

**SDS GROUP BERHAD**

**COMPANY NO. 201701026951 (1241117-T)**

(INCORPORATED IN MALAYSIA)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED  
31 DECEMBER 2022**

**SDS GROUP BERHAD**

Company No: 201701026951 (1241117-T)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022**

	Note	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
		Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000
Revenue	9	75,010	55,535	209,960	138,848
Cost of sales		(51,564)	(37,269)	(142,078)	(97,303)
Gross profit		23,446	18,266	67,882	41,545
Other income		289	196	813	431
Administrative expenses		(3,577)	(3,084)	(10,558)	(9,339)
Selling and distribution expenses		(10,779)	(8,733)	(30,504)	(24,674)
Other operating expenses		(55)	(25)	(232)	(244)
Finance costs		(218)	(360)	(717)	(1,153)
<b>Profit before tax</b>	26	9,106	6,260	26,684	6,566
Income tax expense	19	(2,202)	(1,535)	(6,405)	(1,736)
<b>Profit after tax</b>		6,904	4,725	20,279	4,830
<b>Other comprehensive income</b>					
<u>Item that will be reclassified</u>					
<u>subsequently to profit or loss</u>					
Foreign currency translation differences		13	5	102	2
<b>Total comprehensive income for the period</b>		6,917	4,730	20,381	4,832
<b>Profit/ (Loss) after tax attributable to:-</b>					
Owners of the Company		6,849	4,740	20,028	4,875
Non-controlling interests		55	(15)	251	(45)
		6,904	4,725	20,279	4,830
<b>Total comprehensive income/ (expenses) attributable to:-</b>					
Owners of the Company		6,862	4,745	20,130	4,877
Non-controlling interests		55	(15)	251	(45)
		6,917	4,730	20,381	4,832
<b>Earnings per share attributable to owners of the Company (Sen):</b>					
- Basic/ Diluted	25	1.67	1.17	4.91	1.20

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to these interim financial statements.

**SDS GROUP BERHAD**

Company No: 201701026951 (1241117-T)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2022**

	Unaudited As at 31 December 2022	Audited As at 31 March 2022
Note	RM'000	RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	92,570	85,501
Right-of-use assets	13,334	14,634
Goodwill	162	162
Deferred tax assets	48	873
	<u>106,114</u>	<u>101,170</u>
<b>CURRENT ASSETS</b>		
Inventories	8,419	6,642
Trade receivables	10,551	9,459
Other receivables, deposits and prepayments	7,870	4,983
Current tax assets	90	718
Short-term investment	8,104	-
Cash and bank balances	22,720	20,118
	<u>57,754</u>	<u>41,920</u>
<b>TOTAL ASSETS</b>	<u>163,868</u>	<u>143,090</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	54,413	53,111
Reserves	44,469	28,416
Equity attributable to owners of the Company	98,882	81,527
Non-controlling interests	595	344
<b>TOTAL EQUITY</b>	<u>99,477</u>	<u>81,871</u>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	22 7,757	7,764
Term loans	22 5,595	12,813
Deferred tax liabilities	4,434	3,772
Contract liabilities	235	205
	<u>18,021</u>	<u>24,554</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2022 (CONT'D)**

	Note	Unaudited As at 31 December 2022 RM'000	Audited As at 31 March 2022 RM'000
<b>CURRENT LIABILITIES</b>			
Trade payables		26,287	20,538
Other payables and accruals		10,671	7,559
Lease liabilities	22	4,920	5,557
Term loans	22	1,114	2,545
Contract liabilities		478	398
Current tax liabilities		2,900	68
		<u>46,370</u>	<u>36,665</u>
<b>TOTAL LIABILITIES</b>		<u>64,391</u>	<u>61,219</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>163,868</u>	<u>143,090</u>
<b>Net assets per ordinary share attributable to owners of the Company (RM) <sup>(1)</sup></b>		<u>0.24</u>	<u>0.20</u>

**Note:**

- (1) Net assets per ordinary shares as at 31 December 2022 and 31 March 2022 are calculated based on ordinary shares in issuance in the Company of 409,630,765 and 405,823,900 shares respectively.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to these interim financial statements.

**SDS GROUP BERHAD**  
**Company No: 201701026951 (1241117-T)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022**

	<u>&lt;----- Non-distributable -----&gt;</u>			<u>Distributable</u>			
	Share Capital RM'000	Merger Deficit RM'000	Foreign Exchange Translation Reserve RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<b>Balance at 1 April 2022</b>	53,111	(27,760)	516	55,660	81,527	344	81,871
Profit after tax for the financial period	-	-	-	20,028	20,028	251	20,279
Other comprehensive income for the financial period:							
- Foreign currency translation differences	-	-	102	-	102	-	102
Total comprehensive income for the financial period	-	-	102	20,028	20,130	251	20,381
Contribution by and distribution to owners of the Company:							
- Issuance of shares pursuant to Special Issue	1,447	-	-	-	1,447	-	1,447
- Dividend paid	-	-	-	(4,077)	(4,077)	-	(4,077)
Total transactions with owners	1,447	-	-	(4,077)	(2,630)	-	(2,630)
Share issuance expenses	(145)	-	-	-	(145)	-	(145)
<b>Balance at 31 December 2022 (Unaudited)</b>	54,413	(27,760)	618	71,611	98,882	595	99,477

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)**

	<---- Non-distributable ---->			Distributable			Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Foreign Exchange Translation Reserve RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	
<b>Balance at 1 April 2021</b>	53,111	(27,760)	504	46,057	71,912	359	72,271
Profit/ (Loss) after tax for the financial period	-	-	-	4,875	4,875	(45)	4,830
Other comprehensive income for the financial period:							
- Foreign currency translation differences	-	-	2	-	2	-	2
Total comprehensive income/ (expenses) for the financial period	-	-	2	4,875	4,877	(45)	4,832
Distribution to owners of the Company:							
- Dividend paid	-	-	-	(1,015)	(1,015)	-	(1,015)
<b>Balance at 31 December 2021 (Unaudited)</b>	<b>53,111</b>	<b>(27,760)</b>	<b>506</b>	<b>49,917</b>	<b>75,774</b>	<b>314</b>	<b>76,088</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to these interim financial statements.

**SDS GROUP BERHAD****Company No: 201701026951 (1241117-T)**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022**

	<b>9 months ended Unaudited 31 December 2022 RM'000</b>	<b>9 months ended Unaudited 31 December 2021 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	26,684	6,566
Adjustments for:		
Bad debts written off	-	50
Depreciation of property, plant and equipment	7,098	6,081
Depreciation of right-of-use assets	4,220	5,253
Interest expenses	717	1,153
Property, plant and equipment written off	2	86
Gain on disposal of property, plant and equipment	(32)	(75)
Gain on lease termination	(161)	(14)
Interest income	(248)	(150)
Unrealised gain on foreign exchange	(8)	(1)
<b>Operating profit before working capital changes</b>	<b>38,272</b>	<b>18,949</b>
Increase in inventories	(1,777)	(1,480)
Increase in trade and other receivables	(1,392)	(1,401)
Increase in trade and other payables	7,415	7,856
Increase in contract liabilities	110	71
<b>Cash from operations</b>	<b>42,628</b>	<b>23,995</b>
Income tax paid	(1,590)	(1,111)
Income tax refund	129	-
<b>Net cash from operating activities</b>	<b>41,167</b>	<b>22,884</b>
<b>Cash flows for investing activities</b>		
Deposit paid for future purchase of property, plant and equipment	(3,088)	(945)
Interest received	248	150
Proceeds from disposal of property, plant and equipment:		
- current financial period	32	137
- previous financial period	-	11
Purchase of property, plant and equipment:		
- current financial period	(10,337)	(5,406)
- previous financial period	(639)	(165)
<b>Net cash for investing activities</b>	<b>(13,784)</b>	<b>(6,218)</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)**

	<b>9 months ended Unaudited 31 December 2022 RM'000</b>	<b>9 months ended Unaudited 31 December 2021 RM'000</b>
<b>Cash flows for financing activities</b>		
Dividend paid	(4,077)	(1,015)
Drawdown of term loans	1,300	-
Interest paid	(717)	(1,153)
Payment of listing expenses	(145)	-
Proceeds from issuance of shares	1,447	-
Repayment of lease liabilities	(4,647)	(6,357)
Repayment of term loans	(9,949)	(4,024)
<b>Net cash for financing activities</b>	<u>(16,788)</u>	<u>(12,549)</u>
Net increase in cash and bank balances	10,595	4,117
Cash and bank balances at beginning of the financial period	20,118	17,185
Effect of foreign exchange translation	111	3
Cash and bank balances at end of the financial period	<u><u>30,824</u></u>	<u><u>21,305</u></u>
<b>Cash and cash equivalents comprise the followings:</b>		
Short-term investment	8,104	3,034
Cash and bank balances	<u>22,720</u>	<u>18,271</u>
	<u><u>30,824</u></u>	<u><u>21,305</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to these interim financial statements.

**SDS GROUP BERHAD**

**Company No: 201701026951 (1241117-T)**

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022**

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**Part A: Explanatory Notes Pursuant to MFRS 13**

**1. Basis of Preparation**

The condensed consolidated interim financial statements (“Condensed Report”) of SDS Group Berhad (“SDS” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting and Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022 and the accompanying notes attached to this Condensed Report.

**2. Significant Accounting Policies**

The accounting policies adopted in the preparation of this Condensed Report are consistent with those adopted in the preparation of the Group’s audited financial statement for the financial year ended 31 March 2022, except for the following:

1) New applicable accounting standards adopted during the financial period

<b>MFRS (including the consequential amendments)</b>	<b>Effective date</b>
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above accounting standards (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

2) New applicable accounting standards issued but not yet effective

At the date of authorisation for issue of this Condensed Report, the new accounting standards, which were in issue but not yet effective and have not been early adopted by the Group are as follow:-

<b>MFRS (including the consequential amendments)</b>	<b>Effective date</b>
Amendments 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

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)**

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**Part A: Explanatory Notes Pursuant to MFRS 134 (Cont'd)**

**3. Auditors' Report on Preceding Annual Audited Financial Statements**

The audited financial statements of the Group for the financial year ended 31 March 2022 was not subject to any qualification.

**4. Seasonal or Cyclical Factors**

The Group generally experience higher sales during festive seasons and special occasions such as Chinese New Year, Mid-Autumn Festival, Mother's Day and Father's Day. The Group is also affected by the Muslim fasting month, where the sales of bakery, confectionery and other food and beverage ("F&B") products are typically lower than those registered outside the fasting month.

**5. Material Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the current financial quarter under review and financial period-to-date.

**6. Material Changes in Estimates**

There were no material changes in the estimates that have a material effect to the Group in the current financial quarter under review and financial period-to-date.

**7. Debt and Equity Securities**

Save as disclosed in Note 20, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and financial period-to-date.

**8. Dividend Paid**

A second interim single tier dividend of 0.50 sen per ordinary share amounting to RM2,029,120 in respect of financial year ended 31 March 2022, was declared and paid on 27 May 2022 and 30 June 2022 respectively.

A first interim single tier dividend of 0.50 sen per ordinary share amounting to RM2,048,154 in respect of financial year ending 31 March 2023, was declared and paid on 25 November 2022 and 23 December 2022 respectively.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)****Part A: Explanatory Notes Pursuant to MFRS 134 (Cont'd)****9. Segment Information**

The Group's segment information for the current financial period ended 31 December 2022 is as follows:

Analysis of revenue by business segments

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000
Retail segment	27,120	19,811	78,226	45,236
Wholesale segment	47,890	35,724	131,734	93,612
	75,010	55,535	209,960	138,848

**10. Significant Related Party Transactions**

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000
Rental of premises received /receivable	2	2	5	5
Repayment of lease liabilities	126	124	376	374

**11. Capital Commitments**

	Unaudited 31 December 2022 RM'000	Audited 31 March 2022 RM'000
Purchase of property, plant and equipment	4,848	1,151

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)**

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**Part A: Explanatory Notes Pursuant to MFRS 134 (Cont'd)**

**12. Contingent Assets and Liabilities**

There are no material contingent liabilities and contingent assets to be disclosed at the end of the financial period.

**13. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter.

**14. Significant Events after the Reporting Period**

There were no significant events subsequent to the end of the current financial quarter under review that have not been reflected in this Condensed Report.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)**

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**Part B: Explanatory Notes Pursuant to ACE Market Listing Requirements of Bursa Malaysia Securities Berhad****15. Review of Performance**

The Group recorded revenue and profit before tax of RM75.01 million (2022: RM55.54 million) and RM9.11 million (2022: RM6.26 million) respectively for the current financial quarter ended 31 December 2022. For the cumulative financial quarter ended 31 December 2022, the Group recorded revenue and profit before tax of RM209.96 million (2022: RM138.85 million) and RM26.68 million (2022: RM6.57 million) respectively.

The Group's revenue was principally derived from the wholesale segment accounting for approximately 63.84% and 62.74% of the total revenue for current and cumulative financial quarter ended 31 December 2022 respectively.

**16. Comparison with Immediate Preceding Quarter's Results**

The Group's revenue for the current financial quarter ended 31 December 2022 increased by RM0.94 million (or 1.27%) from RM74.07 million to RM75.01 million as compared with the immediate preceding financial quarter.

Profit before tax for the current financial quarter under review decreased by RM2.48 million (or 21.40%) to RM9.11 million as compared to RM11.59 million in the immediate preceding financial quarter.

The increase in revenue was mainly due to increase in revenue generated from wholesale segment through the continuing efforts in expansion of customer base and delivery fleet. Decrease in profit before tax was mainly due to increase of raw material prices which affected the gross profit margin.

**17. Commentary on Prospects**

With Malaysia entering the "Endemic" phase of COVID-19 and the re-opening of international borders, the Group expects a recovery in its retail operations due to the improved mobility. However, the Group is faced with the global supply chain disruptions and the fluctuation of prices in raw material. Therefore, the Group will continue to monitor the situation, and adopt strategies to mitigate its impact, which include resource allocation and cost control management.

Overall, the outlook of bakery products and cafeterias in Malaysia is positive.

**18. Profit Forecast**

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

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)****Part B: Explanatory Notes Pursuant to ACE Market Listing Requirements of Bursa Malaysia Securities Berhad  
(Cont'd)****19. Income Tax Expenses**

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000
Income tax	1,506	425	4,918	951
Deferred tax	696	1,110	1,487	785
	2,202	1,535	6,405	1,736

**Notes:**

- (1) Domestic income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current period. The taxation of other jurisdiction is calculated at the rate prevailing in the respective jurisdiction.
- (2) Income tax expense is recognised based on management's best estimate.

**20. Status of Corporate Proposals**

Saved as disclosed below, there were no other corporate proposals announced but not completed as at the date of this Condensed Report.

On 28 July 2022, M&A Securities, on behalf of the Board, had announced that SDS proposed to undertake the proposed transfer of the listing of and quotation for the entire issued share capital of the Company from the ACE Market to the Main Market of Bursa Securities ("Proposed Transfer") and proposed amendment to the Constitution of the Company to facilitate the implementation of the Proposed Transfer ("Proposed Amendment").

The approval from shareholders pursuant to the Proposed Amendment had been obtained during the Annual General Meeting held on 26 August 2022. On 28 October 2022, the application for the Proposed Transfer has been submitted to the Securities Commission Malaysia.

Further details of the Proposed Transfer will be announced in due course.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)****Part B: Explanatory Notes Pursuant to ACE Market Listing Requirements of Bursa Malaysia Securities Berhad  
(Cont'd)****21. Utilisation of Proceeds Raised from the Special Issue**

The gross proceeds from the Special Issue of approximately RM1.45 million have been utilised in the following manner:

No.	Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised amount RM'000	Timeframe for utilisation ((from date of receipt of proceeds)
1.	Capital expenditure	1,302	1,302	-	Within 24 months
2.	Estimated listing expenses	145	145	-	Within 1 month
		<u>1,447</u>	<u>1,447</u>	<u>-</u>	

**Note:**

The utilisation of proceeds as disclosed above should be read in conjunction with the Circular to Shareholders in relation to the Special Issue dated 19 May 2022.

**22. Borrowings and Debt Securities**

The Group's borrowings were as follows:

	Unaudited 31 December 2022 RM'000	Audited 31 March 2022 RM'000
<b>Secured:</b>		
<b>Current liabilities</b>		
Lease liabilities	4,920	5,557
Term loans	1,114	2,545
	<u>6,034</u>	<u>8,102</u>
<b>Non-current liabilities</b>		
Lease liabilities	7,757	7,764
Term loans	5,595	12,813
	<u>13,352</u>	<u>20,577</u>
<b>Total Borrowings</b>	<u>19,386</u>	<u>28,679</u>

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FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)****Part B: Explanatory Notes Pursuant to ACE Market Listing Requirements of Bursa Malaysia Securities Berhad  
(Cont'd)****23. Material Litigation**

There was no material litigation against the Group as at the end of the current financial quarter under review.

**24. Dividend**

Saved as disclosed below, there were no dividends proposed for the current financial quarter under review.

The Board of Directors has declared a second interim single tier dividend of 0.50 sen per ordinary share amounting to RM2,029,120 in respect of financial year ended 31 March 2022 on 27 May 2022, which had been paid on 30 June 2022.

The Board of Directors has declared a first interim single tier dividend of 0.50 sen per ordinary share amounting to RM2,048,154 in respect of financial year ending 31 March 2023 on 25 November 2022, which had been paid on 23 December 2022.

**25. Earnings per Share (“EPS”)**

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Unaudited 31 December 2022	Unaudited 31 December 2021	Unaudited 31 December 2022	Unaudited 31 December 2021
Profit after tax attributable to owners of the Company (RM'000)	6,849	4,740	20,028	4,875
Weighted average number of ordinary shares in issue ('000)	409,631	405,824	408,122	405,824
Basic EPS (sen) <sup>(1)</sup>	1.67	1.17	4.91	1.20
Diluted EPS (sen) <sup>(2)</sup>	1.67	1.17	4.91	1.20

**Notes:**

- (1) Basic EPS is calculated by dividing the profit after tax attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period under review.
- (2) The diluted EPS is equal to the basic EPS as the Company does not have any convertible options as at the end of the reporting period.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D)****Part B: Explanatory Notes Pursuant to ACE Market Listing Requirements of Bursa Malaysia Securities Berhad  
(Cont'd)****26. Profit before Tax**

Included in profit for the financial period are as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000	Unaudited 31 December 2022 RM'000	Unaudited 31 December 2021 RM'000
Bad debts written off	-	-	-	50
Depreciation of property, plant and equipment	2,519	2,119	7,098	6,081
Depreciation of right-of-use assets	1,421	1,692	4,220	5,253
Interest expenses	219	360	717	1,153
Loss/(Gain) on foreign exchange:				
- Realised	53	*	110	6
- Unrealised	(42)	7	(8)	(1)
Property, plant and equipment written off	2	6	2	86
Bad debts recovered	-	-	*	(23)
Gain on disposal of property, plant and equipment	(7)	(90)	(32)	(75)
Gain on disposal of short-term investment	-	-	(16)	-
Gain on lease termination	-	*	(161)	(14)
Interest income	(112)	(58)	(248)	(150)
Lease income	(2)	(2)	(5)	(5)

\* Denotes amount less than RM500.

**27. Authorised for Issue**

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 16 February 2023.