

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
 Stock name : WASCO
 Financial Year Ended : 31 March 2024
 Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 31 March 2024 Unaudited RM'000	Preceding Year Corresponding Quarter Ended 31 March 2023 Unaudited RM'000 (Re-presented*)	Current Period To-date Ended 31 March 2024 Unaudited RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 Unaudited RM'000 (Re-presented*)
Gross revenue	643,940	531,575	643,940	531,575
Cost of sales	(506,258)	(435,962)	(506,258)	(435,962)
Gross profit	137,682	95,613	137,682	95,613
Other operating income	44,700	17,800	44,700	17,800
Selling and distribution expenses	(8,448)	(6,313)	(8,448)	(6,313)
Administrative and general expenses	(66,776)	(45,967)	(66,776)	(45,967)
Impairment loss on non-financial assets	-	(19)	-	(19)
Reversal of impairment loss on financial assets	1,801	1,816	1,801	1,816
Other gain - net	1,676	1,206	1,676	1,206
Profit from operations	110,635	64,136	110,635	64,136
Finance costs	(15,326)	(13,956)	(15,326)	(13,956)
Share of results of associates	(656)	530	(656)	530
Share of results of joint ventures	6,432	(2,685)	6,432	(2,685)
Profit before tax	101,085	48,025	101,085	48,025
Tax expense	(27,138)	(12,692)	(27,138)	(12,692)
Profit from continuing operations	73,947	35,333	73,947	35,333
(Loss)/Profit from discontinued operations	(4,002)	1,889	(4,002)	1,889
Net profit for the financial period	69,945	37,222	69,945	37,222
Net profit attributable to:				
- Owners of the Company	57,004	21,761	57,004	21,761
- Non-controlling interests	12,941	15,461	12,941	15,461
	69,945	37,222	69,945	37,222
Earnings per share				
- Basic earnings per share (sen)	7.36	2.81	7.36	2.81
- Diluted earnings per share (sen)	7.36	2.81	7.36	2.81

* Refer Note 17 for further details.

(The Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023)

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
 Stock name : WASCO
 Financial Year Ended : 31 March 2024
 Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 24

CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 31 March 2024 Unaudited RM'000	Preceding Year Corresponding Quarter Ended 31 March 2023 Unaudited RM'000 (Re- presented*)	Current Period To-date Ended 31 March 2024 Unaudited RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 Unaudited RM'000 (Re- presented*)
Net profit for the financial period	69,945	37,222	69,945	37,222
Other comprehensive expense, net of tax: <i>Items that may be subsequently reclassified to profit or loss:</i>				
Foreign currency translation differences for foreign operations	(1,681)	(6,538)	(1,681)	(6,538)
	(1,681)	(6,538)	(1,681)	(6,538)
Total comprehensive income for the financial period	68,264	30,684	68,264	30,684
Total comprehensive income attributable to:				
- Owners of the Company	54,288	15,065	54,288	15,065
- Non-controlling interests	13,976	15,619	13,976	15,619
	68,264	30,684	68,264	30,684
Total comprehensive income/(expense) attributable to owners of the company arises from:				
- Continuing operations	58,292	13,220	58,292	13,220
- Discontinued operations	(4,004)	1,845	(4,004)	1,845
	54,288	15,065	54,288	15,065

* Refer Note 17 for further details.

(The Condensed Consolidated Statements of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023)

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
 Stock name : WASCO
 Financial Year Ended : 31 March 2024
 Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 31 March 2024 Unaudited RM'000	As at 31 December 2023 Audited RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	594,468	563,420
Right-of-use assets	274,944	276,834
Investment properties	6,383	6,412
Goodwill and other intangible assets	161,943	158,083
Deferred tax assets	22,471	26,719
Investment in associates	105,162	112,742
Investment in joint ventures	26,801	20,180
Trade and other receivables	4,245	3,603
Amounts owing by joint ventures	26,607	23,849
	1,223,024	1,191,842
Current Assets		
Inventories	254,358	186,324
Contract assets	413,983	446,339
Trade and other receivables	540,456	563,572
Amounts owing by associates	181	180
Amounts owing by joint ventures	150	146
Tax recoverable	11,687	15,478
Derivative financial assets	283	154
Time deposits	63,053	103,181
Cash and bank balances	189,790	307,163
	1,473,941	1,622,537
Assets classified as held for sale	4,790	12,090
Assets of disposal group classified as held for sale	119,723	120,181
	2,821,478	2,946,650
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Capital and Reserves Attributable to Owners of the Company		
Share capital	547,690	547,690
Treasury shares	(624)	(624)
Exchange translation reserves	10,850	13,566
Retained profits	201,178	144,174
	759,094	704,806
Equity attributable to owners of the Company	759,094	704,806
Non-controlling interests	129,560	115,584
	888,654	820,390
TOTAL EQUITY	888,654	820,390

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (continued)

	As at 31 March 2024 Unaudited RM'000	As at 31 December 2023 Audited RM'000
LIABILITIES		
Non-Current and Deferred Liabilities		
Deferred tax liabilities	10,449	8,957
Lease liabilities	202,654	206,527
Trade and other payables	50,356	50,525
Loans and borrowings	56,191	50,916
	<u>319,650</u>	<u>316,925</u>
Current Liabilities		
Lease liabilities	22,175	20,348
Contract liabilities	289,721	319,826
Trade and other payables	539,102	595,612
Provision for warranties	37,859	35,510
Amounts owing to joint ventures	6,493	7,573
Loans and borrowings	546,438	652,046
Dividend payable	-	4,450
Current tax liabilities	78,740	68,294
Derivative financial liabilities	2,626	4,100
	<u>1,523,154</u>	<u>1,707,759</u>
Liabilities of disposal group classified as held for sale	90,020	101,576
	<u>1,932,824</u>	<u>2,126,260</u>
TOTAL LIABILITIES	<u>1,932,824</u>	<u>2,126,260</u>
TOTAL EQUITY AND LIABILITIES	<u>2,821,478</u>	<u>2,946,650</u>

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023)

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 Stock name : WASCO
 Financial Period Ended : 31 March 2024
 Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

These figures have not been audited

	----- Attributable to owners of the Company -----				Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Exchange translation reserves RM'000	Retained profits RM'000			
At 1 January 2024	547,690	(624)	13,566	144,174	704,806	115,584	820,390
Net profit for the financial period	-	-	-	57,004	57,004	12,941	69,945
Other comprehensive (expense)/income for the financial period	-	-	(2,716)	-	(2,716)	1,035	(1,681)
Total comprehensive (expense)/income for the financial period	-	-	(2,716)	57,004	54,288	13,976	68,264
At 31 March 2024	547,690	(624)	10,850	201,178	759,094	129,560	888,654

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 Stock name : WASCO
 Financial Period Ended : 31 March 2024
 Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

These figures have been audited

	----- Attributable to owners of the Company -----				Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Exchange translation reserves RM'000	Retained profits RM'000			
At 1 January 2023	547,690	(624)	8,346	24,582	579,994	98,914	678,908
Net profit for the financial period	-	-	-	21,761	21,761	15,461	37,222
Other comprehensive (expense)/income for the financial period	-	-	(6,696)	-	(6,696)	158	(6,538)
Total comprehensive (expense)/income for the financial period	-	-	(6,696)	21,761	15,065	15,619	30,684
At 31 March 2023	547,690	(624)	1,650	46,343	595,059	114,533	709,592

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Period To-date Ended 31 March 2024 Unaudited RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 Unaudited RM'000
Cash flows from operating activities		
Profit before tax:		
Continuing operations	101,085	48,025
Discontinued operations	(3,913)	1,997
Profit before tax	97,172	50,022
Adjustments for non-operating items:		
Depreciation and amortisation	23,084	17,578
Other non-cash items	(38,203)	(4,100)
Interest expense	15,904	14,740
Interest income	(1,926)	(1,653)
Operating profit before changes in working capital	96,031	76,587
Changes in working capital:		
Net changes in current assets	3,000	(20,020)
Net changes in current liabilities	(111,164)	22,864
Cash (used in)/generated from operations	(12,133)	79,431
Interest received	1,926	1,653
Interest paid	(15,904)	(14,778)
Tax paid	(7,519)	(8,905)
Net cash (used in)/generated from operating activities	(33,630)	57,401
Cash flows from investing activities		
Purchase of property, plant and equipment	(38,203)	(6,545)
Proceeds from disposal of property, plant and equipment	19	9
Proceeds from disposal of assets held for sale	40,000	24,419
Dividends received from associates	9,520	190
Net amount from joint venture	-	59
Net cash generated from investing activities	11,336	18,132
Cash flows from financing activities		
Drawdown of other bank borrowings	170,792	243,756
Repayment of other bank borrowings	(291,663)	(281,336)
Repayment of term loans	(12,539)	(6,374)
Principal elements of lease payments	(5,148)	(3,971)
Dividend paid to non-controlling interests	(4,450)	(750)
Net cash used in financing activities	(143,008)	(48,675)
Net changes in cash and cash equivalents	(165,302)	26,858
Currency translation differences	7,565	1,752
Cash and cash equivalents at beginning of the financial period	386,676	305,495
Cash and cash equivalents at end of the financial period	228,939	334,105

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2024

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

	Current Period To-date Ended 31 March 2024 Unaudited RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 Unaudited RM'000
Cash and cash equivalents at the end of the financial period comprise of the following:		
Time deposits	63,053	59,144
Cash and bank balances	189,790	298,584
Subtotal	<u>252,843</u>	<u>357,728</u>
Less:		
Time deposits with maturity more than 3 months	<u>(23,904)</u>	<u>(23,623)</u>
	<u>228,939</u>	<u>334,105</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023)

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
(Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

NOTES TO INTERIM FINANCIAL REPORT

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 "Interim Financial Reporting" and paragraph 9.22 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements. The interim financial statements are in compliance with IAS 34 "Interim Financial Reporting".

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023. 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 2023.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2023.

Effective from financial year beginning on or after 1 January 2024

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants

The adoption of the revised amendments did not have any significant impact on the financial position and results of the Group.

2. Qualification of financial statements

The audited financial statements of the preceding financial year were not subject to any qualification.

3. Seasonal or cyclical factors

The Group's operation was not affected by seasonal or cyclical factors.

4. Unusual items

There were no other material items affecting assets, liabilities, equity, net income, or cash flows for the financial period/year that were unusual due to their nature, size, or incidence.

Company name : **WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)**
(Registration No.: 199901020946 (495846-A))
Stock name : **WASCO**
Financial Year Ended : **31 March 2024**
Quarter : **1**

5. Changes in estimates

There were no significant changes in estimates of amounts reported in prior interim periods that had a material effect in the current interim period.

6. Debt and equity securities

During the first quarter of 2024, the Company did not purchase any of its issued ordinary shares from the open market. The Company held a total of 577,054 treasury shares as at 31 March 2024.

There were no other issuance and repayment of debt and equity securities, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial period ended 31 March 2024.

7. Dividends

The Directors did not declare any dividend in the current/corresponding financial periods.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
RESULTS				
<u>Financial period ended 31 March 2024</u>				
Revenue	592,310	51,623	4,924	648,857
Less: Inter-segment revenue	-	-	(4,917)	(4,917)
External revenue	<u>592,310</u>	<u>51,623</u>	<u>7</u>	<u>643,940</u>
Segment profit/(loss)	77,561	33,976	(11,707)	99,830
Share of results of associates	-	-	(656)	(656)
Share of results of joint ventures	5,740	54	638	6,432
	<u>83,301</u>	<u>34,030</u>	<u>(11,725)</u>	<u>105,606</u>
Unallocated expenses relating to financing activities				(4,437)
Unallocated corporate expenses				(84)
Profit before tax				<u><u>101,085</u></u>

Notes:

- 1) *The operating segments of the Group have been restructured to reflect the current management and operational structure. Correspondingly the comparative presentations have been reclassified.*
- 2) *Pursuant to MFRS 5 "Non-current Assets Held for Sale and Discontinued Operations", the Trading business was classified as "Discontinued Operations" in the Condensed Consolidated Statements of Profit or Loss, and as "Assets/Liabilities of disposal group classified as held for sale" in the Condensed Consolidated Statements of Financial Position, respectively. Refer Note 17 for further details.*

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
TOTAL ASSETS				
<u>As at 31 March 2024</u>				
Segment assets	2,239,439	279,961	(14,686)	2,504,715
Investment in associates	-	-	105,162	105,162
Investment in joint ventures	9,297	4,515	12,989	26,801
Assets classified as held for sale	-	-	4,790	4,790
	<hr/>	<hr/>	<hr/>	<hr/>
	2,248,736	284,476	108,255	2,641,467
Unallocated corporate assets				
- Assets of disposal group classified as held for sale				119,723
- Deferred tax assets				22,471
- Tax recoverable				11,687
- Cash and cash equivalents				25,066
- Others				1,064
				<hr/>
				<u>2,821,478</u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
OTHER INFORMATION				
<u>Financial period ended 31 March 2024</u>				
Depreciation of:				
- Property, plant and equipment	15,008	671	234	15,914
- Investment properties	-	-	29	29
- Right-of-use assets	6,565	17	246	6,827
Additions of:				
- Property, plant and equipment	34,494	3,570	139	38,203
Reversal of impairment loss on:				
- Receivables	(1,262)	(539)	-	(1,801)
Allowance on slow moving and obsolete inventories	9	-	-	9
Interest income	(1,070)	(349)	(100)	(1,520)
Interest expense				
- Loans and borrowings	7,876	179	-	8,055
- Lease liabilities	2,816	-	17	2,833
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
OTHER INFORMATION				
<u>Financial period ended 31 March 2024</u>				
Revenue comprise of:				
- Revenue from contracts with customers	592,310	51,623	-	643,933
- Revenue from other sources	-	-	7	7
	<u>592,310</u>	<u>51,623</u>	<u>7</u>	<u>643,940</u>
Revenue from contracts with customers is represented by:				
Timing of revenue recognition				
- Over time	543,532	17,763	-	561,295
- At a point in time	48,778	33,860	-	82,638
	<u>592,310</u>	<u>51,623</u>	<u>-</u>	<u>643,933</u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

RESULTS	Energy Services RM'000	Bioenergy Services RM'000	Trading RM'000	Others RM'000	Total RM'000
<u>Financial period ended 31 March 2023 (Re-presented*)</u>					
Revenue	474,300	56,213	-	6,755	537,268
Less: Inter segment revenue	-	-	-	(5,693)	(5,693)
External revenue	474,300	56,213	-	1,062	531,575
Segment profit	47,072	6,661	-	3,288	57,021
Share of results of associates	-	-	-	530	530
Share of results of joint ventures	(344)	123	-	(2,464)	(2,685)
	46,728	6,784	-	1,354	54,866
Unallocated expenses relating to financing activities					(4,270)
Unallocated corporate expenses					(2,571)
Profit before tax					48,025
TOTAL ASSETS					
<u>As at 31 March 2023</u>					
Segment assets	2,079,467	205,627	168,598	31,298	2,484,990
Investment in associates	-	-	-	102,158	102,158
Investment in joint ventures	3,534	4,013	-	22,810	30,357
Assets of disposal group classified as held for sale	-	-	-	24,774	24,774
	2,083,001	209,640	168,598	181,040	2,642,279
Unallocated corporate assets					48,677
- Deferred tax assets					15,015
- Tax recoverable					14,671
- Cash and cash equivalents					24,381
- Others					
					2,745,023

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Trading</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
OTHER INFORMATION					
<u>Financial period ended 31 March 2023 (Re-presented*)</u>					
Depreciation of:					
- Property, plant and equipment	10,166	538	-	271	10,976
- Investment properties	-	-	-	55	55
- Right-of-use assets	6,004	17	-	106	6,187
Additions of:					
- Property, plant and equipment	5,244	1,105	10	187	6,545
Impairment loss/(Reversal of impairment loss) on:					
- Investment properties	-	-	-	19	19
- Receivables	(1,816)	-	-	-	(1,816)
Allowance/(Reversal) on slow moving and obsolete inventories	1,231	(64)	-	-	1,167
Write-off on:					
- Inventories	-	95	-	-	95
Interest income	(815)	(136)	-	(229)	(1,181)
Interest expense					
- Loans and borrowings	6,398	370	-	10	6,778
- Lease liabilities	2,887	-	-	20	2,908
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD) (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

8. Segment information (continued)

	<u>Energy Services</u> RM'000	<u>Bioenergy Services</u> RM'000	<u>Trading</u> RM'000	<u>Others</u> RM'000	<u>Total</u> RM'000
OTHER INFORMATION					
<u>Financial period ended 31 March 2023 (Re-presented*)</u>					
Revenue comprise of:					
- Revenue from contracts with customers	473,623	56,213	-	1,056	530,892
- Revenue from other sources	677	-	-	6	683
	<u>474,300</u>	<u>56,213</u>	<u>-</u>	<u>1,062</u>	<u>531,575</u>
Revenue from contracts with customers is represented by:					
Timing of revenue recognition					
- Over time	417,287	27,571	-	-	444,858
- At a point in time	56,337	28,641	-	1,056	86,034
	<u>473,624</u>	<u>56,212</u>	<u>-</u>	<u>1,056</u>	<u>530,892</u>

* Refer Note 17 for further details.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
(Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

9. Events after the reporting period

There were no material events subsequent to the financial period ended 31 March 2024.

10. Effects of changes in the composition of the Group during the current quarter

There were no material changes in the composition of the Group during the current quarter and financial period ended 31 March 2024, except the following:

MEMBER'S VOLUNTARY WINDING UP OF PMT-PHOENIX INDUSTRIES SDN. BHD., AN INDIRECT WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

Further to the announcement made on 15 December 2017, the Company had on 29 February 2024 announced that PMT-Phoenix Industries Sdn. Bhd. [Registration No. 200201008151 (575814-M)] ("PMT-Phoenix"), an indirect wholly-owned subsidiary of the Company, had held its final meeting for the Member's Voluntary Winding Up on 29 February 2024.

PMT-Phoenix will be fully dissolved after the expiration of three months from the date of lodgement of the Return by Liquidator relating to the Final Meeting with the Companies Commission of Malaysia and Official Receiver.

11. Significant events during the reporting period

There were no significant events during the current quarter and financial period ended 31 March 2024.

12. Status of corporate proposals

There were no corporate proposals announced but not completed as at the reporting date.

13. Capital commitments

Capital commitments not provided for in the interim report:

	As at 31 March 2024 RM'000
Approved and contracted for	<u>40,753</u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
(Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

Other information required by Bursa Malaysia Securities Berhad Main Market Listing Requirements

14. Review of performance of operating segments for the current quarter and financial period ended 31 March 2024

Energy Services Segment

The Energy Services Segment's external revenue for the first quarter ended 31 March 2024 was RM592.3 million, compared with RM474.3 million in the corresponding period in 2023. The segment registered a profit before tax of RM83.3 million, compared with profit before tax of RM46.7 million in the corresponding period in 2023.

Execution of projects from the strong order book of the segment contributed to the higher revenue and profit generated in the current period under review.

Bioenergy Services Segment

The Bioenergy Services Segment's external revenue for the first quarter ended 31 March 2024 was RM51.6 million, compared with RM56.2 million in the corresponding period in 2023. The profit before tax were RM34.0 million, as compared with RM6.8 million in the corresponding period in 2023.

The lower revenue for the segment in the current period was a result of lower activity levels due to the festive seasons. However, the segment achieved a higher profit before tax compared with the corresponding period in 2023, due to recognition of a one-off gain on the disposal of assets held for sale.

15. Material changes in the profit before taxation for the current quarter as compared with the immediate preceding quarter

The Group recorded a profit before taxation of RM101.1 million in the current quarter, compared with RM85.9 million in the previous quarter. Despite lower revenue in the current quarter, the Group generated higher profit from project mix that gave better average margin and the recognition of a one-off gain on the disposal of assets held for sale.

16. Prospects

The Group's order book of RM3.2 billion, comprises of RM2.9 billion in the Energy Services segment and RM260.7 million in the Bioenergy Services segment. The Group continues to replenish its order book and this is expected to positively contribute to the Group's results in the coming quarters.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

17. Profit before tax

	Current Quarter Ended 31 March 2024 RM'000	Preceding Year Corresponding Quarter Ended 31 March 2023 RM'000 (Re-presented*)	Current Period To- date Ended 31 March 2024 RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 RM'000 (Re-presented*)
Profit before tax is stated after charging/(crediting) the following items:				
Interest income	(1,520)	(1,181)	(1,520)	(1,181)
Depreciation and amortisation	22,770	17,218	22,770	17,218
Reversal of impairment loss on receivables - net	(1,801)	(1,816)	(1,801)	(1,816)
Impairment loss on investment properties	-	19	-	19
Allowance on slow moving and obsolete inventories - net	9	1,167	9	1,167
Write-off on inventories	11	95	11	95
Net foreign exchange (gain)/loss	(4,358)	2,359	(4,358)	2,359
Gain on disposal of assets held for sale	(30,469)	(8,249)	(30,469)	(8,249)

Save as disclosed above and in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, the other items required by Bursa Malaysia Securities Berhad Main Market Listing Requirements, Chapter 9, Appendix 9B are not applicable to the Group.

** In the previous financial year, the Group has decided to exit from its Trading business. Pursuant to MFRS 5 "Non-current Assets Held for Sale and Discontinued Operations", the Trading segment was classified as "Discontinued Operations" in the Condensed Consolidated Statement of Profit or Loss, and as "Assets/Liabilities of disposal group classified as held for sale" in the Condensed Consolidated Statement of Financial Position, respectively.*

Accordingly, the Condensed Consolidated Statement of Profit or Loss of the preceding corresponding financial period ended 31 March 2023 was re-presented to reflect the discontinued activities.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

18. Taxation

Taxation comprises the following:

	Current Quarter Ended 31 March 2024 RM'000	Financial Period To-date Ended 31 March 2024 RM'000
Tax expense		
- Malaysian tax	19,076	19,076
- Foreign tax	8,062	8,062
	<u>27,138</u>	<u>27,138</u>

The effective tax rate of the Group varies from the statutory tax rate due to the following:

	Current Quarter Ended 31 March 2024 RM'000	Financial Period To-date Ended 31 March 2024 RM'000
Profit before tax	<u>101,085</u>	<u>101,085</u>
Tax expense at the statutory tax rate – 24%	24,260	24,260
Other tax adjustments	<u>2,878</u>	<u>2,878</u>
Taxation	<u>27,138</u>	<u>27,138</u>

19. Profit forecast

The Group did not issue any profit forecast for the current quarter.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

20. Group's borrowings and debt securities

	As at 31 March 2024 RM'000
<u>Unsecured</u>	
Short-term borrowings	
Revolving credits	389,705
Term loans	15,399
Trade financing	120,403
Fixed rate notes	20,931
	<u>546,438</u>
Long-term borrowings	
Term loans	56,191
	<u>602,629</u>
Total borrowings	<u>602,629</u>

The Group's borrowings are denominated in the following currencies:

United States Dollar	465,384
Ringgit Malaysia	121,273
Australian Dollar	14,653
Singapore Dollar	1,319
	<u>602,629</u>

21. Fair value of financial instruments

The fair value gains and losses arising from fair value changes in derivative financial assets and liabilities during the current quarter and financial period ended 31 March 2024 are as follows:

	Current Quarter Ended 31 March 2024 RM'000	Preceding Year Corresponding Quarter Ended 31 March 2023 RM'000	Financial Period To-date Ended 31 March 2024 RM'000	Preceding Corresponding Period To-date Ended 31 March 2023 RM'000
<u>Forward currency contracts</u>				
Balance as at - 1 January	(3,946)	(2,545)	(3,946)	(2,545)
Fair value loss recognised in profit or loss				
- Continuing operations	1,676	1,206	1,676	1,206
- Discontinued operations	-	(132)	-	(132)
Effect of changes in exchange rate	(73)	43	(73)	43
Balance as at 31 March	<u>(2,343)</u>	<u>(1,428)</u>	<u>(2,343)</u>	<u>(1,428)</u>

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

21. Fair value of financial instruments (continued)

	As at 31 March 2024 RM'000	As at 31 March 2023 RM'000
Represented by:		
Derivative financial assets	283	311
Derivative financial liabilities	(2,626)	(1,739)
	<u>(2,343)</u>	<u>(1,428)</u>

Fair value hierarchy

The table below summarises all financial instruments carried at fair value as at end of the financial year, based on a hierarchy that reflects the significance of the inputs used in measuring its respective fair values. The levels are defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical financial assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the financial asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the financial asset or liability that are not based on observable market data (unobservable inputs).

	<u>Level 1</u> RM'000	<u>Level 2</u> RM'000	<u>Level 3</u> RM'000	<u>Total</u> RM'000
<u>31 March 2024</u>				
<u>Financial assets</u>				
Derivative financial assets	-	283	-	283
<u>Financial liabilities</u>				
Derivative financial liabilities	-	(2,626)	-	(2,626)

Valuation techniques used to derive Level 2 fair values

The Level 2 fair values represent an estimated valuation derived from market quotations or from proprietary models that take into consideration estimates about relevant present and future market conditions as well as the size and liquidity of the position and any related actual or potential hedging transactions.

There were no changes in valuation techniques during the financial period.

22. Material litigation

There were no material litigations pending as at this reporting date.

Company name : WASCO BERHAD (FORMERLY KNOWN AS WAH SEONG CORPORATION BERHAD)
 (Registration No.: 199901020946 (495846-A))
Stock name : WASCO
Financial Year Ended : 31 March 2024
Quarter : 1

23. Earnings per share (EPS)

Basic and diluted earnings per share

The basic and diluted earnings per share have been computed based on net profit attributable to the owners of the Company for the current financial quarter/period divided by the weighted average number of ordinary shares after adjusting for movements in treasury shares in the same financial quarter/period:

	Current Quarter Ended 31 March 2024	Preceding Year Corresponding Quarter Ended 31 March 2023	Current Period To-date Ended 31 March 2024	Preceding Corresponding Period To-date Ended 31 March 2023
Net profit attributable to the owners of the Company (RM'000)	57,004	21,761	57,004	21,761
Weighted average number of ordinary shares in issue after adjusting for movements in treasury shares (No. of Shares ('000))	774,311	774,311	774,311	774,311
Basic/diluted earnings per share (sen)	7.36	2.81	7.36	2.81

24. Contingent liabilities

There were no contingent liabilities arising since the last annual audited financial statements.

25. Authorisation for issue

This Quarterly Report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors passed at the Board of Directors' Meeting held on 30 May 2024.



FOR IMMEDIATE RELEASE

30 MAY 2024

WASCO MAINTAINS MULTIBILLION-RINGGIT ORDERBOOK, ON TRACK TO BETTER FY2023 RESULTS

Reports Improved Performance in Q1FY2024

KUALA LUMPUR, 30 May – Wasco Berhad (“Wasco” or the “Company”) is set to surpass its 2023 financial performance after successfully securing several significant contracts boosting its orderbook to RM 3.2 billion as at 31 March 2024.

These major contracts, including Rosmari-Marjoram, Crux Pipeline, Schneider Electric France pre-fabricated buildings for a project in Africa, Carbon Capture Storage Project (Porthos) for Nederlandse Gasunie, Bindu Project, Rosebank Surf Project, Qatar’s Comp1 and North Field Expansion Project, underscoring Wasco’s prominent position in the energy sector.

During the virtual Twenty-fourth Annual General Meeting (“24th AGM”), **Wasco’s Managing Director/Group Chief Executive Officer, Gian Carlo Maccagno**, reiterated the Company’s strategic initiatives aimed at transforming Wasco into a resilient and agile organisation. These initiatives, announced last year, have already begun yielding tangible outcomes, driving both financial performance and sustainability goals.

Addressing the evolving energy landscape, Gian Carlo highlighted the critical need to balance the energy trilemma of affordability, reliability, and cleaner energy solutions. Wasco’s proactive stance on this global climate issue is clear, aligning with its commitment to sustainability.

A significant milestone during FY2023 was Wasco’s successful bid for its first Carbon Capture Pipeline Coating Project. This landmark project not only establishes the Company’s track record in the Carbon Capture & Storage market, but also positions Wasco to leverage industry advancements and opportunities.

“Our exemplary performance in the pipe coating project for Qatar’s North Field Production Sustainability (“NFPS”) Offshore Compression Complexes Project has enabled us to secure two additional projects in Qatar valued at approximately RM771 million, ensuring a busy schedule for our operations in 2024 into 2025,” said Gian Carlo.

Wasco's financial performance for FY2023 performance showcased significant improvements, with revenue reaching RM2.60 billion. Profit Before Tax ("PBT") more than doubled to RM218.3 million, while Profit After Tax ("PAT"), nearly tripled year-on-year to RM154.8 million. This growth was driven by a substantial orderbook of RM3.14 billion, with the Energy segment contributing 92%.

Wasco's earnings before interest, taxes, depreciation, and amortisation ("EBITDA") for FY2023 rose by 66.7% to RM350.0 million, showcasing significant growth from the same period in FY2022. The success is attributed to strategic initiatives fortifying the Company's balance sheet and positioning it for long-term growth.

"Over the past year, we have made significant progress in our sustainability initiatives, including a 20% reduction in greenhouse gas emission intensity compared to FY2022, and increasing female representation within Senior Management to 15%. Additionally, our proactive community engagement in education and infrastructure projects continues to positively impact the communities we serve. These efforts have enhanced our sustainability disclosure scores, earning a 4 out of 5 on Bursa Malaysia's FTSE4Good index," he added.

Q1FY2024 Performance Highlights

Wasco also released its unaudited first quarter results ("Q1FY2024"), ended 31 March 2024, which saw the Company registering a revenue of RM644.0 million, marking a 21.1% year-on-year ("Y-o-Y") increase compared to RM531.6 million in the same quarter of FY2023.

PBT for Q1 FY2024 stood at RM101.1 million, more than doubled compared to the same quarter in Q1 FY2023. This increase was driven by higher revenue recognition as a result of a higher number of projects executed. The improved project mix, featuring better margins, played a crucial role in achieving higher profitability. PAT stood at RM69.9 million, an increase of 87.9% from RM37.2 million recorded in Q1 FY2023.

In comparison to the immediate preceding quarter, revenue declined by 19.6% from RM801.0 million in Q4 FY2023, as the Company's revenue recognition is dependent on project execution timelines. Wasco remains confident in its strong project pipeline and the anticipated revenue and profit growth in the coming quarters.

Notwithstanding the decline in the revenue, Wasco's Q1 FY2024 PBT and PAT increased by 17.7% and 22.4%, respectively, from RM85.9 million and RM57.1 million in Q4 FY2023. Similarly, this improvement was due to portfolio optimisation and better project mix with higher margins.

The Company's orderbook remained robust at RM3.2 billion, with RM2.9 billion attributed to the Energy Services segment and RM260.7 million to the Bioenergy Services segment. Wasco

is confident of its ability to replenish its orderbook at healthy levels and this is expected to drive positive financial outcomes for the Company in the upcoming quarters.

In Q1FY2024, the **Energy Services segment** reported revenues of RM592.3 million, an increase from RM474.3 million in the same period in 2023. The segment's PBT nearly doubled to RM83.3 million, compared to RM46.7 million the previous year, driven by the execution of high-revenue and high-margin projects from its substantial orderbook.

The **Bioenergy Services segment's** revenue for Q1 FY2024 stood at RM51.6 million, a slight decline from RM56.2 million in Q1 FY2023. The segment's recorded improved PBT in Q1 FY2024 of RM34.0 million, however, the PBT included a one-off gain on the disposal of assets held for sale amounting to approximately RM30.5 million.

Outlook for FY2024

Looking ahead, Wasco remains poised for continued growth and value creation, leveraging expertise, resources, and partnerships to capitalise on emerging opportunities in the global energy landscape. With a clear vision and dedicated team, Wasco is cautiously confident in its ability to deliver long-term value for shareholders, customers, and the communities.

"We are pleased with the acquisition of these significant contracts and our improved Q1FY2024 performance, which further solidify Wasco's position as a leader in the energy sector," said Gian Carlo.

While thanking the shareholders at the AGM for their support, Gian Carlo concluded, "The future is very promising for us. Together, we will redefine the future of energy, inspire positive changes, and build a better world for generations to come. Thank you for joining us on this exciting journey."

-ends-

About Wasco Berhad

Wasco Berhad (wascoenergy.com), established in 1999, is a prominent provider of energy solutions with a global presence across 16 countries. The Company's core strengths lie in two distinct divisions. The **Energy Services Division** specialises in advanced pipe coating, corrosion protection, engineering, and EPC project delivery. Complementing this, the **Bioenergy Services Division** focuses on biomass energy generation, catering to a varied sector including plantations, petchem, oleochemicals and large industrial players.

As a Main Market-listed entity on Bursa Malaysia Securities Berhad (KLSE: WASCO), Wasco emphasises sustainability and environmental responsibility. The organisation has set a bold target to achieve net-zero carbon emissions throughout its operations by 2026. Wasco's decarbonisation strategy begins with reducing emissions in its operations and supply chains, coupled with the ability to offset emissions.

Wasco recognises the crucial importance of investing in the protection and restoration of the natural ecosystems, particularly forests, which play a vital role in sequestering carbon. These efforts not only contribute to the preservation of the natural world and its rich biodiversity, but also serve as a medium-term solution for offsetting emissions. Nature-based projects generate carbon credits, which are instrumental in our journey to achieve net-

zero emissions by 2026. A significant part of this commitment revolves around the 'Wasco Forest' initiative launched in 2021.

Beyond this dedication to environmental responsibility, Wasco is resolute in its commitment to energy transition within the oil and gas sector. Recognising that a successful transition necessitates collaboration between the public and private sectors, Wasco actively seeks strategic partnerships. The Company envisions driving growth within regional green value-chains, leveraging local expertise and capabilities to shape a more sustainable future for the energy industry.

Issued by **Wasco Berhad**. For media enquiries, please contact Juliana Jamaluddin
(juliana.jamaluddin@wascoenergy.com / +60 12-340 9438) or Elinar Yasmeeen
(elinar.yasmeeen@wascoenergy.com / +60 12-903 0342).