

SHIN YANG GROUP BERHAD
(FORMERLY KNOWN AS SHIN YANG SHIPPING CORPORATION BERHAD)
Registration No.: 200401027554 (666062-A) (Incorporated in Malaysia)

INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
(The figures have not been audited)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER 3 months ended 30 September		CUMULATIVE QUARTER 3 months ended 30 September	
		2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Revenue		222,410	247,301	222,410	247,301
Cost of sales		(193,429)	(186,673)	(193,429)	(186,673)
Gross profit		<u>28,981</u>	<u>60,628</u>	<u>28,981</u>	<u>60,628</u>
Other income		7,513	2,384	7,513	2,384
Finance income		2,994	1,275	2,994	1,275
Administrative expenses		(9,894)	(10,748)	(9,894)	(10,748)
Other operating expenses		-	(383)	-	(383)
Reversal of Impairment on financial asset		-	800	-	800
Operating Profit		<u>29,594</u>	<u>53,956</u>	<u>29,594</u>	<u>53,956</u>
Finance Costs		(1,814)	(2,050)	(1,814)	(2,050)
Shares of loss of equity accounted associates		(445)	(4)	(445)	(4)
Profit before taxation		<u>27,335</u>	<u>51,902</u>	<u>27,335</u>	<u>51,902</u>
Tax expense	A12	(557)	(1,049)	(557)	(1,049)
Profit after taxation, representing total comprehensive income for the period		<u><u>26,778</u></u>	<u><u>50,853</u></u>	<u><u>26,778</u></u>	<u><u>50,853</u></u>
Profit after tax attributable to:					
Owners of the Company		26,053	50,259	26,053	50,259
Non controlling interests		725	594	725	594
		<u>26,778</u>	<u>50,853</u>	<u>26,778</u>	<u>50,853</u>
Total comprehensive income attributable to:					
Owners of the Company		26,053	50,259	26,053	50,259
Non controlling interests		725	594	725	594
		<u>26,778</u>	<u>50,853</u>	<u>26,778</u>	<u>50,853</u>
Earnings per share attributable to owners of the Company:					
Basic (sen)	B12	2.30	4.38	2.30	4.38
Diluted (sen)	B12	2.30	4.38	2.30	4.38

Notes:

(a) *The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to this report.*

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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited AS AT 30.09.2023 RM'000	Audited AS AT 30.06.2023 RM'000
ASSETS			
NON-CURRENT ASSETS			
	Note		
Investment in associates		3,368	3,401
Property and equipment		915,227	931,364
Other receivables		-	954
Other investments		59	59
Goodwill		2,064	2,064
Deferred tax assets		836	836
		921,554	938,678
CURRENT ASSETS			
Inventories		36,266	33,901
Trade receivables		149,803	157,355
Other receivables and deposits		36,056	25,714
Contract assets		-	2,090
Current tax assets		3,779	3,566
Cash and bank balances		385,927	398,904
		611,831	621,530
Non-Current assets classified as held for sale		-	11,185
TOTAL ASSETS		1,533,385	1,571,393
EQUITY AND LIABILITIES			
EQUITY			
Share capital		1,216,972	1,216,972
Treasury shares		(26,262)	(24,776)
Retained profits		352,645	326,592
Other reserves		(297,861)	(297,861)
Equity attributable to owners of the Company		1,245,494	1,220,927
Non Controlling interests		5,285	4,560
TOTAL EQUITY		1,250,779	1,225,487
NON-CURRENT LIABILITIES			
Lease liabilities	B9	6,623	111
Bank Borrowings	B9	26,162	36,450
Deferred tax liabilities		50,837	51,064
		83,622	87,625
CURRENT LIABILITIES			
Trade payables		90,381	107,903
Contract liabilities		18,095	20,350
Other payables and accruals		11,194	24,734
Lease liabilities	B9	9,918	238
Bank Borrowings	B9	65,322	102,590
Current tax liabilities		4,074	2,094
Derivative liabilities		-	372
		198,984	258,281
Total liabilities		282,606	345,906
TOTAL EQUITY AND LIABILITIES		1,533,385	1,571,393
Net assets per shares (RM)		1.10	1.07

Notes:

(a) *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to this report.*

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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Profits RM'000	Attributable To Owners of the Company RM'000	Non- controlling Interests RM'000	Total Equity RM'000
Balance at 1 July 2022	1,216,972	(16,571)	(297,861)	159,984	1,062,524	4,378	1,066,902
Profit after taxation for the financial year	-	-	-	180,923	180,923	1,682	182,605
	<u>1,216,972</u>	<u>(16,571)</u>	<u>(297,861)</u>	<u>340,907</u>	<u>1,243,447</u>	<u>6,060</u>	<u>1,249,507</u>
Contributions by and distributions to owners of the Company:							
- Purchase of treasury shares	-	(8,205)	-	-	(8,205)	-	(8,205)
- Dividends	-	-	-	(14,315)	(14,315)	-	(14,315)
-by subsidiaries to non-controlling interests	-	-	-	-	-	(1,500)	(1,500)
	<u>-</u>	<u>(8,205)</u>	<u>-</u>	<u>(14,315)</u>	<u>(22,520)</u>	<u>(1,500)</u>	<u>(24,020)</u>
Balance at 30 June 2023	<u>1,216,972</u>	<u>(24,776)</u>	<u>(297,861)</u>	<u>326,592</u>	<u>1,220,927</u>	<u>4,560</u>	<u>1,225,487</u>

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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Profits RM'000	Attributable To Owners of the Company RM'000	Non- controlling Interests RM'000	Total Equity RM'000
Balance at 1 July 2023	1,216,972	(24,776)	(297,861)	326,592	1,220,927	4,560	1,225,487
Profit after taxation for the financial period	-	-	-	26,053	26,053	725	26,778
	<u>1,216,972</u>	<u>(24,776)</u>	<u>(297,861)</u>	<u>352,645</u>	<u>1,246,980</u>	<u>5,285</u>	<u>1,252,265</u>
Contributions by and distributions to owners of the Company:							
- Purchase of treasury shares	-	(1,486)	-	-	(1,486)	-	(1,486)
Total transactions with owners	-	(1,486)	-	-	(1,486)	-	(1,486)
Balance at 30 September 2023	<u>1,216,972</u>	<u>(26,262)</u>	<u>(297,861)</u>	<u>352,645</u>	<u>1,245,494</u>	<u>5,285</u>	<u>1,250,779</u>

Notes:

- (a) *The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to this report.*

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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current year to date 30.09.2023 RM'000	Preceding year 30.09.2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	27,335	51,902
Adjustment for:		
Depreciation	22,857	22,946
Fair value change on forward contracts	(372)	(902)
Net (gain)/ loss on disposal of property and equipment	(5,734)	593
Interest expenses	1,814	2,050
Interest income	(2,994)	(1,275)
Net changes in provision for onerous contract	-	(470)
Reversal of impairment loss on financial assets	-	(800)
Loss retained in associates	445	4
Unrealised loss on foreign exchange	343	1,277
Operating profit before working capital changes	43,694	75,325
<u>Working Capital Changes</u>		
Increase in inventories	(2,365)	(5,744)
Decrease in trade and other receivables	12,663	2,563
Decrease in trade and other payables	(24,888)	(15,019)
Decrease in contract assets	2,090	939
Decrease in contract liabilities	(2,255)	(1,829)
Net changes in related companies balances	(20,059)	32,811
Net changes in holding company balances	(170)	(28)
Total changes in working capital	(34,984)	13,693
CASH FROM OPERATIONS	8,710	89,018
Interest income received	2,994	1,275
Interest expenses paid	(1,814)	(2,050)
Income tax refund/ (paid)	958	(848)
Total interest and tax received/ (paid)	2,138	(1,623)
NET CASH FROM OPERATING ACTIVITIES	10,848	87,395
CASH FLOW FROM/ (FOR) INVESTING ACTIVITIES		
Acquisition of subsidiary	-	(20,032)
Purchase of property and equipment	(10,384)	(28,521)
Proceeds from disposal of property and equipment	19,978	5,512
NET CASH FROM/ (FOR) INVESTING ACTIVITIES	9,594	(43,041)
CASH FLOW FOR FINANCING ACTIVITIES		
Acquisition of treasury shares	(1,486)	(983)
Proceeds from lease liabilities	345	286
Repayment of principal portion of lease liabilities	(2,128)	(2,439)
Repayment of term loans	(3,535)	(4,306)
Net movement in trade financing	(29,847)	(19,234)
NET CASH FOR FINANCING ACTIVITIES	(36,651)	(26,676)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(16,209)	17,678
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	393,118	265,391
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	376,909	283,069



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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current year to date 30.06.2023 RM'000	Preceding year 30.06.2022 RM'000
Cash and cash equivalents comprise the following:		
Cash and bank balances	143,116	91,578
Deposit with licensed banks	242,811	204,400
Bank overdrafts	(9,018)	(12,909)
Cash and cash equivalents	376,909	283,069

Notes:

- (a) *The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to this report.*



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the annual audited financial statements of Shin Yang Group Berhad (“SYGROUP” or “the Company”) (Formerly known as Shin Yang Shipping Corporation Berhad) and its subsidiaries (“the Group”) for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the audited financial statements.

The accounting policies and methods of computations used in the preparation of the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2023.

A2. Auditor’s report on preceding annual financial statements

There was no qualification to the audited financial statements of the Company and of its subsidiaries on the preceding annual financial statements.

A3. Seasonal or cyclical factors

The Group’s operations were not significantly affected by seasonal or cyclical factors.

A4. Unusual items

There were no significant unusual items affecting assets, liabilities, equity, net income, or cash flows during the current interim quarter under review.

A5. Material changes in estimates

There were no changes in estimates of amounts that have had a material effect in the current interim quarter under review.

A6. Debt and equity securities

Repurchase of shares as Treasury Shares

On 24 November 2023, shareholders of the Company had approved and renewed their approval authority for the Company’s plan to repurchase its own ordinary shares. The Company has purchased 2,400,000 its own ordinary shares at average price of RM 0.61902 per share during the current quarter. As at 30 September 2023, the Company had purchased and hold a cumulative total 66,569,700 of its issued ordinary shares repurchased from open market at an overall average price at RM0.3945 per share. These shares are being held as treasury shares in accordance with Section 127 of the Companies Act, 2016.



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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A8. Segmental reporting (cont’)

	Shipping RM’000	Shipbuilding, Ship repair and Metal Fabrication RM’000	Service providers RM’000	Gas RM’000	Investment holding RM’000	Elimination RM’000	Total RM’000
For 3 months ended 30 September 2023							
Segment Revenue							
External revenue	167,396	33,721	17,104	3,972	217	-	222,410
Inter-segment revenue	4,653	10,623	8,983	790	1,187	(26,236)	-
Total	<u>172,049</u>	<u>44,344</u>	<u>26,087</u>	<u>4,762</u>	<u>1,404</u>	<u>(26,236)</u>	<u>222,410</u>
Profit from operations	22,387	1,884	5,003	490	(170)	-	29,594
Finance costs							(1,814)
Share of loss of associates							(445)
Profit before taxation							<u>27,335</u>
Income tax expense							(557)
Profit for the period							<u>26,778</u>



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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A8. Segmental reporting (cont’)

	Shipping RM’000	Shipbuilding, Ship repair and Metal Fabrication RM’000	Service providers RM’000	Gas RM’000	Investment holding RM’000	Elimination RM’000	Total RM’000
For 3 months ended 30 September 2022							
Segment Revenue							
External revenue	220,003	7,736	15,573	3,773	216	-	247,301
Inter-segment revenue	1,238	17,747	8,849	905	1,186	(29,925)	-
Total	<u>221,241</u>	<u>25,483</u>	<u>24,422</u>	<u>4,678</u>	<u>1,402</u>	<u>(29,925)</u>	<u>247,301</u>
Profit from operations	48,654	602	3,614	1,208	(122)	-	53,956
Finance costs							(2,050)
Share of loss of associates							(4)
Profit before taxation							<u>51,902</u>
Income tax expense							<u>(1,049)</u>
Profit for the period							<u>50,853</u>



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A8. Segmental reporting (Cont’)

Group			
	1Q 2024 (RM'000)	1Q 2023 (RM'000)	Changes (%)
Revenue	222,410	247,301	-10.1%
Profit before tax	27,335	51,902	-47.3%

Revenue of the Group for the first quarter ended 30 September 2023 decreased by 10.1% to RM222.4 million as compared to RM247.3 million in the previous corresponding quarter.

The decrease in revenue was mainly due to the lower revenue generated from the shipping segments in the current quarter as compared to last preceding quarter.

The decrease in profit before tax in the current quarter were mainly due to the decrease of freight margin and shipment volume in shipping segments on bulk carriers and container sectors.

Performance and prospects of each operating segment are discussed below:

Shipping

	1Q 2024 (RM'000)	1Q 2023 (RM'000)	Changes (%)
Revenue	167,396	220,003	-23.9%
Profit before tax	21,375	48,083	-55.5%

For the current quarter, the shipping segment’s revenue of RM167.4 million decreased by 23.9% as compared to RM 220.0 million revenue recorded in the corresponding quarter.

The decrease in revenue was mainly due to the lower fleet load factor in shipping segment. The decrease in profit before tax in shipping segment were mainly due to the decrease of freight margin and shipment volume in shipping segments on bulk carriers and container sectors.

INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A8. Segmental reporting (Cont’)

Shipbuilding and Ship repair

	1Q 2024 (RM'000)	1Q 2023 (RM'000)	Changes (%)
Revenue	33,721	7,736	335.9%
Profit / (Loss) before tax	872	(651)	233.9%

For the current quarter, revenue generated from shipbuilding and ship repair segments of RM33.7million, increased by 335.9% as compared to RM7.7 million revenue recorded in the corresponding quarter. The increase in revenue was mainly due more shipbuilding work for external parties in the current quarter.

The profit before tax in Shipbuilding and ship repair segment was mainly due to the increased in profit margin and number of vessels on ship repair and maintenance works in Shipbuilding and ship repair segments.

Service providers

	1Q 2024 (RM'000)	1Q 2023 (RM'000)	Changes (%)
Revenue	17,104	15,573	9.8%
Profit before tax	4,877	3,505	39.1%

For the current quarter, the revenue from service providers segment increased by 9.8% compared to the preceding year’s corresponding quarter.

The increase in profit before tax in service providers segment were mainly due to the increase in profit margin and trip volumes in logistic and transportation sector.

Gas

	1Q 2024 (RM'000)	1Q 2023 (RM'000)	Changes (%)
Revenue	3,972	3,773	5.3%
Profit before tax	490	1,202	-59.2%

For the current quarter, the revenue from gas segment slightly increased by 5.3% compared to the preceding year’s corresponding quarter.

The decrease in profit before tax in service providers segment were mainly due to the decrease in profit margin in gas segment.

INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A8. Segmental reporting (Cont’)

Investment Holding

	1Q 2024 (RM’000)	1Q 2023 (RM’000)	Changes (%)
Revenue	217	216	0.5%
Loss before tax	(279)	(237)	-17.7%

The revenue from Investment Holding segment was derived from the rental income and interest income from the financial institutions. For the current quarter, the loss in investment holding segment was mainly resulted from the finance costs and administrative expenses incurred during the current quarter.

A9. Valuation of property, plant and equipment

There were no amendments in the valuations of property, plant and equipment brought forward from previous annual financial statements.

A10. Material events subsequent to the end of the quarter period

There were no significant material events have arisen during the interval between the end of the current interim quarter and the date of this announcement that have not been reflected in the current interim quarter.

A11. Changes in the composition of the Group

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

A12. Income tax expense

The taxation of the Group for the current interim quarter under review is as follows:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Sep 2023 RM’000	30 Sep 2022 RM’000	30 Sep 2023 RM’000	30 Sep 2022 RM’000
Malaysian taxation				
Current year tax	784	255	784	255
Deferred tax	(227)	794	(227)	794
	<u>557</u>	<u>1,049</u>	<u>557</u>	<u>1,049</u>



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A13. Contingent liabilities and contingent assets

The contingent liabilities of the Group as at 30 September 2023 are as follows:

	As at 30.09.2023 RM’000
Corporate guarantees given to licensed banks in consideration of credit facilities granted to subsidiaries and associates	<u>79,252</u>

The Group does not have any contingent assets.

A14. Material commitments

There were no material commitments during the current interim quarter under review.

A15. Significant related party transactions

Related parties are those defined under FRS 124: Related Party Disclosures. The Directors are of the opinion that the related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than those available to other third parties.

	Current Quarter to date 30.09.2023 RM’000	Balance due from/(to) As at 30.09.2023 RM’000
(a) Transactions with related companies of Shin Yang Holding Sendirian Berhad		
Sales of goods and services	34,976	56,204
Purchase of goods and services	(5,783)	(8,576)
(b) Transactions with companies in which certain Directors of the Company have substantial interests		
Sales of goods and services	5,296	840
Purchase of goods and services	(1,631)	(8,867)

The related party transactions reflect transactions of all the subsidiaries with the respective group of companies.



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INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A16. Other Comprehensive Income

Foreign exchange translation gain/(loss) represents the surplus/(shortfall) arising from restating payables, receivables and bank balances denominated in foreign currency to Ringgit using foreign exchange rates prevailing at period end rate.



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of performance

Explanatory comment on the performance of each of the Group's business activities is provided in Note A8

B2. Material changes in the profit before tax for the current quarter as compared with the immediate preceding quarter

	1Q 2024 (RM'000)	4Q 2023 (RM'000)	Changes (%)
Revenue	222,410	227,607	-2.3%
Profit before tax	27,335	48,709	-43.9%

As compared to the immediate preceding quarter, the Group's current quarter's revenue has marginal decreased by 2.3% to RM222.4 million from RM227.6 million recorded in the immediate preceding quarter.

The decrease in profit before tax in current quarter as compared to the immediate preceding quarter were mainly due to the decrease of freight margin and shipment volume in shipping segments on bulk carriers and container sectors.

B3. Commentary on Prospects

The performance of the Group is largely dependent on the volatility of world fuel market price, standard of skills and experiences of ship crews, domestic and regional demand for transportation of dry bulk and general cargoes, movement of the Malaysian Ringgit and the world economic situation, all of which may significantly affect business operations and margins.

While the prospects for the shipping industry continue to remain challenging with the recent stabilisation in crude oil price and declining in the Baltic Dry Index. The Group is prepared to weather this challenge with selective market driven routes based on fleet load utilization. The Group is confident in the stability of the domestic, bulk carrier and container shipping operations given the stable lifting volume and market demands. The continuous improvement in operational costs management, fleet efficiency and routes enhancement would be an important priority in the next few quarters.



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B3. Commentary on Prospects (Cont’)

Other factors contributing to the prospects of the shipbuilding and ship repair operations include the price movements of marine mild steel plates, other heavy equipments, machineries and the global trend of demand for newly constructed vessels especially from the niche market segments in the oil and gas industry. In order to improve the performance and manage the operating expenditures of the shipbuilding sector, the Group is taking initiatives such as focusing on improving the Group's ship repair operations to meet the requirements of the niche market segments in the oil and gas industry. With the gradual recovery of charter rates in the offshore vessels (OSV) segment and the current gap in new building orders for different OSV over the past few years, and recycling of ageing OSV as well, we foresee a steady and healthy increase in orders for replenishment of OSV for next few years to come.

B4. Statements by Directors

The Group did not disclose or announce any profit forecast or projection in any public document in the current quarter or prior financial year.

B5. Profit forecast or profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B6. Sales of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties during the current interim quarter under review.

B7. Quoted securities

There were no purchase or disposal of quoted securities during the current interim quarter under review.

B8. Corporate proposals

There was no corporate proposal announced at the date of this quarterly report.

B9. Borrowings and debt securities

	Secured	unsecured	Total
	RM'000	RM'000	RM'000
1. Total borrowings			
Short-term borrowings	57,446	17,794	75,240
Long-term borrowings	32,761	24	32,785
	<u>90,207</u>	<u>17,818</u>	<u>108,025</u>



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B9. Borrowings and debt securities (Cont’)

Included in the total borrowings are borrowings denominated in USD as follows:

	Secured USD’000	unsecured USD’000	Total USD’000
2. Borrowings denominated in USD			
Short-term borrowings	3,600	-	3,600
Long-term borrowings	-	-	-
	<u>3,600</u>	<u>-</u>	<u>3,600</u>

B10. Off balance sheet financial instruments

There were no off balance sheet financial instruments as at 27 November 2023.

B11. Changes in material litigation

There were no material litigations during the current interim quarter up to the date of this interim report.

B12. Earnings per share

(a) Basic

The basic earnings per share for the current interim quarter and current financial year-to-date are computed as follows:

	Current year quarter 30.09.2023	Current year to date 30.09.2023
Profit attributable to equity holders of the Company (RM’000)	26,053	26,053
Weighted average number of ordinary shares in issue (’000)	1,134,474	1,134,474
Basic earnings per share (sen)	<u>2.30</u>	<u>2.30</u>

Earnings per share is computed based on the weighted average number of ordinary shares in issue (net of treasury shares).

(b) Diluted

The Group has no potential ordinary shares in issue as at the balance sheet date and therefore, diluted earnings per share is presented as equal to basic earnings per share.



INTERIM REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Notes to the Condensed Consolidated Statement of Comprehensive Income

The profit before tax of the Group for the interim quarter is arrived at after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Sep 2023	30 Sep 2022	30 Sep 2023	30 Sep 2022
	RM'000	RM'000	RM'000	RM'000
Interest income	(2,994)	(1,275)	(2,994)	(1,275)
Sundry income	(1,224)	(503)	(1,224)	(503)
Interest expenses	1,814	2,050	1,814	2,050
Depreciation	22,857	22,946	22,857	22,946
Fair value change in forward contract	(372)	(902)	(372)	(902)
(Gain)/ Loss on disposal of property and equipment	(5,734)	593	(5,736)	593
Net change in provision for onerous contract	-	(407)	-	(407)
Reversal of impairment loss on financial asset	-	(800)	-	(800)
Realised foreign exchange gain	(124)	(334)	(124)	(334)
Unrealised foreign exchange loss/ (gain)	343	(1,277)	314	(1,277)

B14. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 June 2023 was not qualified.

Authorised for issue

The interim report for the first quarter ended 30 September 2023 was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 November 2023.

By order of the Board

Richard Ling Peng Liing
 Company Secretary
 30th November 2023

