

Pekat Group Berhad (201901011563 (1320891-U))
Interim Financial Report on Consolidated Results
for the First Quarter Ended 31 March 2024



Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Three Months Ended		Three Months Ended	
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue		57,633	46,817	57,633	46,817
Cost of sales		(42,830)	(34,774)	(42,830)	(34,774)
Gross profit		14,803	12,043	14,803	12,043
Other income		262	137	262	137
Administrative expenses		(9,311)	(7,246)	(9,311)	(7,246)
Other expenses		-	(584)	-	(584)
Operating profit		5,754	4,350	5,754	4,350
Finance income		104	164	104	164
Finance costs		(108)	(353)	(108)	(353)
Share of (loss)/profit in associates		(94)	155	(94)	155
Profit before tax		5,656	4,316	5,656	4,316
Tax expense	B5	(1,851)	(1,114)	(1,851)	(1,114)
Profit for the period		3,805	3,202	3,805	3,202
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive income for the period		<u>3,805</u>	<u>3,202</u>	<u>3,805</u>	<u>3,202</u>

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**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
(continued)**

	Note	Three Months Ended		Three Months Ended	
		31.03.2024 Unaudited RM'000	31.03.2023 Unaudited RM'000	31.03.2024 Unaudited RM'000	31.03.2023 Unaudited RM'000
Profit attributable to:					
Owners of the Company		3,784	3,162	3,784	3,162
Non-controlling interests		21	40	21	40
		<u>3,805</u>	<u>3,202</u>	<u>3,805</u>	<u>3,202</u>
Total comprehensive income attributable to:					
Owners of the Company		3,784	3,162	3,784	3,162
Non-controlling interests		21	40	21	40
		<u>3,805</u>	<u>3,202</u>	<u>3,805</u>	<u>3,202</u>
Earnings per share:					
Basic (sen)	B10	<u>0.59</u>	<u>0.49</u>	<u>0.59</u>	<u>0.49</u>
Diluted (sen)	B10	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

*N/A denotes not applicable.

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Condensed Consolidated Statement of Financial Position

	Note	31.03.2024 Unaudited RM'000	31.12.2023 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		23,394	23,436
Investment property		143	144
Intangible assets		167	183
Investment in associates		11,083	11,177
Amount due from an associate		1,330	1,330
Total non-current assets		36,117	36,270
Current assets			
Other investments		7,981	4,413
Inventories		23,095	24,874
Trade receivables		42,760	47,433
Contract assets		38,572	29,144
Other receivables		1,244	7,434
Amount due from associates		4,432	4,014
Tax recoverable		1,901	1,760
Fixed deposits with licensed banks		3,098	3,084
Cash and bank balances		25,372	23,944
Total current assets		148,455	146,100
TOTAL ASSETS		184,572	182,370
EQUITY AND LIABILITIES			
Equity			
Share capital		93,516	93,516
Merger reserve		(50,080)	(50,080)
Retained earnings		97,010	93,226
		140,446	136,662
Non-controlling interests		137	116
Total equity		140,583	136,778

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Condensed Consolidated Statement of Financial Position (continued)

	Note	31.03.2024 Unaudited RM'000	31.12.2023 Audited RM'000
EQUITY AND LIABILITIES (continued)			
Liabilities			
Non-current liabilities			
Lease liabilities		2,235	2,589
Borrowings	B7	316	600
Deferred tax liabilities		275	276
Total non-current liabilities		2,826	3,465
Current liabilities			
Trade payables		13,380	16,972
Contract liabilities		11,172	12,091
Other payables		9,127	10,059
Lease liabilities		996	852
Borrowings	B7	4,396	976
Tax payable		2,092	1,177
Total current liabilities		41,163	42,127
Total liabilities		43,989	45,592
TOTAL EQUITY AND LIABILITIES		184,572	182,370
Net assets per share attributable to owners of the Company (RM)		0.22	0.21

(1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

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Unaudited Condensed Consolidated Statement of Changes in Equity

	< -----Non-Distributable----- >		Distributable Retained Earnings	Attributable to Owners of the Company	Non- Controlling Interests	Total Equity
	Share Capital	Merger Reserve				
<u>Period ended 31 March 2024</u>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	93,516	(50,080)	93,226	136,662	116	136,778
Total comprehensive income for the period	-	-	3,784	3,784	21	3,805
At 31 March 2024	93,516	(50,080)	97,010	140,446	137	140,583

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

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Unaudited Condensed Consolidated Statement of Changes in Equity (continued)

	< -----Non-Distributable----- >		Distributable Retained Earnings	Attributable to Owners of the Company	Non- Controlling Interests	Total Equity
	Share Capital	Merger Reserve				
<u>Period ended 31 March 2023</u>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2023	93,516	(50,080)	85,951	129,387	87	129,474
Total comprehensive income for the period	-	-	3,162	3,162	40	3,202
At 31 March 2023	93,516	(50,080)	89,113	132,549	127	132,676

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Unaudited Condensed Consolidated Statement of Cash Flows

	Three Months Ended	
	31.03.2024	31.03.2023
	Unaudited	Unaudited
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before tax	5,656	4,316
Adjustments for:		
Amortisation of intangible assets	40	39
Depreciation of investment property	1	1
Depreciation of property, plant and equipment	452	374
Fair value gain on other investment	(43)	(38)
Interest expenses	108	353
Interest income	(104)	(164)
Reversal of provision for foreseeable losses	-	(3)
Share of loss/(profit) in associates	94	(155)
Unrealised (gain)/loss on foreign exchange	(48)	52
Operating profit before working capital changes	6,156	4,775
Changes in working capital:		
Inventories	1,779	4,828
Receivables	10,870	15,275
Payables	(4,476)	(4,049)
Contract assets or liabilities	(10,347)	(7,075)
Associates	(418)	1,214
Cash generated from operations	3,564	14,968
Interest received	94	145
Tax paid	(1,077)	(1,438)
Net cash from operating activities	2,581	13,675
INVESTING ACTIVITIES		
Acquisition of intangible assets	(24)	(6)
Acquisition of property, plant & equipment	(410)	(276)
Interest received	3	19
(Acquisition)/Disposal of other investment	(3,525)	400
Net cash (used in)/from investing activities	(3,956)	137

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Unaudited Condensed Consolidated Statement of Cash Flows (continued)

	Three Months Ended	
	31.03.2024	31.03.2023
	Unaudited	Unaudited
	RM'000	RM'000
FINANCING ACTIVITIES		
Placement of fixed deposits pledged with licensed banks	(14)	(96)
Interest paid	(108)	(353)
Net drawdown/(repayment) of bankers' acceptances	3,368	(4,676)
Net repayment of lease liabilities	(210)	(183)
Net repayment of term loan	(232)	(217)
Net cash from/(used) in financing activities	<u>2,803</u>	<u>(5,525)</u>
Net increase in cash and cash equivalents	1,428	8,287
Cash and cash equivalents at beginning of financial period	<u>23,944</u>	<u>14,214</u>
Cash and cash equivalents at end of financial period	<u>25,372</u>	<u>22,501</u>
Cash and cash equivalents included in the statement of cash flows comprise the followings:		
Cash and bank balances	25,372	22,501
Fixed deposits with licensed banks	3,098	15,003
	<u>28,470</u>	<u>37,504</u>
Less: Fixed deposits with licensed banks pledged as security for bank facilities	(3,098)	(15,003)
	<u>25,372</u>	<u>22,501</u>

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report of Pekat Group Berhad (“Pekat” or “the Company”) and its subsidiaries (collectively known as “the Group”) have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. This interim financial report also complied with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standard Board (“IASB”).

This interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes are an integral part of this interim financial report.

A2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those as disclosed in the audited financial statements for the financial year ended 31 December 2023 of the Group.

At the date of authorisation of this interim financial report, the Group has not applied in advance the following accounting standards and interpretations that have been issued by the MASB but not yet effective:-

Effective for annual periods commencing on or after 1 January 2024

- Amendments to MFRS 16: *Lease: Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101: *Presentation of Financial Statements: Non-current Liabilities with Covenants*
- Amendments to MFRS 101: *Presentation of Financial Statements: Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107: *Statement of Cash Flows* and MFRS 7: *Financial Instruments: Disclosures - Supplier Finance Arrangements*

Effective for annual periods commencing on or after 1 January 2025

- Amendments to MFRS 121: *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability*

Deferred (date to be determined by MASB)

- Amendments to MFRS 10 and MFRS 128: *Consolidated Financial Statements and Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group intends to adopt these new standards, amendments to the published standards and interpretations, if applicable, when they become effective. The initial application of the MFRSs and amendments to the published standards and interpretations is not expected to have any material impact on the financial statements of the Group and of the Company.

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONTINUED)

A3. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2023.

A4. Seasonal or Cyclical Factors

Save for certain business activities that were affected by international copper price and solar photovoltaic module price, the Group does not experience any material seasonality.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A6. Changes in Estimates

There were no changes in estimates that have a material effect on the current financial period under review.

A7. Debt and Equity Securities

There were no significant issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period under review.

A8. Dividend Paid

There was no dividend paid during the current financial period under review.

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONTINUED)

A9. Segmental Reporting

Segmental information in respect of the Group's business activities is as follow:-

Period Ended 31 March 2024	Solar Photovoltaics RM'000	Earthing and Lightning Protection RM'000	Trading RM'000	Adjustments/ eliminations RM'000	Total RM'000
Revenue					
Sales to external customers	36,658	9,025	11,950	-	57,633
Inter-segment sales	3,545	1	10,585	(14,131)	-
	<u>40,203</u>	<u>9,026</u>	<u>22,535</u>	<u>(14,131)</u>	<u>57,633</u>

	RM'000
Results	
Segment profit	5,754
Finance income	104
Finance costs	(108)
Share of loss in associates	(94)
Tax expense	<u>(1,851)</u>
Profit after tax	<u>3,805</u>

Period Ended 31 March 2023	Solar Photovoltaics RM'000	Earthing and Lightning Protection RM'000	Trading RM'000	Adjustments/ eliminations RM'000	Total RM'000
Revenue					
Sales to external customers	29,743	8,417	8,657	-	46,817
Inter-segment sales	1,849	9	5,018	(6,876)	-
	<u>31,592</u>	<u>8,426</u>	<u>13,675</u>	<u>(6,876)</u>	<u>46,817</u>

	RM'000
Results	
Segment profit	4,350
Finance income	164
Finance costs	(353)
Share of profit in associates	155
Tax expense	<u>(1,114)</u>
Profit after tax	<u>3,202</u>



A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONTINUED)

A10. Material Events Subsequent to the End of Current Financial Period

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

A11. Changes in the Composition of the Group

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

A12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent assets at the date of this interim financial report. Contingent liabilities of the Group were as follows:-

<u>Group</u>	31.03.2024 RM'000	31.12.2023 RM'000
Corporate guarantee given to licensed banks for credit facilities granted to subsidiaries	5,127	430
Bank guarantee for tender bond, performance bond and warranty bond provided to third parties	<u>10,991</u>	<u>16,836</u>
	<u>16,118</u>	<u>17,266</u>

A13. Capital Commitments

There were no capital commitments that are contracted but not provided for as at the date of this interim financial report.



A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONTINUED)

A14. Significant Related Party Transactions

The Group has the following significant transactions with the related parties during the financial period under review:-

Nature of transactions/Related parties	31.03.2024 RM'000	31.03.2023 RM'000
<u>Design, supply and installation of solar photovoltaic systems to:</u>		
- Halex Management Sdn. Bhd.	-	45
- Hextar Asset Management Sdn. Bhd.	-	45
- Hextar Chemicals Sdn. Bhd.	-	15
- Rubberex Alliance Sdn. Bhd.	-	193
 <u>Rental expenses of office buildings charged by:</u>		
- Startige Corporation Sdn. Bhd.	243	243

Halex Management Sdn. Bhd., Hextar Asset Management Sdn. Bhd., Hextar Chemicals Sdn. Bhd. and Rubberex Alliance Sdn. Bhd. are related parties in which a substantial shareholder of the Company has interest in. Effective 14 July 2023, the shareholder had ceased to be a substantial shareholder of the Company. Pursuant to the Rule 10.02 (f) of ACE Market Listing Requirements, the Group continues to review and monitor the transactions with these related parties for a 6-month cooling-off period from the date of cessation as a substantial shareholder.

Startige Corporation Sdn. Bhd. is a related party in which certain Directors of the Company are also Directors of the related party.

The Directors are of the opinion that all the above transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

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B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group's Performance

	Three Months Ended		Variance	
	31.03.2024	31.03.2023	RM'000	%
	RM'000	RM'000		
Revenue				
- Solar photovoltaics	36,658	29,743	6,915	23.2
- Earthing and lightning protection	9,025	8,417	608	7.2
- Trading	11,950	8,657	3,293	38.0
Total revenue	<u>57,633</u>	<u>46,817</u>	<u>10,816</u>	<u>23.1</u>
Profit after tax	<u>3,805</u>	<u>3,202</u>	<u>603</u>	<u>18.8</u>

Comparison with Preceding Year Corresponding Quarter ("Q1 FY24" vs "Q1 FY23")

In Q1 FY24, the Group achieved a revenue of RM57.63 million. The solar division spearheaded growth, contributing to RM36.66 million. The earthing and lightning protection ("ELP") division contributed RM9.02 million, while the trading division contributed RM11.95 million.

Revenue increased by RM10.82 million or 23.1% compared to Q1 FY23. This growth was primarily driven by the solar division, which saw revenue rise from RM29.74 million in Q1 FY23 to RM36.66 million in Q1 FY24, representing a rise of RM6.92 million or 23.2%. This increase in revenue resulted from executing more concurrent commercial and industrial rooftop solar projects.

The trading segment also experienced significant sales growth of 38.0% in Q1 FY24, reaching RM11.95 million. This rise was primarily due to increased sales of surge protection devices.

Correspondingly, the Group recorded a higher profit after tax of RM3.81 million in Q1 FY24, compared to RM3.20 million in Q1 FY23, representing an increase of RM0.60 million or 18.8%.

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B2. Comparison with Immediately Preceding Quarter Results

	Quarter Ended		Variance	
	31.03.2024 RM'000	31.12.2023 RM'000	RM'000	%
Revenue				
- Solar photovoltaics	36,658	38,787	(2,129)	(5.5)
- Earthing and lightning protection	9,025	8,630	395	4.6
- Trading	11,950	11,022	928	8.4
Total revenue	<u>57,633</u>	<u>58,439</u>	(806)	(1.4)
Profit after tax	<u>3,805</u>	<u>3,482</u>	323	9.3

Compared to the immediately preceding quarter ("Q4 FY23"), the Group recorded lower revenue in Q1 FY24 by 1.4% due to lower project revenue from the solar division. The solar division experienced slower project execution compared to Q4 FY23 due to issues such as site readiness. This decline in revenue was mitigated by the other divisions as the ELP and trading divisions recorded revenue growth of 4.6% and 8.4%, respectively, due to increased project execution and sales order fulfilment.

Despite the slight revenue decline, the Group maintained its profitability in line with Q4 FY23, recording a profit after tax of RM3.81 million.

B3. Commentary on Prospects

Malaysia targets net-zero carbon emissions by 2050, aligning with the Paris Agreement's goals. The 12th Malaysia Plan sets a 45% greenhouse gas reduction target by 2030 for a sustainable future. Guided by the Malaysia Renewable Energy Roadmap, the nation aims for 31% and 40% renewable energy ("RE") share in its energy mix by 2025 and 2035, respectively.

Demonstrating progress, the Ministry of Natural Resources, Environment and Climate Change ("NRECC") introduced a policy enabling RE exports and fostering RE development, which was now handled by Ministry of Energy Transition and Water Transformation ("PETRA"). This paves the way for a 70% RE capacity by 2050. In April 2024, PETRA established Energy Exchange Malaysia ("Enegem") to facilitate green electricity exports to Singapore and Thailand. Enegem will begin with a 100-megawatt ("MW") pilot auction to Singapore before expanding to 300MW, providing future opportunities to RE players like Pekat.

**B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD (CONTINUED)**

B3. Commentary on Prospects (continued)

The Ministry of Economy launched the National Energy Transition Roadmap ("NETR"), charting a strategic path towards a sustainable and inclusive energy future. NETR Phase 1 identifies six key levers and ten flagship projects backed by a RM25 billion investment. This initial phase unlocks broader investment opportunities (RM435 billion to RM1.85 trillion) by 2050, supporting the NRECC's ambitious targets: 70% RE capacity and net-zero emissions by 2050. Notably, these projects go beyond RE, encompassing smart grids, energy efficiency, and storage, presenting significant opportunities for the Group.

Leveraging the successful completion of the large-scale solar ("LSS") 4 project at Batang Padang, Perak, the Group is confident in its ability to make a positive contribution to the recently announced 2GW LSS 5 project. The Group remains committed to ensuring the smooth execution of its 29.99 MWac solar power plant project under the Corporate Green Power Programme. This project is expected to further solidify the Group's recurring income stream upon completion by the end of 2025.

In the domestic consumer market, the government's Solar for Rakyat Incentive Scheme ("SolaRIS") offers a rebate of up to RM4,000 for qualifying NEM Rakyat customers. This financial incentive is expected to further stimulate demand, which has already been buoyed by the recent increase in electricity and energy costs.

The recent surge in foreign direct investment in Malaysian data centres bodes well for the Group's ELP division. Capitalizing on its proven track record in delivering ELP solutions for data centres and the government's favourable policy advocating for stricter safety standards in ELP systems, the Group is confident in the growth trajectory of its ELP division.

While the Board of Directors anticipates more competitive market conditions, the Group is well-positioned to improve its operational efficiency and grow its order book. Barring any unforeseen circumstances, the Board of Directors is cautiously optimistic that the Group's performance will remain satisfactory.

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B4. Profit Forecast

No profit forecast has been issued by the Group previously in any public document.

B5. Tax Expense

	Three Months Ended		Three Months Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Current tax	1,851	1,114	1,851	1,114
Deferred tax	-	-	-	-
Total tax expense	<u>1,851</u>	<u>1,114</u>	<u>1,851</u>	<u>1,114</u>
Effective tax rate (%)	32.7	34.8	32.7	34.8

Notes:-

- (1) The effective tax rate of the Group for the current quarter/period under review was at 32.7%, which was higher than the statutory tax rate of 24% mainly due to losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries.

B6. Status of Corporate Proposals

Memorandum of Understanding with Apex Power Industry Sdn Bhd

On 6 May 2024, the Company's wholly owned subsidiary namely Pekat Teknologi Sdn Bhd ("PTSB") had entered into a Memorandum of Understanding ("MoU") with Apex Power Industry Sdn Bhd ("Seller"), the shareholder of EPE Switchgear (M) Sdn Bhd ("EPE Switchgear"), whereby, subject to the terms to be set out in the definitive agreement(s) to be entered into, PTSB is desirous in acquiring certain equity interest of EPE Switchgear for a purchase consideration to be determined later. PTSB and the Seller are collectively referred to as "Parties".

Pursuant to the MoU, the Parties agree to negotiate exclusively with each other until 30 June 2024 or such later date as may be agreed mutually in writing between the Parties.

The final equity interest of EPE Switchgear to be acquired by PTSB and the purchase consideration will be determined later, subject to a due diligence review to be undertaken by PTSB on EPE Switchgear.

A detailed announcement on the Proposed Acquisition will be made upon execution of the Definitive Agreement(s) for the Proposed Acquisition.



B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B7. Borrowings

The details of the Group's borrowings are as follow:-

	31.03.2024	31.12.2023
	RM'000	RM'000
Current liabilities		
<u>Secured:-</u>		
Bankers' acceptances	3,368	-
Term loan	1,028	976
	<u>4,396</u>	<u>976</u>
Non-current liabilities		
<u>Secured:-</u>		
Term loan	316	600
Total borrowings	<u>4,712</u>	<u>1,576</u>

B8. Material Litigation

There is no outstanding material litigation as at the date of this interim financial report.

B9. Dividend

The Board of Directors did not declare or recommend any dividend for the current financial period under review.



B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B10. Earnings Per Share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to owners of the Company by weighted average number of ordinary shares in issue during the period:-

	Three Months Ended		Three Months Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profit attributable to owners of the Company (RM'000)	3,784	3,162	3,784	3,162
Weighted average number of shares in issue (Unit'000)	644,968	644,968	644,968	644,968
Basic earnings per share (sen)	<u>0.59</u>	<u>0.49</u>	<u>0.59</u>	<u>0.49</u>

(b) Diluted earnings per share

Not applicable. The Group does not have any financial instrument which may dilute its earnings per share.

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B11. Notes to Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Profit for the period was derived after taking into consideration of the following:-

	Three Months Ended		Three Months Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
After charging/(crediting):-				
Amortisation of intangible assets	40	39	40	39
Depreciation of investment property	1	1	1	1
Depreciation of property, plant and equipment	452	374	452	374
Fair value gain on other investment	(43)	(38)	(43)	(38)
Interest expenses	108	353	108	353
Interest income	(104)	(164)	(104)	(164)
Reversal of provision for foreseeable losses	-	(3)	-	(3)
Share of loss/(profit) in associates	94	(155)	94	(155)
Unrealised (gain)/loss on foreign exchange	(48)	52	(48)	52
	<u>(48)</u>	<u>52</u>	<u>(48)</u>	<u>52</u>

B12. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors on 28 May 2024.