

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 30 JUNE 2022

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30/06/2022	Preceding Year Corresponding Quarter 30/06/2021	Changes	Current Year To Date 30/06/2022	Preceding Year Corresponding Period 30/06/2021	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	69,413	46,605	49	190,164	153,113	24
Cost of Sales	(55,170)	(42,471)	30	(156,960)	(107,638)	46
Gross Profit	14,243	4,134	245	33,204	45,475	-27
Other Income	376	6,162		1,977	9,872	
Interest Income	548	379		1,893	1,272	
Operating Expenses	(6,443)	(10,504)		(26,422)	(26,051)	
Finance Costs	(428)	(191)		(1,054)	(725)	
Share of results of associates	604	6,767		5,693	7,111	
Profit/(Loss) Before Tax	8,900	6,747	32	15,291	36,954	-59
Tax Expenses	(1,236)	(1,748)		(4,888)	(8,858)	
Profit/(Loss) for the period	7,664	4,999	53	10,403	28,096	-63
Profit/(Loss) attributable to :						
Owners of the Company	6,563	4,827	36	8,984	23,965	-63
Non-controlling interest	1,101	172	540	1,419	4,131	-66
	7,664	4,999	53	10,403	28,096	-63
Weighted average no. of shares ('000)	741,613	370,807		623,768	370,807	
Profit/Earnings per share attributable to Owners of the Company (sen)						
- Basic	0.88	1.30		1.44	6.46	
- Diluted	0.59	1.30		0.90	6.46	

(The unaudited Consolidated Statement of Profit or Loss And Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 30 JUNE 2022**

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30/06/2022	Preceding Year Corresponding Quarter 30/06/2021	Changes	Current Year To Date 30/06/2022	Preceding Year Corresponding Period 30/06/2021	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Profit/(Loss) for the period	7,664	4,999	53	10,403	28,096	-63
Other comprehensive income/(loss) :						
Net gain on other investment						
- Gain/(loss) on fair value changes	(4,322)	(4,997)		(4,090)	28,765	
Foreign currency translation						
- Gain/(loss) on currency translation	1	(15)		1	26	
Share of other comprehensive expenses of equity accounted associates	387	(253)		(7)	(253)	
Total Comprehensive income/(loss)	3,730	(266)	1502	6,307	56,634	-89
Total comprehensive income/(loss) attributable to :						
Owners of the Company	2,628	(431)	710	4,893	52,490	-91
Non-controlling interest	1,102	165	568	1,414	4,144	-66
	3,730	(266)	1502	6,307	56,634	-89

(The unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	(Unaudited)	(Audited)
	Financial Year Ended 30/06/2022	Financial Year Ended 30/06/2021
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	18,835	27,359
Right-of-use assets	9,065	6,938
Investment properties	44,060	44,129
Investment securities	10,610	22,930
Investment in associates	20,318	14,630
Intangible assets	348	215
Bearer plant	3,770	1,281
Other receivables & prepayments	10,680	12,872
Goodwill	7	7
	117,693	130,361
Current assets		
Inventories	82,851	115,962
Trade receivables	106,351	51,454
Other receivables	25,288	21,609
Contract Assets	33,089	14,528
Tax recoverable	5,494	9,379
Amount due from associates	39,275	31,784
Short-term investments	101,608	40,577
Fixed deposits with licensed banks	9,397	10,149
Cash and bank balances	39,851	69,051
	443,204	364,493
TOTAL ASSETS	560,897	494,854
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	209,768	194,303
Treasury shares	(1,655)	(1,655)
Warrant reserves	21,302	-
Other reserves	1,110	1,110
Fair value reserves	4,698	14,084
Foreign currency translation reserves	(953)	(952)
Retained profits	155,760	148,896
Equity attributable to owners of the Company	390,030	355,786
Non-Controlling interests	12,322	12,623
TOTAL EQUITY	402,352	368,409
Non-current liabilities		
Deferred tax liabilities	8,263	8,263
Loans and borrowings	2,272	1,491
	10,535	9,754
Current liabilities		
Loans and borrowings	72,128	49,324
Trade payables	38,360	32,220
Other payables	35,870	27,183
Contract liabilities	-	5,600
Amount owing to associates	28	23
Provision of taxation	1,624	2,341
	148,010	116,691
TOTAL LIABILITIES	158,545	126,445
TOTAL EQUITY AND LIABILITIES	560,897	494,854
Net assets per share attributable to owners of the Company (RM)	0.5259	0.9595
No. of Shares issued (net of treasury shares)	741,613,384	370,806,692

(The unaudited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 4TH QUARTER ENDED 30 JUNE 2022**

	Financial Year Ended 30/06/2022	Financial Year Ended 30/06/2021
	RM'000	RM'000
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before taxation	15,291	36,954
Adjustment for :		
Amortisation of intangible assets	34	1
COVID-19 related rent concessions received		(14)
Depreciation on property, plant and equipment	10,524	12,104
Depreciation on right-of-use assets	2,384	2,228
(Gain) / Loss on disposal of property, plant and equipment	(133)	(209)
Inventories written off	-	49
Impairment loss on property, plant and equipment	-	757
Impairment loss on receivables	-	345
Reversal of impairment loss on trade receivables	(13)	(1,050)
Interest income	(1,893)	(1,284)
Dividend income	(309)	(345)
Finance costs	1,040	723
Share of results of associates	(6,573)	(7,111)
Unrealise (gain) / loss on foreign exchange differences	888	(1,569)
Write off of property, plant and equipment	5	1,832
Operating profit before working capital changes	21,245	43,411
Change in working capital		
(Increase)/Decrease in inventories	30,690	(2,115)
(Increase)/Decrease in receivables	(47,088)	(5,694)
Increase/(Decrease) in payables	7,197	(1,434)
Decrease/(Increase) in contract assets/liabilities	(23,099)	8,939
Cash generated from / (used in) operations	(11,055)	43,107
Taxes credit / (paid)	(1,720)	(7,570)
Interest paid	(997)	(723)
Interest received	1,415	507
Net cash flow (used in)/ generated from operating activities	(12,357)	35,321
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Interest received	478	777
Dividend received	309	345
Dividend received from associates	880	-
Net cash outflow for acquisition of associates	(2)	-
Additional net cash outflow for acquisition of associates	-	(3,005)
Proceeds from disposal of property, plant and equipment	188	209
Proceeds from disposal of other investment	8,230	16,437
Additional of right-of-use assets	(1,574)	(882)
Purchase of property, plant and equipment	(4,996)	(8,180)
Purchase of Club Membership	(167)	-
Repayment/(Advance) to associates	(11,087)	599
Net cash generated from / (used in) investing activities	(7,741)	6,300
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Finance cost paid	(43)	-
Dividends paid on ordinary shares	(7,416)	(6,489)
Dividend paid by subsidiary to non controlling interest	(1,715)	(8,811)
Net proceed from issuance of rights issue	15,465	-
Proceeds from exercise of warrants	21,302	-
Proceeds from hire purchase	2,921	-
Repayment of lease liabilities	392	(1,478)
Repayment of hire purchase	(3,160)	-
(Repayment)/Drawdown of loan and borrowings	23,431	18,600
Net cash generated from / (used in) financing activities	51,177	1,822
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	31,079	43,443
Effect of exchange rate changes on cash and cash equivalents	1	28
CASH AND BANK BALANCES AS AT 1 JULY	119,776	76,306
CASH AND BANK BALANCES AS AT 30 JUNE	150,856	119,777
Less : Fixed deposit under lien	(9,397)	(10,149)
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	141,459	109,628

(The unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 4TH QUARTER ENDED 30 JUNE 2022**

	Share Capital (RM'000)	Treasury Shares (RM'000)	Other reserve (RM'000)	Warrant reserve (RM'000)	Employee share option reserve (RM'000)	Fair value reserve (RM'000)	Foreign exchange translation reserve (RM'000)	Retained profit (RM'000)	Attributable to Owners of the Company (RM'000)	Non-Controlling Interest (RM'000)	Total Equity (RM'000)
As at 1 July 2021	194,303	(1,655)	1,110	-	-	14,084	(952)	148,896	355,786	12,623	368,409
Total comprehensive income/(loss) for the year	-	-	-	-	-	(4,090)	(1)	8,984	4,893	1,414	6,307
Transactions with owners											
Dividends	-	-	-	-	-	-	-	(7,416)	(7,416)	-	(7,416)
Dividends paid to non-controlling interests by a subsidiary										(1,715)	(1,715)
Issue of ordinary shares:											
- pursuant to rights issue	15,465	-	-	-	-	-	-	-	15,465	-	15,465
Issue of warrants	-	-	-	21,302	-	-	-	-	21,302	-	21,302
Disposal of quoted investment						(5,296)	-	5,296	-	-	-
As at 30 June 2022	209,768	(1,655)	1,110	21,302	-	4,698	(953)	155,760	390,030	12,322	402,352
As at 1 July 2020	194,303	(1,655)	1,110	-	-	(1,222)	(714)	117,960	309,782	17,290	327,072
Total comprehensive income for the year	-	-	-	-	-	28,766	(238)	23,965	52,493	4,144	56,637
Transactions with owners											
Dividends	-	-	-	-	-	-	-	(6,489)	(6,489)	(8,811)	(15,300)
Disposal of quoted investment	-	-	-	-	-	(13,460)	-	13,460	-		
As at 30 June 2021	194,303	(1,655)	1,110	-	-	14,084	(952)	148,896	355,786	12,623	368,409

(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 2021 and the accompanying explanatory notes attached to the interim financial statements)

Notes to the Interim Financial Report

A1 Basis of preparation

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

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021. These 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 30 June 2021.

A2 Changes of accounting policies

The significant accounting policies, methods of computation and basis of consolidation adopted are consistent with those of the most recent audited financial statements for the year ended 30 June 2021, except for the adoption of the following Amendments to MFRSs and IFRIC Agenda Decision that are effective for the Group from 1 July 2021:

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendment to MFRS 16: Covid-19-Related Rent Concessions

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

The initial application of the above new or revised standards is not expected to have any significant impact on the results and financial position of the Group and the Company.

A2.1 Amendments to MFRSs and IC Interpretations were issued but not yet effective and have not been applied by the Group:

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year ended 30 June 2021:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The Group will apply the above MFRSs, Amendments/Improvements to MFRSs and IC Interpretations that are applicable once they become effective. The adoption of the above MFRSs, Amendments/Improvements to MFRSs and IC Interpretations is not expected to have any material impact on the financial statements of the Group.

A3 Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 30 June 2021 was not subject to any qualification.

A4 Seasonal or cyclical factors

The operations of the Group are not subject to seasonality / cyclicity of operations.

A5 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period under review because of their nature, size, or incidence.

A6 Changes in estimates

Not applicable.

A7 Significant related party transactions

There were no significant related party transactions during the financial period under review.

A8 Movement in debt and equity securities

There were no other issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the quarter under review.

The details of shares held as treasury shares for the period ended 30 June 2022 are as follow:

	Number of Treasury shares	Total Considerations RM
Balance as at 31 March 2022	3,075,764	1,654,910
Repurchased during the quarter	-	-
Balance as at 30 June 2022	3,075,764	1,654,910

The shares purchased are being held as treasury shares in accordance with Section 127 (16) of the Companies Act, 2016.

A9 Dividend paid

There were no dividend paid during the current quarter.

A10 Carrying Amount of revalued property, plant and equipment

The valuation of property, plant and equipment has been brought forward without amendment from the financial statement for the year ended 30 June 2021.

A11 Segmental reporting

The segmental information of the Group analysed by activities is as follows:-

	Before Group's Eliminations							Adjustment and Eliminations	Total
	Construction	Logging and timber trading	Property development	Trading	Logistic	Investment holding	Plantation	RM'000	RM'000
12months ended 30.06.22	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue									
External Sales	117,998	15,096	54,391	481	957	1,241	-	-	190,164
Inter-segment sales	3,873	-	-	13,434	-	5,482	3	(22,792)	-
Total revenue	121,871	15,096	54,391	13,915	957	6,723	3	(22,792)	190,164
Results									
Profit/(Loss) from operation	1,577	4,700	3,050	(525)	(227)	2,541	(386)	(78)	10,652
Finance costs	(944)	(3)	(624)	(66)	(33)	(353)	(17)	986	(1,054)
Share of results in associates	-	4,512	1,181	-	-	-	-	-	5,693
Profit/(Loss) before tax	633	9,209	3,607	(591)	(260)	2,188	(403)	908	15,291
Total assets									
Segment assets/									
Consolidated total assets	216,423	30,283	171,194	9,715	627	510,036	2,693	(380,074)	560,897

	Before Group's Eliminations							Adjustment and	
	Construction	Logging and timber trading	Property development	Trading	Logistic	Investment holding	Plantation	Eliminations	Total
12 months ended 30.06.21	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue									
External Sales	84,958	22,669	38,737	418	1,167	460	-	4,704	153,113
Inter-segment sales	20,247	-	-	12,064	-	12,558	8	(44,877)	-
Total revenue	105,205	22,669	38,737	12,482	1,167	13,018	8	(40,173)	153,113
Results									
Profit/(Loss) from operation	14,036	27,284	8,008	(554)	(147)	9,850	(11)	(27,898)	30,568
Finance costs	(639)	(8)	(18)	(30)	(30)	-	-	-	(725)
Share of results in associates	-	213	6,898	-	-	-	-	-	7,111
Profit/(Loss) before tax	13,397	27,489	14,888	(584)	(177)	9,850	(11)	(27,898)	36,954
Total assets									
Segment assets/									
Consolidated total assets	202,383	31,661	167,810	6,622	765	469,132	730	(379,196)	499,907

A12 Events subsequent to the balance sheet date

There were no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

A13 Changes in composition of the Group

There were no changes in the composition of the Group for the current financial quarter under review except as follows:-

- On 4 July 2022, the Company incorporated a wholly owned subsidiary company, FB Wellness Sdn Bhd. The shares capital and the number of issued shares of FB Wellness Sdn Bhd is RM100.00 comprising 100 ordinary shares.

The intended principal activity of FB Wellness Sdn Bhd is healthcare services.

A14 Capital commitments

The outstanding commitments in respect of capital expenditure at the quarter under review provided for in the financial statements are as follows:

<u>Property, Plant & Equipment</u>	30 June 2022
	RM'000
Approved and contracted for	
- Denominated in RM	350
	<hr/> <hr/>

A15 Changes in contingent liabilities

	The Group		The Company	
	As at 30.06.22	As at 30.06.21	As at 30.06.22	As at 30.06.21
	RM'000	RM'000	RM'000	RM'000
Performance and tender bond granted to contract customers	16,363	28,735	-	-

B Bursa Securities Listing Requirements (Part A of Appendix 9B)

B1 Review of performance

	Individual Period (4th quarter)			Cumulative Period		
	Current Year	Preceding Year	Changes	Current Year	Preceding Year	Changes
	Quarter 30/06/2022 (RM'000)	Corresponding Quarter 30/06/2021 (RM'000)	(%)	To-date 30/06/2022 (RM'000)	Corresponding Period 30/06/2021 (RM'000)	(%)
Revenue	69,413	46,605	49	190,164	153,113	24
Profit/(loss) from operation	8,725	171	5002	10,653	30,568	(65)
Profit/(loss) before interest and tax	9,328	6,938	34	16,344	37,679	(57)
Profit/(loss) before tax	8,900	6,747	32	15,291	36,954	(59)
Profit/(loss) after tax	7,664	4,999	53	10,403	28,096	(63)
Profit/(loss) attributable to Owners of the Company	6,563	4,827	36	8,984	23,965	(63)

The Group recorded a higher revenue of RM69.41 million in the current quarter as compared to RM46.61 million in the preceding year corresponding quarter. The Group's profit before tax increased to RM8.90 million as compared to RM6.75 million in the preceding year corresponding quarter. The higher revenue and profit before tax were mainly attributed from the Construction segment and Logging and Timber Trading segment.

Detailed analysis of the performance for the respective operating business segments for the period ended 30 June 2022 are as follow:

	Revenue			Profit / (Loss) before tax		
	Current Year	Preceding Year	Changes	Current Year	Preceding Year	Changes
	Quarter 30/06/2022 (RM'000)	Corresponding Quarter 30/06/2021 (RM'000)	(RM'000)	Quarter 30/06/2022 (RM'000)	Corresponding Quarter 30/06/2021 (RM'000)	(RM'000)
<u>Segment</u>						
Construction	55,449	28,855	26,594	4,950	2,904	2,046
Logging & timber trading	8,211	2,483	5,728	3,744	153	3,591
Property development	4,451	15,043	(10,592)	1,502	5,538	(4,036)
Trading	114	38	76	1	(97)	98
Logistic	274	117	157	(129)	(146)	NM
Investment holding	914	69	845	(971)	(1,476)	NM
Plantation	-	-	-	(197)	(129)	NM
Total	69,413	46,605		8,900	6,747	

* NM = Non-meaningful

Construction Segment

In the current quarter, revenue increased to RM55.45 million as compared to RM28.86 million in the preceding year corresponding quarter. There is a profit before tax of RM4.95 million in the current quarter as compared to a profit before tax of RM2.90 million in the preceding year corresponding quarter.

The increase in revenue was mainly contributed from the higher work progress of Duta Park construction project. The higher profit before tax in the current quarter was mainly derived from finalization of sub-contractor accounts for the completed projects.

Logging and Timber Trading Segment

The Logging and Timber Trading segment recorded a higher revenue of RM8.21 million for the current quarter as compared to RM2.48 million in the preceding year corresponding quarter. Profit before tax increased to RM3.74 million in the current quarter as compared to profit before tax of RM0.15 million in the preceding year corresponding quarter.

The increase in revenue and profit before tax for the current quarter were due to permit approved for the new working block and this allowed the production and sales activities to resume.

Property Development Segment

The Property Development segment recorded a decrease in revenue of RM4.45 million in the current quarter as compared to a revenue of RM15.04 million in the preceding year corresponding quarter. The profit before tax was RM1.50 million as compared to a profit before tax of RM5.54 million in the preceding year corresponding quarter.

The lower revenue and profit before tax in the current quarter were due to lesser sales of the remaining units of Rica Residence @ Sentul, as compared to 109 units were sold in the preceding year corresponding quarter. As of to-date, the completed units of Rica Residence @ Sentul were fully sold.

Trading and Logistic Segments

The Trading segment recorded a revenue of RM0.114 million as compared to RM0.038 million in the preceding year corresponding quarter. The segment recorded a slight improvement in profit before tax of RM0.001 million as compared to a loss before tax of RM0.097 million in the preceding year corresponding quarter. The increase in revenue and profit before tax were contributed by the purchase of construction materials for the on-going projects in the Construction Segment.

The Logistic segment registered a revenue of RM0.274 million in the current quarter as compared to a revenue of RM0.117 million in the preceding year corresponding quarter. The segment recorded a lower loss before tax of RM0.129 million in the current quarter as compared to a loss before tax of RM0.146 million in the preceding year corresponding quarter. The increase in revenue and lower loss before tax were in correspondence to the increased activities in the Logging and Timber Trading segment.

B2 Variation of result against preceding quarter

	Current Year Quarter 30/06/2022 (RM'000)	Immediate Preceding Quarter 31/03/2022 (RM'000)	Changes (%)
Revenue	69,413	42,454	64
Profit/(loss) from operation	8,725	(1,570)	(656)
Profit/(loss) before interest and tax	9,328	653	1328
Profit/(loss) before tax	8,900	365	2338
Profit/(loss) after tax	7,664	(797)	(1062)
Profit/(loss) attributable to Owners of the Company	6,563	(381)	(1823)

In the current quarter ended 30 June 2022, the Group registered a higher revenue of RM69.41 million and a profit before tax of RM8.90 million as compared to a revenue of RM42.45 million and a profit before tax of RM0.37 million in the preceding quarter ended 31 March 2022.

The higher revenue and profit before tax were mainly due to the higher activities in the Construction segment and the new working block which allowed for production and sales activities to resume in the Logging and Timber Trading segment.

B3 Current year prospects

GDP continued to expand in the second quarter of 2022 and the Malaysian economy registered a strong growth of 8.9% in the second quarter of 2022 as compared to 5.0% in the first quarter. The improvement also reflected in the normalizing economic activity as Malaysia moved towards endemicity and reopened international borders. In Bank Negara's latest report for Q2 2022, the Malaysian economy is projected to expand further for the remainder of the year and this will be supported by firm domestic demand.

The construction sector grew by 2.4% (1Q 2022: -6.2%), and it is the first positive growth since the second quarter of 2021. The industry is set to rebound with a 6.1% growth in 2022, catalyzed by construction activities in large scale infrastructure projects such as the revival of the Mass Rapid Transit 3 (MRT 3) Circle Line project, which was estimated to cost approximately RM31 billion. The Group's construction segment will continue to focus on its current projects such as Duta Park Residences as well as its own property development projects in the affordable housing segment. The Group has an order book of approximately RM260 million and will proactively pursue opportunities to bid for new construction jobs in both private and government projects. The Group's tender for new construction projects currently amounts to RM2.9 billion in the private and government sectors.

In the property segment, the Malaysian government will continue to implement affordable housing projects to ensure the provision of adequate and quality housing under the 12th Malaysian Plan and this initiative targets families as well as individuals in the B40 and M40 category. In-line with the government's plan, the Group's second Malaysian property development project Vierra Residence @ Kinrara which was recently opened for booking, is an affordable housing development with a selling price of RM300,000 per unit. This development consist of 2 tower blocks of 1,604 units and

it is based on “Residensi Wilayah Keluarga Malaysia” (RUMAWIP) concept. Our maiden property development project Rica Residence @ Sentul launched in 2017 was completely sold as of August 2022. In Australia, the Group’s award-winning property development, the Paragon, was completed in 2021 with few remaining units available for sale. The Group’s third property development in Australia, The Wilds located in Northcote, Melbourne, is set to be a benchmark in Environmentally Sustainable Design principles and will become the first carbon-neutral detached housing development in inner Melbourne, with all houses 100 per cent electric and incorporating a solar panel array. The construction of The Wilds has started and is scheduled for completion end of 2022. The Group has also ventured into a new property development at Fitzroy, Melbourne and is currently applying for approval from the relevant authorities. This development is scheduled to launch in 2024.

In the Group’s Logging and Timber Trading segment, we have approximately 15,443 acres of working block through our subsidiaries and associate company and this will continue to contribute to the Group’s earnings in the future.

The Group has diversified its business into the plantation segment and foresee this new segment will generate good returns in the long term. The Group has ventured into an operation to carry fruit crops cultivation and plantation project with approximately 600 acres of land located in Jerantut. We will continue to explore options to identify suitable businesses or strategic acquisition and will continue to seek opportunities in this segment.

The Group will continue its focus on construction, property development, logging and timber trading and plantation segments to ensure sustained revenue. We will continue to bid for prospective infrastructure and rail construction projects and with our state-of-the-art trackwork machineries and expertise, as well as having excellent track record in completing railway projects on time, we are in a good position to bid for such jobs. The Group remains focused on the planned developments of its property projects in Malaysia as part of the long-term growth objective for its property development division. Depending on market conditions, the Group is also on the lookout to expand its property development footprints in the Klang Valley. Although the Group’s operations have been affected due to the effects brought by the COVID-19 pandemic, we will continue to explore more business opportunities and capitalise on our strengths to generate sustainable revenue from its existing or new businesses.

Barring any unforeseen circumstances, the Group is optimistic about the Group’s ability to continue to achieve satisfactory performance for the next financial year ended 30 June 2023.

B4 Profit forecast
Not applicable.

B5 Profit guarantee

Claim by the Company against Cashrep Holdings Sdn. Bhd. (“Cashrep”) and Cita Jati Sdn. Bhd. (“Cita Jati”) based on Profit Guarantee Agreement.

On 23 November 2006 and 11 April 2007, the Company has obtained Winding-Up Orders from the Court against Cita Jati and Cashrep respectively. The Official Receiver from the Jabatan Insolvency, Wilayah Persekutuan was appointed as liquidator for both companies.

B6 Income tax

Income tax includes:

	Individual Quarter		Cumulative Quarter	
	3 months ended 30/06/2022 RM'000	3 months ended 30/06/2021 RM'000	12 months ended 30/06/2022 RM'000	12 months ended 30/06/2021 RM'000
Current period's provision	1,236	878	5,716	8,409
Under / (Over) provision for the prior years	-	-	(828)	(421)
	1,236	878	4,888	7,988
Deferred taxation	-	870	-	870
Under / (Over) provision for the prior years	-	-	-	-
	1,236	1,748	4,888	8,858

Taxation is computed after taking into consideration the available capital allowances and the adjusted business losses carried forward from previous years to set off against taxable profit.

B7 Purchase or disposal of quoted securities

There were no purchase or disposal of quoted securities in Malaysia during current quarter under review.

Investment in quoted shares as at 30 June 2022 were as follows :

	RM'000
At cost	5,912
At market value - Shares	10,610

B8 Status of corporate proposals announced

There were no corporate proposal announced during the financial period to date, except as disclosed below :-

On 6 September 2021, the resolution as set out in the Notice of Postponed Extraordinary General Meeting dated 20 August 2021 in regards to the Proposed Renounceable Rights Issue of up to 373,882,456 New Ordinary Shares in FBG on the basis of one (1) Rights Share for every one (1) existing FBG Share held on the entitlement date, together with up to 373,882,456 free detachable Warrants in FBG on the basis of one (1) Warrant for every one (1) Rights Share subscribed for at an issue price of RM0.10 per Rights Share, was duly passed by the shareholders of the Company.

The additional 370,806,692 new ordinary shares and 370,806,692 Warrants issued pursuant to the Rights Issue with Warrants were listed and quoted on the main market of Bursa Malaysia Securities Bhd on 25 October 2021.

B9 Status of Utilisation of Proceeds

Status of Utilisation of Proceeds as at 30 June 2022

	Proposed Utilisation RM'000	Actual Utilisation RM'000	Unutilised Proceeds RM'000	Timeframe For The Utilisation Of Proceeds
<u>Rights Issue of 370,806,692 Shares</u>				
Funding for existing and/ or future construction projects	10,000	-	10,000	Within 18 months
Funding for future property development projects	10,000	(7,020)	2,980	Within 24 months
Business expansion and/ or future viable investment for logging & timber trading, and plantation segments	15,000	(500)	14,500	Within 24 months
Working capital requirements	1,481	-	1,481	Within 6 months
Defrayment of estimated expenses	600	(545)	55	Upon completion
	<u>37,081</u>	<u>(8,065)</u>	<u>29,016</u>	

B10 Borrowings

The tenure of the Group borrowings classified as follows:-

	30 June 2022		30 June 2021	
	Short term	Long term	Short term	Long term
<u>Secured</u>	RM'000	RM'000	RM'000	RM'000
Term loan	3,806	-	-	-
Lease liabilities	2,588	2,272	3,216	1,491
Invoice Finance	4,012	-	1,108	-
Revolving Credit	44,740	-	45,000	-
Bills Discounting	13,346	-	-	-
Promissory Note	3,635	-	-	-
	<u>72,128</u>	<u>2,272</u>	<u>49,324</u>	<u>1,491</u>

B11 Off balance sheet financial instruments

The Group does not have any financial instrument with off balance sheet risk as at 30 June 2022.

B12 Trade receivables

The age analysis of trade receivables is as follow :

	Current Quarter Ended 30/06/2022 RM'000
Not past due	77,937
Past due:	
- less than 3 months	10,901
- 3 to 6 months	7,081
- over 6 months	-
- more than 1 year	10,432
	106,351

The Group is satisfied that recovery of the amount is possible, therefore there is no impairment for past due trade receivables.

B13 Material litigation

There were no any other proceeding, pending or threatened litigation or any fact likely to give rise to any proceedings which might materially and adversely affect the position or business of the Group as at 30 June 2022 except as disclosed in the following:-

a) Fajarbaru Builder Sdn. Bhd. ("Claimant") vs Tan Wee Meng ("Respondent")

The Claimant issued a Notice of Arbitration dated 1 November 2019 against the Respondent for a sum of RM10,000,000.00 ("**the Claim**") pursuant to a Director's Guarantee dated 8 August 2017 given by the Respondent in favour of the Claimant, whereby the Respondent irrevocably and unconditionally undertook to immediately pay on demand to the Claimant any amount due and owing by TYL Land & Development Sdn Bhd ("**TYL Land**"), up to the maximum guarantee amount of RM10,000,000.00, in respect of the whole of the obligations of TYL Land in relation to the Podium Block works of L'Marq Semenyih Project carried out by the Claimant.

Pursuant to the Final Award in the matter of an Arbitration dated 30 December 2020, the Arbitrator has awarded and declared that: -

1. the Respondent shall pay to the Claimant within 14 days from 23 February 2021:
 -
 - a. the sum of RM10,000,000.00; and

- b. the amount awarded in item 1(a) above or in the event of part payment by the due date, the outstanding balance thereof shall be subject to the addition of simple interest at 5% per annum from the date of this award to the date of payment; and
2. the Respondent shall pay and/or reimburse all the legal costs and expenses, the Arbitrator's fees and the Asian International Arbitration Centre (AIAC) booking fees to the Claimant.

As the Final Award is in favour of the Claimant, our Board is of the view that the outcome is in favour of the Claimant and that there is no exposure of liability to the Claimant save for the legal costs and expenses incurred by the Claimant in the arbitration proceedings.

On 23 April 2021, the Claimant had successfully enforced the Arbitration Award against the Respondent pursuant to Section 38 of the Arbitration Act 2005, by way of an ex-parte Originating Summons ("**Enforcement Order**").

On 28 October 2021, the Respondent's setting aside applications have been dismissed. No appeal has been filed by the Respondent.

The Claimant will be engaging solicitors in Singapore to enforce the Final Award against the Respondent in Singapore.

b) Fajarbaru Builder Sdn. Bhd. ("Claimant") vs Shaw Plaza Sdn. Bhd. ("Respondent")

On 12 March 2019, the Claimant issued a Notice of Arbitration on the Respondent. On 19 April 2019, the Claimant and the Respondent agreed to refer their disputes and differences to Arbitration.

The disputes and differences between the parties arose from the Mutual Termination Agreement dated 25 May 2015 ("**MTA**") relating to the Shaw Parade Project.

Based on the latest report submitted by the quantum expert appointed by the Claimant, the assessed value of the final account to be in the sum of RM36,730,059.96. Upon taking account the payment received by Claimant, there is a sum of RM11,178,726.19 due and owing to the Claimant.

The Claimant also has a prolongation claim against the Respondent in the sum of RM7,740,464.94.

The Respondent's counter-claim against the Claimant is the sum of RM9,179,842.03.

Our Board is of the view that the Claimant has a reasonable chance of success against the Respondent.

The maximum exposure of liability to the Claimant is RM9,179,842.03 plus the legal costs and expenses incurred by both parties i.e the Claimant and the

Respondent in the arbitration proceedings in the event that the Claimant's claims are dismissed in totality and the Respondent's counter-claims are allowed.

The arbitration's Hearing dates were scheduled to commence from 22 to 30 August 2022.

On 17 August 2022, the Respondent has offered a sum of RM8,500,000.00 as full and final settlement in respect of the disputes and differences between parties arising from the Shaw Parade Project.

The Respondent's offer was accepted by the Claimant.

Subsequently on 18 August 2022, parties have informed the Tribunal of the settlement reached between parties. In view of the said settlement, the Tribunal has vacated the Hearing dates fixed and is awaiting further updates from the parties in respect to the termination of the arbitration proceedings.

B14 Dividend

No dividend has been declared for the forth quarter ended 30 June 2022.

B15 Earnings per share

The **basic earnings per share** is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issued at the end of the period.

The **diluted earnings per share** is calculated by dividing the net profit attributable to equity holders of the Company for the current individual quarter and the current cumulative quarter by the adjusted weighted average number of ordinary shares in issue during the current individual quarter and the current cumulative quarter plus the weighted average number of ordinary shares which deemed to be issued on conversion of warrants and ESOS into ordinary shares.

	Individual Quarter		Cumulative Quarter	
	3 months Ended 30/06/2022 RM'000	3 months Ended 30/06/2021 RM' 000	12 months Ended 30/06/2022 RM000	12 months Ended 30/06/2021 RM'000
Net (loss)/profit attributable to Owners of the Company	6,563	4,827	8,984	23,965
Weighted Average Number of shares at the end of the period ('000)	741,613	370,807	623,768	370,807
Adjusted number of ordinary shares in issue and issuable ('000)	1,112,420	370,807	994,575	370,807
Basic earnings per share (sen)	0.88	1.30	1.44	6.46
Diluted earnings per share (sen)	0.59	1.30	0.90	6.46

B16 Profit before taxation

	Current Year Quarter 30/06/2022 RM'000 Unaudited	Current Year To-date 30/06/2022 RM'000 Unaudited
Profit before tax is arrived at after charging/(crediting):-		
Interest income	(548)	(1,893)
Dividend income	(22)	(309)
Depreciation	4,408	12,778
Interest expense	417	1,011
Write off of property, plant and equipment	-	5
(Gain)/Loss on disposal of property, plant & equipment	-	(132)
Reversal of impairment loss in trade receivables	-	(13)
Unrealised (gain)/loss on foreign exchange	1,445	888
Unrealised (gain)/loss on investment fund	(324)	(488)

B17 Authorisation for issue

The Board of Directors authorised the issue of this unaudited interim financial report on 24 August 2022.

By Order of the Board
Fajarbaru Builder Group Bhd

Tan Sri Dato' Sri Chan Kong Choy
Executive Chairman

Kuala Lumpur
24 August 2022