



FAJARBARU

BUILDER GROUP BHD

199301026907 (281645-U)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE 4TH QUARTER ENDED 30 JUNE 2024**



FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)
UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 30 JUNE 2024

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30/06/2024	Preceding Year Corresponding Quarter 30/06/2023	Changes	Current Year To Date 30/06/2024	Preceding Year Corresponding Year 30/06/2023	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	154,994	72,835	113	497,411	224,057	122
Cost of Sales	(123,133)	(65,050)	89	(387,057)	(192,514)	101
Gross Profit	31,861	7,785	309	110,354	31,543	250
Other Income	489	4,426		5,400	7,620	
Interest Income	405	493		1,689	1,195	
Operating Expenses	(11,551)	(35,204)		(38,672)	(56,641)	
Finance Costs	(800)	(950)		(2,935)	(2,185)	
Share of results of associates	(1,363)	4,439		128	7,747	
Profit/(Loss) Before Tax	19,041	(19,011)	200	75,964	(10,721)	809
Tax Expenses	(14,544)	(1,220)		(20,491)	(5,918)	
Profit/(Loss) for the period / year	4,497	(20,231)	122	55,473	(16,639)	433
Profit/(Loss) attributable to :						
Owners of the Company	4,832	(19,375)		54,014	(14,448)	
Non-controlling interest	(335)	(856)		1,459	(2,191)	
	4,497	(20,231)	122	55,473	(16,639)	433
Weighted average no. of shares ('000)	741,613	741,613		741,613	741,613	
Earnings/(Loss) per share attributable to Owners of the Company (sen)						
- Basic	0.65	(2.61)		7.28	(1.95)	
- Diluted	0.43	(1.74)		4.86	(1.30)	

(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 2023 and the accompanying explanatory notes attached to the interim financial statements)

FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)
UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 30 JUNE 2024

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30/06/2024	Preceding Year Corresponding Quarter 30/06/2023	Changes	Current Year To Date 30/06/2024	Preceding Year Corresponding Year 30/06/2023	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Profit/(Loss) for the period / year	4,497	(20,231)	122	55,473	(16,639)	433
Other comprehensive income/(loss) :						
Net gain on other investment						
- Gain/(loss) on fair value changes	982	(1,179)		4,912	(590)	
Foreign currency translation						
- Gain/(loss) on currency translation	(1)	(2)		(1)	(1)	
Share of (expenses)/income of equity accounted associates	(80)	350		157	415	
Total Comprehensive income/(loss)	5,398	(21,062)	126	60,541	(16,815)	460
Total comprehensive income/(loss) attributable to :						
Owners of the Company	5,733	(20,205)		59,082	(14,624)	
Non-controlling interest	(335)	(857)		1,459	(2,191)	
	5,398	(21,062)	126	60,541	(16,815)	460

(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 2023 and the accompanying explanatory notes attached to the interim financial statements)



FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)
UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	(Unaudited)	(Audited)
	Financial Year Ended 30/06/2024	Financial Year Ended 30/06/2023
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	28,627	28,902
Right-of-use assets	1,618	1,311
Investment properties	45,155	44,798
Investment securities	14,932	10,020
Investment in associates	29,934	32,609
Intangible assets	360	369
Bearer plant	7,366	4,078
Inventories	13,711	13,711
Other receivables & prepayments	57,037	46,624
Goodwill	7	7
	198,747	182,429
Current assets		
Inventories	50,005	86,085
Trade receivables	50,136	53,982
Other receivables	16,158	20,308
Contract Assets	131,006	36,887
Tax recoverable	15,223	9,376
Amount due from associates	35,660	31,294
Short-term investments	66,719	57,952
Fixed deposits with licensed banks	9,551	17,879
Cash and bank balances	78,406	76,751
	452,864	390,514
	651,611	572,943
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	221,534	221,534
Treasury shares	(1,655)	(1,655)
Warrant reserves	9,535	9,535
Other reserves	1,110	1,110
Fair value reserves	9,020	4,108
Foreign currency translation reserves	(386)	(543)
Retained profits	180,492	133,894
Equity attributable to owners of the Company	419,650	367,983
Non-Controlling interests	19,735	15,221
TOTAL EQUITY	439,385	383,204
Non-current liabilities		
Deferred tax liabilities	19,401	7,573
Loans and borrowings	3,360	14,620
	22,761	22,193
Current liabilities		
Loans and borrowings	67,671	65,452
Trade payables	91,147	52,110
Other payables	16,468	15,289
Contract liabilities	5,571	32,967
Amount owing to associates	-	80
Amount owing to related parties	142	-
Provision of taxation	8,466	1,648
	189,465	167,546
TOTAL LIABILITIES	212,226	189,739
TOTAL EQUITY AND LIABILITIES	651,611	572,943
Net assets per share attributable to owners of the Company (RM)	0.5659	0.4962
No. of Shares issued (net of treasury shares)	741,613,384	741,613,384

(The unaudited 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 the interim financial statements)

FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 4TH QUARTER ENDED 30 JUNE 2024

	Financial Year Ended 30/06/2024	Financial Year Ended 30/06/2023
	RM'000	RM'000
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before taxation	75,964	(10,720)
Adjustment for :		
Amortisation of intangible assets	9	(21)
Depreciation on property, plant and equipment	3,920	5,689
Depreciation on right-of-use assets	1,389	739
(Gain) / Loss on disposal of property, plant and equipment	(415)	(3,023)
(Gain) / Loss on derecognised of right-of-use assets	(4)	13
Impairment loss on contract assets	-	28,188
Impairment loss on receivables	719	299
Reversal of impairment loss on trade receivables	(26)	-
Interest income	(1,689)	(1,068)
Dividend income	(417)	(258)
Finance costs	2,935	2,185
Share of results of associates	(128)	(7,747)
(Gain) / Loss on foreign exchange rate	-	395
Unrealise (gain) / loss on foreign exchange differences	145	(222)
Write off of property, plant and equipment	7	4
Operating profit before working capital changes	82,409	14,453
Change in working capital		
(Increase)/Decrease in inventories	29,140	(46,149)
(Increase)/Decrease in receivables	49,813	(31,734)
Increase/(Decrease) in payables	39,359	(2,961)
Decrease/(Increase) in contract assets/liabilities	(158,095)	68,552
Cash generated from / (used in) operations	42,626	2,161
Taxes credit / (paid)	(7,693)	(10,467)
Interest paid	(2,892)	(2,142)
Interest received	16	40
Net cash flow (used in)/ generated from operating activities	32,057	(10,408)
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Interest received	1,673	1,029
Dividend received	417	258
Dividend received from associates	2,960	4,800
Additional net cash outflow for acquisition of associates	(8,930)	-
Proceeds from non-controlling interest	-	5,084
Proceeds from disposal of property, plant and equipment	415	3,837
Additional of right-of-use assets	(1,825)	(1,313)
Purchase of property, plant and equipment	(2,667)	(7,654)
Repayment/(Advance) from related parties	24	119
Repayment/(Advance) from associates	(4,094)	7,804
Net cash generated from / (used in) investing activities	(12,027)	13,964
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Finance cost paid	(43)	(43)
Dividends paid on ordinary shares	(7,416)	(7,416)
Drawdown/(Repayment) of lease liabilities	486	581
Drawdown/(Repayment) of hire purchase	(1,151)	(664)
Repayment of loan and borrowings	(9,377)	5,714
Net cash generated from / (used in) financing activities	(17,501)	(1,828)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,529	1,728
Effect of exchange rate changes on cash and cash equivalents	(436)	(1)
CASH AND CASH EQUIVALENTS AS AT 1 JULY	152,583	150,856
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	154,676	152,583
Less : Fixed deposit under lien	(9,551)	(17,879)
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	145,125	134,704

(The unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements)

FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 4TH QUARTER ENDED 30 JUNE 2024**

	Share Capital (RM'000)	Treasury Shares (RM'000)	Other reserve (RM'000)	Warrant 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 2023	221,534	(1,655)	1,110	9,535	4,108	(543)	133,894	367,983	15,221	383,204
Total comprehensive income/(loss) for the year	-	-	-	-	4,912	157	54,014	59,083	1,459	60,542
Transactions with owners										
Dividends	-	-	-	-	-	-	(7,416)	(7,416)	3,015	(4,401)
Additional acquisition of subsidiaries	-	-	-	-	-	-	-	-	40	40
As at 30 June 2024	221,534	(1,655)	1,110	9,535	9,020	(386)	180,492	419,650	19,735	439,385
As at 1 July 2022	221,534	(1,655)	1,110	9,535	4,698	(957)	155,759	390,024	12,328	402,352
Total comprehensive income/(loss) for the year	-	-	-	-	(590)	414	(14,448)	(14,624)	(2,191)	(16,815)
Transactions with owners										
Dividends	-	-	-	-	-	-	(7,417)	(7,417)	-	(7,417)
As at 30 June 2023	221,534	(1,655)	1,110	9,535	4,108	(543)	133,894	367,983	15,221	383,204

(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 the interim financial statements)



FAJARBARU BUILDER GROUP BHD 199301026907 (281645-U)
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 2023. 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 2024.

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 2024, except for the adoption of the following Amendments to MFRSs and IFRIC Agenda Decision that are effective for the Group from 1 July 2024:

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

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendment 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 the above accounting standard and interpretations (including the consequential amendments) have no material impact on the Group’s financial statements.

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 2024:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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 16: Lease Liability in a Sales and Leaseback	1 January 2024
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
Amendment to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
Amendment to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025

The adoption of the above accounting standards and interpretations (including the consequential amendments) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3 Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 30 June 2023 was not subject to any qualification.

A4 Seasonal or cyclical factors

The Group's business operations were not affected by any significant seasonal or cyclical factors during the current quarter under review.

A5 Unusual items

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

A6 Changes in estimates

There were no material changes in estimates that have had any material effect on the results for the current quarter under review.

A7 Significant related party transactions

There were no significant related party transactions during the current quarter 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 current quarter under review.

The details of shares held as treasury shares for the financial period ended 30 June 2024 are as follow:

	Number of Treasury shares	Total Considerations RM
Balance as at 31 March 2024	3,075,764	1,654,910
Repurchased during the quarter	-	-
Balance as at 30 June 2024	3,075,764	1,654,910

The shares purchased are being held as treasury shares in accordance with Section 127 (6) of the Companies Act, 2016.

A9 Dividend paid

A second interim single-tier dividend of 0.5 sen per ordinary share amounting to RM3,708,063.64 in respect of the financial year ended 30 June 2024 was paid on 26 June 2024.

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 financial year ended 30 June 2023.

A11 Segmental reporting

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

12 months ended 30.06.24	← Before Group's Eliminations →							Adjustment and Eliminations RM'000	Total RM'000	
	Construction RM'000	Logging and timber trading RM'000	Property development RM'000	Trading RM'000	Logistic RM'000	Investment holding RM'000	Plantation RM'000			Other RM'000
Revenue										
External Sales	165,033	14,953	303,752	9,554	1,145	492	-	-	2,482	497,411
Inter-segment sales	161,438	-	-	82,693	-	24,927	-	-	(269,058)	-
Total revenue	326,471	14,953	303,752	92,247	1,145	25,419	-	-	(266,576)	497,411
Results										
Profit/(Loss) from operation	(7,268)	4,437	80,959	1,570	(75)	20,299	(457)	(13)	(20,681)	78,771
Finance costs	(1,986)	-	(1,292)	(179)	(18)	(27)	(208)	(20)	795	(2,935)
Share of results in associates	-	1,074	(946)	-	-	-	-	-	-	128
Profit/(Loss) before tax	(9,254)	5,511	78,721	1,391	(93)	20,272	(665)	(33)	(19,886)	75,964
Total assets										
Segment assets/ Consolidated total assets	191,930	22,211	219,109	29,588	271	132,543	857	14	55,088	651,611

A11 Segmental reporting (Cont'd)

12 months ended 30.06.23	← Before Group's Eliminations →							Adjustment and Eliminations RM'000	Total RM'000	
	Construction RM'000	Logging and timber trading RM'000	Property development RM'000	Trading RM'000	Logistic RM'000	Investment holding RM'000	Plantation RM'000			Other RM'000
Revenue										
External Sales	146,167	2,354	68,994	3,471	1,166	282	-	94	1,528	224,056
Inter-segment sales	36,031	-	-	13,069	-	33,982	-	-	(83,082)	-
Total revenue	182,198	2,354	68,994	16,540	1,166	34,264	-	94	(81,554)	224,056
Results										
Profit/(Loss) from operation	(25,135)	(1,748)	10,819	(131)	(281)	31,873	(439)	(760)	(30,480)	(16,282)
Finance costs	(1,827)	(211)	(891)	(133)	(21)	(331)	(102)	(14)	1,345	(2,185)
Share of results in associates	-	5,352	2,395	-	-	-	-	-	-	7,747
Profit/(Loss) before tax	(26,962)	3,393	12,323	(264)	(302)	31,542	(541)	(774)	(29,135)	(10,720)
Total assets										
Segment assets/ Consolidated total assets	222,662	69,604	233,442	8,736	490	524,364	5,201	166	(456,503)	608,162

A12 Events subsequent to the balance sheet date

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

A13 Changes in composition of the Group

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

- a) On 8 April 2024, the Company incorporated a wholly owned subsidiary company, FB Green Sdn. Bhd. The shares capital and the number of issued shares of FB Green Sdn. Bhd. is RM100.00 comprising 100 ordinary shares.

The intended principal activity of FB Green Sdn. Bhd. is renewable energy related works.

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 2024
	RM
Approved and contracted for	
- Denominated in RM	579,160



A15 Changes in contingent liabilities

	The Group		The Company	
	As at 30.06.24	As at 30.06.23	As at 30.06.24	As at 30.06.23
	RM'000	RM'000	RM'000	RM'000
Performance and tender bond granted to contract customers	37,456	24,314	-	-

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

B1 Review of performance

	Individual Period (4th quarter)			Cumulative Period		
	Current Year Quarter 30/06/2024 (RM'000)	Preceding Year Corresponding Quarter 30/06/2023 (RM'000)	Changes (%)	Current Year To-date 30/06/2024 (RM'000)	Preceding Year Corresponding Period 30/06/2023 (RM'000)	Changes (%)
Revenue	154,994	72,835	113	497,411	224,057	122
Profit/(loss) from operation	21,204	(22,500)	194	78,771	(16,283)	584
Profit/(loss) before interest and tax	19,841	(18,061)	210	78,899	(8,536)	1024
Profit/(loss) before tax	19,041	(19,011)	200	75,964	(10,721)	809
Profit/(loss) after tax	4,497	(20,231)	122	55,473	(16,639)	433
Profit/(loss) attributable to Owners of the Company	4,832	(19,375)	125	54,014	(14,448)	474

The Group recorded revenue of RM154.99 million and profit before tax of RM19.04 million in the current quarter, compared to revenue of RM72.84 million and loss before tax of RM19.01 million in the preceding year corresponding quarter. The higher revenue was mainly contributed by Property Development and Construction segments, whereas, the profit before tax was mainly attributed by the Property Development segment.

Detailed analysis of the performance for the respective operating business segments for the period ended 30 June 2024 are as follows:

	Revenue			Profit / (Loss) before tax		
	Current Year Quarter 30/06/2024 (RM'000)	Preceding Year Corresponding Quarter 30/06/2023 (RM'000)	Changes (RM'000)	Current Year Quarter 30/06/2024 (RM'000)	Preceding Year Corresponding Quarter 30/06/2023 (RM'000)	Changes (RM'000)
<u>Segment</u>						
Construction	56,916	39,528	17,388	(6,300)	(28,430)	* NM
Logging & timber trading	20	-	20	(1,027)	3,463	(4,490)
Property development	93,774	34,168	59,606	26,888	7,987	18,901
Trading	3,955	1,896	2,059	(12)	(68)	* NM
Logistic	267	448	(181)	(48)	(47)	* NM
Investment holding	62	(3,205)	3,267	(362)	(1,837)	* NM
Plantation	-	-	-	(95)	(72)	* NM
Other	-	-	-	(3)	(7)	* NM
Total	154,994	72,835		19,041	(19,011)	

* NM = Non-meaningful

Construction Segment

Construction segment reported revenue of RM56.92 million and loss before tax of RM6.30 million in the current quarter, compared to revenue of RM39.53 million and loss before tax of RM28.43 million in the preceding year corresponding quarter.



Higher revenue registered in the current quarter was mainly due to the newly awarded projects had started to progressively contribute revenue to the segment. The loss before tax in the current quarter mainly due to the accounting elimination of intercompany profits from internal projects and also due to high operating expenses. In comparison, the loss before tax in the preceding year corresponding quarter mainly arises from a one-off impairment loss on long outstanding contract asset for a completed project.

Logging and Timber Trading Segment

Logging and Timber Trading segment reported revenue of RM0.02 million and loss before tax of RM1.03 million in the current quarter, compared to no revenue and profit before tax of RM3.46 million in the preceding year corresponding quarter.

In the current quarter and preceding year corresponding quarter, no revenue being registered as a result of no approved working block to work on. Currently, the Group is in the midst of obtaining permit for new working block. As for the minimal revenue registered in the current quarter is merely a revenue reconciliation against the previous quarters. The loss before tax in the current quarter was mainly due to lesser contribution of profit from the Group's associate company as compared to preceding year corresponding quarter.

Property Development Segment

Property Development segment reported revenue of RM93.77 million and profit before tax of RM26.89 million in the current quarter, compared to revenue of RM34.17 million and profit before tax of RM7.99 million in the preceding year corresponding quarter.

The surge in revenue and profit before tax in the current quarter were mainly contributed from Vierra Residence @ Kinrara development project where it showed continuous incremental growth in the development work progress as compared to preceding year corresponding quarter.

Trading Segments

Trading segment reported revenue of RM3.96 million and loss before tax of RM0.01 million in the current quarter, compared to revenue of RM1.90 million and loss before tax of RM0.07 million in the preceding year corresponding quarter.

The increase in revenue and decrease in loss before tax for the current quarter were primarily attributed from higher purchase of construction materials for the Group's on-going projects in the Construction segment.

Logistic Segment

Logistic segment reported revenue of RM0.27 million and loss before tax of RM0.05 million in the current quarter, compared to revenue of RM0.45 million and loss before tax of RM0.05 million in the preceding year corresponding quarter.

The immaterial movement in revenue and loss before tax in the current quarter was primarily attributed to the usual operations of the segment and not influence by any special events or circumstances.

B2 Variation of result against preceding quarter

	Current Year Quarter 30/06/2024 (RM'000)	Immediate Preceding Quarter 31/03/2024 (RM'000)	Changes (%)
Revenue	154,994	142,647	9
Profit/(loss) from operation	21,204	28,848	(26)
Profit/(loss) before interest and tax	19,841	29,864	(34)
Profit/(loss) before tax	19,041	29,123	(35)
Profit/(loss) after tax	4,497	27,136	(83)
Profit/(loss) attributable to Owners of the Company	4,832	27,188	(82)

In the current quarter ended 30 June 2024, the Group posted a revenue of RM154.99 million and profit before tax of RM19.04 million, which is an increase of 9% and decrease of 35% respectively from the immediate preceding quarter ended 31 March 2024.

The increase in revenue for the current quarter were mainly due to the newly awarded projects had started to progressively contribute revenue in the Construction segment. The decrease in profit before tax predominantly due to lesser profit recognition from Property segments.

B3 Current year prospects

Malaysia's economic growth exceeded expectations in the second quarter of 2024 (2Q2024), propelled by robust household spending, increased business investments, and strong export performance. According to Bank Negara Malaysia's (BNM) second quarter report, the country's gross domestic product (GDP) expanded by 5.9% year-on-year during the April-June period. Looking ahead, economic growth in the second half of 2024 is anticipated to be supported by solid investment activity and resilient household spending, with a significant boost from the recovery in exports. The full-year growth for 2024 is projected to fall within the 4% to 5% range.

The construction sector experienced a significant 20.2% increase in work done, amounting to RM38.9 billion in the second quarter of 2024. This growth was fueled by positive momentum across all sub-sectors, with civil engineering and residential buildings leading the charge. The civil engineering sub-sector posted a robust 25.2% increase (Q1 2024: 24.7%), while residential buildings saw a substantial rise of 19.7% (Q1 2024: 11.5%). Looking ahead, Malaysia's construction industry is expected to see further improvement in the second half of 2024, largely driven by government-funded projects entering the implementation phase. Key infrastructure projects, such as the Penang Light Rail Transit (LRT) and Mass Rapid Transit 3 (MRT3) in the Klang Valley, along with strong demand for industrial buildings like warehouses, data centers, and semiconductor plants, are expected to create a favorable operating environment for the construction sector in the mid-term.

In April 2024, the Group secured a RM13.33 million contract from Malaysia Airports Holdings Berhad to enhance and upgrade the fire engineering system at KLIA Terminal 1, Kuala Lumpur International Airport. The project is set to begin in April 2024, with an expected completion date of March 2025. Additionally, during the same month, the



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Group was awarded a contract valued at RM252.26 million by WCT Holdings Berhad's subsidiary, WCT Construction Sdn Bhd. This contract involves construction work for the main building (Section 1: Phase 1) of a two-phase development project in Johor Bahru, Johor Darul Takzim. The development will feature 2 blocks of serviced apartments spread across 8 towers, comprising 2,048 residential units and 69 commercial units. The project is scheduled to commence in May 2024, with completion expected by May 2027.

In May 2024, the Group secured an additional RM15.71 million under the Head Contract (International) Two Phase and Minor Works Contract (International) with the Australian Department of Defence. This development, resulting from an amendment to the existing contract, broadens Fajarbaru's role in the design and construction of infrastructure for redeveloping military facilities at the Royal Malaysian Air Force (RMAF) Base Butterworth in Penang, Malaysia. As of May 2024, the total value of Fajarbaru's secured work for this project stands at RM39.05 million.

The Group's Construction segment remains committed to the efficient and timely delivery of our current projects. These projects span a variety of sectors, including high-rise residential buildings, apartments, retail complexes, golf clubhouse, and military facility redevelopment. We expect these projects to positively impact the Group's future earnings and net assets per share, beginning with the financial year ending 30 June 2024 and continuing thereafter. Our current order book totals approximately RM1.01 billion, with RM68 million allocated to internal development projects. We are actively seeking new opportunities through tenders in both the private and public sectors, with a combined value of RM4.41 billion.

The Group remains steadfast to its strategic, long-term growth plan for the Property Development segment in Malaysia. At present, the Group is progressing with its latest project, Desa Green, located in Kuala Krai, Kelantan. This freehold development's initial phase, Residensi Intan @ Desa Green, will feature single-story terrace and semi-detached homes. The estimated gross development value (GDV) for this phase is RM69.8 million.

In Australia, The Wilds in Northcote, Melbourne, is set to set a new standard in Environmentally Sustainable Design. This initiative aims to be the first carbon-neutral detached housing project in inner Melbourne, featuring residences powered solely by electricity and equipped with solar panel arrays. Construction for The Wilds began in April 2024, with an expected completion date in the third quarter of 2025. Additionally, the Group has expanded its property development portfolio with a new project in Fitzroy, Melbourne, with a GDV of approximately AUD \$64.16 million. The property development project is currently undergoing approval processes with relevant authorities and is planned for launch in mid-2025.

The Property Development segment remains dedicated to strategically advancing its projects across Malaysia. Our growth strategy emphasises strengthening our brand reputation as a premier property developer, boosting sales performance, enhancing digital capabilities to improve customer service, and optimising operational efficiency.

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Additionally, the Group will explore opportunities for acquiring new land holdings to support future property development prospects.

In the Logging and Timber Trading segment, the Group manages approximately 20,468 acres of operational blocks through our subsidiaries and an associate company. These assets are anticipated to make a sustainable contribution to the Group's earnings in the near future.

The Group has expanded into the Plantation sector, anticipating favorable returns. In Jerantut, Pahang, our plantation operations cover 600 acres and include activities such as reforestation, fruit crop cultivation, and eucalyptus tree planting. Additionally, we are developing an ecofarm in Port Dickson, Negeri Sembilan, with plans to open to the public in early 2025. The first phase of the ecofarm will include a restaurant, an animal farm, and a range of fruit plantations such as durian, banana, and dragonfruit, among other varieties, along with additional attractions. The Group remains dedicated to exploring new opportunities and strategic acquisitions to enhance our presence in this sector.

Looking ahead, the Group will maintain its focus on core segments Construction, Property Development, Logging and Timber Trading, and Plantations to ensure sustainable revenue growth. We will also take a cautious and vigilant approach to navigate external challenges, including potential international conflicts, rising raw material costs, and uncertainties anticipated in the coming year. Despite these challenges, the Group is confident that our diverse divisions are well-positioned to capitalize on new opportunities within our core business areas.

Unless unforeseen circumstances arise, we expect to achieve a positive performance for the financial year ending 30 June 2025.

B4 Profit forecast

Not applicable as there was no profit forecast issued.

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 Insolvensi, Wilayah Persekutuan was appointed as liquidator for both companies.

B6 Income tax

Income tax includes:

	Individual Quarter		Cumulative Quarter	
	3 months ended 30/06/2024 RM'000	3 months ended 30/06/2023 RM'000	12 months ended 30/06/2024 RM'000	12 months ended 30/06/2023 RM'000
Current period's provision	2,524	1,910	8,466	2,501
Under / (Over) provision for the prior years	192	-	197	1,512
	2,716	1,910	8,663	4,013
Tax paid for the prior years	-	-	-	2,596
Deferred taxation	11,828	(690)	11,828	(690)
Under / (Over) provision for the prior years	-	-	-	-
	14,544	1,220	20,491	5,919

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 2024 were as follows :

	RM'000
At cost	5,912
At market value - Shares	14,932

B8 Status of corporate proposals announced

There were no corporate proposal announced but not completed as at the current quarter under review.

B9 Borrowings

The tenure of the Group borrowings classified as follows:-

	30 June 2024		30 June 2023	
	Short term RM'000	Long term RM'000	Short term RM'000	Long term RM'000
<u>Secured</u>				
Term loan	8,852	484	1,293	12,300
Lease liabilities	340	1,359	657	689
Hire purchase	1,128	1,517	1,031	1,631
Invoice Finance	5,755	-	1,766	-
Revolving Credit	30,000	-	45,000	-
Bills Discounting	11,700	-	-	-
Promissory Note	9,896	-	15,705	-
	67,671	3,360	65,452	14,620



B10 **Off balance sheet financial instruments**

The Group does not have any financial instrument with off balance sheet risk as at 30 June 2024.

B11 **Trade receivables**

The age analysis of trade receivables is as follow :

	Current Quarter Ended 30/06/2024 RM'000
Not past due	31,685
Past due:	
- less than 3 months	5,306
- 3 to 6 months	0
- over 6 months	2,384
- more than 1 year	11,480
	<u><u>50,855</u></u>

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

B12 **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 the reporting date.

B13 **Dividend**

No dividend has been declared for the fourth quarter ended 30 June 2024.

B14 **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.

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	Individual Quarter		Cumulative Quarter	
	3 months Ended 30/06/2024 RM'000	3 months Ended 30/06/2023 RM' 000	12 months Ended 30/06/2024 RM000	12 months Ended 30/06/2023 RM'000
Net (loss)/profit attributable to Owners of the Company	4,832	(19,375)	54,014	(14,448)
Weighted Average Number of shares at the end of the period ('000)	741,613	741,613	741,613	741,613
Adjusted number of ordinary shares in issue and issuable ('000)	1,112,420	1,112,420	1,112,420	1,112,420
Basic earnings per share (sen)	0.65	(2.61)	7.28	(1.95)
Diluted earnings per share (sen)	0.43	(1.74)	4.86	(1.30)

B15 Profit before taxation

	Current Year Quarter 30/06/2024 RM'000 Unaudited	Current Year To-date 30/06/2024 RM'000 Unaudited
Profit before tax is arrived at after charging/(crediting):-		
Interest income	(405)	(1,689)
Dividend income	(55)	(71)
Depreciation	1,077	5,309
Interest expense	789	2,892
Impairment of trade receivables	693	693
(Gain)/Loss on disposal of property, plant & equipment	(8)	(415)
Unrealised (gain)/loss on foreign exchange	948	145
Unrealised (gain)/loss on investment fund	1,008	148

B16 Authorisation for issue

The Board of Directors authorised the issue of this unaudited interim financial report on 29 August 2024.

By Order of the Board
Fajarbaru Builder Group Bhd

Tan Sri Dato' Sri Chan Kong Choy
Executive Chairman

Kuala Lumpur
29 August 2024

