06.2024 RM'000
Non-current assets			
Property, plant and equipment		58,943	65,305
Investment properties		2,945	2,945
Other investment		571	570
Total non-current assets		62,459	68,820
Current assets			
Inventories		248	44
Trade receivables		56,972	48,864
Contract assets		44,181	36,931
Other receivables, deposits and prepayments		6,604	7,541
Amount owing by holding company		136	136
Fixed deposits with licensed bank		1,306	977
Cash and bank balances		12,171	9,810
Total current assets		121,618	104,303
TOTAL ASSETS		184,077	173,123
Equity			
Share capital		60,494	(2) -
Invested equity		-	1,000
Merger reserves		(59,494)	-
Retained earnings		71,418	65,373
Total equity		72,418	66,373
Non-current liabilities			
Loans and borrowings	B8	3,049	3,961
Lease liabilities		22,402	26,616
Deferred tax liabilities		700	1,098
Total non-current liabilities		26,151	31,675
Current liabilities			
Trade payables		40,541	40,309
Contract liabilities		8,897	3,899
Other payables, accruals and deposits received		4,426	5,527
Loans and borrowings	B8	16,075	11,486
Lease liabilities		12,951	12,075
Income tax payable		2,618	1,779
Total current liabilities		85,508	75,075
Total liabilities		111,659	106,750
TOTAL EQUITY AND LIABILITIES		184,077	173,123
NET ASSETS PER SHARE (RM) ⁽³⁾		0.17	663,725.27

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2024 ⁽¹⁾ (CONTINUED)**NOTES:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Accountants' Report disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Represents less than RM1,000.
- (3) Net assets per share is calculated based on the Company's number of ordinary shares in issue of 432,102,960 shares as at 31 December 2024 (30 June 2024: 100 shares).

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2024 ⁽¹⁾**

	----- Attributable to Owners of the Company -----						
	Share Capital RM'000	Non-distributable Invested Equity RM'000	Merger Reserves RM'000	Distributable Retained Earnings RM'000	Sub-Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
As at 30 June 2024 (Audited)	(2) -	1,000	-	65,373	66,373	-	66,373
Issuance of shares pursuant to acquisition of a subsidiary	60,494	(1,000)	(59,494)	-	-	-	-
Net profit/ Total comprehensive profit for the financial period	-	-	-	6,045	6,045	-	6,045
As at 31 December 2024 (Unaudited)	60,494	-	(59,494)	71,418	72,418	-	72,418

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Accountants' Report disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Represents less than RM1,000.

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024 ⁽¹⁾**

	Unaudited Current Year-to-date 31.12.2024 RM'000	⁽²⁾ Unaudited Preceding Year-to-date 31.12.2023 RM'000
Cash flow from operating activities		
Profit before tax	8,335	-
Adjustment for: -		
Bad debts written off	64	-
Depreciation of property, plant and equipment	7,145	-
Gain on disposal of property, plant and equipment	(97)	-
Net impairment loss on trade receivables	153	-
Interest expenses	1,662	-
Interest income	(24)	-
Operating profit before working capital changes	17,238	-
Changes in working capital:		
Inventories	(204)	-
Trade and other receivables	(7,387)	-
Contract assets	(7,249)	-
Trade and other payables	1,521	-
Contract liabilities	4,998	-
Cash generated from operations	8,917	-
Interest received	22	-
Income tax paid	(1,848)	-
Net cash generated from operating activities	7,091	-
Cash flow from investing activities		
Placement of pledged fixed deposits with licensed bank	(330)	-
Purchase of property, plant and equipment	(267)	-
Proceed from disposal of property, plant and equipment	97	-
Net cash used in investing activities	(500)	-
Cash flow from financing activities		
Interest paid	(1,662)	-
Repayment of lease liabilities	(6,245)	-
Net movement of invoice financing	3,234	-
Repayment of term loans	(711)	-
Net cash used in financing activities	(5,384)	-
Net increase in cash and cash equivalents	1,207	-
Cash and cash equivalents at beginning of the financial period	6,521	-
Cash and cash equivalents at end of the financial period	7,728	-
Cash and cash equivalents comprise of:		
Cash and bank balances	12,171	-
Fixed deposits with licensed bank	1,306	-
	13,477	-
Less: Bank overdrafts	(4,443)	-
Less: Fixed deposits pledged with licensed bank	(1,306)	-
	7,728	-

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024 ⁽¹⁾ (CONTINUED)**NOTES:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Accountants' Report disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

Notes To the Unaudited Interim Financial Report for the Second Quarter Ended 31 December 2024

A1. BASIS OF PREPARATION

The interim financial report of Wawasan Dengkil and its subsidiary (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards (“MASB”) and Rule 9.22 and Appendix 9B of the Listing Requirements.

This is the first interim financial report on the Company’s unaudited condensed consolidated financial results for the second quarter ended 31 December 2024 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

The interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Accountants’ Report as disclosed in the Prospectus dated 28 February 2025.

The Group has not applied in advance the following MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the current financial period:

MFRS (including the consequential amendments)		Effective Date
Amendments to MFRS 121	‘The Effects of Changes in Foreign Exchange Rates’ – Lack of Exchangeability	1 January 2025
Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS 10 and MFRS 107	Annual Improvements to MFRS Accounting Standards– Volume 11	1 January 2026
Amendments to MFRS 7	‘Financial Instruments: Disclosures’ – Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9	‘Financial Instruments’ – Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
MFRS 18	‘Presentation and Disclosure in Financial Statements’	1 January 2027
MFRS 19	‘Subsidiaries without Public Accountability: Disclosures’	1 January 2027
Amendments to MFRS 10	‘Consolidated Financial Statements’ – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced
Amendments to MFRS 128	‘Investment in Associates and Joint Ventures’ – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The adoption of the abovementioned MFRSs and amendments to MFRSs are expected to have no material impact on the financial statements of the Group in the period of initial application.

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no qualification on the audited financial statements of the Group for the financial year ended 30 June 2024.

A4. SEASONAL OR CYCLICAL FACTORS

The business operations of the Group were not affected by any seasonal or cyclical trend.

A5. ITEMS OR INCIDENCE OF AN UNUSUAL NATURE

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current quarter and cumulative quarter ended 31 December 2024.

A6. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates during the current quarter and cumulative quarter ended 31 December 2024.

A7. DEBT AND EQUITY SECURITIES

On 28 November 2024, the Company issued a total of 432,102,860 new ordinary shares pursuant to the acquisition of the entire equity interest of Wawasan Dengkil Sdn Bhd in conjunction with the Initial Public Offering ("IPO").

Save as disclosed above, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A8. DIVIDEND PAID

There were no dividends paid in the current quarter and cumulative quarter ended 31 December 2024.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A9. SEGMENTAL INFORMATION**

The Group's operating and reportable segments comprised of:

- (a) the provision of construction services;
- (b) the provision of trading of construction materials; and
- (c) the provision of machineries and commercial vehicles for hire.

The Group operates predominantly in Malaysia and hence, no geographical segment presented.

Unaudited Current Quarter 31.12.2024	Construction services RM'000	Trading of construction materials RM'000	Hiring of machineries and commercial vehicles RM'000	Total RM'000
Revenue	42,918	4,173	955	48,046

Results

Depreciation of property, plant and equipment	(3,536)
Interest expenses	(833)
Interest income	23
Other income	199
Unallocated expenses	(39,390)
Profit before tax	4,509
Tax expense	(1,158)
Profit after tax	3,351

Unaudited Current Year-to-date 31.12.2024	Construction services RM'000	Trading of construction materials RM'000	Hiring of machineries and commercial vehicles RM'000	Total RM'000
Revenue	83,201	8,954	1,895	94,050

Results

Depreciation of property, plant and equipment	(7,145)
Interest expenses	(1,662)
Interest income	24
Other income	328
Unallocated expenses	(77,260)
Profit before tax	8,335
Tax expense	(2,290)
Profit after tax	6,045

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

There was no valuation of property, plant and equipment and investment properties during the current quarter and cumulative quarter ended 31 December 2024.

A11. MATERIAL SUBSEQUENT EVENTS

In conjunction with the Company's listing on the ACE Market of Bursa Securities ("IPO"), the Company issued its Prospectus entailing the following:-

(a) Public issue of 108,025,800 new ordinary shares ("Issue Shares") at an IPO price of RM0.25 per Share in the following manner:

- 27,008,000 Issue Shares available for application by the Malaysian public;
- 10,803,000 Issue Shares available for application by the eligible directors, employees and persons who have contributed to the success of the Group;
- 40,510,000 Issue Shares by way of private placement to Bumiputera investors approved by the Ministry of Investment, Trade and Industry ("MITI"); and
- 29,704,800 Issue Shares by way of private placement to selected investors;

and

(b) Offer for sale of 54,013,000 existing Shares in the in the following manner:

- 27,006,500 existing Shares by way of private placement to Bumiputera investors approved by MITI; and
- 27,006,500 existing Shares by way of private placement to selected investors.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

On 28 November 2024, the Group had completed the acquisition of the entire equity interest in Wawasan Dengkil Sdn Bhd at a purchase consideration of RM60,494,400, which was fully satisfied by the issuance of 432,102,860 new shares at an issue price of RM0.14 per share.

Save as disclosed above, there were no other material changes in the composition of the Group for the current financial quarter under review.

A13. CAPITAL COMMITMENTS

Save as disclosed below, there were no other material capital commitments incurred or known to be incurred as at the date of this interim financial report.

Approved but not contracted for:

Purchase of machineries and commercial vehicles

**Unaudited
As at
31.12.2024
RM'000**

7,580

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A14. CONTINGENT LIABILITIES**

The Group does not have any contingent liabilities which will or may substantially affect the financial results or position upon becoming enforceable as at the date of this interim financial report.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

The significant related party transactions of the Group are as follows:

	Individual Quarter		Cumulative Quarter	
	<u>31.12.2024</u>	<u>(1)31.12.2023</u>	<u>31.12.2024</u>	<u>(1)31.12.2023</u>
	RM'000	RM'000	RM'000	RM'000
<u>Related parties:</u>				
- Office rental paid	30	N/A	60	N/A

NOTES:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (2) The related party transactions described above were carried out in the ordinary course of business and have been established under negotiated and mutually agreed terms.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART B – EXPLANATORY NOTES PERSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Notes To the Unaudited Condensed Consolidated Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

B1. REVIEW OF PERFORMANCE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	⁽¹⁾ Unaudited		⁽¹⁾ Unaudited	
	Unaudited Current Quarter 31.12.2024 RM'000	Preceding Year Corresponding Quarter 31.12.2023 RM'000	Unaudited Current Year-to-date 31.12.2024 RM'000	Preceding Year Corresponding Year-to-date 31.12.2023 RM'000
Revenue	48,046	-	94,050	-
Gross profit ("GP")	6,712	-	13,637	-
Profit before tax ("PBT")	4,509	-	8,335	-
Profit after tax ("PAT")	3,351	-	6,045	-
GP Margin %	13.97	-	14.50	-
PBT Margin %	9.38	-	8.86	-
PAT Margin %	6.97	-	6.43	-

NOTE:

(1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

The Group recorded a total revenue of RM48.05 million and RM94.05 million for the current quarter and cumulative quarter under review respectively. Construction service segment continues to be the Group's largest segment, contributing 89.3% and 88.5% for the current quarter and cumulative quarter under review respectively, which was largely contributed by LRT Line 3 Project and Sungai Long Project.

For the current quarter under review, the Group recorded GP of RM6.71 million with GP margin of 13.97%, PBT of RM4.51 million with PBT margin of 9.38% and PAT of RM3.35 million with PAT margin of 6.97%.

As a result, the Group recorded GP of RM13.63 million with GP margin of 14.50%, PBT of RM8.34 million with PBT margin of 8.86% and PAT of RM6.05 million with PAT margin of 6.43% for the cumulative quarter under review.

B2. PERFORMANCE COMPARISON WITH PRECEDING QUARTER'S RESULTS

This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR

As outlined in Budget 2025 (“**3rd MADANI Budget**”), the allocation for development expenditure stood at RM86.0 billion (excluding RM2.0 billion earmarked for contingency reserves) and it is expected to continue driving the growth in the local construction industry.

The Group is currently managing 14 ongoing construction projects with an unbilled contract value (order book) of RM380.06 million as at 31 December 2024. Save for the Sungai Long Project (unbilled contract value of RM124.42 million) which is expected to be realised within the next 5 financial years, the remaining order book is expected to sustain its earnings and cash flow over next 2 to 3 financial years. The Group’s primary focus remains on the execution and completion of these ongoing infrastructure construction projects.

Looking ahead, the Group intends to expand its presence in the provision of earthworks and civil engineering services for property development as well as highways and urban rail construction projects. The Group also ride on the national energy transition push with increased use of renewable energy as highlighted under the National Energy Transition Roadmap by participating in tenders for more solar farms related infrastructure works in the country. By leveraging on the Group’s diversified customer base, the Group aims to secure more projects in the coming year.

To support its growth trajectory, the Group intends to utilise its IPO proceeds primarily to enhance its operational efficiency and support business expansion. In this regard, a total of RM17.43 million or 64.6% of the total IPO proceeds has been allocated for the purchase of new machinery and commercial vehicles as well as project working capital, including the purchase of diesel and subcontractor costs, as outlined in its Prospectus. These strategic allocations aim to strengthen the Group’s capacity and capability to undertake larger projects, thereby bolstering its competitiveness in the industry.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

The Group did not issue any profit forecast or profit estimation in any announcement or public document.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B5. INCOME TAX EXPENSE**

	Individual Quarter		Cumulative Quarter	
	(2) Unaudited		(2) Unaudited	
	Unaudited Current Quarter 31.12.2024 RM'000	Preceding Year Corresponding Quarter 31.12.2023 RM'000	Unaudited Current Year-to-date 31.12.2024 RM'000	Preceding Year Corresponding Year-to-date 31.12.2023 RM'000
In respect of current period:				
Income tax expense ⁽¹⁾	1,255	-	2,687	-
Deferred tax expense	(97)	-	(397)	-
	<u>1,158</u>	<u>-</u>	<u>2,290</u>	<u>-</u>
Effective tax rate (%)	⁽³⁾ 25.68	-	⁽³⁾ 27.47	-
Statutory tax rate (%)	24.00	-	24.00	-

NOTES:

- (1) Income tax expense is recognised based on management's best estimate.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (3) The Group's effective tax rate for current quarter and year-to-date was higher than the statutory tax rate mainly due to higher non-deductible expenses arising from professional fee relating to the Group's Listing.

B6. STATUS OF CORPORATE PROPOSALS

Save for the IPO as disclosed in Note A11, there were no other corporate proposals announced but not implemented as at the date of this interim financial report.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B7. UTILISATION PROCEEDS FROM IPO

Pursuant to the Proposed Listing of Wawasan Dengkil on the ACE Market of Bursa Securities on 25 March 2025 ("**Listing**"), the Company will issued 108,025,800 Issue Shares at an issue price of RM0.25 per Issue Share, raising gross proceeds of approximately RM27.01 million.

The proceeds from the IPO is expected to be utilised in the following manner:

Utilisation of proceeds	RM'000	%	⁽¹⁾ Estimated timeframe for utilisation
Purchase of machineries and commercial vehicles	7,580	28.1	Within 12 months
Project working capital	9,850	36.5	Within 12 months
Repayment of bank borrowings	1,426	5.3	Within 12 months
Repayment of bank borrowings	3,850	14.2	Within 6 months
Office renovations	300	1.1	Within 12 months
Estimated listing expenses	4,000	14.8	Within 1 month
Total	27,006	100.0	

Note:

⁽¹⁾ From the date of the Listing.

The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company. As at the date of this interim financial report, the IPO is pending for completion and hence there is no utilisation of IPO proceeds.

B8. BANK BORROWINGS

	Unaudited As at 31.12.2024 RM'000	Audited As at 30.06.2024 RM'000
Current		
Lease liabilities	12,951	12,075
Bank overdraft	4,443	3,290
Revolving credit	3,000	3,000
Term loans	1,426	1,224
Invoice financing	7,206	3,972
	29,026	23,561
Non-current		
Lease liabilities	22,402	26,616
Term loans	3,049	3,961
	25,451	30,577

The bank borrowings are secured and denominated in Ringgit Malaysia.

B9. MATERIAL LITIGATION

There were no material litigation involving the Group in the current financial quarter ended 31 December 2024.

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B10. DIVIDEND**

No dividend has been declared or recommended by the Board for the current financial quarter 31 December 2024.

B11. EARNINGS PER SHARE

The basic and diluted EPS for the current financial quarter and financial year-to-date are computed as follows:

	Individual Quarter		Cumulative Quarter	
	(1) Unaudited		(1) Unaudited	
	Unaudited Current Quarter 31.12.2024 RM'000	Preceding Year Corresponding Quarter 31.12.2023 RM'000	Unaudited Current Year-to-date 31.12.2024 RM'000	Preceding Year Corresponding Year-to-date 31.12.2023 RM'000
Profit attributable to the Owners of the Company	3,351	-	6,045	-
Number of ordinary shares (in thousand)	432,103	-	432,103	-
Basic EPS (sen) ⁽²⁾	0.78	-	1.40	-
Diluted EPS (sen) ⁽³⁾	0.62	-	1.12	-

NOTES:

- (1) No comparative figures for the preceding year corresponding quarter and cumulative quarter are presented as this is the first interim report on the combined results for the second quarter ended 31 December 2024 announced by the Company following the listing of Wawasan Dengkil on the ACE Market of Bursa Securities on 25 March 2025.
- (2) Basic EPS is calculated based on the Company's share capital of 432,102,960 ordinary shares upon completion of the acquisition of Wawasan Dengkil Sdn Bhd but before the IPO.
- (3) Diluted EPS is calculated based on the Company's enlarged share capital of 540,128,760 ordinary shares after the IPO of the Company.

[The remainder of this page is intentionally left blank]

WAWASAN DENGKIL HOLDINGS BERHAD

Registration No. 202201013605 (1459302-T)

Unaudited Interim Financial Report for the Second (2nd) Quarter Ended 31 December 2024**PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

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

	Individual Quarter		Cumulative Quarter	
	⁽¹⁾ Unaudited		⁽¹⁾ Unaudited	
	Unaudited	Preceding Year	Unaudited	Preceding Year
	Current Year	Corresponding	Current Year-	Year-to-date
	Quarter	Quarter	to-date	Year-to-date
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Bad debts written off	-	-	64	-
Depreciation of property, plant and equipment	3,536	-	7,145	-
Gain on disposal of property, plant and equipment	(97)	-	(97)	-
Net impairment loss on trade receivables	-	-	153	-
Interest income	(23)	-	(24)	-
Interest expenses	833	-	1,662	-
Rental expense	2,712	-	5,422	-

NOTE:

- (1) No comparative figures for the preceding year corresponding quarter and cumulative quarter are presented as this is the first interim report on the combined results for the second quarter ended 31 December 2024 announced by the Company following the listing of Wawasan Dengkil on the ACE Market of Bursa Securities on 25 March 2025.

B13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 10 March 2025.

BY ORDER OF THE BOARD
WAWASAN DENGKIL HOLDINGS BERHAD