

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024**

	Note	Current quarter ended 30.9.2024 RM'000	Comparative quarter ended 30.9.2023 RM'000	Current year to date ended 30.9.2024 RM'000	Preceding year to date ended 30.9.2023 RM'000
Revenue		481,003	433,635	1,217,368	1,164,279
Cost of sales		(338,148)	(299,890)	(825,960)	(827,754)
Gross profit		142,855	133,745	391,408	336,525
Other income		9,256	7,723	27,593	27,758
Administrative expenses		(57,160)	(51,006)	(168,954)	(146,736)
Other expenses		(8,795)	(1,663)	(19,381)	(10,909)
		86,156	88,799	230,666	206,638
Finance costs		(13,959)	(11,412)	(35,882)	(33,328)
		72,197	77,387	194,784	173,310
Share of results of associates and a joint venture, net of tax		84,135	65,406	244,343	241,339
Profit before tax	B13	156,332	142,793	439,127	414,649
Tax expense	B6	(19,105)	(18,624)	(49,164)	(42,890)
Profit after tax		137,227	124,169	389,963	371,759
Profit/(Loss) attributable to:					
Owners of the Company		137,241	123,031	388,872	369,156
Non-controlling interests		(14)	1,138	1,091	2,603
		137,227	124,169	389,963	371,759
Earnings per share attributable to Owners of the Company (sen):					
Basic/Diluted	B11	6.66	5.97	18.86	17.90

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2023)

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024**

	Current quarter ended 30.9.2024	Comparative quarter ended 30.9.2023	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
	RM'000	RM'000	RM'000	RM'000
Profit after tax	137,227	124,169	389,963	371,759
Other comprehensive (expenses)/income for the period, net of tax				
Items of other comprehensive (expenses)/income that:				
(a) Will be reclassified subsequently to statement of profit or loss when specific conditions are met:				
- <i>Fair value loss on cash flow hedge</i>	(1,215)	-	(889)	-
- <i>Foreign currency translation (loss)/gain</i>	(56,379)	(13,138)	(58,865)	7,402
(b) Reclassified to statement of profit or loss:				
- <i>Fair value of cash flow hedge upon expiry</i>	-	-	-	89
	(57,594)	(13,138)	(59,754)	7,491
Share of other comprehensive (expenses)/income and reserves of associates accounted for using equity method for items that:				
(a) Will not be reclassified subsequently to statement of profit or loss:				
- <i>Fair values gain through other comprehensive income ("FVTOCI") and other reserves</i>	(4,073)	24	746	3,337
(b) Will be reclassified subsequently to statement of profit or loss when specific conditions are met:				
- <i>Foreign currency translation (loss)/gain</i>	(42,731)	(840)	(40,324)	21,005
- <i>FVTOCI and other reserves</i>	33,773	(13,156)	32,160	23,935
	(13,031)	(13,972)	(7,418)	48,277
Total other comprehensive (expenses)/income for the period, net of tax	(70,625)	(27,110)	(67,172)	55,768
Total comprehensive income	66,602	97,059	322,791	427,527
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	67,868	96,250	323,024	424,750
Non-controlling interests	(1,266)	809	(233)	2,777
	66,602	97,059	322,791	427,527

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2023)

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024**

	Note	As at 30.9.2024 RM'000	As at 31.12.2023 RM'000
Assets:			
Non-current			
Property, plant and equipment		626,397	619,797
Investment properties		499,182	498,512
Investments in associates and a joint venture		4,271,763	4,226,355
Intangible assets		3,680	4,146
Right-of-use assets		51,652	51,210
Inventories		1,468,472	1,491,861
Deferred tax assets		109,161	108,661
Capital financing		608,609	383,866
Trade receivables		34,734	11,795
Other assets		3,765	1,790
Derivative asset	B14	18,038	-
		7,695,453	7,397,993
Current			
Inventories		425,462	347,682
Capital financing		1,214,841	1,355,218
Trade receivables		288,812	201,853
Other assets		85,847	47,685
Contract assets		175,730	337,845
Biological assets		446	444
Tax recoverable		12,703	2,642
Securities at fair value through profit or loss ("FVTPL")		273	248
Cash, bank balances and short-term funds		809,319	743,579
		3,013,433	3,037,196
Total Assets		10,708,886	10,435,189

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024 (CONT'D)**

	Note	As at 30.9.2024 RM'000	As at 31.12.2023 RM'000
Liabilities:			
Non-current			
Borrowings	A5(b),(c),(d),B8(a)	2,063,485	2,017,007
Trade payables		31,216	23,807
Other liabilities		2,626	1,938
Contract liabilities and deferred income		67,468	72,836
Lease liabilities		903	131
Deferred tax liabilities		63,771	71,243
		2,229,469	2,186,962
Current			
Borrowings	A5(b),(c),(d),B8(a)	1,208,346	1,242,971
Trade payables		144,551	113,996
Other liabilities		612,867	639,941
Contract liabilities and deferred income		53,981	18,726
Lease liabilities		643	588
Tax payable		24,523	36,601
		2,044,911	2,052,823
Total Liabilities		4,274,380	4,239,785
Net Assets		6,434,506	6,195,404
Equity:			
Share capital		2,095,311	2,095,311
Treasury shares, at cost	A5(a)	(43,226)	(43,226)
		2,052,085	2,052,085
Reserves		4,310,338	4,068,721
Issued capital and reserves attributable to			
Owners of the Company		6,362,423	6,120,806
Non-controlling interests		72,083	74,598
Total Equity		6,434,506	6,195,404
Net Assets per share attributable to			
Owners of the Company (RM)		3.09	2.97
Number of outstanding ordinary shares in issue ('000)		2,062,104	2,062,104

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2023)

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024**

Note	Attributable to Owners of the Company							Total issued share capital and reserves	Non-controlling interests	Total equity
	Share capital	Treasury shares	Revaluation reserve	Foreign currency translation reserves	Hedging reserve	Other reserves	Retained profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
As at 1.1.2024	2,095,311	(43,226)	63,451	67,959	-	(6,867)	3,944,178	6,120,806	74,598	6,195,404
Profit after tax	-	-	-	-	-	-	388,872	388,872	1,091	389,963
Fair value loss on cash flow hedge	-	-	-	-	(889)	-	-	(889)	-	(889)
Foreign currency translation loss	-	-	-	(57,554)	-	-	-	(57,554)	(1,311)	(58,865)
Share of other comprehensive (expenses)/income and reserves of associates accounted for using the equity method:										
- Foreign currency translation gains	-	-	-	(40,324)	-	-	-	(40,324)	-	(40,324)
- FVTOCI and other reserves	-	-	-	-	-	32,919	-	32,919	(13)	32,906
Other comprehensive (expenses)/income	-	-	-	(97,878)	(889)	32,919	-	(65,848)	(1,324)	(67,172)
Total comprehensive (expenses)/income	-	-	-	(97,878)	(889)	32,919	388,872	323,024	(233)	322,791
Dividends paid to:										
- Owners of the Company	-	-	-	-	-	-	(82,484)	(82,484)	-	(82,484)
- Non-controlling interests	-	-	-	-	-	-	-	-	(20)	(20)
Total distributions to Owners	-	-	-	-	-	-	(82,484)	(82,484)	(20)	(82,504)
Acquisitions of additional interests in a subsidiary from non-controlling interests:										
- Accretion of equity interests	-	-	-	-	-	-	-	-	(2,262)	(2,262)
- Gain on acquisitions	-	-	-	-	-	-	1,077	1,077	-	1,077
Total changes in ownership interest in a subsidiary	-	-	-	-	-	-	1,077	1,077	(2,262)	(1,185)
Total transactions with Owners in their capacity as Owners	-	-	-	-	-	-	(81,407)	(81,407)	(2,282)	(83,689)
As at 30.9.2024	2,095,311	(43,226)	63,451	(29,919)	(889)	26,052	4,251,643	6,362,423	72,083	6,434,506

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024 (CONT'D)**

Attributable to Owners of the Company										
	Share capital	Treasury shares	Revaluation reserve	Foreign currency translation reserves	Hedging reserve	Other reserves	Retained profits	Total issued share capital and reserves	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1.1.2023										
As per previously reported	2,095,311	(43,226)	63,451	19,864	(89)	(75,409)	3,619,806	5,679,708	74,875	5,754,583
Effects of adoption of MFRS 17 'Insurance Contracts' by an associate	-	-	-	-	-	-	2,145	2,145	-	2,145
As restated	2,095,311	(43,226)	63,451	19,864	(89)	(75,409)	3,621,951	5,681,853	74,875	5,756,728
Profit after tax	-	-	-	-	-	-	369,156	369,156	2,603	371,759
Reclassification of hedging reserves to profit or loss upon expiry of hedge instrument	B14	-	-	-	89	-	-	89	-	89
Foreign currency translation gain		-	-	7,223	-	-	-	7,223	179	7,402
Share of other comprehensive income/(expenses) and reserves of associates accounted for using the equity method:										
- Foreign currency translation gains		-	-	21,005	-	-	-	21,005	-	21,005
- FVTOCI and other reserves		-	-	-	-	27,277	-	27,277	(5)	27,272
Other comprehensive income		-	-	28,228	89	27,277	-	55,594	174	55,768
Total comprehensive income		-	-	28,228	89	27,277	369,156	424,750	2,777	427,527
Dividends paid to:										
- Owners of the Company	A6	-	-	-	-	-	(82,484)	(82,484)	-	(82,484)
- Non-controlling interests		-	-	-	-	-	-	-	(4,197)	(4,197)
Total distributions to Owners		-	-	-	-	-	(82,484)	(82,484)	(4,197)	(86,681)
Acquisitions of additional interests in subsidiaries from non-controlling interests:										
- Accretion of equity interests		-	-	-	-	-	-	-	(25)	(25)
- Gain on acquisitions		-	-	-	-	-	14	14	-	14
Total changes in ownership interest in subsidiaries		-	-	-	-	-	14	14	(25)	(11)
Total transactions with Owners in their capacity as Owners		-	-	-	-	-	(82,470)	(82,470)	(4,222)	(86,692)
As at 30.9.2023	2,095,311	(43,226)	63,451	48,092	-	(48,132)	3,908,637	6,024,133	73,430	6,097,563

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2023)

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024**

	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	439,127	414,649
Adjustments for:		
Non-cash and non-operating items	(29,020)	(18,884)
Share of results of associates and a joint venture	(244,343)	(241,339)
Operating profit before changes in working capital	165,764	154,426
<i>(Increase)/Decrease in:</i>		
Inventories	(54,388)	26,390
Trade receivables	(114,295)	38,176
Other assets	(40,606)	(14,034)
Contract assets	162,116	(95,277)
<i>Increase/(Decrease) in:</i>		
Trade payables	37,964	8,341
Other liabilities	(26,091)	52,932
Contract liabilities and deferred income	30,379	(4,960)
	(4,921)	11,568
Capital financing, net disbursement	(135,511)	(252,743)
<i>Changes in working capital</i>	(140,432)	(241,175)
Cash from/(used in) operations	25,332	(86,749)
Income tax paid	(79,340)	(52,240)
Income tax refunded	97	14,085
Interest/Profit paid	(56,558)	(58,898)
Interest/Profit received	144,156	107,911
Net cash from/(used in) operating activities	33,687	(75,891)
Cash Flows From Investing Activities		
<i>Investment, divestment and income from investments:</i>		
Acquisitions of additional shares in a subsidiary from non-controlling interests	(1,185)	(11)
<i>Dividends received from:</i>		
- securities at FVTPL	9	9
- associates and a joint venture	142,982	95,839
Investment properties expenditure	(671)	(7,537)
Funds distribution income received	4,541	5,366
Interest/Profit received	7,933	5,773
Proceeds from disposals of plant and equipment	282	232
<i>Purchase of:</i>		
- lands for property development	-	(53,045)
- property, plant and equipment	(31,277)	(48,531)
- software licences	(23)	(1,321)
Net cash from/(used in) investing activities	122,591	(3,226)

QUARTERLY REPORT FOR THE THIRD QUARTER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024 (CONT'D)**

	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
Note	RM'000	RM'000
Cash Flows From Financing Activities		
<i>Funding in business:</i>		
Expenses incurred on borrowings	(1,881)	(777)
<i>Drawdowns/(Repayments):</i>		
Proceeds from issuance/drawdowns of:		
- medium-term notes and Sukuk	265,000	500,000
- term and bankers' acceptances	47,500	30,985
Redemptions/Repayments of:		
- medium-term notes and Sukuk	(144,787)	(63,525)
- term	(63,069)	(149,418)
- revolving credits - net	(58,457)	(189,578)
<i>Net drawdowns</i>	46,187	128,464
Interest/Profit paid	(30,283)	(30,290)
Payment of lease liabilities	(521)	(1,851)
<i>Dividends:</i>		
Dividend paid to:		
- Owners of the Company	(82,484)	(82,484)
- Non-controlling interests	(20)	(4,197)
<i>Net dealing with Owners</i>	(82,504)	(86,681)
Net cash (used in)/from financing activities	(69,002)	8,865
Net increase/(decrease) in cash and cash equivalents	87,276	(70,252)
Effects of exchange rate changes	(21,536)	(1,981)
Cash and cash equivalents at beginning of the period	743,579	712,653
Cash and cash equivalents at end of the period, comprised cash, bank balances and short-term funds	809,319	640,420

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2023)

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

Explanatory notes to Quarterly Report for the current year to date ended 30 September 2024

The unaudited interim financial report ("the quarterly report"), a condensed consolidated financial statement of the Group, has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K - Periodic Disclosures of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")

PART A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting ("MFRS 134") issued by MASB

A1. Basis of preparation

This quarterly report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2023 and the accompanying explanatory notes, which explain events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2023.

The accounting policies and methods of computation applied in preparing the unaudited interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2023 except for the adoption of the following amendments to Malaysian Financial Reporting Standards ("MFRSs"), which are effective for the Group's financial year beginning on 1 January 2024:

- (i) Amendments to MFRS 16 'Leases' (Lease Liability in a Sale and Leaseback Transactions)
- (ii) Amendments to MFRS 101 'Presentation of Financial Statements' (Non-current Liabilities with Covenants)
- (iii) Amendments to MFRS 107 'Statement of Cash Flows' (Supplier Finance Arrangements)
- (iv) Amendments to MFRS 7 'Financial Instruments: Disclosures' (Supplier Finance Arrangements)

The adoption of these amendments has no significant financial impact on the Group.

A2. Seasonality or cyclicity of interim operations

The performance of the Hotels and Resorts Division of the Group is dependent on holiday seasons. The other business operations of the Group for the current year to date were not affected by any seasonal or cyclical factors.

A3. Unusual items affecting assets, liabilities, equity, net income and cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group because of their nature, size or incidence during the current year to date.

A4. Changes in estimates of amounts reported previously

There were no material changes in estimates of amounts reported previously that have a material effect in the current quarter.

A5. Issues, repurchases and repayments of debts and equity securities

The issuances, repurchases and repayments of debt and equity securities of the Group for the current year to date are as follows:

(a) Share buybacks/Treasury shares of the Company

The shares repurchased are being held as treasury shares and treated in accordance with the requirements of Section 127 of the Companies Act 2016. There were no share issuances, cancellations, resales or buybacks for the current year to date.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

- (b) **Sukuk Murabahah Programme ("Sukuk 1") and Medium-Term Note Programme ("MTN2") for the issuance of medium-term notes and Sukuk with a combined limit of up to RM1.8 billion in nominal value, guaranteed by the Company**

On 9 March 2018, OSK I CM Sdn. Bhd. ("OSKICM"), a wholly-owned subsidiary of the Company, lodged Sukuk 1 with the Securities Commission Malaysia ("SC"). On 20 April 2018, OSKICM lodged MTN2 and re-lodged the Sukuk 1 with SC all the required information and relevant documents according to the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework issued by SC. Both programmes give OSKICM the flexibility to raise funds via the issuance of Sukuk 1 or MTN2 with a combined limit of up to RM1.8 billion in nominal value, which can be utilised for working capital requirements and repayment of borrowings of the Group. Sukuk 1 and MTN2 are unrated and tradable and have a perpetual tenure.

The terms of Sukuk 1 and MTN2 contain various covenants, including the following:

- (1) the Group shall maintain a gearing ratio of not exceeding 1.5 times at all times throughout the tenure of the Programme.
- (2) OSKICM shall set up or procure Trustees' Reimbursement Account ("TRA") with RM30,000 each in respect of Sukuk 1 and MTN2 which shall be maintained at all times throughout the tenure of the Programme.

(i) **Tranche 1 and Tranche 2 of MTN2**

On 30 April 2018 and 17 May 2018, OSKICM issued a total of RM250.0 million under Tranche 1 of MTN2 in 4 series with maturities commencing from 2021 to 2028 and redeemable every 12 months commencing 12 months after the first issuance date.

On 30 January 2019, OSKICM issued Tranche 2 for MTN2 of RM200.0 million in 7 series with maturities commencing from 2020 to 2026 and redeemable every 12 months commencing 12 months after the first issuance date.

Proceeds from the above issuances were utilised for working capital requirements and repayment of borrowings of the Group.

On 17 May 2024 and 30 May 2024, OSKICM redeemed RM2.5 million and RM1.3 million of Tranche 1 and Tranche 2 respectively. Since the first issuance on 30 April 2018, the total amount redeemed for Tranche 1 and Tranche 2 of MTN2 amounted to RM212.6 million and RM179.8 million respectively. As at 30 September 2024, the outstanding amount of Tranche 1 and Tranche 2 of MTN2 stood at RM37.4 million and RM20.2 million respectively.

Both Tranche 1 and Tranche 2 of MTN2 require a security cover of not less than 2.0 times and are secured by:

- (1) shares in an associate of the Company ("Tranche 1 and Tranche 2 Pledged Shares"); and
- (2) all its rights, titles, interests and benefits in and under the share proceeds account ("PA") for Tranche 1 and Tranche 2 maintained by the Company and all monies from time to time standing to the credit thereto (these proceeds account mainly to capture dividend income receivable from an associate).

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

- (b) **Sukuk Murabahah Programme ("Sukuk 1") and Medium-Term Note Programme ("MTN2") for the issuance of medium-term notes and Sukuk with a combined limit of up to RM1.8 billion in nominal value, guaranteed by the Company (Cont'd)**

(ii) **Tranche 3 of MTN2**

On 8 April 2021, OSKICM issued Tranche 3 of MTN2 of RM100.0 million in 5 series with maturities commencing from 2024 to 2028 and redeemable every 12 months commencing 36 months after the first issuance date. Proceeds from this issuance were utilised to part finance the acquisition of a piece of land for development, which includes reimbursement and other related expenses.

Since the first issuance on 8 April 2021, the total amount redeemed for Tranche 3 of MTN2 amounted to RM20.0 million. As at 30 September 2024, the outstanding amount of Tranche 3 of MTN2 stood at RM80.0 million.

Tranche 3 of MTN2 is secured by:

- (1) all its rights, titles, interests and benefits in and under the Debt Service Reserve Account ("DSRA") for Tranche 3 maintained by OSKICM and all monies from time to time standing to the credit thereto; and
- (2) a piece of land owned by Aspect Potential Sdn. Bhd. ("APSB"), a subsidiary of OSK Property Holdings Berhad ("OSKPH"), which is, in turn, a subsidiary of the Company, and all its present and future assets of APSB.

(iii) **Tranche 2 of Sukuk 1**

On 23 July 2018, OSKICM issued Tranche 2 of Sukuk 1 of RM93.0 million with maturities commencing from 2021 to 2024 and redeemable every 3 months commencing 36 months after the first issuance date. Proceeds from this issuance were utilised to finance the acquisition of a piece of land for development.

On 23 January 2024, 23 April 2024, and 23 July 2024, OSKICM redeemed RM8.0 million, RM8.0 million and RM7.0 million of Tranche 2 of Sukuk 1 respectively. Since the first issuance on 23 July 2018, the total amount redeemed for Tranche 2 of Sukuk 1 amounted to RM93.0 million. As at 30 September 2024, Tranche 2 of Sukuk 1 has been fully redeemed.

Tranche 2 of Sukuk 1 is secured by:

- (1) all its rights, titles, interests and benefits in and under the operating account for Tranche 2 ("Tranche 2 Operating Account") maintained by OSKICM and all monies from time to time standing to the credit thereto;
- (2) all its rights, titles, interests and benefits in and under the Finance Service Reserve Account ("FSRA") and Tranche 2 Operating Account maintained by Perspektif Vista Sdn. Bhd. ("PV"), a subsidiary of OSKPH, which is, in turn, a subsidiary of the Company, and all monies from time to time standing to the credit thereto;
- (3) a development land charge under the provisions of the National Land Code 1965;
- (4) a debenture creating a first-ranking fixed and floating charge over all its present and future assets in respect of the project; and
- (5) a FSRA, maintained by PV, of a minimum amount equivalent to three periodic profit payments.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

- (b) Sukuk Murabahah Programme ("Sukuk 1") and Medium-Term Note Programme ("MTN2") for the issuance of medium-term notes and Sukuk with a combined limit of up to RM1.8 billion in nominal value, guaranteed by the Company (Cont'd)**

(iv) Tranche 4 of Sukuk 1

On 9 November 2021, OSKICM issued Tranche 4 of Sukuk 1 of RM132.0 million with maturities commencing from 2024 to 2028 and redeemable every 3 months commencing 36 months after the first issuance date. Proceeds from this issuance were utilised to finance the acquisition of a piece of land for development including reimbursement and other related expenses.

There has been no redemption since the first issuance date. As at 30 September 2024, the outstanding amount of Tranche 4 of Sukuk 1 stood at RM132.0 million.

Tranche 4 of Sukuk 1 is secured by:

- (1) all its rights, titles, interests and benefits in and under the FSRA for Tranche 4 maintained by OSKICM and all monies from time to time standing to the credit thereto;
- (2) all its rights, titles, interests and benefits in and under the TRA for Tranche 4 maintained by OSKICM and all monies from time to time standing to the credit thereto;
- (3) all its rights, titles, interests and benefits under the Operating Account for Tranche 4 maintained by Mori Park Sdn. Bhd. ("MPSB"), a subsidiary of OSKPH, which is, in turn, a subsidiary of the Company, and all monies from time to time standing to the credit thereto;
- (4) a FSRA, maintained by OSKICM, of a minimum amount equivalent to one periodic profit payment; and
- (5) a piece of land owned by MPSB and all its present and future assets of MPSB.

- (c) Medium-Term Note Programme ("MTN3") for the issuance of medium-term notes of up to RM980.0 million nominal values in aggregate, guaranteed by the Company**

On 25 April 2019, OSKICM lodged with SC all the required information and relevant documents relating to the MTN3 under the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework issued by SC. MTN3 is unrated, tradable and transferable with a limit of up to RM980.0 million and has a perpetual tenure. The proceeds from this issuance shall be utilised for; (i) investment activities, (ii) capital expenditure, (iii) working capital requirements, (iv) general corporate exercise and (v) refinancing of existing borrowings.

The terms of the MTN3 contain various covenants, including the following:

- (1) the Group shall maintain a gearing ratio of not exceeding 1.5 times throughout the tenure of the Programme.
- (2) OSKICM shall set up or procure TRA with a sum of RM30,000 in respect of MTN3 which shall be maintained at all times throughout the tenure of the Programme.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

(c) Medium-Term Note Programme ("MTN3") for the issuance of medium-term notes of up to RM980.0 million nominal values in aggregate, guaranteed by the Company (Cont'd)

(i) Tranche 1 of MTN3

On 10 May 2019, OSKICM issued Tranche 1 of MTN3 for RM164.2 million in 15 series with maturities commencing from 2020 to 2034 and redeemable every 12 months commencing 12 months after the first issuance date. Proceeds from this issuance were utilised for repayment of borrowings of a subsidiary.

On 10 May 2024, OSKICM redeemed RM8.0 million of Tranche 1 of MTN3. Since the first issuance on 10 May 2019, the total amount redeemed in respect of Tranche 1 of MTN3 amounted to RM30.5 million. As at 30 September 2024, the outstanding amount of Tranche 1 of MTN3 stood at RM133.7 million.

Tranche 1 of MTN3 is secured by:

(1) all its rights, titles, interests and benefits to and in, amongst others:

- (i) Atria Mall Revenue Account and Carpark Revenue Account ("Revenue Accounts") maintained by Atria Shopping Gallery Sdn. Bhd. ("ASG") and Atria Parking Management Sdn. Bhd. ("APM") respectively, subsidiaries of OSKPH, which in turn are subsidiaries of the Company and all monies from time to time standing to the credit thereto;
- (ii) Atria Mall Rental Proceed and Carpark Rental Proceed ("Rental Proceeds") maintained by ASG and APM respectively, and all monies from time to time standing to the credit thereto;
- (iii) DSRA maintained by a subsidiary, ASG and all monies from time to time stand to the credit thereto;
- (iv) Insurances of ASG and APM; and
- (v) Atria Mall and Carpark under the Sale and Purchase Agreement entered between ASG, APM and Atria Damansara Sdn. Bhd. ("AD"), a subsidiary of OSKPH, which is, in turn, a subsidiary of the Company.

(2) debentures by ASG and APM creating a first fixed charge over Atria Mall and Carpark respectively, all fixtures, fittings, equipment, machinery, systems and all other appurtenant thereto both present and future affixed to or installed in or within Atria Mall and Carpark; and

(3) a piece of land owned by AD with all buildings and fixtures erected thereon, charged under the provisions of the National Land Code 1965.

(ii) Tranche 2, Tranche 3, Tranche 4 and Tranche 5 of MTN3

On 30 September 2019, OSKICM issued RM100.0 million under Tranche 2 of MTN3 with a tenure of 5 years maturing on 30 September 2024. On 30 January 2020, OSKICM issued RM100.0 million under Tranche 3 of MTN3 with a tenure of 5 years maturing on 30 January 2025. The proceeds from both tranches were utilised for working capital requirements.

On 30 September 2020, OSKICM issued Tranche 4 of MTN3 of RM200.0 million in 8 series with maturities commencing from 2021 to 2028 and redeemable every 12 months commencing 12 months after the first issuance date. Proceeds from the issuance of Tranche 4 of MTN3 were utilised for repayments of existing bank borrowings of the Group.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

(c) Medium-Term Note Programme ("MTN3") for the issuance of medium-term notes of up to RM980.0 million nominal values in aggregate, guaranteed by the Company (Cont'd)

(ii) Tranche 2, Tranche 3, Tranche 4 and Tranche 5 of MTN3 (Cont'd)

On 20 December 2022 and 28 December 2022, OSKICM issued RM55.0 million under Tranche 5 of MTN3 in 7 series with maturities commencing from the year 2023 to 2029 and RM45.0 million under Tranche 5 of MTN3 with a tenure of 8 years maturing on 27 December 2030 respectively. Proceeds from the issuance of Tranche 5 of MTN3 were utilised for repayments of existing borrowings and working capital requirements of the Group.

On 4 April 2024, 9 July 2024 and 30 September 2024, OSKICM redeemed RM30.0 million, RM30.0 million and RM40.0 million of Tranche 2 of MTN3 respectively. Since the first issuance on 30 September 2019, the total amount redeemed for Tranche 2 of MTN3 amounted to RM100.0 million. As at 30 September 2024, Tranche 2 of MTN3 has been fully redeemed.

There has been no redemption for Tranche 3 of MTN3 since the first issuance date. As at 30 September 2024, the outstanding amount of Tranche 3 of MTN3 stood at RM100.0 million.

On 30 September 2024, OSKICM redeemed RM10.0 million of Tranche 4 of MTN3. Since the first issuance on 30 September 2020, the total amount redeemed for Tranche 4 of MTN3 amounted to RM30.0 million. As at 30 September 2024, the outstanding amount of Tranche 4 of MTN3 stood at RM170.0 million.

Since the first issuance on 20 December 2022, the total amount redeemed for Tranche 5 of MTN3 amounted to RM5.0 million. As at 30 September 2024, the outstanding amount of Tranche 5 of MTN3 stood at RM95.0 million.

Tranche 2, Tranche 3, Tranche 4 and Tranche 5 of MTN3 are secured by:

- (1) first-party legal charge by way of a Memorandum of Deposit with Power of Attorney over shares of an associate of the Company;
- (2) all its rights, titles, interests and benefits to and in the DSRA maintained by OSKICM and all monies from time to time standing to the credit thereto; and
- (3) a DSRA, maintained by OSKICM, of a minimum amount equivalent to a one-month coupon payment.

(d) Islamic Medium-Term Notes (Sukuk Murabahah) Programme ("Sukuk-R"), which together with a Multi-Currency Medium-Term Notes Programme ("MCMTN-R"), for the issuance of Sukuk-R and MCMTN-R with a combined limit of up to RM2.0 billion (or its equivalent in other currencies) in aggregate nominal value, guaranteed by the Company

On 29 September 2020, OSK Rated Bond Sdn. Bhd. ("OSKRB"), a wholly-owned subsidiary of the Company lodged with SC all the required information and relevant documents relating to Sukuk-R/MCMTN-R according to the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework issued by SC. The tenure of the Sukuk-R/MCMTN-R Programme is perpetual.

On 16 November 2020, the Malaysia Rating Corporation Berhad ("MARC") assigned a final rating of AA_{IS}/AA with a stable outlook on OSKRB's Sukuk-R/MCMTN-R. On 10 October 2024, MARC affirmed its AA_{IS}/AA ratings on OSKRB's Sukuk-R/MCMTN-R with a stable outlook.

The terms of Sukuk-R/MCMTN-R contain various covenants, including the following:

- (1) the Group shall maintain a gearing ratio of not exceeding 1.5 times throughout the tenure of the Programme.
- (2) OSKRB shall set up or procure TRA with a sum of RM30,000 each in respect of Sukuk-R/MCMTN-R which shall be maintained at all times throughout the tenure of the Programme.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

- (d) **Islamic Medium-Term Notes (Sukuk Murabahah) Programme ("Sukuk-R"), which together with a Multi-Currency Medium-Term Notes Programme ("MCMTN-R"), for the issuance of Sukuk-R and MCMTN-R with a combined limit of up to RM2.0 billion (or its equivalent in other currencies) in aggregate nominal value, guaranteed by the Company (Cont'd)**

(i) **Series 1 of Sukuk-R and Series 1 of MCMTN-R**

On 12 March 2021, OSKRB issued RM100.0 million under Series 1 of Sukuk-R and RM20.0 million under Series 1 of MCMTN-R with a tenure of 5 years maturing on 12 March 2026 at a fixed rate of 3.55% per annum. Proceeds from both issuances were utilised for working capital and repayment of Group bank borrowings.

There has been no redemption since the issuance date. As at 30 September 2024, the outstanding amounts of Series 1 of Sukuk-R and Series 1 of MCMTN-R stood at RM100.0 million and RM20.0 million respectively.

(ii) **Series 2 and Series 3 of Sukuk-R**

On 30 April 2021, OSKRB issued (i) RM373.0 million under Series 2 of Sukuk-R with a tenure of 7 years maturing on 28 April 2028 at a fixed rate of 4.39% per annum; (ii) RM205.0 million under Series 3 of Sukuk-R with a tenure of 10 years maturing on 30 April 2031 at a fixed rate of 4.52% per annum. The proceeds from both issuances were utilised for working capital and repayment of Group bank borrowings.

There has been no redemption since the issuance date. As at 30 September 2024, the outstanding amounts of Series 2 and Series 3 of Sukuk-R stood at RM373.0 million and RM205.0 million respectively.

(iii) **Series 4 and Series 5 of Sukuk-R**

On 15 September 2023, OSKRB issued (i) RM300.0 million under Series 4 of Sukuk-R with a tenure of 7 years maturing on 13 September 2030 at a fixed rate of 4.49% per annum; (ii) RM200.0 million under Series 5 of Sukuk-R with a tenure of 10 years maturing on 15 September 2033 at a fixed rate of 4.59% per annum. The proceeds from both issuances were utilised for working capital and repayment of Group bank borrowings.

There has been no redemption since the issuance date. As at 30 September 2024, the outstanding amounts of Series 4 and Series 5 of Sukuk-R stood at RM300.0 million and RM200.0 million respectively.

(iv) **Series 2 and Series 3 of MCMTN-R**

On 21 March 2024, OSKRB issued (i) RM90.0 million under Series 2 of MCMTN-R with a tenure of 3 years maturing on 19 March 2027 at a fixed rate of 3.85% per annum; (ii) RM175.0 million under Series 3 of MCMTN-R with a tenure of 5 years maturing on 21 March 2029 at a fixed rate of 3.96% per annum. The proceeds from both issuances were utilised for working capital and repayment of Group bank borrowings.

There has been no redemption since the issuance date. As at 30 September 2024, the outstanding amounts of Series 2 and Series 3 of MCMTN-R stood at RM90.0 million and RM175.0 million respectively.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A5. Issues, repurchases and repayments of debts and equity securities (Cont'd)

Summary of the MTNs and Sukuk outstanding amounts are as follows:

	Current year-to-date		As at 30 September 2024				
	Issuance RM'000	Redemption RM'000	Outstanding amounts RM'000	DSRA balances RM'000	FSRA balances RM'000	PA balances RM'000	TRA balances RM'000
(1) Tranche 1 of MTN2	-	2,502	37,413	-	-	21	} 34
(2) Tranche 2 of MTN2	-	1,314	20,215	-	-	43	
(3) Tranche 3 of MTN2	-	-	80,000	310	-	-	
(4) Tranche 2 of Sukuk 1	-	22,971	-	-	1,351	-	} 35
(5) Tranche 4 of Sukuk 1	-	-	132,000	-	517	-	
(6) Tranche 1 of MTN3	-	8,000	133,700	768	-	-	} 34
(7) Tranche 2 of MTN3	-	100,000	-	406	-	-	
(8) Tranche 3 of MTN3	-	-	100,000	406	-	-	
(9) Tranche 4 of MTN3	-	10,000	170,000	714	-	-	
(10) Tranche 5 of MTN3	-	-	95,000	406	-	-	} 32
(11) Series 1 of MCMTN-R	-	-	20,000	-	-	-	
(12) Series 2 of MCMTN-R	90,000	-	90,000	-	-	-	
(13) Series 3 of MCMTN-R	175,000	-	175,000	-	-	-	} 32
(14) Series 1 of Sukuk-R	-	-	100,000	-	-	-	
(15) Series 2 of Sukuk-R	-	-	373,000	-	-	-	
(16) Series 3 of Sukuk-R	-	-	205,000	-	-	-	
(17) Series 4 of Sukuk-R	-	-	300,000	-	-	-	
(18) Series 5 of Sukuk-R	-	-	200,000	-	-	-	
	<u>265,000</u>	<u>144,787</u>	<u>2,231,328</u>	<u>3,010</u>	<u>1,868</u>	<u>64</u>	<u>167</u>
Less: Unamortised issuance expenses			<u>(606)</u>				<u>2,230,722</u>

The interest rates of MTNs and profit rates of Sukuk ranged from 3.55% to 4.99% per annum.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A6. Dividends paid during the current year to date

On 17 May 2024, the Company paid a final dividend of RM82.5 million or 4.0 sen per ordinary share for the year ended 31 December 2023.

Dividends declaration for the current year to date is disclosed in Note B10.

A7. Segmental information

During the year, the Group reorganised the segmental grouping for better management monitoring and reporting. The Group's business activities are now categorised into four core reportable business segments based on the nature of the products and services and an Investment Holding Segment. The executive committee is the chief operating decision maker and monitors the operating results of its business units separately to make decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

The four core business segments and the Investment Holding Segment are described as follows:

(a) Property

- (i) Property Development
 - Development and construction of residential and commercial properties for sale, provision of project management services and sharing of results of associates involved in property development activities in Malaysia and Australia.
 - Trading of building materials and provision of interior design services.
- (ii) Property Investment and Management
 - Management and letting of properties, contributing rental yield and appreciation of properties; and sharing of results of an associate and a joint venture which dealt with letting of office and retail space.
 - Cultivation and sale of oil palm fresh fruit bunches and coconut.

(b) Industries

- (i) Olympic Cables
 - Manufacturing and sale of power cables are divided into three major categories, namely (i) low-voltage power cables, (ii) medium-voltage power cables and (iii) fire-resistant power cables.
- (ii) Acotec Industrialised Building System ("IBS")
 - Manufacturing and sale of IBS concrete wall panels.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A7. Segmental information (Cont'd)

The four core business segments and the Investment Holding Segment are described as follows: (Cont'd)

(c) Hospitality

- (i) Hotels and Resorts - Management and operation of hotels and resorts including golf course operations for room rental, food and beverage revenue and fee income.
- (ii) SGI Vacation Club - Management of vacation timeshare and sale of timeshare membership.

(d) Financial Services

- Capital Financing - Capital financing activities include generating interest and fee income on loan and financing portfolios in Malaysia and Australia.
- Islamic financing activities include generating profit and fee income on Islamic financing portfolios in Malaysia.

(e) Investment Holding

- Investment Holding and Others - Investing activities and other insignificant businesses, including investments that contribute dividend income and interest income, as well as sharing the results of an associate engaged in the financial services business.

Business segment performance is evaluated based on operating results which in certain aspects are measured differently from profits or loss in the consolidated financial statements. Inter-segment revenues are eliminated upon consolidation.

Business segment revenue and results include items directly attributable to each segment that can be allocated on a reasonable basis. The inter-segment transactions have been entered into at arms-length with terms mutually agreed between the segments and such transactions have been eliminated to arrive at the Group's results. During the current year to date, there was no single external customer that makes up ten per cent or more of the Group's revenue.

The comparative figures of the business segmental information have been represented to conform with the current segmental information.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A7. Segmental information (Cont'd)

(a) Business segment analysis

The following table provides an analysis of the Group's revenue and results by business segments:

	Property	Industries	Hospitality	Financial Services	Investment Holding	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year to date ended 30.9.2024						
Revenue						
Total revenue	669,299	320,282	79,937	164,279	459,521	1,693,318
Inter-segment revenue	(11,648)	(5,713)	-	-	(49,910)	(67,271)
Dividends from:						
- subsidiaries	-	-	-	-	(221,819)	(221,819)
- associates and a joint venture	-	-	-	-	(186,860)	(186,860)
Revenue from external parties	657,651	314,569	79,937	164,279	932	1,217,368
Results						
Segment profit/(loss)	94,218	33,471	3,246	76,859	(8,864)	198,930
Share of results of associates and a joint venture	9,955	-	-	-	234,388	244,343
	104,173	33,471	3,246	76,859	225,524	443,273
Elimination of unrealised profit	(2,504)	-	-	-	(1,642)	(4,146)
Profit before tax	101,669	33,471	3,246	76,859	223,882	439,127
Tax (expense)/income	(17,017)	(8,569)	92	(20,989)	(2,681)	(49,164)
Profit after tax	84,652	24,902	3,338	55,870	221,201	389,963
Preceding year to date ended 30.9.2023						
Revenue						
Total revenue	706,763	308,000	71,331	122,070	548,397	1,756,561
Inter-segment revenue	(32,745)	(2,881)	-	-	(36,054)	(71,680)
Dividends from:						
- subsidiaries	-	-	-	-	(337,236)	(337,236)
- associates	(9,000)	-	-	-	(174,366)	(183,366)
Revenue from external parties	665,018	305,119	71,331	122,070	741	1,164,279
Results						
Segment profit/(loss)	93,698	36,403	1,708	62,139	(12,720)	181,228
Share of results of associates and a joint venture	14,215	-	-	-	227,124	241,339
	107,913	36,403	1,708	62,139	214,404	422,567
Elimination of unrealised profit	(6,434)	-	-	-	(1,484)	(7,918)
Profit before tax	101,479	36,403	1,708	62,139	212,920	414,649
Tax (expense)/income	(20,167)	(7,303)	403	(14,347)	(1,476)	(42,890)
Profit after tax	81,312	29,100	2,111	47,792	211,444	371,759
Improve/(Lower) of pre-tax performance						
- in RM'000	190	(2,932)	1,538	14,720	10,962	24,478
- in %	<1%	(8%)	90%	24%	5%	6%

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A7. Segmental information (Cont'd)

(a) Business segment analysis (Cont'd)

The following table provides an analysis of the Group's assets and liabilities by business segments:

	Property	Industries	Hospitality	Financial Services	Investment Holding	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30.9.2024						
Assets						
Tangible assets	3,310,278	406,062	362,244	1,876,113	356,882	6,311,579
Intangible assets	57	-	-	2,814	809	3,680
	3,310,335	406,062	362,244	1,878,927	357,691	6,315,259
Investments in associates and a joint venture	536,296	-	-	-	3,735,467	4,271,763
Segment assets	3,846,631	406,062	362,244	1,878,927	4,093,158	10,587,022
Deferred tax assets and tax recoverable	93,335	145	17,023	9,769	1,592	121,864
Total assets	3,939,966	406,207	379,267	1,888,696	4,094,750	10,708,886
Liabilities						
Segment liabilities	2,077,493	153,316	155,073	1,463,017	337,187	4,186,086
Deferred tax liabilities and tax payable	54,883	11,854	5,870	14,610	1,077	88,294
Total liabilities	2,132,376	165,170	160,943	1,477,627	338,264	4,274,380
As at 31.12.2023						
Assets						
Tangible assets	3,534,207	271,625	370,485	1,761,761	155,307	6,093,385
Intangible assets	58	-	-	3,219	869	4,146
	3,534,265	271,625	370,485	1,764,980	156,176	6,097,531
Investments in associates and a joint venture	585,339	-	-	-	3,641,016	4,226,355
Segment assets	4,119,604	271,625	370,485	1,764,980	3,797,192	10,323,886
Deferred tax assets and tax recoverable	86,301	85	17,011	6,376	1,530	111,303
Total assets	4,205,905	271,710	387,496	1,771,356	3,798,722	10,435,189
Liabilities						
Segment liabilities	2,070,396	74,169	162,311	1,361,337	463,728	4,131,941
Deferred tax liabilities and tax payable	80,734	10,446	5,981	10,260	423	107,844
Total liabilities	2,151,130	84,615	168,292	1,371,597	464,151	4,239,785
(Decrease)/Increase in segment assets	(272,973)	134,437	(8,241)	113,947	295,966	263,136
% of (decrease)/increase	(7%)	49%	(2%)	6%	8%	3%
Increase/(Decrease) in segment liabilities	7,097	79,147	(7,238)	101,680	(126,541)	54,145
% of increase/(decrease)	<1%	>100%	(4%)	7%	(27%)	1%

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A7. Segmental information (Cont'd)

(b) Geographical segments analysis

The Group's operations are mainly based in Malaysia (for all the four (4) core businesses) and Australia (Property Development, Property Investment and Capital Financing).

The following table provides an analysis of the Group's revenue, results and non-current assets by geographical segments:

	<u>Malaysia</u>	<u>Australia</u>	<u>Consolidated</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current year to date ended 30.9.2024			
Revenue	<u>1,168,478</u>	<u>48,890</u>	<u>1,217,368</u>
Share of results of associates and a joint venture	<u>251,990</u>	<u>(7,647)^{^^}</u>	<u>244,343</u>
Profit before tax	<u>427,897</u>	<u>11,230</u>	<u>439,127</u>
Preceding year to date ended 30.9.2023			
Revenue	<u>1,144,327</u>	<u>19,952</u>	<u>1,164,279</u>
Share of results of associates and a joint venture	<u>232,918</u>	<u>8,421</u>	<u>241,339</u>
Profit before tax	<u>401,383</u>	<u>13,266</u>	<u>414,649</u>
As at 30.9.2024			
Non-current assets [^]	<u>2,548,870</u>	<u>100,513</u>	<u>2,649,383</u>
As at 31.12.2023			
Non-current assets [^]	<u>2,664,643</u>	<u>883</u>	<u>2,665,526</u>

[^] Non-current assets exclude financial instruments, deferred tax assets and investments in associates and a joint venture.

^{^^} These losses were mainly due to charge out of sales and marketing costs for the property development projects undertaken by the joint ventures in Australia in accordance with the applicable accounting standards.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A8. Effects of changes in the composition of the Group for the current year to date

(a) Newly incorporated subsidiaries

- (i) On 4 July 2024, OSK Capital Sdn. Bhd. ("OSKC"), a wholly-owned subsidiary of the Company, incorporated a wholly-owned subsidiary, OSK Capital (Sarawak) Sdn. Bhd. ("OSKCS") with an issued and paid-up capital of RM2 comprising two (2) ordinary shares. Subsequently, on 6 August 2024, OSKC transferred its shares in OSKCS to the Company. The principal activity of OSKCS is provision of capital financing business.
- (ii) On 22 August 2024, OSK Capital (S) Pte Ltd incorporated a wholly-owned subsidiary, OSK Asset Management (A) Pty Ltd ("OSKAM") with an issued and paid-up capital of AUD1 comprising one (1) ordinary share. The principal activity of OSKAM is provision of capital financing business.

(b) Acquisition of additional equity interests in PJ Development Holdings Berhad ("PJDH")

On 9 January 2024, 5 June 2024, 22 July 2024 and 16 August 2024, the Company acquired an additional 848,800 ordinary shares of PJDH for RM1,185,240 from non-controlling interests of PJDH, a subsidiary of the Company.

The acquisitions of additional equity interests from non-controlling interests of PJDH have the following effects on the Group:

	RM'000
Net assets acquired from non-controlling interests	(2,268)
Gain on consolidation recognised in statement of changes in equity	1,083
Cash outflow on acquisitions of additional ordinary shares in PJDH	<u>(1,185)</u>

The Company's equity interest in PJDH increased to 97.47% from 97.31%.

(c) Increase of equity interests in RHB Bank Berhad ("RHB") via Dividend Reinvestment Plan ("DRP")

On 16 May 2024, RHB issued and allotted 73,141,449 new RHB shares at the issue price of RM4.88 per share which was applied to the second interim dividend for the financial year ended 31 December 2023. The dividend entitlement based on shareholdings in RHB was RM109.7 million and the Company had elected partly to receive the dividend in the form of RHB shares through the DRP. As a result, the Company received 8,991,341 new RHB shares and cash of RM65.8 million from RHB.

Accordingly, the Company's equity interests in RHB increased to 10.27% from 10.24%.

(d) Subscription of shares in subsidiaries

- (i) On 9 February 2024, Kota Mulia Sdn. Bhd. ("KMSB") subscribed for 50,000 new ordinary shares in PJD Highland Resort Sdn. Bhd. ("PJDHR") for cash of RM50,000. The issued and paid-up ordinary share capital of PJDHR increased from RM7,790,002 to RM7,840,002. The principal activity of PJDHR is property development. Accordingly, the Company's effective equity interests in PJDHR remained at 97.31%.
- (ii) On 9 February 2024, PJ Development Holdings Bhd. ("PJDH") subscribed for 290,000 new ordinary shares in Vibrant Practice Sdn. Bhd. ("VP") for cash of RM290,000. The issued and paid-up ordinary share capital of VP increased from RM16,364,002 to RM16,654,002. The principal activity of VP is car park management and operation business. Accordingly, the Company's effective equity interests in VP remained at 97.31%.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A8. Effects of changes in the composition of the Group for the current year to date (Cont'd)

(d) Subscription of shares in subsidiaries (Cont'd)

- (iii) On 18 April 2024, OSK Property Holdings Bhd ("OSKPH") subscribed for 79,999 new ordinary shares in Aspect Dynamic Sdn. Bhd. ("AD") for cash of RM79,999. The issued and paid-up ordinary share capital of AD increased from RM1 to RM80,000. The principal activity of AD is property development. Accordingly, the Company's effective equity interests in AD remained at 99.93%.
- (iv) On 28 June 2024, Acotec Sdn. Bhd. ("Acotec") subscribed for 8,000,000 new ordinary shares in Malayan Aeca Sdn. Bhd. ("MAECA") by way of capitalisation of the amount due by MAECA to Acotec. The issued and paid-up ordinary share capital of MAECA increased from RM2,500,000 to RM10,500,000. The principal activity of MAECA is manufacturing business. Accordingly, the Company's effective equity interests in MAECA remained at 97.31%.
- (v) On 12 July 2024, PJ Development Holdings Bhd. ("PJDH") subscribed for 2,031,031 new ordinary shares in PJD Hotels Sdn. Bhd. ("PJD Hotel") for cash of RM2,031,031. The issued and paid-up ordinary share capital of PJD Hotel increased from RM245,468,969 to RM247,500,000. The principal activity of PJD Hotel is hotel business. Accordingly, the Company's effective equity interests in PJD Hotel remained at 97.31%.
- (vi) On 22 August 2024, the Company subscribed for 20,000,000 new ordinary shares in OSK Syariah Capital Sdn. Bhd. ("OSKSC") for cash of RM20,000,000. The issued and paid-up ordinary share capital of OSKSC increased from RM30,000,000 to RM50,000,000. The principal activity of OSKSC is capital financing business. Accordingly, the Company's effective equity interests in OSKSC remained at 100%.

(e) Subscription of ordinary shares in Damai Laut Golf Resort Sdn. Bhd. ("DLGR") by PJD Hotel

On 12 July 2024, PJD Hotel, a wholly-owned subsidiary of PJDH, which in turn is a subsidiary of the Company, subscribed for 1,833,131 new ordinary shares at RM1 each in DLGR. The issued and paid-up ordinary share capital of DLGR increased from RM140,666,869 to RM142,500,000. Accordingly, the Company's effective equity interests in DLGR increased to 96.99% from 96.96%.

The subscription of shares has the following effects on the Group:

	RM'000
Net liabilities acquired from non-controlling interests	6
Loss on consolidation recognised in the statement of changes in equity	(6)
Cash in/(out) flow on subscription of ordinary shares in DLGR	-

A9. Events subsequent to the end of the current quarter that have not been reflected in this quarterly report

There were no material subsequent events after the end of the current quarter.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A10. Commitments

	As at 30.9.2024	As at 31.12.2023
	RM'000	RM'000
(a) Significant unrecognised contractual commitments		
Contracted but not provided for:		
- Acquisition of land held for property development	69,387	1,259
- Acquisition of properties, office equipment, factory plant and equipment and software licences	97,716	24,399
- Factory expansion	1,128	3,998
- Renovation costs	3,972	5,507
	172,203	35,163
(b) Operating lease commitments - the Group as lessor		
Not later than one year	19,520	19,038
Later than one year and not later than five years	25,863	24,477
Later than five years	66,968	70,178
	112,351	113,693

A11. Changes in contingent liabilities or contingent assets

There were no significant changes in contingent liabilities and contingent assets of the Group during the current year to date.

A12. Significant related party transactions

<u>Entities</u>	<u>Nature of transactions</u>	<u>Income/(Expenses) Current year to date ended 30.9.2024 RM'000</u>
(a) Associates:		
RHB Asset Management Sdn. Bhd.	- Funds distribution income	4,488
RHB Bank Berhad	- Office rental income	691
	- Interest income	1,238
	- Interest expense	(7,743)
RHB Investment Bank Berhad	- Facility fee expense	(564)
(b) Other related parties:		
Acolia Sdn. Bhd.	- Purchase of building material	(3,067)
Acotiles Sdn. Bhd.	- Purchase of building material	(5,214)
DC Services Sdn. Bhd.	- Insurance premium expense	(534)
Dindings Design Sdn. Bhd.	- Renovation income	1,158
Dindings Life Agency Sdn. Bhd.	- Insurance premium expense	(606)
Dindings Risks Management Services Sdn. Bhd.	- Insurance premium expense	(281)
Raslan Loong, Shen & Eow	- Legal fees expense	(385)
Sincere Source Sdn. Bhd.	- Insurance premium expense	(1,751)
Wong Enterprise	- Sale of fresh fruit bunch	691

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

A13. Fair value measurement

Fair value hierarchy pursuant to MFRS 13

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

- Level 1: quoted (unadjusted) prices in active markets for identical assets.
- Level 2: valuation techniques where all inputs that have significant effects on the recorded fair values are observable for the assets, either directly or indirectly.
- Level 3: valuation techniques use inputs that have significant effects on the recorded fair value are not based on observable market data for the assets.

The following table shows an analysis of financial assets and non-financial assets recorded at fair value within the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
As at 30.9.2024				
Non-financial assets				
Biological assets	-	-	446	446
Investment properties	-	14,922	483,775	498,697
Financial assets				
Derivative assets	-	-	-	-
Securities at FVTPL	273	-	-	273
Short-term funds	413,853	-	-	413,853
	414,126	14,922	484,221	913,269
As at 31.12.2023				
Non-financial assets				
Biological assets	-	-	444	444
Investment properties	-	14,921	434,436	449,357
Financial assets				
Securities at FVTPL	248	-	-	248
Short-term funds	214,022	-	-	214,022
	214,270	14,921	434,880	664,071

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the last bid price.

Financial instruments carried at amortised cost

The carrying amounts of financial assets and liabilities which have been classified as amortised cost assets and liabilities approximated their fair values. These assets and liabilities include trade and other receivables or payables, capital financing, cash and bank balances, lease liabilities, medium-term notes and Sukuk and borrowings.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

PART B - Explanatory Notes Pursuant to Chapter 9, Part K - Periodic Disclosures, Part A of Appendix 9B, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")

B1. Performance analysis of the Group for the current quarter and current year to date ended 30 September 2024

The Group's overview financial performance analysis is shown as follows:

	Current quarter ended 30.9.2024 3Q24 RM'000	Comparative quarter ended 30.9.2023 3Q23 RM'000	change %	Current year to date ended 30.9.2024 9M24 RM'000	Preceding year to date ended 30.9.2023 9M23 RM'000	change %
Revenue						
1. Property	241,117	239,119	<1%	657,651	665,018	(1%)
2. Industries	175,634	121,621	44%	314,569	305,119	3%
3. Hospitality	29,691	26,189	13%	79,937	71,331	12%
4. Financial Services	56,750	46,289	23%	164,279	122,070	35%
5. Investment Holding	351	417	(16%)	932	741	26%
Revenue	503,544	433,635	16%	1,217,368	1,164,279	5%
Pre-tax profit						
1. Property	28,125	38,448	(27%)	101,669	101,479	0%
2. Industries	17,509	17,157	2%	33,471	36,403	(8%)
3. Hospitality	3,031	2,454	24%	3,246	1,708	90%
4. Financial Services	25,269	22,513	12%	76,859	62,139	24%
5. Investment Holding	82,398	62,221	32%	223,882	212,920	5%
Pre-tax profit	156,332	142,793	9%	439,127	414,649	6%
Comprised:						
Pre-tax profit from the business	72,197	77,387	(7%)	194,784	173,310	12%
Share of results of associates and a joint venture	84,135	65,406	29%	244,343	241,339	1%
Pre-tax profit	156,332	142,793	9%	439,127	414,649	6%

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B1. Performance analysis of the Group for the current quarter and current year to date ended 30 September 2024

(a) Current Quarter ("3Q24") compared with Comparative Quarter of Preceding Year ("3Q23")

The Group achieved a total revenue of RM481.0 million and a pre-tax profit of RM156.3 million for 3Q24, up 11% and 9% respectively compared to 3Q23. All business segments generated higher revenue and pre-tax profit except for the Property Segment which recorded a lower pre-tax profit.

The Property Segment reported a higher revenue of RM241.1 million and a lower pre-tax profit of RM28.1 million in 3Q24, up 1% and down 27%, respectively compared with 3Q23. Several projects with an estimated gross development value of RM823.4 million were launched in 2Q24. These projects, include Nara at Shorea Park in Puchong, Alia at Mori Park in Shah Alam, Reveria at Iringan Bayu in Seremban, and the Bandar Puteri Jaya ("BPJ") in Sungai Petani, which are currently in their early construction phases. Whilst revenue recognition was not substantial for newly launched projects, sales and marketing costs were charged to Income Statement resulting lower profit recognised. Meanwhile, the Property Investment Division continues to generate stable revenue from the rental income of its offices and retail assets.

The Industries Segment recorded a 26% increase in revenue to RM153.1 million and a 2% rise in pre-tax profit to RM17.5 million for the current quarter compared to 3Q23. Despite the increase in revenue, the pre-tax profit did not increase accordingly due to increase in provision for expected credit loss on the outstanding debtors in accordance with MFRS 9 'Financial Instruments'. Performance of cables benefited from higher sales as a result of the increased orders from private sector especially in the construction segment.

The Hospitality Segment recorded revenue of RM29.7 million for the current quarter, marking a 13% increase and a pre-tax profit of RM3.0 million versus RM2.5 million in the same quarter a year ago. The increase in revenue and corresponding increase in pre-tax profit were mainly due to the better occupancy and room rates across all assets in particular Swiss-Garden Beach Resort Kuantan which was operating at full capacity upon the completion of its refurbishment of the rooms in December 2023. The Hospitality Segment continues to benefit from the local and international tourist arrivals and demand for meetings and convention activities from corporate clients and government agencies.

The Financial Services Segment recorded a 23% increase in revenue to RM56.8 million and a 12% rise in pre-tax profit to RM25.3 million in 3Q24 compared to 3Q23. This improved performance was supported by the growth in the loan portfolio both in Malaysia and Australia. The outstanding loan disbursed stood at RM1.82 billion as at end of 3Q24 (3Q23: RM1.65 billion).

The Investment Holding Segment contributed a pre-tax profit of RM82.4 million in 3Q24, compared with RM62.2 million in 3Q23. The increase was mainly due to a higher contribution from RHB Group.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B1. Performance analysis of the Group for the current quarter and current year to date ended 30 September 2024

(b) Current Year To Date ("9M24") compared with Preceding Year To Date ("9M23")

The Group recorded a total revenue of RM1.22 billion and a pre-tax profit of RM439.1 million in 9M24, up 5% and 6% respectively, from RM1.16 billion in revenue and RM414.6 million in pre-tax profit in 9M23. All business segments generated higher pre-tax profits except for the Industries Segment which registered lower pre-tax profit during the period.

The Property Segment continue to record strong performance with revenue of RM657.7 million and a pre-tax profit of RM101.7 million for 9M24. The Property Development Division's pre-tax profit was contributed by the on-going projects including LEA by The Hills in Melawati, Rubica in Butterworth, Mira and Anya at Shorea Park in Puchong, Iringan Bayu in Seremban and BPJ in Sungai Petani. During the 9M24, the Group reported a share of loss of RM5.15 million as compared to share of profit of RM5.17 million in 9M23 from associates, mainly attributed to sales and marketing expenses recognised in the Income Statement for Phase 2 of the BLVD project at Melbourne Square ("MSQ"). The Property Investment Division continued to generate stable rental revenue from its office buildings and retail assets, while recording a higher share of profit primarily attributed to the gain from the disposal of an office tower by a joint venture offset against a fair value loss on an overseas investment property recognised by an associate of RM13.4 million.

The Industries Segment recorded revenue of RM314.6 million and a pre-tax profit of RM33.5 million for 9M24, reflecting a 3% increase in revenue and an 8% decline in pre-tax profit year-on-year. Despite a slight increase in revenue, pre-tax profit decline during the period due to allowance for doubtful debts in accordance with MFRS 9 'Financial Instruments' amounting to RM4.5 million in 9M24 (9M23: RM1.6 million).

The Hospitality Segment recorded revenue of RM79.9 million for 9M24, reflecting a 12% increase, and achieved a pre-tax profit of RM3.2 million, up 90% from the previous year. This strong performance was primarily driven by an improvement in both the overall occupancy rate and average rental rates, bolstered largely by growth in the MICE (Meetings, Incentives, Conferences, and Exhibitions) activities. Swiss-Garden Beach Resort Kuantan has operated with full room inventory throughout the period following the completion of its refurbishment in late 2023, in contrast to the 9M23 when it was operating at half of its rooms capacity.

The Financial Services Segment posted revenue of RM164.3 million for 9M24 improved by 35%, with a pre-tax profit of RM76.9 million, up 24% from the previous year. This growth was mainly driven by the planned business expansion in Malaysia and Australia, as the loan book increased to RM1.82 billion as of 30 September 2024, compared to RM1.65 billion as of 30 September 2023.

The Investment Holding Segment registered a pre-tax profit of RM223.9 million in 9M24, representing an increase of 5% compared to 9M23. The higher pre-tax profit was mainly due to an increased profit contribution by RHB Group, amounted to RM234.4 million in 9M24 compared to RM227.1 million in 9M23.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B2. Commentary on pre-tax profit for the current quarter compared with the immediate preceding quarter

The Group's review of financial performance is analysed as follows:

	Current quarter ended 30.9.2024 3Q24 RM'000	Immediate preceding quarter ended 30.6.2024 2Q24 RM'000	change %
<u>Revenue</u>			
1. Property	241,117	211,878	14%
2. Industries	153,094	75,718	>100%
3. Hospitality	29,691	26,220	13%
4. Financial Services	56,750	54,288	5%
5. Investment Holding	351	317	11%
Revenue	481,004	368,421	31%
<u>Pre-tax profit</u>			
1. Property	28,125	36,636	(23%)
2. Industries	17,509	5,815	>100%
3. Hospitality	3,031	962	>100%
4. Financial Services	25,269	25,454	(1%)
5. Investment Holding	82,398	73,010	13%
Pre-tax profit	156,332	141,877	10%
Comprised:			
Pre-tax profit from the business	72,197	55,092	31%
Share of results of associates and a joint venture	84,135	86,785	(3%)
Pre-tax profit	156,332	141,877	10%

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B2. Commentary on pre-tax profit for the current quarter compared with the immediate preceding quarter (Cont'd)

Current Quarter ("3Q24") compared with Immediate Preceding Quarter ("2Q24")

The Group's revenue for the current quarter improved by 31% to RM481.0 million compared to the immediate preceding quarter, while the pre-tax profits rose by 10% to RM156.3 million. All business segments recorded improvement in pre-tax profit except for Property and Financial Services Segments.

The Property Segment's revenue was up by 14% to RM241.1 million. 3Q24 showed a decline in pre-tax profit at RM28.1 million due to the absence of gain of disposal of an office tower net of impairment losses from an overseas asset of RM13.4 million. Excluding the above, the pre-tax profit of the segment showed an improvement of 21%. The higher revenue and pre-tax profit was mainly contributed by the on-going projects, including Alia at Mori Park in Shah Alam, Nara at Shorea Park in Puchong and our townships, Iringan Bayu, Seremban and Bandar Puteri Jaya, Sungai Petani. Meanwhile, the Property Investment Division continues to contribute positively with its stable revenue from the rental income of its offices and retail assets.

The Industries Segment reported revenue of RM153.1 million and a pre-tax profit of RM17.5 million in 3Q24 as compared to revenue of RM75.7 million and pre-tax profit of RM5.8 million recorded in 2Q24. The significant improvement in revenue were contributed by the Cable Division which saw the orders sore from the construction industry.

The Hospitality Segment reported revenue of RM29.7 million in 3Q24, an increase of 13%, compared to 2Q24. The pre-tax profit increased to RM3.0 million in 3Q24 compared to RM1.0 million in 2Q24. The improved performance in 3Q24 was attributed to the higher overall occupancy rates and average room rates supported by the demand for local tourism and convention.

The Financial Services Segment recorded a 5% increase in revenue to RM56.8 million and a 1% decrease in pre-tax profit to RM25.3 million in 3Q24 compared to 2Q24. The lower pre-tax profit was mainly due to a higher net allowance for non-performing loans of RM3.8 million recorded in 3Q24 compared to RM2.4 million in 2Q24, on the back of loan portfolio at RM1.82 billion (2Q24: RM1.84 billion).

The Investment Holding Segment recorded a pre-tax profit of RM82.4 million in 3Q24, up 13% compared to 2Q24. This segment's pre-tax profit was mainly attributable to the contribution by RHB Group.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B3. Commentary on remaining year prospects and progress on previously announced revenue or profit forecast

(a) Prospects for the remaining year 2024

The Property Development Division will continue to launch projects as planned. For the on-going projects under construction, management will closely monitor progress and costs while actively implementing marketing strategies to ensure better take-up rates for all active developments. The encouraging take-up rates of the existing projects and the planned future launches is expected to contribute to the growth of this division.

Our joint venture project at Melbourne, Phase 2 of BLVD in MSQ, recorded a take-up rate of 61% for its high-rise residential tower, which consists of approximately 602 units. We have also implemented targeted marketing strategies to boost sales of the remaining completed residential units in Phase 1. Following the applicable accounting standards, profits from this development will be recognised only when buyers take possession and fully settle their purchases upon vacant possession.

As of 30 September 2024, the Group's unbilled sales stood at RM1.1 billion with minimal unsold completed stocks. The Group has a total land bank of 1,881 acres with an estimated effective gross development value of RM16.0 billion. These lands are strategically located in the Klang Valley, Sungai Petani, Butterworth, Kuantan, and Seremban in Malaysia and Melbourne in Australia. The Property Development Division will remain a key profit contributor to the Group for the remaining quarter.

For the Industries Segment, apart from the expansion of the existing cable production factory in Melaka, the completion of the acquisition of 2 new factories in Johor Bahru will almost double the production capacity in the near future. This division will continue to invest and upgrade the machineries for better production efficiency and tap into new markets. On the other hand, the demand for Acotec's wall panels remains steady, providing a stable revenue stream.

Under the Hospitality Segment, the remaining period of the financial year will usually be the peak quarter due to the year-end holiday season. Meantime, our partnerships with international operators for the rebranded hotels, DoubleTree by Hilton Damai Laut Resort and Holiday Inn Express & Suites in Johor Bahru have shown strong occupancy rates and are expected to drive positive results throughout the holiday period.

The performance of the Financial Services Segment is strongly associated with the performance of the loan portfolios managed by the Capital Financing Division in Malaysia and Australia. The Financial Services Segment will continue to contribute strong financial outcomes for the Group in the remaining quarter backed by the loan portfolio.

Given the above, the Group is confident in delivering satisfactory results for the remaining FY24.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

There was no revenue or profit forecast previously announced by the Company.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B4. Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There was no revenue or profit forecast previously announced by the Company.

B5. Profit forecast/profit guarantee previously announced

There was no profit forecast or profit guarantee previously announced by the Company.

B6. Tax expense

	Current quarter ended 30.9.2024 RM'000	Current year to date ended 30.9.2024 RM'000
In respect of the current year income tax	(20,962)	(57,164)
Deferred income tax	1,857	8,000
Income tax expense	<u>(19,105)</u>	<u>(49,164)</u>

Excluding share of results of associates and a joint venture, the effective tax rate for the current year to date is slightly higher than the statutory tax rate of 24% mainly due to the non-deductibility of certain expenses and losses in certain subsidiaries that are not available to offset against taxable profits in other subsidiaries within the Group.

B7. Status of corporate proposals and utilisation of proceeds

As at 22 November 2024 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report):

(a) Status of corporate proposal announced but not completed

There were no corporate proposals announced but not completed.

(b) Status of the utilisation of proceeds raised from any corporate proposal

There were no proceeds raised from any corporate proposal.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B8. Borrowings and debt securities as at the end of the reporting period

(a) The Group's borrowings and debt securities at end of the current year to date

	Non-current		Current		Total
	'000	RM'000	'000	RM'000	RM'000
As at 30.9.2024					
Secured					
Bankers' acceptances - MYR	-	-	-	51,500	51,500
Medium-term notes and Sukuk - MYR*	-	2,056,844	-	173,878	2,230,722
Revolving credits - MYR	-	-	-	119,852	119,852
Revolving credits - AUD (1: 2.8463)	-	-	16,650	46,396 [@]	46,396
Term/Bridging - MYR	-	6,641	-	3,124	9,765
		<u>2,063,485</u>		<u>394,750</u>	<u>2,458,235</u>
Unsecured					
Revolving credits - MYR	-	-	-	450,850	450,850
Revolving credits - AUD (1: 2.8463)	-	-	127,445	362,746	362,746
		<u>-</u>		<u>813,596</u>	<u>813,596</u>
Total		<u>2,063,485</u>		<u>1,208,346</u>	<u>3,271,831</u>
As at 31.12.2023					
Secured					
Bankers' acceptances - MYR	-	-	-	12,690	12,690
Medium-term notes and Sukuk - MYR*	-	1,958,577	-	151,816	2,110,393
Revolving credits - MYR	-	-	-	122,950	122,950
Revolving credits - AUD (1: 3.1399)	-	-	24,800	77,299 [@]	77,299
Term/Bridging - MYR	-	58,430	-	5,713	64,143
		<u>2,017,007</u>		<u>370,468</u>	<u>2,387,475</u>
Unsecured					
Revolving credits - MYR	-	-	-	586,474	586,474
Revolving credits - AUD (1: 3.1399)	-	-	91,095	286,029	286,029
		<u>-</u>		<u>872,503</u>	<u>872,503</u>
Total		<u>2,017,007</u>		<u>1,242,971</u>	<u>3,259,978</u>

* The details of MTNs and Sukuk are disclosed in Note A5(b) to (d).

@ Unamortised borrowing costs are included therein.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B8. Borrowings and debt securities as at the end of the reporting period (Cont'd)

(b) Commentaries on the Group borrowings and debt securities

- (i) During the period, there were no material changes in debt securities other than the changes in working capital requirements. The details of MTNs and Sukuk are disclosed in Note A5(b) to (d).
- (ii) The increase in borrowings was mainly due to the expansion of the capital financing businesses in Australia and Malaysia.

B9. Changes in material litigation

Since the date of the last annual report, the Group has not engaged in any material litigation which might materially and adversely affect the financial position of the Group.

B10. Dividend declaration for the current year to date

	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
(a) Dividend payable/paid single-tier interim to the dividend per share (RM'000)	61,863	61,863
Single-tier interim dividend per share (sen)	3.0	3.0
Number of ordinary shares on which dividend was declared ('000)	2,062,104	2,062,104
Date of payment	04.10.2024*	13.10.2023
(b) Total dividend for the current year to date per share (sen)	3.0	3.0

* The date of the payment is after the end of the current quarter.

B11. Earnings Per Share ("EPS")

	Current quarter ended 30.9.2024	Comparative quarter ended 30.9.2023	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
Profit attributable to Owners of the Company (RM'000)	137,241	123,031	388,872	369,156
Weighted average number of ordinary shares outstanding ('000)	2,062,104	2,062,104	2,062,104	2,062,104
Basic/Diluted EPS (sen)	6.66	5.97	18.86	17.90

There is no potential issuance of ordinary shares or instruments that are dilutive in nature at the end of the current year to date.

B12. Audit report of preceding annual financial statements

The audit report of the Group's annual financial statements for the preceding year was not subject to any qualification.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B13. Items included in the Statement of Profit or Loss and Statement of Comprehensive Income

	Current quarter ended 30.9.2024 RM'000	Comparative quarter ended 30.9.2023 RM'000	Current year to date ended 30.9.2024 RM'000	Preceding year to date ended 30.9.2023 RM'000
Profit before tax is arrived at after crediting/(charging):				
(i) <u>Revenue</u>				
Interest/Profit income	49,516	40,679	144,156	107,911
Rental income	9,751	9,209	29,791	27,143
(ii) <u>Cost of sales</u>				
Funding costs	(18,044)	(15,531)	(52,746)	(40,318)
Depreciation and amortisation	(1,556)	(1,373)	(4,455)	(4,010)
(iii) <u>Other income</u>				
Dividend income	9	-	9	9
Foreign currency transactions gains	1,410	53	1,189	2,523
Foreign currency translations gains	-	35	-	388
Funds distribution income	1,524	1,287	4,541	5,366
Gain on disposals of property, plant and equipment	43	153	222	199
Gain on fair valuation of:				
- biological assets	-	22	54	-
- securities at fair value through profit or loss	-	55	25	32
- short-term funds	1,486	734	3,041	2,001
Gain on redemption of short-term funds	44	351	708	1,597
Interest income	2,786	2,341	7,933	5,773
Recovery of bad debts of:				
- capital financing	-	-	3	-
- trade and other receivables	-	-	-	2
Write back of allowance for impairment losses on:				
- capital financing:				
- collective assessment	-	-	32	58
- individual assessment	554	52	2,995	1,355
- trade and other receivables:				
- collective assessment	10	346	84	419
- individual assessment	181	53	1,070	1,387
(iv) <u>Administrative expenses</u>				
Depreciation and amortisation	(7,175)	(6,147)	(20,816)	(19,052)
Selling and marketing expenses	(5,419)	(5,407)	(17,140)	(15,845)
(v) <u>Other items of expense</u>				
Foreign currency transactions loss	-	-	(161)	(395)
Foreign currency translations loss	(1,580)	-	(1,279)	(2,520)
Impairment loss on:				
- capital financing:				
- collective assessment	(774)	(268)	(1,575)	(672)
- individual assessment	(3,623)	(586)	(9,091)	(1,291)
- trade and other receivables:				
- collective assessment	(1,962)	-	(2,497)	(1,197)
- individual assessment	(48)	(390)	(2,824)	(1,213)

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B13. Items included in the Statement of Profit or Loss and Statement of Comprehensive Income (Cont'd)

	Current quarter ended 30.9.2024	Comparative quarter ended 30.9.2023	Current year to date ended 30.9.2024	Preceding year to date ended 30.9.2023
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after crediting/(charging): (Cont'd)				
(v) <u>Other items of expense (Cont'd)</u>				
Loss on disposals of plant and equipment	-	(17)	(2)	(129)
Loss on fair valuation of:				
- biological assets	(56)	-	(53)	(147)
- securities at FVTPL	(14)	-	-	-
- short-term funds	-	(150)	(469)	(422)
Write off of:				
- bad debts on trade and other receivables	(647)	(4)	(886)	(4)
- plant and equipment	(10)	(67)	(28)	(261)
(vi) <u>Finance costs</u>				
Interest/Profit expense	(12,981)	(10,904)	(34,119)	(32,160)

Items for other comprehensive income are disclosed in the Statement of Comprehensive Income. There was no impairment of assets other than the items disclosed above.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B14. Derivative financial instruments

Summarised below are the derivative financial instruments held for hedging purposes. The instruments' national (contractual) amounts reflect the volume of transactions outstanding at the reporting date and do not represent amounts at risk. Derivative financial instruments are revalued on a gross position basis and the unrealised gains and losses are reflected in liabilities and assets respectively.

Type of Derivative	Contract/ Notional Amount RM'000	Carrying Amount at Fair Value, Asset/ (Liability) RM'000	Cash Flow Hedge Reserve RM'000
As at 30.9.2024			
Cross-currency swaps			
- 1 year to 3 years	89,820	6,915	(362)
- More than 3 years	142,580	11,123	(527)
	232,400	18,038	(889)

The Group and financial institutions (counterparties) entered into cross-currency swap ("CCS") contracts (over-the-counter instruments) to manage its exposure to foreign currency risk arising from foreign currency transactions. Both parties agree to swap (or exchange) periodic interest payments on two fixed rates for a specific term, based on predetermined currency rates agreed upon upfront. The corresponding notional amounts are denominated in two different currencies, namely AUD and MYR. In each of these CCS contracts, there is an exchange of notional amounts on both the effective date and termination date.

The Group uses cash flow hedges to mitigate the risk of variability of future cash flows attributable to foreign currency and interest rate fluctuations over the hedging period on foreign currency transactions. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on remeasuring the hedging instrument's fair value are recognised directly in other comprehensive income until the hedged item affects profit or loss, the gains or losses are transferred to the profit or loss. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the profit or loss.

The interest payment is based on a fixed rate, which is determined at the start of the contract and used throughout the tenure of the contract. The rate applicable for the exchange of notional amounts will be the spot rate on the trade date. Such CCS transactions are for hedging, swapping MYR Medium-term Notes into AUD liabilities. The interest payments will be exchanged on the agreed interest payment dates over the tenure of the CCS. The interest payments are based on a principal amount for the respective currency and calculated using the applicable rate against the days between each interest payment date.

Cross-currency swap contracts are valued using a valuation technique with market-observable inputs. The most frequently applied valuation techniques include swap models, which use present value calculations. The models incorporate various inputs, including the credit quality of counterparties and interest rate curves.

QUARTERLY REPORT FOR THIRD QUARTER ENDED 30 SEPTEMBER 2024

B15. Gains or losses arising from fair value changes of financial liabilities

There were no gains or losses arising from fair value changes of financial liabilities for the current year to date ended 30 September 2024.

By Order of the Board

Tan Sri Ong Leong Huat
Executive Chairman
Kuala Lumpur
29 November 2024