



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2023

(The figures are unaudited)

	INDIVIDUAL QUARTER			CUMULATIVE YEAR		
	3 Months Ended 31/8/2023 RM'000	3 Months Ended 31/8/2022 RM'000	Variance %	3 Months Ended 31/8/2023 RM'000	3 Months Ended 31/8/2022 RM'000	Variance %
Revenue	129,475	127,416	2	129,475	127,416	2
Cost of sales	(108,471)	(107,366)	1	(108,471)	(107,366)	1
Gross profit	21,004	20,050	5	21,004	20,050	5
Other income	4,336	2,046	>100	4,336	2,046	>100
Administrative expenses	(6,787)	(6,425)	6	(6,787)	(6,425)	6
Depreciation	(3,157)	(1,955)	61	(3,157)	(1,955)	61
Operating expenses	(3,168)	(3,419)	-7	(3,168)	(3,419)	-7
Other expenses	(741)	(1,642)	-55	(741)	(1,642)	-55
Finance costs	(2,657)	(2,534)	5	(2,657)	(2,534)	5
Share of results of joint ventures	(20)	(2)	>100	(20)	(2)	>100
Profit before tax	8,810	6,119	44	8,810	6,119	44
Income tax expense	(3,324)	(2,507)	33	(3,324)	(2,507)	33
Net profit for the financial year	5,486	3,612	52	5,486	3,612	52
Other comprehensive income:						
Foreign currency translation	(911)	709	>100	(911)	709	>100
Total comprehensive income for the financial year	4,575	4,321	6	4,575	4,321	6
Net profit attributable to:						
Equity holders of the Company	6,208	3,243	91	6,208	3,243	91
Non-controlling interests	(722)	369	>100	(722)	369	>100
	5,486	3,612	52	5,486	3,612	52
Total comprehensive income attributable to:						
Equity holders of the Company	5,192	3,918	33	5,192	3,918	33
Non-controlling interests	(617)	403	>100	(617)	403	>100
	4,575	4,321	6	4,575	4,321	6
Earnings per share attributable to equity holders of the Company:						
- Basic (sen)	0.85	0.45	91	0.85	0.45	91
- Diluted (sen)	0.85	0.45	91	0.85	0.45	91

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2023.



GADANG HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 AUGUST 2023

	Unaudited	Audited
	As At 31/08/2023 RM'000	As At 31/05/2023 RM'000
ASSETS		
Non-current assets		
Concession assets	155,811	131,794
Intangible assets	26,401	27,511
Property, plant and equipment	30,886	32,077
Right-of-use assets	4,391	4,405
Investment properties	71,337	71,534
Trade and non-trade receivables	11,170	18,697
Other investments	899	719
Goodwill on consolidation	6,458	6,522
Deferred tax assets	22,931	23,394
	330,284	316,653
Current assets		
Inventories	558,618	566,274
Contract costs	8,878	5,906
Trade and non-trade receivables	95,527	117,039
Contract assets	193,647	160,011
Current tax assets	5,130	4,900
Short term funds	54,371	67,845
Deposits with licensed banks	38,772	22,425
Cash and bank balances	116,412	128,120
	1,071,355	1,072,520
TOTAL ASSETS	1,401,639	1,389,173



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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 AUGUST 2023 (Continued)

	Unaudited As At 31/08/2023 RM'000	Audited As At 31/05/2023 RM'000
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders of the Company		
Share Capital	389,521	389,521
Reserves	408,123	402,931
	797,644	792,452
Non-controlling interests	(6,055)	(5,438)
Total equity	791,589	787,014
Non-current liabilities		
Investment in joint ventures	3,426	3,406
Bank borrowings	139,870	140,262
Deferred tax liabilities	2,416	2,531
Defined benefit obligations	2,158	2,228
Non-trade payables	126,205	126,231
	274,075	274,658
Current liabilities		
Trade and non-trade payables	222,980	220,123
Contract liabilities	23,146	18,800
Bank borrowings	86,976	86,566
Current tax liabilities	2,873	2,012
	335,975	327,501
Total liabilities	610,050	602,159
TOTAL EQUITY AND LIABILITIES	1,401,639	1,389,173
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.10	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 2023.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2023**
(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 June 2023	389,521	1,347	1,542	400,042	792,452	(5,438)	787,014
Profit after taxation for the financial year	-	-	-	6,208	6,208	(722)	5,486
Foreign currency translation differences	-	-	(1,016)	-	(1,016)	105	(911)
Total comprehensive income for the financial year	-	-	(1,016)	6,208	5,192	(617)	4,575
At 31 Aug 2023	389,521	1,347	526	406,250	797,644	(6,055)	791,589
	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 June 2022	389,521	1,347	65	434,466	825,399	6,694	832,093
Profit after taxation for the financial year	-	-	-	3,243	3,243	369	3,612
Other comprehensive income:							
Foreign currency translation differences	-	-	675	-	675	34	709
Disposal of subsidiary	-	-	75	212	287	145	432
Total comprehensive income for the financial year	-	-	750	3,455	4,205	548	4,753
At 31 Aug 2022	389,521	1,347	815	437,921	829,604	7,242	836,846

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 2023.



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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2023

(The figures are unaudited)

	3 Months Ended 31/08/2023 RM'000	3 Months Ended 31/08/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax:	8,810	6,119
Adjustments for:		
Accretion of interest on trade receivables	(1,721)	-
Depreciation of:		
- concession assets	792	-
- intangible assets	1,051	933
- investment properties	197	197
- property, plant and equipment	1,788	2,529
- right-of-use assets	14	14
Fair value (gain)/loss on quoted investments	(180)	899
Finance costs	2,779	2,618
Loss on disposal of subsidiary	-	593
Gain on disposal of property, plant and equipment	(671)	(424)
Income received from short term funds	(21)	(233)
Decrease/(increase) in liability for defined benefit obligations	11	(219)
Interest income	(549)	(374)
Net unrealised loss on foreign exchange	748	31
Reversal of impairment on non-trade receivables	(5)	-
Reversal of impairment on concession assets	(20)	-
Share of results of joint ventures	20	2
Operating profit before working capital changes	13,043	12,685
Changes in working capital:		
Contract assets/(liabilities)	3,269	(25,242)
Contract costs	(29,290)	(1,973)
Inventories	1,415	7,396
Payables	2,831	9,039
Receivables	5,407	(8,668)
Cash generated from operations	(3,325)	(6,763)
Net income tax paid	(2,348)	(3,105)
Net Operating Cash Flows	(5,673)	(9,868)



GADANG HOLDINGS BERHAD

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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2023 (Continued)**

(The figures are unaudited)

	3 Months Ended 31/08/2023 RM'000	3 Months Ended 31/08/2022 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of:		
- concession assets	(550)	(1,947)
- intangible assets	(69)	-
- property, plant and equipment	(289)	(4,165)
Proceeds from disposal of:		
- property, plant and equipment	407	429
- subsidiary	-	565
Income received from short term funds	21	233
Interest income	549	374
Net Investing Cash Flows	69	(4,511)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- bank borrowings	18,292	16,242
- hire purchase	164	2,975
Finance costs	(2,779)	(2,618)
Repayment of:		
- bank borrowings	(17,737)	(29,753)
- hire purchase	(656)	(1,195)
(Placement)/Withdrawal fixed deposits pledged as security values	(845)	2,263
Net Financing Cash Flows	(3,561)	(12,086)
Net change in cash and cash equivalents	(9,165)	(26,465)
Effect of exchange rate changes	(629)	68
Cash and cash equivalents at the beginning of the financial year	194,380	266,688
Cash and cash equivalents at the end of the financial year	184,586	240,291
Analysis of Cash and Cash Equivalents:-		
Cash and bank balances	116,412	140,072
Short term funds	54,371	97,611
Deposits with licensed banks	38,772	21,003
Bank overdrafts	(4,259)	(2,245)
	205,296	256,441
Less: Fixed deposits pledged as security values	(20,710)	(16,150)
Total	184,586	240,291

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2023.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 2023. 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 2023.

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 2023, except for the changes arising from the adoption of Amendments/Improvements to MFRSs as follows:

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	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
Amendments to MFRS 112	International Tax Reform - Pillar Two Model Rules

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 2024

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
Amendments to MFRS 121	Lack of Exchangeability



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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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

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 these Amendments to Standards have 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.

A3. AUDIT REPORT

The auditors' report on the Group's financial statements for the financial year ended 31 May 2023 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.



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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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

A8. DIVIDEND PAID

There was no payment of dividend in the current quarter.

A9. SEGMENTAL REPORTING

3 Months ended 31 August 2023 (Current Financial Year)

	Construction Division RM'000	Property Division RM'000	Utility Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	52,198	68,955	8,322	-	129,475
Results					
Segment results	(753)	13,665	1,947	(3,372)	11,487
Finance costs	(412)	(1,784)	(329)	(132)	(2,657)
Share of results of joint ventures	(20)	-	-	-	(20)
(Loss)/Profit before tax	(1,185)	11,881	1,618	(3,504)	8,810
Income tax expense					(3,324)
Profit for the financial year					5,486

3 Months ended 31 August 2022 (Previous Financial Year)

	Construction Division RM'000	Property Division RM'000	Utility Division RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	59,877	60,986	6,553	-	127,416
Results					
Segment results	531	10,366	568	(2,810)	8,655
Finance costs	(437)	(1,957)	-	(140)	(2,534)
Share of results of joint ventures	(2)	-	-	-	(2)
Profit /(Loss) before tax	92	8,409	568	(2,950)	6,119
Income tax expense					(2,507)
Profit for the financial year					3,612

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 2023.



GADANG HOLDINGS BERHAD

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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 except for the following:-

On 9 June 2023, the Company's wholly-owned subsidiary, Gadang Engineering (M) Sdn Bhd subscribed for 60% equity interest representing 60 ordinary shares in Borneo Engineering And Construction Sdn Bhd ("BEC") for a total purchase consideration of RM60. With this subscription, BEC became an indirect 60% owned subsidiary of the Company. The intended principal activity of BEC shall be a contractor of building and civil engineering construction works.

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

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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 RM129.50 million compared to RM127.42 million in the preceding year's corresponding quarter. Profit before tax increased to RM8.81 million compared to RM6.12 million in the preceding year's corresponding quarter, mainly due to higher contribution from the Property Division.

Tabulated below are the unaudited various divisional contributions: -

	INDIVIDUAL QUARTER			CUMULATIVE YEAR		
	3 Months Ended 31/8/2023	3 Months Ended 31/8/2022	Variance	3 Months Ended 31/8/2023	3 Months Ended 31/8/2022	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
REVENUE						
Construction Division	52,198	59,877	-13	52,198	59,877	-13
Property Division	68,955	60,986	13	68,955	60,986	13
Utility Division	8,322	6,553	27	8,322	6,553	27
Investment Holding	-	-	-	-	-	-
	<u>129,475</u>	<u>127,416</u>	<u>2</u>	<u>129,475</u>	<u>127,416</u>	<u>2</u>
PROFIT/(LOSS) BEFORE TAX						
Construction Division	(1,185)	92	>100	(1,185)	92	>100
Property Division	11,881	8,409	41	11,881	8,409	41
Utility Division	1,618	568	>100	1,618	568	>100
Investment Holding	(3,504)	(2,950)	19	(3,504)	(2,950)	19
	<u>8,810</u>	<u>6,119</u>	<u>44</u>	<u>8,810</u>	<u>6,119</u>	<u>44</u>

Construction Division

Revenue for the current quarter decreased to RM52.20 million compared to RM59.88 million in the preceding year's corresponding quarter. The Division recorded a loss before tax of RM1.19 million compared to a profit before tax of RM0.09 million in the preceding year's corresponding quarter, mainly due to lower work progress from certain on-going projects.

Property Division

In the current quarter, revenue increased to RM68.96 million compared to RM60.99 million in the preceding year's corresponding quarter. In line with that, profit before tax increased to RM11.88 million compared to RM8.41 million in the preceding year's corresponding quarter. This was mainly due to better sales achieved from the development projects.



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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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)

Utility Division

Revenue increased to RM8.32 million for the current quarter compared to RM6.55 million in the preceding year's corresponding quarter. Profit before tax increased to RM1.62 million compared to RM0.57 million in the preceding year's corresponding quarter. This was mainly due to the commencement of commercial operations of the 9MW mini-hydro power plant at Lintau, Indonesia and favorable foreign exchange translation effect in the current quarter.

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

	Current Quarter 31/8/2023 RM'000	Preceding Quarter 31/5/2023 RM'000	Variance %
Revenue	129,475	113,951	14
Operating profit/(loss)	14,624	(30,985)	>100
Profit/(Loss) before interest and tax	11,467	(33,055)	>100
Profit/(Loss) before tax	8,810	(37,187)	>100
Profit/(Loss) after tax	5,486	(40,329)	>100
Profit/(loss) attributable to equity holders of the Company	6,208	(27,705)	>100

The Group's revenue increased to RM129.48 million in the current quarter compared to RM113.95 million in the preceding quarter. Profit before tax was recorded at RM8.81 million compared to a loss before tax of RM37.19 million in the preceding quarter. The loss before tax in the preceding quarter was mainly due to accounting provisions on potential liabilities arising from liquidated ascertained damages attributable to delays in an existing project, a one-off impairment loss on goodwill in the Group's Indonesia subsidiaries, impairment of outstanding receivables and contract assets for construction projects, and the impairment of the mini-hydro power concession in Indonesia arising from cost escalations due to construction issues, local land matters and the Covid-19 pandemic.



GADANG HOLDINGS BERHAD

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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 2024

Malaysia's economic growth moderated to 2.9% in Q2 2023 from 5.6% in Q1 2023. Despite the uncertain global outlook, Bank Negara Malaysia has maintained the country's gross domestic product growth outlook at between 4.0% and 5.0% for 2023, supported by resilient domestic demand, tourism sector recovery and on-going multi-year infrastructure projects.

The Construction Division anticipates a less favourable outlook and a more competitive tender environment due to the limited availability of projects. Moving forward, the Division's focus will be on the execution and timely completion of its on-going projects and continual bidding for new projects in order to replenish the Group's order book. As at the reporting date, the Division has an outstanding order book of RM1.13 billion.

On the property development front, the Group successfully launched Laman Citra Phase 2 @ Gelang Patah, Johor Bahru with an estimated gross development value of RM190.0 million in the first quarter of FYE 2024. The Division's unbilled sales as at the reporting date increased to RM290.0 million, providing earnings visibility over the next few years for the Group.

With the 9MW mini-hydro power plant at Lintau, Indonesia now fully commissioned, the Division's recurring revenue is further strengthened. The construction of the 5.9MWac solar photovoltaic energy generating facility located in Tawau, Sabah, is in progress and this will be an additional source of revenue for the Group in the first quarter of FYE 2025.

Given the economic uncertainties, the Group remains cautiously optimistic about the growth prospects. The Group will continue to seek opportunities to expand the Group's revenue and client base, ensure timely completion of all on-going projects, exercise prudence in business dealings, and manage operational efficiency to achieve long-term sustainable growth.



GADANG HOLDINGS BERHAD

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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 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 31/8/2023 RM'000
Income tax expense:	
Malaysian income tax	(2,223)
Foreign income tax	(759)
Deferred tax	(342)
	<u>(3,324)</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

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INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 31/08/2023 RM'000	As at 31/05/2023 RM'000
(a) (i) Short Term Borrowings		
Revolving credit	52,510	35,687
Bank overdraft	4,259	4,146
Term loans	26,701	43,432
Hire purchase payable	3,506	3,301
	86,976	86,566
(ii) Long Term Borrowings		
Term loans	130,685	130,417
Hire purchase payable	9,185	9,845
	139,870	140,262
Total Borrowings	226,846	226,828

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

	As at 31/08/2023		As at 31/05/2023	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
Singapore Dollar	2,476	8,495	2,837	9,679
Indonesian Rupiah	65,191,351	19,883	70,432,616	21,693
		28,378		31,372

Bank borrowings for the current year to date increased slightly to RM226.85 million compared to RM226.83 million at the beginning of the financial year. The increase was mainly due to the drawdown of banking facility in the current period.

B8. MATERIAL LITIGATION

As at 18 October 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.



GADANG HOLDINGS BERHAD

199301023376 (278114-K)

INTERIM REPORT FOR THE QUARTER ENDED 31 AUGUST 2023

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 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 YEAR	
3 Months Ended 31/8/2023	3 Months Ended 31/8/2022	3 Months Ended 31/8/2023	3 Months Ended 31/8/2022

Net profit attributable to ordinary equity holders of the Company (RM'000)	6,208	3,243	6,208	3,243
Weighted average number of ordinary shares in issue ('000)	728,061	728,061	728,061	728,061
Basic earnings per share (sen)	0.85	0.45	0.85	0.45

(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

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B11. 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 31/8/2023 RM'000
Depreciation	685
Finance costs	122
Rental of land and premises	286
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Total comprehensive income for the financial period was derived after charging/(crediting) the following items:

	3 Months Ended 31/8/2023 RM'000
Accretion of interest on trade receivables	(1,721)
Depreciation	3,157
Fair value gain on quoted investments	(180)
Finance costs	2,657
Gain on disposal of property, plant and equipment	(671)
Income received from short term funds	(21)
Interest income	(549)
Net unrealised loss on foreign exchange	748
Reversal of impairment on non-trade receivables	(5)
Reversal of impairment on concession assets	(20)
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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.