



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2025

(The figures are unaudited)

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 Months Ended 28/02/2025	3 Months Ended 29/02/2024	Variance	9 Months Ended 28/02/2025	9 Months Ended 29/02/2024	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	252,583	141,154	79	578,835	433,072	34
Cost of sales	(224,451)	(121,916)	84	(508,354)	(371,849)	37
Gross profit	28,132	19,238	46	70,481	61,223	15
Other income	2,457	8,197	-70	9,300	14,862	-37
Administrative expenses	(7,650)	(8,120)	-6	(20,107)	(21,773)	-8
Depreciation	(4,734)	(4,655)	2	(12,747)	(12,490)	2
Operating expenses	(4,823)	(3,933)	23	(13,996)	(11,113)	26
Other expenses	(3,168)	(50)	>100	(6,212)	(1,582)	>100
Reversal of impairment losses, net	(45)	(625)	-93	3,574	(625)	>100
Finance costs	(2,278)	(2,812)	-19	(5,919)	(8,652)	-32
Share of results of joint ventures	5,079	(164)	>100	8,218	(217)	>100
Profit before tax	12,970	7,076	83	32,592	19,633	66
Income tax expense	(4,898)	(1,017)	>100	(12,856)	(7,905)	63
Net profit for the financial period	8,072	6,059	33	19,736	11,728	68
Other comprehensive income:						
Foreign currency translation	(2,823)	165	>100	(4,982)	(1,456)	>100
Total comprehensive income for the financial period	5,249	6,224	-16	14,754	10,272	44
Net profit attributable to:						
Equity holders of the Company	9,082	6,471	40	22,454	14,080	59
Non-controlling interests	(1,010)	(412)	>100	(2,718)	(2,352)	16
	8,072	6,059	33	19,736	11,728	68
Total comprehensive income attributable to:						
Equity holders of the Company	5,996	6,651	-10	16,904	12,055	40
Non-controlling interests	(747)	(427)	75	(2,150)	(1,783)	21
	5,249	6,224	-16	14,754	10,272	44
Earnings per share attributable to equity holders of the Company:						
- Basic (sen)	1.13	0.89	28	2.80	1.93	45
- Diluted (sen)	1.13	0.89	28	2.80	1.93	45

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2024.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 28 FEBRUARY 2025

	Unaudited	Audited
	As At 28/02/2025 RM'000	As At 31/05/2024 RM'000
ASSETS		
Non-current assets		
Investment in joint ventures	5,048	-
Concession assets	139,065	147,429
Intangible assets	20,679	24,095
Property, plant and equipment	19,158	26,240
Right-of-use assets	4,201	4,911
Investment properties	15,231	15,567
Inventories	-	53,462
Trade and non-trade receivables	3,590	3,901
Other investments	1,438	809
Goodwill on consolidation	5,696	6,141
Deferred tax assets	21,596	21,837
	235,702	304,392
Current assets		
Inventories	518,535	535,265
Contract costs	8,765	5,568
Trade and non-trade receivables	189,166	114,061
Contract assets	339,276	250,552
Current tax assets	7,859	5,357
Short term funds	46,058	41,217
Deposits with licensed banks	56,031	45,983
Cash and bank balances	102,024	84,205
	1,267,714	1,082,208
Assets classified as held for sale	-	1,684
TOTAL ASSETS	1,503,416	1,388,284



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 28 FEBRUARY 2025 (Continued)

	Unaudited As At 28/02/2025 RM'000	Audited As At 31/05/2024 RM'000
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders of the Company		
Share Capital	412,091	389,521
Reserves	419,245	402,341
	831,336	791,862
Non-controlling interests	(10,785)	(8,635)
Total equity	820,551	783,227
Non-current liabilities		
Investment in joint ventures	-	3,731
Bank borrowings	98,314	59,826
Lease liabilities	-	256
Deferred tax liabilities	1,846	2,280
Defined benefit obligations	1,960	2,141
Non-trade payables	98,464	97,997
	200,584	166,231
Current liabilities		
Trade and non-trade payables	283,368	290,531
Contract liabilities	33,733	18,872
Bank borrowings	159,014	127,335
Lease liabilities	-	423
Current tax liabilities	6,166	1,665
	482,281	438,826
Total liabilities	682,865	605,057
TOTAL EQUITY AND LIABILITIES	1,503,416	1,388,284
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.04	1.09

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2024.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2025**
(The figures are unaudited)

	Share Capital RM'000	Capital Reserves RM'000	Foreign Exchange Translation Reserves RM'000	Retained Profits RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 Jun 2024	389,521	1,347	(3,870)	404,864	791,862	(8,635)	783,227
Profit/(loss) after taxation for the financial period	-	-	-	22,454	22,454	(2,718)	19,736
Foreign currency translation differences	-	-	(5,550)	-	(5,550)	568	(4,982)
Total comprehensive income/(loss) for the financial period	-	-	(5,550)	22,454	16,904	(2,150)	14,754
Issue of ordinary shares	22,570	-	-	-	22,570	-	22,570
At 28 Feb 2025	412,091	1,347	(9,420)	427,318	831,336	(10,785)	820,551
	Share Capital RM'000	Capital Reserves RM'000	Foreign Exchange Translation Reserves RM'000	Retained Profits RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 Jun 2023	389,521	1,347	1,542	400,042	792,452	(5,438)	787,014
Profit/(loss) after taxation for the financial period	-	-	-	14,080	14,080	(2,352)	11,728
Foreign currency translation differences	-	-	(2,025)	-	(2,025)	569	(1,456)
Total comprehensive income/(loss) for the financial period	-	-	(2,025)	14,080	12,055	(1,783)	10,272
At 29 Feb 2024	389,521	1,347	(483)	414,122	804,507	(7,221)	797,286

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2024.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2025

(The figures are unaudited)

	9 Months Ended 28/02/2025 RM'000	9 Months Ended 29/02/2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax:	32,592	19,633
Adjustments for:		
Accretion of interest on trade and non-trade receivables	(66)	(7,341)
Bad debts written off	48	2
Depreciation of:		
- concession assets	6,488	5,487
- intangible assets	3,724	2,599
- investment properties	114	591
- property, plant and equipment	3,383	4,940
- right-of-use assets	39	491
Fair value gain on quoted investments	(629)	(180)
Finance costs	8,868	9,582
Net (gain)/loss on disposal of:		
- property, plant and equipment	1,076	(901)
- investment properties	(177)	-
- assets held for sale	(1,227)	-
Impairment loss on trade and non-trade receivables	-	624
Income received from short term funds	(59)	(54)
Decrease in liability for defined benefit obligations	(27)	(72)
Interest income	(2,037)	(2,131)
Net unrealised loss on foreign exchange	5,024	763
Property, plant and equipment written off	1	37
Reversal of impairment on:		
- trade and non-trade receivables	(3,622)	-
- prepayment	-	(173)
- concession assets	-	(20)
- investment in joint venture	(510)	-
Share of results of joint ventures	(8,218)	217
Operating profit before working capital changes	44,785	34,094
Changes in working capital:		
Contract assets	(88,723)	33,058
Contract liabilities	14,861	(731)
Contract costs	(3,197)	(49,767)
Inventories	70,192	5,842
Payables	(6,987)	(14,970)
Receivables	(71,155)	(7,508)
Cash (used in)/generated from operations	(40,224)	18
Net income tax paid	(10,921)	(8,425)
Net Operating Cash Flows	(51,145)	(8,407)



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2025 (Continued)

(The figures are unaudited)

	9 Months Ended 28/02/2025 RM'000	9 Months Ended 29/02/2024 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of:		
- concession assets	(5,407)	(3,728)
- intangible assets	(1,135)	(142)
- property, plant and equipment	(412)	(581)
Proceeds from disposal of:		
- assets held for sale	3,200	-
- property, plant and equipment	2,736	599
- investment properties	400	-
Income received from short term funds	59	54
Interest income	2,037	2,131
Fixed deposits pledged as security values	(8,013)	(3,876)
Net Investing Cash Flows	(6,535)	(5,543)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- bank borrowings	210,832	73,979
- hire purchase	-	405
Finance costs	(8,868)	(9,582)
Proceeds from issuance of ordinary share raised from Private Placement	22,570	-
Repayment of:		
- bank borrowings	(135,902)	(79,587)
- hire purchase	(2,659)	(2,721)
Net Financing Cash Flows	85,973	(17,506)
Net change in cash and cash equivalents	28,293	(31,456)
Effect of exchange rate changes	(3,598)	(97)
Cash and cash equivalents at the beginning of the financial period	148,970	194,380
Cash and cash equivalents at the end of the financial period	173,665	162,827
Analysis of Cash and Cash Equivalents:-		
Cash and bank balances	102,024	79,009
Short term funds	46,058	62,923
Deposits with licensed banks	56,031	48,911
Bank overdrafts	-	(4,274)
	204,113	186,569
Less: Fixed deposits pledged as security values	(30,448)	(23,742)
Total	173,665	162,827

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2024.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The unaudited interim financial report has been prepared according to Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2024. The explanatory notes attached to the interim financial report 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 May 2024.

A2. CHANGES IN ACCOUNTING POLICIES

- (i) The accounting policies adopted by the Group in the quarterly financial statements are consistent with those adopted in the financial statements for the financial year ended 31 May 2024, except for the changes arising from the adoption of Amendments/Improvements to MFRS as follows:

Standard	Title
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements

The adoption of these Amendments/Improvements to MFRSs does not have any material impact on the financial statement of the Group.

- (ii) As of the date of this report, the following Amendments to Published Standards have been issued by the MASB but are not yet effective and have not been adopted early.

- (a) Effective for financial years beginning on or after:

Standard	Effective Date
Amendments to MFRS 121 Lack of Exchangeability	1 June 2025
Amendments to MFRS 9 and MFRS 7 Classification and Measurement of Financial Instruments	1 June 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 June 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 June 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 June 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 June 2027



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

A2. CHANGES IN ACCOUNTING POLICIES (Continued)

- (ii) As of the date of this report, the following Amendments to Published Standards have been issued by the MASB but are not yet effective and have not been adopted early. (Continued)
- (b) The effective date of these Amendments to Published Standards has been deferred and is yet to be announced

Standard	Title
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Based on the preliminary assessment of the effects of the above Amendments to Published Standards, no material impact is expected on the financial statements of the Group.

A3. AUDIT REPORT

The auditors' report on the Group's financial statements for the financial year ended 31 May 2024 was not subject to any audit qualification.

A4. SEASONAL OR CYCLICAL FACTORS

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

A5. UNUSUAL SIGNIFICANT ITEMS

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows of the Group for the current quarter under review.

A6. CHANGES IN ESTIMATES

There were no major changes in estimates that had any material effect on the current quarter under review.

A7. DEBT AND EQUITY SECURITIES

There were no cancellations, repurchases, resales, or repayments of debt and equity securities for the current quarter under review.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

A8. DIVIDEND PAID

There was no payment of dividends in the current quarter.

A9. SEGMENTAL REPORTING

9 Months ended 28 February 2025 (Current Financial Period)

	Construction Division RM'000	Property Division RM'000	Utilities Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	380,279	171,840	26,716	-	578,835
Results					
Segment results	7,258	28,980	6,610	(12,555)	30,293
Finance costs	(847)	(3,170)	(1,707)	(195)	(5,919)
Share of results of joint ventures	8,218	-	-	-	8,218
Profit/(Loss) before tax	14,629	25,810	4,903	(12,750)	32,592
Income tax expense					(12,856)
Profit for the financial period					19,736

9 Months ended 29 February 2024 (Previous Financial Period)

	Construction Division RM'000	Property Division RM'000	Utilities Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	184,449	222,222	26,401	-	433,072
Results					
Segment results	(15,339)	49,375	4,368	(9,902)	28,502
Finance costs	(1,201)	(5,502)	(1,604)	(345)	(8,652)
Share of results of joint ventures	(217)	-	-	-	(217)
(Loss)/Profit before tax	(16,757)	43,873	2,764	(10,247)	19,633
Income tax expense					(7,905)
Profit for the financial period					11,728

A10. CARRYING AMOUNT OF REVALUED ASSETS

The valuations of property, plant and equipment, and concession assets have been brought forward without amendment from the audited financial statements for the financial year ended 31 May 2024.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

A11. SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD AND SUBSEQUENT EVENTS

There were no significant events subsequent to the end of the quarter under review, except for the following:-

- (a) On 11 October 2024, the Company’s wholly-owned subsidiary, Gadang Construction Sdn Bhd, entered into a Sale and Purchase Agreement (“SPA”) with Opulent Abode Sdn Bhd to dispose of a parcel of leasehold land held under HS(D) 256293, PT 47369, Mukim Sungai Buloh, Daerah Petaling, Negeri Selangor, for a total consideration of RM65 million.

On 4 February 2025, all conditions precedent under the SPA have been duly fulfilled. With the satisfaction of these conditions, the SPA has become unconditional and is expected to be completed within three (3) months from the unconditional date, i.e., by 2 May 2025 (“Completion Period”). Failing which, the Completion Period will automatically be extended for another three (3) months from the expiry of the Completion Period (“Extended Completion Period”), i.e., by 1 August 2025.

- (b) On 30 December 2024, RUSB - Hotrend Joint Consortium, a joint venture comprising Regional Utilities Sdn Bhd (“RUSB”), a wholly-owned subsidiary of Gadang, and Hotrend Corporation Sdn Bhd (“Hotrend”), had on even date accepted the Letter of Notification on Acceptance of Offer from the Energy Commission of Sabah for the development of a Large Scale Solar PV Plant of 15.0 MWa.c. in Tawau, Sabah (“the Project”).

The Letter of Notification on Acceptance of Offer requires the JVC to satisfy certain obligations, compliance, including submission and execution of the Project documents to confirm the acceptance.

On 10 April 2025, RUSB and Hotrend has formed a joint venture company (“JVC”) known as Tenaga Aspirasi Sdn. Bhd. (“TASB”) to carry out the development of the Project.

A12. CHANGES IN COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group for the current quarter under review.

A13. CHANGES IN CONTINGENT LIABILITIES

There are no contingent liabilities for the Group as of the date of this report.

A14. CAPITAL COMMITMENTS

There are no material capital commitments as of the date of this report.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134 INTERIM FINANCIAL REPORTING

A15. PROVISION OF FINANCIAL ASSISTANCE

Pursuant to paragraph 8.23(1)(ii) of Bursa Malaysia Securities Berhad's Listing Requirements, the financial assistance provided by the Group is as follows:

	Ended 28/02/2025 RM'000
Purchase of construction materials in the ordinary course of business of the Company on behalf of subcontractors	44,891
Advances to sub-contractors, non-interest bearing	1,895
	<hr/> 46,786 <hr/>

The financial assistance provided does not have any material effect on the earnings, net assets and liquidity of the Group.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW

REVIEW OF PERFORMANCE AGAINST PREVIOUS YEAR CORRESPONDING PERIOD

During the current quarter, the Group recorded a revenue of RM252.58 million, compared to RM141.15 million in the preceding year's corresponding quarter. The profit before tax increased to RM12.97 million compared to RM7.08 million in the preceding year's corresponding quarter.

Correspondingly, for the current year to date, revenue increased to RM578.84 million compared to RM433.07 million in the preceding year to date. The profit before tax increased to RM32.59 million compared to RM19.63 million in the preceding year to date, mainly due to a higher contribution from the Construction Division and the reversal of impairment losses on a joint venture project.

Tabulated below are the unaudited various divisional contributions: -

	INDIVIDUAL QUARTER			CUMULATIVE YEAR		
	3 Months Ended 28/02/2025 RM'000	3 Months Ended 29/02/2024 RM'000	Variance %	9 Months Ended 28/02/2025 RM'000	9 Months Ended 29/02/2024 RM'000	Variance %
REVENUE						
Construction Division	194,097	63,256	>100	380,279	184,449	>100
Property Division	49,338	69,298	-29	171,840	222,222	-23
Utilities Division	9,148	8,600	6	26,716	26,401	1
Investment Holding	-	-	-	-	-	-
	<u>252,583</u>	<u>141,154</u>	<u>79</u>	<u>578,835</u>	<u>433,072</u>	<u>34</u>
PROFIT/(LOSS) BEFORE TAX						
Construction Division	10,134	(4,355)	>100	14,629	(16,757)	>100
Property Division	6,278	14,294	-56	25,810	43,873	-41
Utilities Division	2,150	(332)	>100	4,903	2,764	77
Investment Holding	(5,592)	(2,531)	>100	(12,750)	(10,247)	24
	<u>12,970</u>	<u>7,076</u>	<u>83</u>	<u>32,592</u>	<u>19,633</u>	<u>66</u>

Construction Division

Revenue for the current quarter increased to RM194.10 million compared to RM63.26 million in the preceding year's corresponding quarter. The Division's profit before tax increased to RM10.13 million compared to a loss before tax of RM4.36 million in the preceding year's corresponding quarter.

Revenue for the current year to date increased to RM380.28 million compared to RM184.45 million in the preceding year to date. The Division recorded a higher profit before tax of RM14.63 million compared to a loss before tax of RM16.76 million in the preceding year to date, mainly due to higher work progress from certain on-going projects and the reversal of impairment from a joint venture project.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW (Continued)

Property Division

In the current quarter, revenue decreased to RM49.34 million compared to RM69.30 million in the preceding year's corresponding quarter. In line with that, profit before tax decreased to RM6.28 million compared to RM14.29 million in the preceding year's corresponding quarter.

Revenue for the current year to date decreased to RM171.84 million compared to RM222.22 million in the preceding year to date. Correspondingly, profit before tax decreased to RM25.81 million compared to RM43.87 million in the preceding year to date. This was mainly due to lower contributions from fewer completed phases or projects in the current year to date and the accretion of interest on trade receivables in the preceding year to date.

Utilities Division

Revenue increased to RM9.15 million for the current quarter compared to RM8.60 million in the preceding year's corresponding quarter. Profit before tax increased to RM2.15 million compared to a loss before tax of RM0.33 million in the preceding year's corresponding quarter.

Revenue for the current year to date increased marginally to RM26.72 million compared to RM26.40 million in the preceding year to date. Correspondingly, profit before tax increased to RM4.90 million compared to RM2.76 million in the preceding year to date, mainly due to higher contribution from the power plant at Indonesia.

B2. MATERIAL CHANGES IN THE CURRENT QUARTER'S RESULT COMPARED TO THE PRECEDING QUARTER

	Current Quarter 28/02/2025 RM'000	Preceding Quarter 30/11/2024 RM'000	Variance %
Revenue	252,583	177,782	42
Operating profit	19,982	16,156	24
Profit before interest and tax	15,248	12,635	21
Profit before tax	12,970	10,513	23
Profit after tax	8,072	5,982	35
Profit attributable to equity holders of the Company	9,082	7,148	27

The Group's revenue increased to RM252.58 million in the current quarter compared to RM177.78 million in the preceding quarter. This increase was mainly due to higher construction work progress of certain construction projects. Correspondingly, profit before tax increased to RM12.97 million in the current quarter compared to RM10.51 million in the preceding quarter, mainly due to higher contributions from the Construction Division.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. BUSINESS PROSPECT FOR THE FINANCIAL YEAR ENDING 31 MAY 2025

The Construction Division will focus on project execution of its on-going projects, whilst actively seeking more opportunities in the infrastructure, renewable energy and data centre sectors to grow its order book. The Division will continue to monitor and implement effective cost control measures in view of the current volatile geopolitical landscape in the business environment. As of the reporting date, the Division's existing outstanding order book stands at approximately RM914 million, which is able to sustain its operations for the next two years.

The Property Division successfully launched Laman Citra Phase 4 at Gelang Patah, Johor Bahru, with an estimated gross development value of RM260.0 million in the first quarter of FYE 2025. Subsequent to the second quarter of FYE 2025, the Division further launched Akasia Phase 1B @ Semenyih in March 2025. With the recent launches and total unbilled sales of RM340.1 million, the Division is expected to deliver a satisfactory performance for the current financial year.

The Utilities Division will continue to explore and review investment opportunities to build up its concession asset base with recurring revenue streams. The concession water treatment assets in Indonesia have been contributing a stable and sustainable recurring revenue to the Group. The construction of the 5.9MWac solar photovoltaic energy generating facility located in Tawau, Sabah, is at its final stage of completion. Coupled with the recent successful bid to develop a 15MWac large-scale solar photovoltaic plant in Tawau, Sabah, both energy-generating facilities will further strengthen the revenue contribution to the Group in the future years upon commissioning.

The Group will continue to monitor the business environment that it operates in, with periodic assessments to be carried out to ensure prudent financial management and efficient operating procedures are in place to achieve sustainable growth moving forward. Additionally, the Group will continue to replenish the construction order book and expand its Property Division's landbank to sustain the future earnings of the Group.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B4. PROFIT FORECAST AND PROFIT GUARANTEE

There are no profit forecasts or profit guarantees provided by the Group, and as such, this disclosure requirement is not applicable.

B5. TAXATION

Taxation comprises the following:

	3 Months Ended 28/02/2025 RM'000	9 Months Ended 28/02/2025 RM'000
Income tax expense:		
Malaysian income tax	(4,340)	(10,709)
Foreign income tax	(681)	(2,373)
Deferred tax	123	226
	<u>(4,898)</u>	<u>(12,856)</u>

The Group's effective tax rate (excluding the results of joint ventures, which are equity accounted net of tax) for the current quarter was higher than the statutory tax rate, mainly due to the non-recognition of deferred tax assets on unutilised tax losses of certain subsidiaries and certain expenses not deductible for tax purposes.

B6. STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no pending corporate proposals.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. UTILISATION OF PROCEEDS

The status of utilisation of proceeds of RM22,569,891 raised from the Private Placement exercise is as follows:-

Purpose	Proceeds RM'000	Actual utilisation as at 28 February 2025 RM'000	Balance unutilised as at 28 February 2025 RM'000	Intended timeframe for utilisation from the date of listing
Construction projects expenditure	22,248	(1,000)	21,248	Within 24 months
Expenses relating to the Private Placement	322	(322)	-	Completed
	22,570	(1,322)	21,248	

B8. GROUP BORROWINGS

The details of the Group borrowings are as follows:

	As at 28/02/2025 RM'000	As at 31/05/2024 RM'000		
(a) (i) Short Term Borrowings				
Revolving credit	138,500	93,740		
Banker's acceptance	7,111	210		
Term loans	10,244	29,774		
Hire purchase payable	3,159	3,611		
	159,014	127,335		
(ii) Long Term Borrowings				
Term loans	94,304	53,486		
Hire purchase payable	4,010	6,340		
	98,314	59,826		
Total Borrowings	257,328	187,161		
(b) Foreign currency borrowings included in the above are as follows:				
	As at 28/02/2025	As at 31/05/2024		
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
Singapore Dollar	1,501	4,965	2,077	7,231
Indonesian Rupiah	74,960,485	20,164	84,954,246	24,637
		25,129		31,868

Bank borrowings for the current year to date increased to RM257.33 million compared to RM187.16 million at the beginning of the financial year. The increase in the current period was mainly due to the drawdown of banking facilities for Kwasa Land and RTS projects.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B9. MATERIAL LITIGATION

On 6 September 2024, the Company announced that its wholly-owned subsidiary, Gadang Engineering (M) Sdn Bhd (“GESB”) (“2nd Defendant”), together with Usaha Pesona Sdn Bhd (“1st Defendant”), a wholly owned subsidiary of GESB, were served with a Writ of Summon and Statement of Claim (“the Claim”) on 2 September 2024 and 3 September 2024 respectively by its subcontractor, JF Foundation (M) Sdn Bhd (“the Plaintiff”) for bored piling works carried out in relation to the project “Rapid Transit System Link Antara Johor Bahru and Singapura (“RTS Link Project”), Package 4 - Bukit Chagar Station & Operation Control Centre (OCC) & Package 6 - Depot and Power Supply System”.

The Plaintiff claimed against both the Defendants jointly and severally for the sum of RM9.77 million being payment for works done and other associated costs primarily idling cost. The Defendants have filed their respective defence into the court proceeding to dispute the Claim.

GESB has filed an application to strike out the Claim and the application has been fixed for hearing on 24 June 2025.

The Plaintiff has filed an application for summary judgment against GESB and the application has been fixed for case management on 24 June 2025.

B10. DIVIDEND

No interim dividend has been declared for the current quarter under review.

B11. EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share has been calculated by dividing the net profit for the financial year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue.

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 Months Ended 28/02/2025	3 Months Ended 29/02/2024	9 Months Ended 28/02/2025	9 Months Ended 29/02/2024
Net profit attributable to ordinary equity holders of the Company (RM'000)	9,082	6,471	22,454	14,080
Weighted average number of ordinary shares in issue ('000)	800,867	728,061	800,867	728,061
Basic earnings per share (sen)	1.13	0.89	2.80	1.93

(b) Diluted earnings per share

The diluted earnings per share is the same as the basic earnings per share, as there are no potential ordinary shares in issue at the end of the financial period.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2025

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

The cost of sales included the following charges, made during the financial period:

	3 Months Ended 28/02/2025 RM'000	9 Months Ended 28/02/2025 RM'000
Depreciation	325	1,001
Finance costs	1,155	2,949
Rental of land and premises	263	822
	2,743	4,772

Total comprehensive income for the financial period was derived after charging/(crediting) the following items:

	3 Months Ended 28/02/2025 RM'000	9 Months Ended 28/02/2025 RM'000
Accretion of interest on trade receivables	-	(66)
Bad debts written off	45	48
Depreciation	4,734	12,747
Fair value loss on quoted investments	(629)	(629)
Finance costs	2,278	5,919
Loss/(Gain) on disposal of:		
- property, plant and equipment	967	1,076
- assets held for sale	(27)	(1,227)
- investment properties	-	(177)
Income received from short term funds	(23)	(59)
Interest income	(920)	(2,037)
Net unrealised loss on foreign exchange	2,259	5,024
Reversal of impairment losses on:		
- trade and non-trade receivables	-	(3,622)
- investment in joint venture	-	(510)
Property, plant and equipment written off	-	1
Rental of office	140	538
Rental income	(167)	(864)
	2,259	5,024

Other than as disclosed above, the Group does not have any material items that were recognised as profit/(loss) in the Condensed Consolidated Statements of Comprehensive Income.