



SAMAIDEN GROUP BERHAD

*(Registration No.: 201901037874 (1347204-V))
(Incorporated in Malaysia under the Companies Act 2016)*

INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

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UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾

	Individual Quarter		Cumulative 9 months	
	Current Quarter 31.03.23 RM'000	Preceding Year Quarter 31.03.22 RM'000	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
Revenue	44,556	43,803	125,555	97,045
Cost of sales	(38,310)	(35,606)	(107,468)	(79,294)
Gross profit	6,246	8,197	18,087	17,751
Other income	494	245	1,263	565
Administrative expenses	(3,789)	(2,406)	(8,966)	(5,927)
Operating profit	2,951	6,036	10,384	12,389
Finance costs	(231)	(105)	(905)	(492)
Impairment losses on financial assets	-	(201)	-	(276)
Profit before taxation	2,720	5,730	9,479	11,621
Income tax expense	(816)	(1,540)	(2,540)	(3,107)
Profit after taxation	1,904	4,190	6,939	8,514
Other comprehensive income	-	-	-	-
Total comprehensive income for the financial period	1,904	4,190	6,939	8,514
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	1,904	4,190	6,943	8,516
Non-controlling interests	-	-	(4)	(2)
	<u>1,904</u>	<u>4,190</u>	<u>6,939</u>	<u>8,514</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	1,904	4,190	6,943	8,516
Non-controlling interests	-	-	(4)	(2)
	<u>1,904</u>	<u>4,190</u>	<u>6,939</u>	<u>8,514</u>
Earnings per share attributable to owners of the Company:-				
- Basic/Diluted (Sen) (Note B11)	<u>0.49</u>	<u>1.96</u>	<u>1.80</u>	<u>3.98</u>

Note:-

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2023⁽¹⁾

	Unaudited As at 31.03.23 RM'000	Audited As at 30.06.22 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	2,959	1,816
Right-of-use asset	3,198	3,404
Deferred tax assets	143	143
Total non-current assets	6,300	5,363
Current Assets		
Inventories	553	692
Trade receivables	43,895	32,171
Other receivables, deposits and prepayments	5,170	3,657
Contract assets	59,494	46,968
Tax recoverable	-	41
Short-term investments	32,677	52,091
Fixed deposit with licensed banks	6,837	6,288
Cash and bank balances	21,240	21,833
Total current assets	169,866	163,741
TOTAL ASSETS	176,166	169,104
EQUITY AND LIABILITIES		
Equity		
Share capital	60,895	60,895
Foreign currency translation reserve	1	1
Merger deficit	(6,412)	(6,412)
Retained profits	38,456	31,513
Equity attributable to owners of the Company	92,940	85,997
Non-controlling interests	164	168
TOTAL EQUITY	93,104	86,165
Non-Current Liabilities		
Lease liabilities	2,581	2,871
Borrowings	1,969	913
Total Non-Current Liabilities	4,550	3,784
Current Liabilities		
Trade payables	46,855	61,438
Contract liabilities	24,520	2,722
Other payables and accruals	473	1,086
Lease liabilities	656	617
Borrowings	5,313	10,941
Current tax liabilities	695	2,351
Total Current Liabilities	78,512	79,155
TOTAL LIABILITIES	83,062	82,939
TOTAL EQUITY AND LIABILITIES	176,166	169,104

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2023⁽¹⁾
(CONT'D)**

	Unaudited As at 31.03.23 RM'000	Audited As at 30.06.22 RM'000
Number of issued shares ('000)	385,005	385,005
Net assets per ordinary share attributable to owners of the Company (Sen)	<u>24.14</u>	<u>22.34</u>

Note:-

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾

	<----- Non-Distributable ----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Foreign Currency Translation RM'000	Merger Deficit RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000		
At 01.07.22	60,895	1	(6,412)	31,513	85,997	168	86,165
Profit after taxation for the financial period	-	-	-	6,943	6,943	(4)	6,939
Other comprehensive income for the financial period	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	6,943	6,943	(4)	6,939
At 31.03.23	60,895	1	(6,412)	38,456	92,940	164	93,104

UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾ (CONT'D)

	Non-Distributable		Distributable			
	Share Capital RM'000	Merger Deficit RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- controlling interests RM'000	Total Equity RM'000
At 01.07.21	35,585	(6,412)	19,582	48,755	(10)	48,745
Profit after taxation for the financial period	-	-	8,516	8,516	(2)	8,514
Other comprehensive income for the financial period	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	8,516	8,516	(2)	8,514
Transactions with owners:-						
- Subscription of shares in a subsidiary by non-controlling interests	-	-	-	-	180	180
- Proceeds from issue of new shares	25,310	-	-	25,310	-	25,310
At 31.03.22	60,895	(6,412)	28,098	82,581	168	82,749

Note:-

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR-TO-DATE ENDED
31 MARCH 2023⁽¹⁾**

	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES		
Profit before taxation	9,479	11,621
Adjustments for:-		
Depreciation of property, plant and equipment	211	191
Amortisation of right-of-use asset	516	144
Impairment losses on trade receivables	-	276
Interest expense	905	492
Interest income	(885)	(727)
Fair value (gain)/loss on short-term investments	(378)	166
Operating profit before working capital changes	9,848	12,163
Decrease/(Increase) in inventories	139	(238)
Increase in trade and other receivables	(13,237)	(16,611)
Increase in contract assets	(12,526)	(8,493)
Decrease in contract cost assets	-	1,000
(Decrease)/Increase in trade and other payables	(15,196)	17,466
Increase in contract liabilities	21,798	2,342
CASH (USED IN)/FROM OPERATIONS	(9,174)	7,629
Income tax paid	(4,155)	(1,375)
NET CASH (USED IN)/FROM OPERATING ACTIVITIES	(13,329)	6,254
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Interest received	885	727
Fair value gain/(loss) on short-term investments	378	(166)
Acquisition of property, plant and equipment	(1,354)	(328)
Acquisition of right-of-use asset	(28)	(3,463)
Increase in short-term investments	(32)	(27)
Decrease/(Increase) in fixed deposit pledged with licensed banks	598	(1,870)
NET CASH FROM/(USED IN) INVESTING ACTIVITIES	447	(5,127)
CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES		
Net drawdown/(repayment) of term loans	1,120	(29)
Net proceeds from issuance of new shares	-	25,310
Increase in share capital in a subsidiary by non-controlling shareholder	-	180
Net (repayment)/drawdown of lease liabilities	(533)	3,333
Net (repayment)/drawdown of bankers acceptance	(6,929)	12,059
Net drawdown in invoice financing	1,237	-
Interest paid	(905)	(492)
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	(6,010)	40,361

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾ (CONT'D)

	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
Net (Decrease)/Increase In Cash and Cash Equivalents	(18,892)	41,488
Cash and Cash Equivalents at the Beginning of the Financial Period	69,008	32,830
Cash and Cash Equivalents at the End of the Financial Period	<u>50,116</u>	<u>74,318</u>
<u>Cash and Cash Equivalents comprises:-</u>		
Fixed deposit with licensed banks	6,837	3,496
Cash and bank balances	21,240	16,987
Money market funds, at fair value	<u>27,729</u>	<u>57,331</u>
	55,806	77,814
Less : Fixed deposit pledged to licensed banks	<u>(5,690)</u>	<u>(3,496)</u>
	<u>50,116</u>	<u>74,318</u>

Note:-

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

A1. Basis of Preparation

The interim financial report of Samaiden Group Berhad and its subsidiaries (the “**Group**”) is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“**MFRS**”) 134, Interim Financial Reporting, International Financial Reporting Standards (“**IFRS**”) 34, Interim Financial Reporting and Rule 9.22 of the Main Market Listing Requirements (“**Listing Requirements**”).

This interim financial report should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those as disclosed in the audited financial statements of the Company for the financial year ended 30 June 2022. The Group has adopted the following standards, amendments and interpretations that have become effective in current financial period:-

MFRSs and/or IC Interpretations (including the Consequential Amendments)

- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment- Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts- Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the financial performance and position of the Group upon their initial application.

The Group has not applied in advance the following Malaysian Financial Reporting Standards and interpretations (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 period:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 17 : Initial Application of MFRS 17 & MFRS 9 – Comparative Information	1 January 2023
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 Sale and Leaseback	1 January 2024

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023 (CONT'D)

A2. Changes in Accounting Policies (cont'd)

The Group has not applied in advance the following Malaysian Financial Reporting Standards and interpretations (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 period:- (cont'd)

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 101: Classification of liabilities as current or non-current	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
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

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) is not expected to have a material impact on the financial statements of the Group upon their initial application.

A3. Auditors’ Report on Preceding Annual Financial Statements

There was no qualification on the audited financial statements of the Group for the financial year ended 30 June 2022.

A4. Seasonal or Cyclical Factors

The business operations of the Group during the current financial quarter under review were not materially affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items for the current financial quarter under review.

A6. Changes in Estimates

There were no material changes in estimates for the current financial quarter under review.

A7. Debt and Equity Securities

There were no significant issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter under review.

A8. Dividends Paid

There was no dividend paid by the Company during the current financial quarter under review.

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023 (CONT'D)

A9. Segmental Reporting

The Group's operating segments are classified according to the nature of activities as follows:-

Engineering, procurement, construction and commissioning ("EPCC") of solar energy solution : Provision of services related to renewable energy and environmental sector.

Solar Photovoltaic ("PV") Investment : Sale of electricity generated through own solar photovoltaic facility.

31 March 2023	EPCC RM'000	Solar PV Investment RM'000	Elimination RM'000	Consolidated RM'000
Revenue				
External	125,506	49	-	125,555
Inter-segment	1,435	-	(1,435)	-
Total Revenue	<u>126,941</u>	<u>49</u>	<u>(1,435)</u>	<u>125,555</u>
Results				
Profits from operation				10,384
Finance costs				(905)
Profit before tax				<u>9,479</u>

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023 (CONT'D)

A10. Significant Events Subsequent to the End of the Interim Financial Period

There were no significant events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period under review.

A12. Fair Value of Financial Liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current financial quarter under review.

A13. Capital Commitments

The Group does not have any material capital commitments during the current financial period under review.

A14. Contingent Assets and Contingent Liabilities

Contingent Assets

The Group has no contingent assets as at the date of this report.

Contingent Liabilities

No provisions are recognised on the following matters as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement:-

	31.03.23 RM'000
(i) Performance guarantee for contracts in favour of existing customers	19,807
(ii) Guarantees for letter of credits issued in favour of existing suppliers	<u>8,842</u>

A15. Related Party Transactions

There are no transactions entered with related parties of the Group during the current financial period under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

Comparison between current quarter with the corresponding quarter in the preceding year

The Group recorded revenue of RM44.56 million for the current quarter compared to RM43.80 million in the preceding year's corresponding quarter. The increase was due to higher work progress for ongoing projects in the current quarter.

The Group achieved profit before taxation ("PBT") of RM2.72 million for the current quarter compared to RM5.73 million in the preceding year's corresponding quarter. The decrease was mainly due to lower margin for on-going project, increase in staff-related expenses and professional fee & listing expenses incurred in the current quarter.

Comparison between current year to date with preceding year to date

Revenue increased to RM125.56 million for current year to date as compared to RM97.05 million in the preceding year to date. However, the PBT decreased to RM9.48 million as compared to RM11.62 million in the preceding year to date. This was mainly due to the following:-

- lower profit margin reported for on-going projects
- increase in staff-related expenses
- increase in professional fee & listing expenses

B2. Comparison with Immediate Preceding Quarter Results

	Current Quarter 31.03.23 RM'000	Preceding Quarter 31.12.22 RM'000
Revenue	44,556	40,233
PBT	2,720	3,476

Despite higher revenue recorded for the current quarter, the PBT for the current quarter decreased marginally as compared to immediate preceding quarter due to lower gross profit contributed by progressive EPCC services of projects with lower gross profit margin. Decrease in PBT also arises from higher administrative expenses in current quarter which was mainly due to higher professional fees & listing expenses and staff-related expenses incurred.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B3. Prospects**

The government of Malaysia ("Government") is working towards increasing the use of RE resources, including mini-hydro, biomass, biogas and solar as an initiative to reduce carbon dioxide ("CO₂") emission. Variety of national initiatives has been undertaken to reduce greenhouse gases by 45% by 2030 and achieve net-zero by 2050. The Government had in September 2022 launched The National Energy Policy, 2022-2040 ("DTN") which strategically charts the way forward and outlines key priorities for the energy sector in the coming years. The DTN will position the energy sector as a catalyst for socioeconomic development.

Subsequently, on 31 October 2022, the Ministry of Energy and Natural Resources had announced the opening for a 600MW quota application from 7 November 2022 for Corporate Green Power Programme ("CGPP"), through the virtual power purchase agreement ("VPPA") to sell RE to corporate clients based on mutually agreed pricing. In order to further promote the green energy transition within the nation, government has allocated additional 630MW quota capacity covering 180MW for small hydro, biogas and biomass project, 200MW for CGPP, 200MW for NEM programme and 50MW for NEM Rakyat programme on 9 March 2023. Meanwhile, the government's decision to lift the ban on energy exports to other countries on 9 May 2023 signifies a significant step towards stimulating growth in the renewable energy industry. This move will not only support the efforts to foster the development of renewable energy but also positions Malaysia to become a regional hub for clean energy, shaping the country's future in the energy trade sector. To demonstrate the commitment to mitigate climate change issue, government has revised the country's 2050 renewable energy target from 40% to an ambitious 70%, demonstrating their commitment to a sustainable and greener future. Overall, the outlook of renewable energy industry remains optimistic with the support and commitments from the Government.

Moreover, tariff hike in January 2023 might lead to demand boost for green energy. Users that fall under medium voltage and high voltage categories consisting of Commercial Tariffs and Industrial are subjected to an Imbalance Cost Pass-Through ("ICPT") surcharge at a rate of 20 sen/kWh which will cause their operating cost surge significantly. Meanwhile, the Government has announced Green Energy Tariff ("GET") quota increased of up to 6,600 gigawatt-hours ("GWh") compared to 4,500GWh in year 2022. The quota was offered at the existing premium rate of 3.7 sen/kWh along with the exemption of ICPT charges for a period of six months to encourage all users to obtain green electricity.

Government has also taken proactive steps to disseminate the adoption of green technology and support the country's goal of achieving net-zero emissions by 2050. Amongst others, the government is enhancing the Green Technology Financing Scheme (GTFS) by increasing the guaranteed value to RM3 billion until 2025 and expanding its scope to cover the electric vehicle (EV) sector with a guarantee limit of up to 60%. Bank Negara Malaysia is also providing RM1 billion in soft loans to support innovative start-ups under the High Technology and Green Facility, and RM1 billion under the Low Carbon Transition Facility to support small and medium-sized enterprises (SMEs). Furthermore, Khazanah Nasional Bhd is allocating RM150 million under its Impact Fund to encourage the development of environmentally friendly projects, such as those related to the carbon market and degraded forest restorations.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B3. Prospects (cont'd)**

Apart from that, Environmental, Social and Governance (“ESG”) drive is being actively endorsed by the Government to ensure sustainable development in Malaysia. This has led to a growing interest in green energy with its two-pronged approach of cost saving and sustainability. We observed there is an increasing number of companies in private sector to install green energy systems as part of their efforts towards ESG commitment. Bursa Malaysia has established the Bursa Carbon Exchange (BCX), a new platform that enables trading of carbon credits through the Voluntary Carbon Market (VCM). This supports the nation's energy transition plans and ESG commitment by allowing market participants to purchase carbon credits for their carbon removal efforts.

We firmly believe that these initiatives will not only benefit the environment, but also encourage the affected categories to adopt green energy solutions. By taking into account the operating costs and market trends, these initiatives provide us with opportunity to provide comprehensive EPCC services for clean energy systems and power plants. Our commitment to leveraging our core competencies and vast experience in providing end-to-end services for clean energy projects will enable us to continue meeting the evolving needs of our customers while making a positive impact on the environment.

The Group's total outstanding orderbook stood at RM245.55 million as at 31 March 2023 and is expected to contribute positively to the Group's revenue and profit over the next three years.

Barring any unforeseen circumstances, the Board is cautiously optimistic that the Group's performance will remain satisfactory for the remaining period to the end of the financial year ending 30 June 2023.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or guarantee during the current financial quarter under review.

B5. Income Tax Expense

The breakdown of income tax expense are as follows:-

	Individual Quarter		Cumulative 9 months	
	Current Quarter 31.03.23 RM'000	Preceding Year Quarter 31.03.22 RM'000	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
Income tax:-				
- Current year	816	1,540	2,540	3,107
- Prior year	-	-	-	-
Deferred tax	-	-	-	-
	<u>816</u>	<u>1,540</u>	<u>2,540</u>	<u>3,107</u>
Effective tax rate ⁽¹⁾	<u>30.0%</u>	<u>26.9%</u>	<u>26.8%</u>	<u>26.7%</u>

Note:-

(1) The Group's effective tax rate for the current quarter and financial period under review is higher than the statutory tax rate of 24.0% mainly due to non-tax deductible expenses.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B6. Status of Corporate Proposals**

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this report.

On 28 October 2022, the Company announced that it proposed to undertake the following:

- (i) Proposed transfer of the listing of and quotation for the entire issued share capital and the outstanding warrants of the Company from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Proposed Transfer**"); and
- (ii) Proposed amendments to the Constitution of the Company to facilitate the implementation of the Proposed Transfer ("**Proposed Amendments**")

The Proposed Amendments had been approved by the shareholders at the Third Annual General Meeting held on 9 December 2022.

The Securities Commission Malaysia had, vide its letter dated 14 March 2023, approved the Proposed Transfer. Whilst Bursa Malaysia Securities Berhad had, vide its letter dated 27 March 2023, approved the Proposed Transfer under the "Industrial Products & Services" sector.

Subsequently, the Proposed Transfer had been completed on 31 March 2023, and the Proposed Amendments took effect on the same day.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B7. Utilisation of Proceeds Raised from IPO

The Company completed its IPO exercise on 15 October 2020 which raised gross proceeds of RM29.35 million. The status of the utilisation of the IPO proceeds as at 31 March 2023 are as follows:-

No.	Details of utilisation	IPO proceeds raised RM'000	Re- allocation RM'000	Amount utilised RM'000	Balance to be utilised RM'000	Original timeframe for utilisation (from the listing date on 15 October 2020)	Revised timeframe for utilisation (from the listing date on 15 October 2020)	Deviation from proposed utilisation	
								RM'000	%
1.	Purchase of corporate office	7,000	(7,000)	-	-	Within 24 months	-	N/A	N/A
2.	Business expansion and marketing activities	2,540	-	(400)	2,140	Within 24 months	Within 48 months	N/A	N/A
3.	Capital expenditure	1,168	-	(212)	956	Within 24 months	Within 48 months	N/A	N/A
4.	Working capital	15,446	7,000	(17,676)	4,770	Within 30 months	Within 48 months	N/A	N/A
5.	Estimated listing expenses	3,200	-	(3,200)	-	Within 3 months	-	-	-
Total		29,354	-	(21,488)	7,866				

The utilisation of proceeds and their re-allocation and revised timeframe for utilisation as disclosed above should be read in conjunction with the Prospectus of the Company dated 28 September 2020 and the Company's announcement dated 30 August 2022 pertaining to the variation and extension of time of the utilisation of IPO proceeds.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B7. Utilisation of Proceeds Raised from the Private Placement

The status of the utilisation of proceeds raised from the private placement as at 31 March 2023 are as follows:-

No.	Purpose	Proposed utilisation RM'000	Amount utilised RM'000	Balance to be utilised RM'000	Intended timeframe for utilisation (from the listing date on 25 February 2022 of placement shares)	Deviation from proposed utilisation	
						RM'000	%
1.	Finance/Part finance investment in RE assets	24,805	(1,171)	23,634	Within 30 months	N/A	N/A
2.	Estimated expenses in relation to the Private Placement	500	(500)	-	Within 3 months	N/A	N/A
Total		25,305	(1,671)	23,634			

The utilisation of the proceeds as disclosed above should be read together with the announcement made by the Company dated 25 October 2021 in relation to the Private Placement, as well as Company's announcement dated 25 February 2022 pertaining to the completion of the Private Placement.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. Group Borrowings

The Group's borrowings as at 31 March 2023 are as follows:-

	< ----- As at 31.03.23 ----- >		
	Payable within 12 months RM'000	Payable after 12 months RM'000	Total RM'000
Lease Liabilities	656	2,581	3,237
Bankers Acceptances	2,957	-	2,957
Invoice Financing	1,237	-	1,237
Revolving Credit	1,000	-	1,000
Term Loans	119	1,969	2,088
Total	5,969	4,550	10,519

Included in lease liabilities is an amount of RM2,797,854 which is recognised pursuant to MFRS 16 Leases in relation to rented premises and hence it is unsecured. All the other borrowings are secured and denominated in Ringgit Malaysia.

B9. Material Litigation

As at the date of this report, save as disclosed below, the Group is not engaged in any material litigation:-

**1. In the High Court of Kuala Lumpur
Summons No. WA-22C-74-10/2021
Q Horizon Sdn Bhd v Samaiden Sdn Bhd**

Q Horizon Sdn Bhd (**'the Plaintiff'**) and Samaiden Sdn Bhd (**'the Defendant'**) had entered into a Contract dated 3 May 2021, whereby the Defendant had appointed the Plaintiff as the sub-contractor for the Project known as *"The development of a 100MWAC large scale solar photovoltaic plant over the land held under PN257319, Lot 9089, Mukim Beriah, Daerah Kerian, Negeri Perak"* (**'said Project'**) for the works *"Appointment of Sub-Contractor works for Part WP3 – Piling, Mechanical & Photovoltaic (PV) Installation Works"*.

The Plaintiff filed a Statement of Claim at the High Court on 18 October 2021. The Plaintiff's claim against the Defendant is in relation to the purported final claim sum of RM1,224,131.04 for the said Project.

The Defendant filed a counter claim against the Plaintiff on 26 October 2021 in the total sum of RM944,222.08 which essentially includes the following:

- (i) advance payment made on behalf of the Plaintiff in the execution of the said Project;
- (ii) payment to the third-party contractor subsequent to the termination of the service of the Plaintiff to rectify the outstanding defective works for the Project; and
- (iii) damage of equipment charges.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B9. Material Litigation (cont'd)****1. In the High Court of Kuala Lumpur
Summons No. WA-22C-74-10/2021
Q Horizon Sdn Bhd v Samaiden Sdn Bhd (cont'd)**

The Parties went through mediation to settle the matter out of court but to no avail. During case management on 9 September 2022, the Court has scheduled the trial dates on 2, 3, 10, 23, 24 February 2023. The Court has further scheduled a case management on 31 January 2023.

On 31 January 2023, Court had vacated trial dates set for 2 February 2023 and 3 February 2023 and first day of trial is fixed on 10 February 2023. The Court had further scheduled additional trial dates on 10 July 2023, 31 July 2023, 1 August 2023, 11 August 2023 and 25 August 2023.

Our solicitors are of the opinion that the Defendant has a good defence inter-alia in qualified privilege, to the claim made by the sub-contractor.

B9. Material Litigation (cont'd)

2. Payment Claim Pursuant to Section 5 of the Construction Industry Payment and Adjudication Act 2021 (hereinafter referred to as “CIPAA”) from Samaiden Sdn Bhd (“SSB”) against Ditrolic Sdn Bhd (“Ditrolic”) and Notices of Arbitration served by Ditrolic against SSB

By the following (hereinafter referred to as the “**Sub-Contract**”), Ditrolic appointed SSB as its sub-contractor for Work Packages No.3 (“WP3”) and Work Packages No.4 (“WP4”) in relation to the Project known as “*The development of a 100MWAC large scale solar photovoltaic plant over the land held under PN257319, Lot 9089, Mukim Beriah, Daerah Kerian, Negeri Perak*” (“**said Project**”).

SSB had on 10 June 2022, 15 July 2022, 8 September 2022 and 30 November 2022 initiated 4 separate adjudication proceedings pursuant to CIPAA to Ditrolic to claim for outstanding certified and uncertified payments premised on works carried out by SSB. SSB had on 8 February 2023 received 2 Notices of Arbitration from Ditrolic in connection with WP3 and WP4 for the said Project, the details of which are as follow:

Adjudication (CIPAA Claims)			Arbitration
Work Package	Amount of unpaid claim (excluding costs and interest)	Present Status of CIPAA	Claims by Ditrolic against SSB
WP3 No.1	RM2,539,141	<p>On 19 December 2022, the adjudicator had decided for a sum of RM2,677,990 together with late payment interests, adjudication and legal costs (less back charges of RM4,825 claimed by Ditrolic) to be paid by Ditrolic to SSB on or before 3 January 2023.</p> <p>Following the conclusion of adjudication, no payment had been received by SSB from Ditrolic to date.</p> <p>On 6 January 2023, SSB had filed Enforcement Application by applying to the High Court for an order to enforce the adjudication decision as if it is a judgement or order of the High Court.</p> <p>Ditrolic, on the other hand, had applied to the High Court to set aside the adjudication decision and for a stay of the adjudication decision.</p>	<p>On 8 February 2023, SSB received a Notice of Arbitration - WP3 from Ditrolic for an estimated claim of RM8,119,482 for the entire WP3, which entails the payment made on behalf of SSB and demand of liquidated damages for the WP3.</p> <p>On 10 March 2023, SSB had proposed its arbitrators in response to the Notice of Arbitration received. In the response, SSB had notified Ditrolic of SSB’s counterclaim of RM10,336,339 for amongst others, the work carried out and completed by SSB in WP3.</p> <p>Pending the appointment of arbitrator.</p>

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B9. Material Litigation (cont'd).

2. Payment Claim Pursuant to Section 5 of the Construction Industry Payment and Adjudication Act 2021 (hereinafter referred to as "CIPAA") from Samaiden Sdn Bhd ("SSB") against Ditrolic Sdn Bhd ("Ditrolic") and Notices of Arbitration served by Ditrolic against SSB (cont'd)

Adjudication (CIPAA Claims)			Arbitration
Work Package	Amount of unpaid claim (excluding costs and interest)	Present Status of CIPAA	Claims by Ditrolic against SSB
WP3 No.1 (Cont'd)	RM2,539,141	<p>The High Court had directed Setting Aside Application and Stay Application to be heard together with the Enforcement Application. The High Court had fixed on 6 July 2023 for decision/clarification for the applications.</p> <p>Due to non-payment from Ditrolic, on 17 February 2023, SSB had filed an application against Kerian Solar Sdn Bhd ("Kerian Solar"), being the principal of Ditrolic or project owner to request for direct payment based on the adjudication decision pursuant to Section 30 of CIPAA.</p> <p>The High Court had directed both WP3 no.1 and WP4 no.1 applications to be heard together and had fixed on 22 May 2023 for decision/clarification for the applications.</p>	
WP3 No.2	RM2,130,942	The parties are in the midst of nominating adjudicator.	

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B9. Material Litigation (cont'd)

2. Payment Claim Pursuant to Section 5 of the Construction Industry Payment and Adjudication Act 2021 (hereinafter referred to as “CIPAA”) from Samaiden Sdn Bhd (“SSB”) against Ditrolic Sdn Bhd (“Ditrolic”) and Notices of Arbitration served by Ditrolic against SSB (cont'd)

Adjudication (CIPAA Claims)			Arbitration
Work Package	Amount of unpaid claim (excluding costs and interest)	Present Status	Claims by Ditrolic against SSB
WP4 No.1	RM5,179,382	<p>On 12 December 2022, the adjudicator had decided for a sum of RM1,457,353⁽ⁱ⁾ together with legal costs to be paid by Ditrolic to SSB on or before 11 January 2023</p> <p>Following the conclusion of adjudication, no payment had been received by SSB from Ditrolic to date.</p> <p>On 17 January 2023, SSB had filed Enforcement Application by applying to the High Court for an order to enforce the adjudication decision as if it is a judgement or order of the High Court.</p> <p>Ditrolic, on the other hand, had applied to High Court for a stay of the adjudication decision.</p> <p>The High Court had directed the Stay Application to be heard together with the Enforcement Application. The High Court had fixed on 26 June 2023 for decision/clarification for the applications.</p>	<p>On 8 February 2023, SSB received a Notice of Arbitration – WP4 from Ditrolic for an estimated claim of RM4,091,514 for the entire WP4, which entails the payment made on behalf of SSB for WP4.</p> <p>On 10 March 2023, SSB had proposed its arbitrators in response to the Notice of Arbitration received. In the response, SSB had notified Ditrolic of SSB’s counterclaim of RM10,674,333 for amongst others, the work carried out and completed by SSB in WP4.</p> <p>Pending the appointment of arbitrator.</p>

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B9. Material Litigation (cont'd)

2. Payment Claim Pursuant to Section 5 of the Construction Industry Payment and Adjudication Act 2021 (hereinafter referred to as "CIPAA") from Samaiden Sdn Bhd ("SSB") against Ditrolic Sdn Bhd ("Ditrolic") and Notices of Arbitration served by Ditrolic against SSB (cont'd)

Adjudication (CIPAA Claims)			Arbitration
Work Package	Amount of unpaid claim (excluding costs and interest)	Present Status	Claims by Ditrolic against SSB
WP4 No.1 (Cont'd)	RM5,179,382	<p>Due to non-payment from Ditrolic, on 17 February 2023, SSB had filed an application against Kerian Solar, being the principal of Ditrolic or project owner to request for direct payment based on the adjudication decision pursuant to Section 30 of CIPAA.</p> <p>The High Court had directed both WP3 no.1 and WP4 no.1 applications to be heard together and had fixed on 22 May 2023 for decision/clarification for the applications.</p>	
WP4 No.2	RM2,002,565	<p>On 27 March 2023, the adjudicator had decided for a sum of RM1,446,935⁽ⁱⁱ⁾ together with legal costs to be paid by Ditrolic to SSB on or before 10 April 2023.</p> <p>Following the conclusion of adjudication, no payment had been received by SSB from Ditrolic to date.</p> <p>SSB is seeking legal advice for next course of action.</p>	

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B9. Material Litigation (cont'd)****2. Payment Claim Pursuant to Section 5 of the Construction Industry Payment and Adjudication Act 2021 (hereinafter referred to as "CIPAA") from Samaiden Sdn Bhd ("SSB") against Ditrolic Sdn Bhd ("Ditrolic") and Notices of Arbitration served by Ditrolic against SSB (cont'd)****Note:**

- (i) The adjudicator had awarded SSB the outstanding payment sums of RM5,103,165 and legal and adjudication costs of RM98,430. However, the adjudicator had also allowed the liquidated and ascertained damages ("LAD") claimed by Ditrolic during the CIPAA adjudications of RM3,697,853 and other back charges of RM46,389, for which the final sum of RM1,457,353 was arrived.
- (ii) The adjudicator had awarded SSB the outstanding payment sums of RM1,447,580 and Ditrolic shall further bear the costs of the adjudication proceedings in the sum of RM65,501. However, the adjudicator had also allowed back charges claimed by Ditrolic of RM66,146, for which the final sum of RM1,446,935 was arrived.

The material litigation with Ditrolic should be read together with the announcement made by the Company dated 14 February 2023, 10 March 2023 and 29 March 2023.

B10. Dividend

No dividend has been declared or recommended for payment by the Company during the current financial quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Earnings per Share

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

	Individual Quarter		Cumulative 9 months	
	Current Quarter 31.03.23 RM'000	Preceding Year Quarter 31.03.22 RM'000	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
Profit after taxation attributable to owners of the Company (RM'000)	1,904	4,190	6,943	8,516
Weighted average number of shares in issue ('000)	385,005	213,851	385,005	213,851
Basic and diluted earnings per share ⁽¹⁾ (sen)	0.49	1.96	1.80	3.98

Note:-

- (1) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares. No diluted earnings per share is computed as the Company does not have dilutive potential ordinary shares as at the end of the financial period.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit before taxation is arrived at after charging/(crediting):-

	Individual Quarter		Cumulative 9 months	
	Current Quarter 31.03.23 RM'000	Preceding Year Quarter 31.03.22 RM'000	Current Year To Date 31.03.23 RM'000	Preceding Year To Date 31.03.22 RM'000
Interest income	(319)	(297)	(885)	(727)
Fair value (gain)/loss on short-term investments	(176)	51	(378)	162
Interest expense	231	105	905	492
Depreciation of property, plant and equipment	86	70	211	191
Amortisation of right-of-use asset	176	144	516	144
Realised loss/(gain) on foreign exchange	331	(33)	686	8

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements are not applicable.

B13. Derivatives

The Group did not enter into any derivatives during the current quarter under review.

B14. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors on 24 May 2023.