

SUNWAY[®]

CONSTRUCTION

SUNWAY CONSTRUCTION GROUP BERHAD

INTERIM FINANCIAL REPORT

THIRD QUARTER ENDED 30th SEPTEMBER 2022



SUNWAY CONSTRUCTION GROUP BERHAD

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UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	NOTE	<----- INDIVIDUAL QUARTER ----->				<----- CUMULATIVE QUARTER ----->			
		CURRENT PERIOD	PRECEDING YEAR CORRESPONDING QUARTER	CHANGES	IMMEDIATE PRECEDING QUARTER	CHANGES	CURRENT PERIOD TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	CHANGES
		QUARTER 30/09/2022	QUARTER 30/09/2021	%	QUARTER 30/06/2022	%	30/09/2022	30/09/2021	%
		RM'000	RM'000	%	RM'000	%	RM'000	RM'000	%
REVENUE		469,253	272,078	72.5%	557,887	(15.9%)	1,651,802	1,102,545	49.8%
OPERATING EXPENSES		(436,485)	(248,441)	(75.7%)	(511,299)	14.6%	(1,530,293)	(1,050,471)	(45.7%)
OTHER OPERATING INCOME		8,473	3,309	>100%	2,064	>100%	11,920	7,723	54.3%
NET IMPAIRMENT LOSSES ON FINANCIAL ASSETS		(4,352)	(4,885)		(6,300)	30.9%	(11,251)	(5,250)	(>100%)
PROFIT FROM OPERATIONS		36,889	22,061	67.2%	42,352	(12.9%)	122,178	54,547	>100%
FINANCE INCOME & OTHER DISTRIBUTION INCOME		4,066	978	>100%	3,174	28.1%	9,463	3,107	>100%
FINANCE COSTS		(3,222)	(922)	(>100%)	(3,178)	(1.4%)	(7,553)	(3,501)	(>100%)
SHARE OF RESULTS FROM AN ASSOCIATE		(129)	2,362	(>100%)	629	(>100%)	3,663	7,090	(48.3%)
PROFIT BEFORE TAX	B6	37,604	24,479	53.6%	42,977	(12.5%)	127,751	61,243	>100%
INCOME TAX EXPENSE	B5	(13,645)	(4,960)	(>100%)	(9,344)	(46.0%)	(34,520)	(15,483)	(>100%)
PROFIT AFTER TAX		23,959	19,519	22.7%	33,633	(28.8%)	93,231	45,760	>100%
ATTRIBUTABLE TO:									
- OWNERS OF THE PARENT		22,715	19,296		32,303		89,535	47,861	
- NON-CONTROLLING INTERESTS		1,244	223		1,330		3,696	(2,101)	
		23,959	19,519		33,633		93,231	45,760	
EARNINGS PER SHARE									
(i) BASIC (sen)	B11	1.76	1.50		2.51		6.95	3.71	
(ii) DILUTED (sen)		1.76	1.50		2.51		6.95	3.71	

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	<----- INDIVIDUAL QUARTER ----->			<-- CUMULATIVE QUARTER -->	
	CURRENT	PRECEDING YEAR	IMMEDIATE	CURRENT	PRECEDING YEAR
	PERIOD	CORRESPONDING	PRECEDING	PERIOD	CORRESPONDING
	QUARTER	QUARTER	QUARTER	TO DATE	PERIOD
	30/09/2022	30/09/2021	30/06/2022	30/09/2022	30/09/2021
	RM'000	RM'000	RM'000	RM'000	RM'000
PROFIT FOR THE PERIOD	23,959	19,519	33,633	93,231	45,760
OTHER COMPREHENSIVE INCOME TO BE RECLASSIFIED TO PROFIT AND LOSS IN SUBSEQUENT YEAR					
FOREIGN CURRENCY TRANSLATION	(523)	232	(1,113)	(3,091)	1,230
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>(523)</u>	<u>232</u>	<u>(1,113)</u>	<u>(3,091)</u>	<u>1,230</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>23,436</u>	<u>19,751</u>	<u>32,520</u>	<u>90,140</u>	<u>46,990</u>
ATTRIBUTABLE TO:					
- OWNERS OF THE PARENT	21,577	19,410	31,145	86,221	49,065
- NON-CONTROLLING INTERESTS	<u>1,859</u>	<u>341</u>	<u>1,375</u>	<u>3,919</u>	<u>(2,075)</u>
	<u>23,436</u>	<u>19,751</u>	<u>32,520</u>	<u>90,140</u>	<u>46,990</u>

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	NOTE	AS AT FINANCIAL PERIOD ENDED 30/09/2022 RM'000 (UNAUDITED)	AS AT FINANCIAL YEAR ENDED 31/12/2021 RM'000 (AUDITED)
ASSETS			
Non-current assets			
Property, plant, equipment, software and right of use assets		112,295	124,750
Investment in associate		0	596,917
Investment in joint ventures		178,613	126,601
Other investments		273	273
Long term receivable		198,818	-
Deferred tax assets		2,849	878
		<u>492,848</u>	<u>849,419</u>
Current assets			
Inventories		52,224	46,164
Receivables, deposits and prepayments	B9	1,090,041	850,077
Tax recoverable		19,614	19,710
Cash and bank balances		473,705	98,845
Other Investment		71,609	-
Derivative assets	B8	95	(0)
		<u>1,707,288</u>	<u>1,014,796</u>
TOTAL ASSETS		<u>2,200,136</u>	<u>1,864,215</u>
EQUITY AND LIABILITIES			
Current liabilities			
Payables, lease liabilities and other current liabilities		1,019,567	891,416
Borrowings	B7	125,547	92,524
Tax payable		19,688	7,285
Derivative liabilities	B8	-	786
		<u>1,164,802</u>	<u>992,011</u>
Non-current liabilities			
Borrowings	B7	244,395	145,390
Lease liabilities		6,932	7,157
Deferred taxation liabilities		827	2,886
		<u>252,154</u>	<u>155,433</u>
Total liabilities		<u>1,416,956</u>	<u>1,147,444</u>
Equity attributable to owners of the parent			
Share capital		258,580	258,580
Treasury shares		(6,990)	(6,990)
Merger reserve		(37,894)	(37,894)
Retained profits		470,071	470,791
Other reserves		11,332	14,646
		<u>695,099</u>	<u>699,133</u>
NON-CONTROLLING INTERESTS		88,081	17,638
Total equity		<u>783,180</u>	<u>716,771</u>
TOTAL EQUITY AND LIABILITIES		<u>2,200,136</u>	<u>1,864,215</u>
Net Assets Per Share Attributable To Owners Of The Parent (RM)		0.54	0.54

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)

THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	----- ATTRIBUTABLE TO OWNERS OF THE PARENT ----->										
	<----- NON-DISTRIBUTABLE ----->							DISTRIBUTABLE			
	SHARE CAPITAL	TREASURY SHARES	MERGER RESERVE	OTHER RESERVES TOTAL	CAPITAL CONTRIBUTION BY IMMEDIATE HOLDING COMPANY	OTHER CAPITAL RESERVE	FOREIGN EXCHANGE RESERVE	RETAINED PROFITS	TOTAL	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	RM'000	RM'000
PERIOD ENDED 30 SEPTEMBER 2022											
At 1 January 2022	258,580	(6,990)	(37,894)	14,646	641	600	13,405	470,791	699,133	17,638	716,771
Profit for the period	-	-	-	-	-	-	-	89,535	89,535	3,696	93,231
Other comprehensive income, net of tax	-	-	-	(3,314)	-	-	(3,314)	(0)	(3,314)	223	(3,091)
Total comprehensive income	-	-	-	(3,314)	-	-	(3,314)	89,535	86,221	3,919	90,140
Transactions with owners											
Acquisition equity interest from subsidiary	-	-	-	-	-	-	-	-	-	20,050	20,050
Effects of subscriptions and redemptions of units in a structured entity by unitholders	-	-	-	-	-	-	-	-	-	46,516	46,516
Dividends paid to non controlling interests	-	-	-	-	-	-	-	-	-	(42)	(42)
Dividends paid	-	-	-	-	-	-	-	(90,255)	(90,255)	-	(90,255)
At 30 September 2022	258,580	(6,990)	(37,894)	11,332	641	600	10,091	470,071	695,099	88,081	783,180
PERIOD ENDED 30 SEPTEMBER 2021											
At 1 January 2021	258,580	(6,990)	(37,894)	13,421	641	600	12,180	409,779	636,896	1,714	638,610
Profit for the period	-	-	-	-	-	-	-	47,861	47,861	(2,101)	45,760
Other comprehensive income, net of tax	-	-	-	1,205	-	-	1,205	(0)	1,204	25	1,230
Total comprehensive income	-	-	-	1,205	-	-	1,205	47,861	49,065	(2,075)	46,990
Transactions with owners											
Acquisition equity interest from subsidiary	-	-	-	-	-	-	-	-	-	15,320	15,320
Dividends paid to non controlling interests	-	-	-	-	-	-	-	-	-	(201)	(201)
Dividends paid	-	-	-	-	-	-	-	(51,574)	(51,574)	-	(51,574)
At 30 September 2021	258,580	(6,990)	(37,894)	14,626	641	600	13,385	406,065	634,387	14,758	649,145

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	NOTE	FOR THE PERIOD ENDED 30/09/2022	FOR THE PERIOD ENDED 30/09/2021
		RM'000 (UNAUDITED)	RM'000 (UNAUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		127,751	61,243
Adjustments for:			
- non-cash items		23,960	17,428
- finance costs		7,553	3,501
- finance income and other distribution income		(9,463)	(3,107)
Operating cash flows before working capital changes		149,801	79,065
Changes in working capital		(234,049)	50,264
Cash flows generated (used in)/from operations		(84,248)	129,329
Interest and other distribution income received		9,463	3,107
Interest paid		(7,240)	(3,078)
Tax refunded		811	1,081
Tax paid		(26,863)	(14,320)
Net cash (used in)/from operating activities	B7	(108,077)	116,119
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment and software		592	1,823
Acquisitions of property, plant and equipment and software		(3,492)	(2,267)
Additional shares acquired by non-controlling interest		20,050	15,320
Withdrawal of interest in associates		600,580	66,951
Net subscription of units in a structured entity by unitholders		46,516	-
Advance to joint venture		-	(34,396)
Acquisition of other investment		(71,609)	-
Addition of interests in a joint venture		(53,180)	-
Placement of deposits pledged to other financial institutions		(32,072)	(161)
Other investing activities		(87,780)	-
Net cash generated from investing activities		419,605	47,270
CASH FLOWS FROM FINANCING ACTIVITIES			
Net bank and other borrowings		118,609	(78,339)
Interest paid to related co and lease liabilities		(312)	(423)
Dividends paid to shareholders		(90,255)	(51,574)
Dividends paid to non-controlling interests of subsidiaries		(42)	(201)
Net cash generated from/(used in) financing activities		28,000	(130,537)
NET INCREASE IN CASH AND CASH EQUIVALENTS		339,528	32,852
EFFECTS OF EXCHANGE RATE CHANGES		3,257	1,179
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		60,598	117,838
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD		403,383	151,869
Cash and cash equivalents at end of financial year comprise the following :			
Deposits with licensed banks and other financial institutions		433,490	162,791
Cash and bank balances		40,215	71,472
Cash and bank balances and placement in funds		473,705	234,263
Less: Deposits with other financial institutions with maturity of over 3 months		(202)	(202)
Less: Placement of deposits pledged to other financial institutions		(70,120)	(82,192)
Cash and cash equivalents		403,383	151,869

(The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO FINANCIAL STATEMENTS

A1 Accounting Policies and Basis of Preparation

The Group has prepared its financial statements using the Malaysian Financial Reporting Standards ("MFRS") for the year ending 31 December 2022. The interim financial report is unaudited and is prepared in accordance with MFRS134 *Interim Financial Reporting* and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2021.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2021 except for the adoption of the following new MFRSs and Amendments to MFRSs that are effective for the financial statements from 1 January 2022, as disclosed below:

Title	Effective Date
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022

A2 Report of the Auditors

The report of the auditors of preceding audited financial statements was not subjected to any qualification.

A3 Seasonal or Cyclical Factors

The results for the current quarter under review were not materially affected by seasonal or cyclical factors.

A4 Unusual Items

There were no material unusual items affecting the amounts reported for the period ended 30 September 2022 except for those disclosed in Note B6.

A5 Changes in Estimates

There were no changes in estimates that have a material effect on the amounts reported for the current period ended 30 September 2022.

A6 Repurchases of Debt and Equity Securities

There were no repurchase activities during the current quarter. The Group's debt status is as disclosed in Note B7.

A7 Changes in Composition of the Group

There were no material changes in the composition of the Group for the current quarter ended 30 September 2022, except for the following:

(i) Maybank Shariah Institutional Income Fund ("MSIIF")

On 13 April 2022, non-controlling interest redeemed units in MSIIF amounting to RM20,000,000, resulting to an increase in proportion of ownership interest of the Group in the fund from 49.32% to 51.35%. On 29 April 2022, MSIIF became an associate of the Group subsequent to the additional units placed in the fund by non-controlling interest amounting to RM112,618,629, resulting to a decrease in proportion of ownership interest of the Group to 45.93%.

On 13 May 2022, non-controlling interest redeemed units in MSIIF amounting to RM114,500,000, resulting to an increase in proportion of ownership interest of the Group in the fund from 47.64% to 57.05%. Consequently, MSIIF became a subsidiary of the Group. As of September 2022, the Group's proportion of ownership interest in the fund has increased to 86.44%.

The financial effects arising from the remeasurement of existing stakes in MSIIF in accordance with *MFRS 3 Business Combinations*, amounted to an increase in profit before tax of RM0.85 million. The consolidated net assets from MSIIF mainly comprises of short term deposits and corporate bonds, amounting to RM350.7 million.

A7 Changes in Composition of the Group (con't)

(ii) Kenanga MoneyExtra Fund ("KEM2")

On 22 April 2022, the Group has redeemed units amounting to RM24,300,000 from KEM2, resulting to a decrease in proportion of ownership interest in the fund from 21.05% to 17.25%. There is no gain no loss arising from the redemption. The Group has classified the investment in KEM2 under other investment in balance sheet. As of September 2022, the Group's proportion of ownership interest in the fund has reduced to 3.88%.

A8 Dividend paid / payable

	As at 30 September 2022 RM'000 (Unaudited)	As at 31 December 2021 RM'000 (Audited)
<u>Dividends recognised for the year (Net of tax)</u>		
2020 - 2.75 cents per share (Note 1)		35,457
2021 - 1.25 cents per share (Note 2)		16,117
2021 - 4.00 cents per share (Note 3)	51,574	
<u>Dividends in respect of year ended (Net of tax)</u>		
1.25 cents per share - declared and paid (Note 2)		16,117
4.00 cents per share - declared and paid (Note 3)		51,574
3.00 cents per share - declared and paid (Note 4)	38,681	

Note 1: On 23 February 2021, the Board of Directors declared a second interim single-tier dividend of 2.75 cents per ordinary shares for the financial year ended 31 December 2020. The interim dividend of RM35,457,376 was paid on 7 April 2021.

Note 2: On 19 August 2021, the Board of Directors declared a first interim single-tier dividend of 1.25 cents per ordinary shares for the financial year ended 31 December 2021. The interim dividend of RM16,116,989 was paid on 29 September 2021.

Note 3: On 23 February 2022, the Board of Directors declared a second interim single-tier dividend of 4.00 cents per ordinary shares for the financial year ended 31 December 2021. The interim dividend of RM51,574,364 was paid on 7 April 2022.

Note 4: On 23 August 2022, the Board of Directors declared a first interim single-tier dividend of 3.00 cents per ordinary shares for the financial year ending 31 December 2022. The interim dividend of RM38,680,773 was paid on 29 September 2022.

Dividend under Note 1 and Note 2 have been accounted for in equity in the year ended 31 December 2021. Dividend under Note 3 and Note 4 have been accounted for in equity in the second and third quarter of 2022 respectively.

A9 Segmental Reporting

	<----- YTD SEP'22 ----->			<----- YTD SEP'21 ----->		
	(Unaudited)			(Unaudited)		
	Construction RM'000	Precast Concrete RM'000	Consolidated RM'000	Construction RM'000	Precast Concrete RM'000	Consolidated RM'000
<u>BY BUSINESS SEGMENTS</u>						
REVENUE AND EXPENSES						
Total revenue	1,994,806	230,255	2,225,061	1,276,945	141,809	1,418,754
Inter-segment revenue	(465,150)	(108,109)	(573,259)	(250,612)	(65,597)	(316,209)
External revenue	1,529,656	122,146	1,651,802	1,026,333	76,212	1,102,545
Results						
Operating segment results	114,563	7,615	122,178	52,734	1,813	54,547
Finance income & other distribution income	9,446	17	9,463	2,872	235	3,107
Finance costs	(5,340)	(2,213)	(7,553)	(2,635)	(866)	(3,501)
Share of profit from associate	3,663	-	3,663	7,090	-	7,090
Profit before tax	122,332	5,419	127,751	60,061	1,182	61,243
Income tax expense	(33,528)	(992)	(34,520)	(15,289)	(194)	(15,483)
Profit after tax	88,804	4,427	93,231	44,772	988	45,760
Non controlling interests	(3,696)	-	(3,696)	2,101	-	2,101
Attributable to owners of the parent	85,108	4,427	89,535	46,873	988	47,861
TOTAL ASSETS	1,749,267	428,406	2,177,673	1,382,102	264,092	1,646,194
Unallocated assets	-	-	22,463	-	-	31,407
	1,749,267	428,406	2,200,136	1,382,102	264,092	1,677,601
TOTAL LIABILITIES	1,124,465	271,976	1,396,441	836,557	180,992	1,017,549
Unallocated liabilities	-	-	20,515	-	-	10,907
	1,124,465	271,976	1,416,956	836,557	180,992	1,028,456

A9 Segmental Reporting (Contd.)

	<----- YTD SEP'22 ----->				<----- YTD SEP'21 ----->			
	(Unaudited)				(Unaudited)			
	Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent	Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<u>GEOGRAPHICAL SEGMENTS</u>								
Malaysia	1,320,665	102,595	73,657	72,793	1,021,300	69,614	54,448	54,092
Singapore	122,146	575	575	582	76,212	(1,096)	(1,096)	(1,098)
India	208,991	24,637	19,055	16,216	5,033	(7,160)	(7,475)	(5,016)
United Arab Emirates	-	(42)	(42)	(42)	-	(80)	(80)	(80)
Myanmar	-	(14)	(14)	(14)	-	(35)	(37)	(37)
	1,651,802	127,751	93,231	89,535	1,102,545	61,243	45,760	47,861

A9 Segmental Reporting (Contd.)

Segmental results by foreign currency for the financial period ended 30 September 2022 are as follows:

CONSTRUCTION SEGMENT:

	FOREIGN EXCHANGE RATE	FC'000				RM'000			
		Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent	Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)		1,320,665	97,784	69,838	68,974	1,320,665	97,784	69,838	68,974
United Arab Emirates (AED'000)	1.1914	-	(35)	(35)	(35)	-	(42)	(42)	(42)
India Rupee (INR'000)	0.0561	3,723,123	438,906	339,456	288,885	208,991	24,637	19,055	16,216
Singapore Dollar (SGD'000)	3.1695	-	(10)	(10)	(8)	-	(33)	(33)	(26)
Myanmar (USD'000)	4.3722	-	(3)	(3)	(3)	-	(14)	(14)	(14)
						<u>1,529,656</u>	<u>122,332</u>	<u>88,804</u>	<u>85,108</u>

	FOREIGN EXCHANGE RATE	TOTAL ASSETS		TOTAL LIABILITIES	
		FC'000	RM'000	FC'000	RM'000
Malaysia Ringgit (RM'000)		1,404,704	1,404,704	912,414	912,414
United Arab Emirates (AED'000)	1.2652	93	117	14	18
India Rupee (INR'000)	0.0567	6,065,793	343,930	3,738,877	211,994
Singapore Dollar (SGD'000)	3.2407	151	478	12	39
Trinidad & Tobago Dollar (TT\$'000)	0.6889	40	27	-	-
Myanmar (USD'000)	4.6430	2	11	-	-
		<u>1,749,267</u>	<u>1,749,267</u>	<u>1,124,465</u>	<u>1,124,465</u>

PRECAST SEGMENT:

	FOREIGN EXCHANGE RATE	FC'000				RM'000			
		Revenue	Profit / (Loss) before tax	Profit / (Loss) after tax	Attributable to owners of the parent	Revenue	Profit before tax	Profit after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)		-	4,811	3,819	3,819	-	4,811	3,819	3,819
Singapore Dollar (SGD'000)	3.1695	38,538	192	192	192	122,146	608	608	608
						<u>122,146</u>	<u>5,419</u>	<u>4,427</u>	<u>4,427</u>

	FOREIGN EXCHANGE RATE	TOTAL ASSETS		TOTAL LIABILITIES	
		FC'000	RM'000	FC'000	RM'000
Malaysia Ringgit (RM'000)		80,736	80,736	49,005	49,005
Singapore Dollar (SGD'000)	3.2407	107,282	347,670	68,803	222,971
			<u>428,406</u>		<u>271,976</u>

Income and expenses are translated at the average rate whereas the assets and liabilities are translated at the closing rate.

A9 Segmental Reporting (Contd.)

Segmental results by foreign currency for the financial period ended 30 September 2021 are as follows:

CONSTRUCTION SEGMENT:

	FOREIGN EXCHANGE RATE	<----- FC'000 ----->				<----- RM'000 ----->			
		Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent	Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)		1,021,300	67,401	52,429	52,073	1,021,300	67,401	52,429	52,073
United Arab Emirates (AED'000)	1.1300	-	(71)	(71)	(71)	-	(80)	(80)	(80)
India Rupee (INR'000)	0.0564	89,279	(126,995)	(132,596)	(88,973)	5,033	(7,160)	(7,475)	(5,016)
Singapore Dollar (SGD'000)	3.0980	-	(21)	(21)	(22)	-	(65)	(65)	(67)
Myanmar (USD'000)	4.1468	-	(8)	(9)	(9)	-	(35)	(37)	(37)
						<u>1,026,333</u>	<u>60,061</u>	<u>44,772</u>	<u>46,873</u>

	FOREIGN EXCHANGE RATE	TOTAL ASSETS		TOTAL LIABILITIES	
		FC'000	RM'000	FC'000	RM'000
Malaysia Ringgit (RM'000)		1,327,041	1,327,041	807,319	807,319
United Arab Emirates (AED'000)	1.1439	8,981	10,273	9,828	11,242
India Rupee (INR'000)	0.0565	773,585	43,708	198,800	11,232
Singapore Dollar (SGD'000)	3.0856	333	1,022	15	47
Trinidad & Tobago Dollar (TT\$'000)	0.6215	40	25	-	-
Myanmar (USD'000)	4.1980	8	33	1,600	6,717
			<u>1,382,102</u>		<u>836,557</u>

PRECAST SEGMENT:

	FOREIGN EXCHANGE RATE	<----- FC'000 ----->				<----- RM'000 ----->			
		Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent	Revenue	Profit / (loss) before tax	Profit / (loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)		-	2,213	2,019	2,019	-	2,213	2,019	2,019
Singapore Dollar (SGD'000)	3.0980	24,601	(333)	(333)	(333)	76,212	(1,031)	(1,031)	(1,031)
						<u>76,212</u>	<u>1,182</u>	<u>988</u>	<u>988</u>

	FOREIGN EXCHANGE RATE	TOTAL ASSETS		TOTAL LIABILITIES	
		FC'000	RM'000	FC'000	RM'000
Malaysia Ringgit (RM'000)		66,489	66,489	28,364	28,364
Singapore Dollar (SGD'000)	3.0856	64,040	197,603	49,465	152,628
			<u>264,092</u>		<u>180,992</u>

Income and expenses are translated at the average rate whereas the assets and liabilities are translated at the closing rate.

A10 Material events

There were no material events subsequent to the current period ended 30 September 2022.

A11 Contingent Liabilities and Assets

There were no change in contingent liabilities since the last financial statements for the financial year ended 31 December 2021, except for the following:

	As at 30 September 2022 RM'000 (Unaudited)	As at 31 December 2021 RM'000 (Audited)
Guarantees given to third parties in respect of contracts and trade performance	362,926	315,095
Guarantees given to related companies in respect of contracts and trade performance	185,222	131,527
	<u>548,148</u>	<u>446,622</u>

The Group does not have any material contingent assets to be disclosed as at 30 September 2022.

A12 Commitments

(a) Capital commitment not provided for in the financial period ended 30 September 2022 and financial year ended 31 December 2021 are as follows:

	As at 30 September 2022 RM'000 (Unaudited)	As at 31 December 2021 RM'000 (Audited)
Approved and contracted for		
- Construction	2,012	30,116
- Precast	30,235	108,222
Approved but not contracted for	-	100
	<u>32,247</u>	<u>138,438</u>

Included in commitments are investment in joint venture for the proposed Singapore Integrated Construction Precast Hub building and plant and machinery in Singapore and our equity portion for India projects.

A13 Significant Related Party Transactions

The Group had the following transactions with related parties during the financial period ended 30 September 2022:

	Cumulative Period To Date 30 September 2022 RM'000 (Unaudited)	Cumulative Period To Date 30 September 2021 RM'000 (Unaudited)
Contract revenue from:		
Related companies	346,883	335,977
Related parties	374,446	93,338
Rental income of plant and machinery from:		
Related companies	77	43
Related parties	13	-
Interest income from:		
Structured entities controlled by its intermediate holding company	8,548	7,090
Other income from:		
Related companies	81	-
Related party	25	-
Purchases of goods/services from:		
Related companies	(63,100)	(60,420)
Related parties	(7,202)	(1,208)
Rental of office space from:		
Related companies	(2,725)	(2,141)
Related parties	(853)	(919)
Management fees charged by:		
Intermediate holding company	(12,148)	(12,332)
Service Level Agreement fees paid to:		
Related companies	(2,700)	(2,688)

B1 Review of Performance

For the quarter (YoY)

<u>Total Group</u>	<u>Q3 2022</u>	<u>Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	469.3	272.1	72.5%
PBT (RM'mil)	37.6	24.5	53.6%
PBT Margin (%)	8.0%	9.0%	

The Group recorded revenue of RM469.3 million and profit before tax of RM37.6 million for the current quarter ended 30 September 2022, compared to revenue of RM272.1 million and profit before tax of RM24.5 million in the corresponding quarter of the preceding financial year. Group's revenue and profit before tax improved for all segments.

<u>Construction Segment</u>	<u>Q3 2022</u>	<u>Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	419.0	255.8	63.8%
PBT (RM'mil)	35.0	26.9	30.1%
PBT Margin (%)	8.4%	10.5%	

Construction segment reported revenue of RM419.0 million and profit before tax of RM35.0 million compared to revenue of RM255.8 million and profit before tax of RM26.9 million in the corresponding quarter of the preceding financial year. Higher revenue in current quarter was due to normalisation of works to full capacity as the corresponding quarter of the preceding financial year was affected by MCO 3.0 lockdown where construction operations were only allowed in accordance to the percentage of vaccination rates. PBT margin for corresponding quarter of the preceding financial year was higher due to re-calibration of margin for projects nearing completion.

<u>Precast Segment</u>	<u>Q3 2022</u>	<u>Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	50.3	16.3	>100%
PBT (RM'mil)	2.6	(2.4)	>100%
PBT Margin (%)	5.2%	-14.7%	

Precast segment reported revenue of RM50.3 million and profit before tax of RM2.6 million compared to revenue of RM16.3 million and loss before tax of RM2.4 million in the corresponding quarter of the preceding financial year. Turnover for current quarter was higher as the corresponding quarter of preceding financial year was also affected by MCO 3.0 total lockdown resulted in closure of both our precast plants in Johor. Commencement of operation only begun on last week of September 2021 due to lower vaccination rate in the said state. Hence, the profitability in the corresponding quarter of the preceding financial year was recorded at a loss.

B1 Review of Performance (Contd.)

For the full period

<u>Total Group</u>	<u>YTD Q3 2022</u>	<u>YTD Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	1,651.8	1,102.5	49.8%
PBT (RM'mil)	127.8	61.2	>100%
PBT Margin (%)	7.7%	5.6%	

The Group recorded revenue of RM1,651.8 million and profit before tax of RM127.8 million for the nine months period ended 30 September 2022, compared to revenue of RM1,102.5 million and profit before tax of RM61.2 million in the corresponding preceding financial period. All segments' revenue saw an improvement in this period ended 30 September 2022. Profit before tax increased in tandem with the increased revenue in this current period.

<u>Construction Segment</u>	<u>YTD Q3 2022</u>	<u>YTD Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	1,529.7	1,026.3	49.0%
PBT (RM'mil)	122.3	60.1	>100%
PBT Margin (%)	8.0%	5.9%	

Construction segment reported revenue of RM1,529.7 million and profit before tax of RM122.3 million compared to revenue of RM1,026.3 million and profit before tax of RM60.1 million in the corresponding quarter of the preceding financial period. Revenue improved in this current financial period due to contribution from India division as well as resumption of economic activities in full as compared to corresponding quarter of preceding financial period where productivity was affected by various EMCO / MCO across various states. Profit before tax increased in tandem with the increased in revenue in this current period.

<u>Precast Segment</u>	<u>YTD Q3 2022</u>	<u>YTD Q3 2021</u>	<u>Changes</u>
Revenue (RM'mil)	122.1	76.2	60.2%
PBT (RM'mil)	5.5	1.1	>100%
PBT Margin (%)	4.5%	1.4%	

Precast segment reported revenue of RM122.1 million and profit before tax of RM5.5 million compared to revenue of RM76.2 million and profit before tax of RM1.1 million in the corresponding quarter of preceding financial period. Both revenue and profitability recorded for current period improved as the previous corresponding period was affected by both MCO in Malaysia as well as Circuit Breaker in Singapore. Further to that, there was also a brief period of total closure in both our precast plants in Johor during the corresponding quarter of the preceding financial period.

B2 Material Changes in the Quarterly Results (QoQ)

<u>Total Group</u>	<u>Q3 2022</u>	<u>Q2 2022</u>	<u>Changes</u>
Revenue (RM'mil)	469.3	557.9	(15.9%)
PBT (RM'mil)	37.6	43.0	(12.6%)
PBT Margin (%)	8.0%	7.7%	

The Group recorded a revenue of RM469.3 million with profit before tax of RM37.6 million for the current quarter ended 30 September 2022, compared to revenue of RM557.9 million with profit before tax of RM43.0 million in the immediate preceding quarter. The group's revenue was higher in the immediate preceding quarter due to higher revenue contribution from projects nearing completion in the said quarter. Profit before tax margin is largely the same in both the quarters.

<u>Construction Segment</u>	<u>Q3 2022</u>	<u>Q2 2022</u>	<u>Changes</u>
Revenue (RM'mil)	419.0	523.0	(19.9%)
PBT (RM'mil)	35.0	41.1	(14.8%)
PBT Margin (%)	8.4%	7.9%	

Construction segment reported revenue of RM419.0 million with profit before tax of RM35.0 million compared to revenue of RM523.0 million with profit before tax of RM41.1 million in the immediate preceding quarter. Higher turnover and profit recorded in previous quarter was contributed by higher revenue contribution from completing projects. Profit before tax margin improved marginally in the current quarter as compared to the previous quarter.

<u>Precast Segment</u>	<u>Q3 2022</u>	<u>Q2 2022</u>	<u>Changes</u>
Revenue (RM'mil)	50.3	34.9	44.1%
PBT (RM'mil)	2.6	1.9	36.8%
PBT Margin (%)	5.2%	5.4%	

Precast segment reported revenue of RM50.3 million with profit before tax of RM2.6 million compared to revenue of RM34.9 million with profit before tax of RM1.9 million in the immediate preceding quarter. Revenue improved in the current quarter due to higher progress from the newer projects and profitability has also increased in tandem with the increased in revenue.

B3 Prospects

SunCon's outstanding order book now stands at RM4.0 billion (Dec 2021 : RM4.8 billion) with RM882 million new order secured up to September 2022.

The Malaysian economy grew by 14.2% in the third quarter of 2022 (2Q 2022: 8.9%), boosted by continued expansion in domestic demand and resilient regional exports. The construction sector grew by 15.3% in the third quarter of 2022 (2Q 2022: 2.4%), as all subsectors recorded improvement in activities. On the 2022 GDP growth forecast, the Ministry of Finance Malaysia in the latest budget announcement has upgraded the growth forecast to between 6.5% and 7.0% from previous forecast of between 5.3% and 6.3%, on the back of favourable growth momentum in domestic economy, steady expansion in the external sector and continued improvement in the labour market condition. On the domestic front, tender evaluation for MRT Line 3 is currently in progress since the bid closed on 30 September 2022. On top of that, the pre-qualification tender for the Bayan Lepas LRT has closed on 7th October 2022. Apart from the mega infrastructure projects, the increased demand in e-commerce, cloud computing and microchips has given rise to the need for more semi-conductor factories, warehouses and data centres. On foreign workers, SunCon has managed to obtain a quota for 400 Indonesian workers from the Ministry of Human Resources in June 2022. As of November, 342 workers had physically arrived in Malaysia. As for the commodity prices, steel bar prices have also tapered down to approximately RM 2,600/MT in October 2022 from the high of approximately RM 3,500/MT in March 2022 along with other commodities such as copper.

Based on the advance estimates, the Singapore economy expanded by 1.5% on a quarter on quarter in third quarter of 2022, a turnaround from the 0.2% contraction in the second quarter. The construction sector grew by 3.9% quarter on quarter in third quarter of 2022, an improvement from the 1.5% growth in the second quarter. The Housing and Development Board (HDB) launched up to 13,529 flats for sale as of August 2022, and is estimated to launch another 9,540 new flats in November 2022. HDB plans to launch up to 23,000 new Build-to-Order (BTO) flats each year for 2022-2023 as it ramps up supply to meet strong housing demand from Singaporeans. This mark a 35% increase from 2021's figure (2021 : 17,109 units, 2020: 16,752 units, 2019: 15,491 units, 2018: 15,811 units). Singapore HDB flats comprised of more than 90% of our precast segment sales and our prospect is largely dependent on these launches. With the ICPH plant target to be commissioning by December 2022, SunCon foresees that our precast segment will contribute more to the group's financials in the near future.

Based on the above, barring any further unforeseen circumstances including the possibility of another wave of Covid-19 restrictions and any further adverse fluctuations in building materials prices, the Group is cautiously optimistic of registering positive growth for the financial year ending 2022.

B4 Variance of Actual Profit from Profit Forecast

The Company did not issue any profit forecast or profit guarantee during the current period under review.

B5 Taxation

	Current Quarter Ended 30 September 2022 RM'000 (Unaudited)	Immediate Preceding Quarter Ended 30 June 2022 RM'000 (Unaudited)	Cumulative Year To Date 30 September 2022 RM'000 (Unaudited)
Current taxation	(9,043)	(9,895)	(30,667)
Under provision in prior year	(7,813)	(0)	(7,878)
Deferred taxation	3,211	551	4,025
	(13,645)	(9,344)	(34,520)
Effective tax rate	36.3%	21.7%	27.0%
Statutory tax rate :			
- Malaysia	24.0%	24.0%	24.0%
- Singapore	17.0%	17.0%	17.0%
- India	25.0%	25.0%	25.0%

The effective tax rate for the period ended September 2022 is at 27%.

B6 Profit before Taxation

The following amounts have been included in arriving at profit before taxation:

	Current Quarter Ended 30 September 2022 RM'000 (Unaudited)	Immediate Preceding Quarter Ended 30 June 2022 RM'000 (Unaudited)	Cumulative Year To Date 30 September 2022 RM'000 (Unaudited)
Interest income and other distributable income	4,066	3,174	9,463
Interest expense	(3,222)	(3,178)	(7,553)
Depreciation and amortisation	(5,837)	(6,109)	(18,175)
Allowance for impairment losses for:			
- Receivables	(4,352)	(6,299)	(11,251)
Write off gain/(loss) :			
- Property, plant and equipment, and software	8	3	11
Net gain on disposal of:			
- Property, plant and equipment, and software	129	241	563
Accretion of financial assets and financial liabilities	1,344	(34)	842
Fair value (loss)/gain on derivative assets and liabilities	(35)	479	444
Foreign exchange gain/(loss):			
- realised	800	268	998
- unrealised	127	51	188
	127	51	188

B7 Group Borrowings and Debt Securities

The borrowings breakdown of the Group are as follows:

	As at 30 September 2022 RM'000 (Unaudited)	As at 31 December 2021 RM'000 (Audited)
Current liabilities:		
Unsecured		
- Bills discounting (RM denominated)	29,529	65,524
- Revolving credit (RM denominated)	15,000	27,000
- Term loan (SGD denominated)	81,018	-
	<u>125,547</u>	<u>92,524</u>
Non current liabilities:		
Secured		
- Term loan (SGD denominated)	127,763	68,055
- Term loan (INR denominated)	116,632	-
Unsecured		
- Term loan(SGD denominated)	-	77,335
	<u>244,395</u>	<u>145,390</u>

The weighted average interest rates that were effective as at reporting date were as follows:

- Bills discounting (RM denominated)	2.25%	2.18%
- Revolving credit (RM denominated)	2.55%	2.33%
- Unsecured short term loan (SGD denominated)	1.72%	
- Secured long term loan (SGD denominated)	2.18%	0.95%
- Secured long term loan (INR denominated)	8.36%	-
- Unsecured long term loan (SGD denominated)	-	0.70%

Net cash used in operating activities for the period ended 30 September 2022 stood at RM108.1m mainly due to the 2 HAM (Hybrid Annuity Model) projects in India, whereby 60% of the receivable will only be paid after the project completion over 15 years on annuity basis.

B8 Derivative Financial Instruments

The Group's outstanding derivatives as at 30 September 2022 were as follows:

Type of Derivatives	Contract/ Notional Value RM'000	Fair Value RM'000	Gains/(Losses) RM'000
Interest rate swap contracts			
- Less than 1 year (SGD denominated)	61,016	95	444
Total derivatives		95	444

Interest rate swap contracts

The Group entered into interest rate swap contracts to manage its interest rate risk arising primarily from interest-bearing borrowings. Borrowings at floating rate expose the Group to the fluctuation of market interest rate and the hedging contract minimises its impact on the cash flow. The above interest rate hedging contracts are executed with credit-worthy financial institutions which are governed by appropriate policies and procedures.

The derivatives arising from the interest rate swap contracts are computed using the present value of the difference between the floating rates and fixed rates applied to the principal amounts over the duration of swap expiring subsequent to periods end. Any changes in fair value of derivatives during the year are taken directly to the income statement.

B9 Receivables, deposits and prepayments

The ageing analysis of the Group's trade receivables and other receivables breakdown are as follows:

	As at 30 September 2022 RM'000 (Unaudited)	As at 31 December 2021 RM'000 (Audited)
Current	766,702	555,357
1 to 30 days past due	12,890	799
31 to 60 days past due	10,350	2,728
61 to 90 days past due	1,353	2,019
91 to 120 days past due	2,892	4,140
More than 121 days past due	73,845	81,736
	101,330	91,422
Total trade receivables	868,032	646,779
Less: Allowance for impairment	(57,505)	(46,172)
Other receivables	166,109	60,227
Amount due from intermediate holding company	17	16
Amount due from related companies	113,387	187,968
Amount due from a joint venture	1	1,259
	1,090,041	850,077

B10 Changes in Material Litigation

Except for the following claims, there was no pending material litigation.

- (a) On 4 September 2008, the solicitors of Sunway Construction Sdn Bhd ("SunCon") had been served with a Statement of Claim ("Statement of Claim") by Shristi Infrastructure Development Corporation Ltd ("Claimant").

Pursuant to an agreement signed between SunCon and the National Highway Authority of India for the rehabilitation and upgrading of NH-25 to a four-lane configuration in the state of Uttar Pradesh being a part of the East-West Corridor Project, SunCon had entered into a work order with the Claimant for the upgrading and rehabilitation of the stretch of NH-25 from 143.6 km to 170.0 km, of which the Claimant has provided two bank guarantees ("Bank Guarantees") to SunCon.

The Claimant has failed to carry out its obligations under the work order and SunCon has terminated the work order and cashed the Bank Guarantees. The Claimant had filed an application in the Supreme Court of India for the appointment of an arbitrator to arbitrate upon the disputes. The Supreme Court had appointed the late Mr H.L. Agarwal as the sole arbitrator.

The Statement of Claim was raised in respect of various claims and the total amount claimed is Rs.89,14,55,047.83 in addition to interest and cost.

In the counterclaim, SunCon is seeking for Rs.78,13,94,628.61 for inter alia, additional costs incurred by SunCon to complete the works, recovery of mobilisation advance and interest charges, loss of reputation and loss of profits.

On 11 January 2013, the arbitrator that presided over the case passed away and 75 hearings had been held.

SunCon was notified by its solicitors that an arbitration petition has been filed by Shristi on 7 January 2016 in the Supreme Court of India for the appointment of a new arbitrator. The Supreme Court of India by an order dated 5 January 2017 appointed Hon'ble Mr Justice Vikramajit Sen (a former Judge of the Supreme Court of India) as arbitrator. The first hearing before Mr Justice Vikramajit Sen was held on 24 February 2017 and cross examination has been completed on 7 October 2017.

The Arbitrator published his award on 9 April 2019 and awarded the Claimant Rs. 12,84,41,929.37.

SunCon has filed an appeal with the High Court of New Delhi in early July 2019 to set aside the arbitral award. Shristi has also filed an execution application against SunCon for enforcement of the arbitral award.

On 10 February 2020, the Honorable Court has directed SunCon to deposit, on a without prejudice basis, the decretal amount with interest with the Registrar General of the High Court of Delhi. SunCon has deposited Rs 13,56,77,784.64 on 26 February 2020 and the amount has been fully provided in the accounts on prudence grounds. Subject to compliance of the said direction, the Honorable Court has stayed the Arbitral Award dated 9 April 2019.

The Claimant filed an application in the High Court of Delhi to permit the Claimant to withdraw the decretal amount deposited by SunCon on 4 March 2020 for release of Rs. 6,72,89,597 from the deposited Award Amount.

On 27 August 2020, the Court directed the release of Rs.6,71,95,972 on the basis of a corporate guarantee to be furnished by Srei Infrastructure Finance Ltd. The balance to be released upon Shristi provides a bank guarantee. On 3 November 2020, the court place on record the corporate guarantee issued on 21 September 2020 and directed the registry to release the amount in terms of the Court order dated 27 August 2020. On 18 November 2020, Shristi withdrew their application for withdrawal without a bank guarantee and it has been dismissed accordingly.

Matter was adjourned a few times due to the Covid-19 pandemic and the next date of hearing is on 9 December 2022.

B10 Changes in Material Litigation (Contd.)

(b) SunCon was awarded a contract for the execution of the rehabilitation and upgrading of km 406 to km 449.15 of highway NH-76 in the State of Rajasthan, India to four-lane configuration ("**NH-76 Highway Project**") by the National Highways Authority ("**NHA**") in 2005. SunCon commenced separate arbitration proceedings against NHA on various disputes arising from the NH-76 Highway Project (each, a "**Reference**"). The following sets out the nature of SunCon's claims and the current status of the proceedings:

(a) Reference 1 – In November 2009, SunCon claimed against NHA for the payment of the completed construction of fly ash for the highway embankment. The Arbitral Tribunal had, via an award dated 28 June 2011, awarded SunCon a sum of Rs.4,30,90,350.00. NHA appealed against the Arbitral Tribunal's decision to the High Court of Delhi. In 2012, the High Court ruled in favor of NHA and set aside SunCon's award.

SunCon appealed to the Supreme Court of India and was granted leave of appeal. Next date of hearing date has not been fixed due to the "COVID-19" pandemic. The solicitors acting for SunCon is of the view that SunCon has a good case on the merits and would depend on the perceptions of the Supreme Court.

(b) Reference 4 – In November 2012, SunCon claimed against NHA for the loss and expenses incurred during the extended project year which was due to NHA's delay. The Arbitral Tribunal had, via an award dated 29 April 2014, awarded SunCon a sum of Rs.31,03,47,836.00.

NHA appealed against the Arbitral Tribunal's award to the High Court. Next hearing is on 30 November 2021.

The solicitors acting for SunCon, after taking into consideration of the narrow scope of challenge to the arbitral awards as permissible under the Indian Arbitration and Conciliation Act 1996, is of the view that SunCon has a high chance of success.

On 3 June 2020, SunCon has issued a letter to NHA with the intention to explore the possibility of an amicable resolution of the disputes with NHA through the mechanism of Conciliation Committee of Independent Experts ("CCIE"). After a series of discussion, no amicable settlement ensued between the parties. The next hearing is scheduled for 22 November 2022.

B10 Changes in Material Litigation (Contd.)

- (c) PNSB Acmar Sdn Bhd ("Plaintiff") has on 14 November 2019 served a Writ of Summon and a Statement of Claim both dated 8 November 2019 on Prasarana Malaysia Berhad ("Prasarana") (1st Defendant) and Sunway Construction Sdn Bhd ("SunCon") (2nd Defendant).

The Plaintiff is claiming that all the construction works in relation to the project known as "Construction and Completion of Light Rail Transit Line 3 (LRT3) from Bandar Utama to Johan Setia" ("Project") and the structures such as the Project's poles, bars, and LRT stations had trespassed and/or encroached into the Plaintiff's own development project area and has resulted in losses and damages towards the Plaintiff.

Prasarana is the owner of the Project and SunCon is the awarded Works Package Contractor for the contract known as "Contract No. Prasarana/GSC/CTT/2.06080/2017: Construction and Completion of Guideway, Stations Iconic Bridge, Park and Rides, Ancillary Buildings and other Associated Works for Package GS07-08 for Light Rail Transit 3 (LRT3) from Bandar Utama to Johan Setia" in relation to the Project.

The Plaintiff is claiming, amongst other, for the following:-

- a) Special damages of RM711,367,434.46
- b) The costs between the solicitor and client amounts to RM400,000.00
- c) Interest rate of 5% per year from the date of trespass i.e. 30 April 2018 until the full settlement; and
- d) Court's declarations, injunctions, orders and other reliefs that the Honorable Court deems fit and proper.

On the case management on 5 March 2020, the Court had directed SunCon to file the application to strike out the case by 19 March 2020. On 30 October 2020, the striking out application by Prasarana and SunCon is dismissed and matter is to proceed for full trial. On 9 December 2020, the Plaintiff filed an application for discovery against the Defendants. Based on decision published on 11 May 2021, the court has dismissed Plaintiff's application for discovery against SunCon with cost of RM2,000.00 to be paid to SunCon. On 19 February 2021, SunCon filed applications to include Setia Utama LRT3 Sdn Bhd ("SULRT3") (formerly known as "MRCB George Kent Sdn Bhd") as co-defendant and third party to the suit.

On 21 July 2021, the Court has allowed SunCon's Application for Leave to issue Third Party Notice to SULRT3. The Court has further directed for SunCon to file and serve its Statement of Claim on SULRT3 within 14 days. With regard to the Plaintiff's Application to amend the Statement of Claim to RM643,851,825.01, the Court has allowed the Plaintiff's Application with no order as to cost. The Court has dismissed SunCon's Application for Further and Better Particulars with cost of RM3,000.00 to be paid to the Plaintiff. On 28 July 2021, the Court has disallowed SunCon's application to include SULRT3 as co-defendant with cost of RM4,000.00.

On 18 April 2022, the Court has granted order in terms for the Plaintiff's Application to transfer the Proceedings to Construction Court with no order as to costs. On 14 June 2022, the Court has scheduled the next case management on 6 December 2022.

B11 Earnings per share

The calculation of the earnings per share for the Group is based on profit after taxation and non-controlling interests on the weighted average number of ordinary shares in issue during the period.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30 September 2022 RM'000	Preceding Period Quarter 30 September 2021 RM'000	Current Period To Date 30 September 2022 RM'000	Preceding Period To Date 30 September 2021 RM'000
<u>Basic earnings per share</u>				
Profit attributable to members of the Company	22,715	19,296	89,535	47,861
Weighted Average Number of Ordinary Shares ('000)	1,289,359	1,289,359	1,289,359	1,289,359
Earnings per share (Basic) (sen)	1.76	1.50	6.95	3.71

By Order of the Board

Tan Kim Aun

Chang Mei Yee

Secretaries

AS AT SEPT-22 (RM MIL)	COMPLETION	CONTRACT SUM	O/S ORDERBOOK	
BUILDING			146	4%
PUTRAJAYA PARCEL F	Maintenance	1,610	14	
TNB HQ CAMPUS (PH 2)	4Q 2022	781	53	
PETRONAS LEADERSHIP CENTRE (PLC)	Completed	305	23	
IOI MALL (MEP)	4Q 2022	68	4	
OXLEY TOWER (MEP)	4Q 2024	68	52	
PNB118 PKG A&B (MEP)	3Q 2022	8	2	
INFRASTRUCTURE/PILING			330	8%
LRT 3 : PACKAGE GS07-08	4Q 2022	1,295	73	
SENTUL WEST MRTUG ST. (MEP)	4Q 2022	57	1	
CHAN SOW LIN MRTUG ST. (MEP)	3Q 2022	54	-	
JALAN TAMBUN, IPOH	4Q 2022	14	11	
BANGSAR RISING - PILING	4Q 2022	5	1	
TASCO	3Q 2022	9	-	#
LRT 3 : GS06 (Piling)	2Q 2022	1	-	#
RTS LINK PACKAGE P2A	2Q 2025	112	104	
KB - Kuala Krai BR1-BR7 (Piling)	4Q 2022	2	1	
LRT 3 : GS06	3Q 2023	191	138	
INDIA			606	15%
THORAPALLI - JITTANDAHALLI (TJ)	4Q 2023	508	429	
MEENSURUTTI - CHIDAMBARAN (MC)	3Q 2023	315	178	
SUSTAINABLE ENERGY			438	11%
SOLAR - EXTERNAL	Various	414	395	
NEW ORDER 2022 - EXTERNAL	Various	38	37	
NEW ORDER 2022 - INTERNAL	Various	8	6	
SINGAPORE			535	13%
PRECAST	Various	512	367	
NEW ORDER 2022 - EXTERNAL	Various	168	168	
INTERNAL - SUNWAY GROUP			1,990	49%
SMC 4 + VO	3Q 2023	612	175	
SUNWAY SERENE	4Q 2022	413	14	
SUNWAY BELFIELD	4Q 2024	403	311	
SUNWAY VELOCITY 2	4Q 2022	352	34	
SOUTH QUAY CP2 - SUPERSTRUCTURE	3Q 2024	557	545	
SUNWAY CARNIVAL MALL EXT.	1Q2023	286	6	
SUNWAY VELOCITY 2B	4Q 2023	253	196	
SMC DAMANSARA	3Q 2023	240	202	
SMC SEBERANG JAYA	4Q 2022	196	6	
SMC IPOH	1Q 2024	150	64	
SW INTERNATIONAL SCHOOL (SIS)	4Q 2022	140	33	
SOUTH QUAY CP2 - PILING	4Q 2022	198	2	
SUNWAY VELOCITY 3C4	2Q 2023	100	40	
SUNWAY HOTEL RENOVATION	4Q 2022	81	5	
BIG BOX OFFICE	4Q 2022	51	8	
BUTTERWORTH-KULIM EXPRESSWAY	4Q 2022	4	1	
DRAINAGE WORKS	4Q 2022	1	1	
WELLNESS ROAD & DRAIN	4Q 2022	1	1	
SMC IPOH VO	1Q 2024	67	67	
SW FLORA	4Q 2025	278	278	
GRAND TOTAL @ SEPT 2022		10,927	4,046	
RED : SECURED IN 2022		882	802	