GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2022

(The figures are unaudited)

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 Months Ended 30/11/2022 RM'000	3 Months Ended 30/11/2021 RM'000	Variance %	6 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2021 RM'000	Variance %
Revenue	130,723	259,665	-50	258,139	394,301	-35
Cost of sales	(110,374)	(186,835)	-41	(217,740)	(303,294)	-28
Gross profit	20,349	72,830	-72	40,399	91,007	-56
Other income	2,707	4,825	-44	4,753	7,119	-33
Administrative expenses	(6,853)	(6,586)	4	(13,278)	(12,624)	5
Depreciation	(1,883)	(1,893)	-1	(3,838)	(3,765)	2
Operating expenses	(4,738)	(7,880)	-40	(8,157)	(10,576)	-23
Other expenses	(3,994)	(6,330)	-37	(5,636)	(7,398)	-24
Finance costs	(2,809)	(3,207)	-12	(5,343)	(6,040)	-12
Share of results of joint ventures	(116)	75	>100	(118)	83	>100
Profit before tax	2,663	51,834	-95	8,782	57,806	-85
Income tax expense	(2,396)	(15,012)	-84	(4,903)	(17,027)	-71
Net profit for the financial period	267	36,822	-99	3,879	40,779	-90
Other comprehensive income:						
Foreign currency translation	(7,160)	1,598	>100	(6,451)	1,555	>100
Total comprehensive (loss)/income for the financial period	(6,893)	38,420	>100	(2,572)	42,334	>100
Net profit attributable to:						
Equity holders of the Company	98	36,541	-100	3,341	40,232	-92
Non-controlling interests	169	281	-40	538	547	-2
	267	36,822	-99	3,879	40,779	-90
Total comprehensive (loss)/income attributable to:						
Equity holders of the Company	(6,669)	38,059	>100	(2,751)	41,707	>100
Non-controlling interests	(224)	361	>100	179	627	-71
	(6,893)	38,420	>100	(2,572)	42,334	>100
Earnings per share attributable to equity holders of the Company:						
- Basic (sen)	0.01	5.02	-100	0.46	5.53	-92
- Diluted (sen)	0.01	5.02	-100	0.46	5.53	-92

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2022.

GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 NOVEMBER 2022

	Unaudited As At 30/11/2022 RM'000	Audited As At 31/05/2022 RM'000
ASSETS		
Non-current assets		
Investment in joint ventures	109	227
Concession assets	118,036	122,005
Intangible assets	28,062	31,827
Property, plant and equipment	26,255	34,348
Right-of-use assets	4,432	4,459
Investment properties	79,392	72,375
Trade and non-trade receivables	24,897	24,980
Other investments	719	1,798
Goodwill on cosolidation	16,761	17,375
Deferred tax assets	22,778	22,069
	321,441	331,463
Current assets		
Inventories	593,850	631,665
Contract costs	8,316	6,586
Trade and non-trade receivables	123,572	126,865
Contract assets	187,695	174,284
Current tax assets	4,591	2,836
Short term funds	71,712	111,996
Deposits with licensed banks	25,090	27,209
Cash and bank balances	146,586	149,803
	1,161,412	1,231,244
TOTAL ASSETS	1,482,853	1,562,707

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 NOVEMBER 2022 (Continued)

	Unaudited As At 30/11/2022 RM'000	Audited As At 31/05/2022 RM'000
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders of the Company		
Share Capital	389,521	389,521
Reserves	427,393	435,878
	816,914	825,399
Non-controlling interests	7,043	6,694
Total equity	823,957	832,093
Non-current liabilities		
Bank borrowings	188,716	209,227
Deferred tax liabilities	2,198	2,204
Defined benefit obligations	1,753	2,178
Non-trade payables	133,912	139,110
	326,579	352,719
Current liabilities		
Trade and non-trade payables	253,818	270,369
Contract liabilities	10,676	18,874
Bank borrowings	63,904	85,234
Current tax liabilities	3,919	3,418
	332,317	377,895
Total liabilities	658,896	730,614
TOTAL EQUITY AND LIABILITIES	1,482,853	1,562,707
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.12	1.13

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2022.

GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2022
(The figures are unaudited)

	Share Capital	Share Option Reserves	Capital Reserves	Foreign Exchange Translation Reserves	Retained Profits	Total	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 June 2022	389,521	-	1,347	65	434,466	**825,399**	6,694	**832,093**
Total comprehensive income	-	-	-	(6,092)	3,341	**(2,751)**	179	**(2,572)**
Dividend on ordinary shares	-	-	-	-	(5,096)	**(5,096)**	-	**(5,096)**
Disposal of subsidiary	-	-	-	-	(638)	**(638)**	170	**(468)**
At 30 November 2022	389,521	-	1,347	(6,027)	432,073	**816,914**	7,043	**823,957**
At 1 June 2021	389,521	5,529	1,347	(3,598)	395,058	**787,857**	4,997	**792,854**
Total comprehensive income	-	-	-	1,475	40,232	**41,707**	627	**42,334**
Dividend on ordinary shares	-	-	-	-	(2,184)	**(2,184)**	-	**(2,184)**
At 30 November 2021	389,521	5,529	1,347	(2,123)	433,106	**827,380**	5,624	**833,004**

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 2022.

GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2022
(The figures are unaudited)

	6 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax:	8,782	57,806
Adjustments for:		
Accretion of interest on other receivables	-	(198)
Bad debts written off	-	20
Depreciation of:		
- intangible assets	1,838	1,445
- investment properties	394	390
- property, plant and equipment	4,950	2,682
- right-of-use assets	27	2,566
Fair value loss on quoted investments	1,079	1,438
Finance costs	5,518	6,759
Loss on disposal of subsidiary	636	-
Gain on disposal of property, plant and equipment	(497)	(2,204)
Impairment loss on goodwill	-	5,939
Income received from short term funds	(181)	(858)
(Decrease)/Increase in liability for defined benefit obligations	(345)	64
Interest income	(1,590)	(820)
Net unrealised loss/(gain) on foreign exchange	3,827	(532)
Share of results of joint ventures	118	(83)
Operating profit before working capital changes	24,556	74,414
Changes in working capital:		
Contract assets/(liabilities)	11,947	(10,774)
Contract costs	(1,731)	(933)
Inventories	4,258	94,141
Payables	(21,662)	(29,780)
Receivables	3,290	(50,411)
Cash generated from operations	20,658	76,657
Net income tax paid	(6,857)	(2,206)
Net Operating Cash Flows	13,801	74,451

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2022 (Continued)
(The figures are unaudited)

	6 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2021 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of:		
- concession assets	(4,499)	(2,794)
- intangible assets	(27)	(105)
- property, plant and equipment	(4,465)	(634)
- right-of-use assets	-	(243)
Proceeds from disposal of:		
- subsidiary	565	-
- property, plant and equipment	741	2,221
Income received from short term funds	181	858
Interest income	1,590	820
Net Investing Cash Flows	(5,914)	123
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- bank borrowings	8,853	14,907
- hire purchase	3,011	-
Finance costs	(5,518)	(6,759)
Repayment of:		
- bank borrowings	(48,741)	(90,700)
- hire purchase	(1,926)	(2,531)
Withdrawal/(Placement) fixed deposits pledged as security values	(93)	43,055
Dividend paid	(5,096)	(2,184)
Net Financing Cash Flows	(49,510)	(44,212)
Net change in cash and cash equivalents	(41,623)	30,362
Effect of exchange rate changes	(4,091)	(1,437)
Cash and cash equivalents at the beginning of the financial period	269,359	222,073
Cash and cash equivalents at the end of the financial period	223,645	250,998
Analysis of Cash and Cash Equivalents:-		
Cash and bank balances	146,586	106,524
Short term funds	71,712	135,135
Deposits with licensed banks	25,090	30,643
Bank overdrafts	(4,208)	(4,258)
	239,180	268,044
Less: Fixed deposits pledged as security values	(15,535)	(17,046)
Total	223,645	250,998

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2022.

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 2022. 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 2022.

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 2022, except for the changes arising from the adoption of Amendments/Improvements to MFRSs as follows:

Standard	**Title**
Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018 - 2020	

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

(ii) As at 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 early adopted.

(a) Effective for financial years beginning on or after 1 June 2023

Standard	**Title**
MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

A2. CHANGES IN ACCOUNTING POLICIES (Continued)

(ii) As at 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 early adopted. (Continued)

(b) Effective date of this Amendments to Standards has been deferred and 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.

(iii) During the financial period, the Group had reassessed the current accounting policy in respect of depreciation of intangible assets. The accounting policy on the depreciation of intangible assets has been changed from depreciation over the concession period with a finite useful life using the unit of water revenue method to depreciate on the straight-line method over the concession period. The straight-line method provides more reliable and relevant information on the Group's financial position and financial performance.

A3. AUDIT REPORT

The auditors' report on the Group's financial statements for the financial year ended 31 May 2022 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 have any material effect in the current quarter under review.

A7. DEBT AND EQUITY SECURITIES

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

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

A8. DIVIDEND PAID

At the Company's Annual General Meeting held on 9 November 2022, the shareholders of the Company approved the first and final dividend of 0.7 sen per share in respect of the financial year ended 31 May 2022. The Company paid the dividend of RM5.09 million on 9 December 2022.

A9. SEGMENTAL REPORTING

6 months ended 30 November 2022 (Current Financial Period)

	Construction Division RM'000	Property Division RM'000	Utility Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	129,861	115,306	12,972	-	258,139
Results					
Segment results	(1,098)	22,142	4,405	(11,206)	14,243
Finance costs	(860)	(4,203)	-	(280)	(5,343)
Share of results of joint ventures	(118)	-	-	-	(118)
Profit /(Loss) before tax	(2,076)	17,939	4,405	(11,486)	8,782
Income tax expense					(4,903)
Profit for the financial period					3,879

6 months ended 30 November 2021 (Previous Financial Period)

	Construction Division RM'000	Property Division RM'000	Utility Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	175,560	205,220	13,521	-	394,301
Results					
Segment results	3,690	60,194	4,794	(4,915)	63,763
Finance costs	(723)	(5,039)	(1)	(277)	(6,040)
Share of results of joint ventures	83	-	-	-	83
Profit /(Loss) before tax	3,050	55,155	4,793	(5,192)	57,806
Income tax expense					(17,027)
Profit for the financial period					40,779

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 2022.

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

A11. SIGNIFICANT SUBSEQUENT EVENTS

There were no significant events subsequent to the end of the quarter under review.

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.

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 lower revenue of RM130.72 million compared to RM259.67 million in the preceding year's corresponding quarter. Profit before tax decreased to RM2.66 million compared to RM51.83 million in the preceding year's corresponding quarter. The revenue and profit before tax in the preceding year's corresponding quarter were boosted by a non-recurring transaction and disposal of a development land.

Correspondingly, for the current year to date, revenue decreased to RM258.14 million compared to RM394.30 million in the preceding year to date. The profit before tax decreased to RM8.78 million compared to RM57.81 million in the preceding year to date.

Tabulated below are the unaudited various divisional contributions: -

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 Months Ended 30/11/2022 RM'000	3 Months Ended 30/11/2021 RM'000	Variance %	6 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2021 RM'000	Variance %
REVENUE						
Construction Division	69,984	79,324	-12	129,861	175,560	-26
Property Division	54,320	173,692	-69	115,306	205,220	-44
Utility Division	6,419	6,649	-3	12,972	13,521	-4
Investment Holding	-	-	-	-	-	-
	130,723	259,665	-50	258,139	394,301	-35
PROFIT/(LOSS) BEFORE TAX						
Construction Division	(2,168)	1,381	>100	(2,076)	3,050	>100
Property Division	9,530	50,373	-81	17,939	55,155	-67
Utility Division	3,837	2,247	71	4,405	4,793	-8
Investment Holding	(8,536)	(2,167)	>100	(11,486)	(5,192)	>100
	2,663	51,834	-95	8,782	57,806	-85

Construction Division

Revenue for the current quarter decreased to RM69.98 million compared to RM79.32 million in the preceding year's corresponding quarter. Loss before tax recorded at RM2.17 million as compared to profit before tax of RM1.38 million in the corresponding quarter of the preceding year.

Revenue for the current year to date decreased to RM129.86 million compared to RM175.56 million in the preceding year to date. Profit before tax decreased from RM3.05 million to loss before tax of RM2.08 million in the current year to date mainly due to lower work progress from newly awarded projects in the current year.

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 RM54.32 million compared to RM173.69 million in the preceding year's corresponding quarter. In line with that, profit before tax decreased to RM9.53 million compared to RM50.37 million in the preceding year's corresponding quarter.

Revenue for the current year to date decreased to RM115.31 million compared to RM205.22 million in the preceding year to date. Profit before tax decreased to RM17.94 million compared to RM55.16 million in the preceding year to date. The decrease in revenue and profit before tax was mainly attributed to a non-recurring transaction in the preceding year's corresponding quarter upon fulfillment of the conditions precedent of the settlement agreement and disposal of a development land.

Utility Division

For the current quarter, revenue decreased slightly to RM6.42 million compared to RM6.65 million in the preceding year's corresponding quarter. Profit before tax increased to RM3.83 million compared to RM2.25 million in the preceding year's corresponding quarter.

Revenue for the current year to date decreased to RM12.97 million compared to RM13.52 million in the preceding year to date. Profit before tax decreased to RM4.41 million compared to RM4.79 million in the preceding year to date mainly due to loss on disposal of an indirect subsidiary in the current period.

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

	Current Quarter 30/11/2022 RM'000	Preceding Quarter 31/08/2022 RM'000	Variance %
Revenue	130,723	127,416	3
Operating profit	7,355	10,608	-31
Profit before interest and tax	5,472	8,653	-37
Profit before tax	2,663	6,119	-56
Profit/(loss) after tax	267	3,612	-93
Profit/(loss) attributable to equity holders of the Company	98	3,243	-97

The Group's revenue increased to RM130.72 million in the current quarter compared to RM127.42 million in the preceding quarter. Profit before tax decreased to RM2.66 million compared to RM6.12 million recorded in the preceding quarter, mainly due to unfavorable foreign exchange translation effect in the current quarter.

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 2023

In Bank Negara Malaysia's press release on the Economic and Financial Developments in Malaysia in the Third Quarter of 2022, the country's economy had registered a stronger growth of 14.2% in 3Q 2022 (2Q 2022: 8.9%) which was driven by strong domestic demand, underpinned by improvements in labour market and income conditions, and ongoing policy support. Overall, the Malaysian economy expanded by 9.3% in the first three quarters of calendar year 2022 and will continue to expand, albeit at a more moderate pace, in the fourth quarter of calendar year 2022. Looking ahead, the Malaysian economy is expected to expand by 4.0% – 5.0% in 2023.

The Construction Division will continue to bid for new contracts to enhance its order book as well as focusing on project execution to ensure timely completion of all on-going projects. As at the reporting date, the Division's existing outstanding order book stands at RM1.20 billion, which is able to sustain its operations for the next two years.

The Property Division continues to see stable demand for its affordable housing. For this financial year, the Group plans to launch several new phases across its developments by leveraging on its branding, affordable pricing and strategic locations. As at 30 November 2022, the Division recorded RM263.10 million in total unbilled sales.

The Utility Division continues to contribute a recurring revenue stream from the concession water treatment assets. The 9MW mini-hydropower project at Lintau Sumatera Barat, Indonesia is in the final stages of construction and is expected to be operational in this financial year, further strengthening the future revenue stream for the Group.

Given the challenging economic environment, the Group remains cautiously optimistic of growth prospects and will continue to exercise prudence in its business dealings and manage operational efficiency to generate positive returns in the current financial year.

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 is no profit forecast and profit guarantee provided by the Group and as such, this disclosure requirement is not applicable.

B5. TAXATION

Taxation comprises the following:

	3 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2022 RM'000
Income tax expense:		
Malaysian income tax	(2,165)	(3,922)
Foreign income tax	(718)	(1,706)
Deferred tax	487	725
	(2,396)	(4,903)

The Group's effective tax rate (excluding the results of joint ventures, which is 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.

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

B7. GROUP BORROWINGS

The details of the Group borrowings are as follows:

		As at 30/11/2022 RM'000	As at 31/05/2022 RM'000
(a) (i)	**Short Term Borrowings**		
	Revolving credit	38,094	41,399
	Banker's acceptance	267	996
	Letter of credit	-	1,037
	Bank overdraft	4,208	3,907
	Term loans	19,021	35,170
	Hire purchase payable	2,314	2,725
		63,904	85,234
(ii)	**Long Term Borrowings**		
	Term loans	181,530	203,586
	Hire purchase payable	7,186	5,641
		188,716	209,227
	Total Borrowings	252,620	294,461

(b) Foreign currency borrowings included in the above are as follows:

	As at 30/11/2022		As at 31/05/2022	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
Indonesian Rupiah	80,915,146	22,818	91,397,675	27,419
		22,818		27,419

Bank borrowings for the current year to date decreased to RM252.62 million compared to RM294.46 million at the beginning of the financial year. The decrease was mainly due to repayments in the current period.

B8. MATERIAL LITIGATION

As at 11 January 2023, being 7 days prior to the date of this announcement, there has been no material litigation pending of which the value exceeds 5% of the Group's net tangible assets.

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

B9. DIVIDEND

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

B10. EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share has been calculated by dividing the net profit/(loss) 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 30/11/2022	3 Months Ended 30/11/2021	6 Months Ended 30/11/2022	6 Months Ended 30/11/2022
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	98	36,541	3,341	40,232
Weighted average number of ordinary shares in issue ('000)	728,061	728,061	728,061	728,061
Basic earnings per share (sen)	0.01	5.02	0.46	5.53

(b) Diluted earnings per share

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

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

B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

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

	3 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2022 RM'000
Depreciation	1,653	3,371
Finance costs	91	175
Gain on disposal of property, plant and equipment	-	(6)
Rental of land and premises	219	440

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

	3 Months Ended 30/11/2022 RM'000	6 Months Ended 30/11/2022 RM'000
Depreciation	1,883	3,838
Fair value loss on quoted investments	180	1,079
Finance costs	2,809	5,343
Loss on disposal of subsidiary	43	636
Gain on disposal of property, plant and equipment	(73)	(491)
Income received from short term funds	(74)	(181)
Interest income	(1,216)	(1,590)
Net unrealised loss on foreign exchange	3,796	3,827

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.