



**ECONPILE HOLDINGS BERHAD**  
(Registration No. 201201032676)(1017164-M)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THIRD QUARTER ENDED 31 MARCH 2025**  
(The figures have not been audited)

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Preceding Year</b>		<b>Preceding Year</b>	
	<b>Current Year</b>	<b>Corresponding</b>	<b>Current Year</b>	<b>Corresponding</b>
	<b>Quarter</b>	<b>Quarter</b>	<b>Period</b>	<b>Period</b>
	<b>31.03.2025</b>	<b>31.03.2024</b>	<b>31.03.2025</b>	<b>31.03.2024</b>
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	60,279	99,012	209,410	329,953
Cost of sales	(54,469)	(95,395)	(189,476)	(326,727)
<b>Gross Profit</b>	<u>5,810</u>	<u>3,617</u>	<u>19,934</u>	<u>3,226</u>
Other income	294	603	1,388	2,096
Administrative expenses	(4,410)	(4,424)	(14,409)	(13,859)
<b>Results from operating activities</b>	<u>1,694</u>	<u>(204)</u>	<u>6,913</u>	<u>(8,537)</u>
Foreign exchange loss	(193)	(17)	(2,216)	(387)
Finance income	370	313	1,306	881
Finance costs	(1,816)	(1,625)	(5,323)	(4,634)
<b>Profit/(Loss) before tax</b>	<u>B5 55</u>	<u>(1,533)</u>	<u>680</u>	<u>(12,677)</u>
Tax expense	B6 (257)	(1,225)	(572)	(3,391)
<b>Profit/(Loss) for the period</b>	<u>(202)</u>	<u>(2,758)</u>	<u>108</u>	<u>(16,068)</u>
<b>Other comprehensive income/(expense), net of tax</b>				
<b>Item that is or may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operation	(157)	558	(1,572)	229
<b>Loss and total comprehensive expense for the period</b>	<u>(359)</u>	<u>(2,200)</u>	<u>(1,464)</u>	<u>(15,839)</u>
<b>Basic Earning/ (Loss) per ordinary share</b>				
- Basic	B13 <u>(0.01)</u>	<u>(0.19)</u>	<u>0.01</u>	<u>(1.13)</u>

Notes:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial report.



**ECONPILE HOLDINGS BERHAD**  
(Registration No. 201201032676)(1017164-M)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025**  
(The figures have not been audited)

		(Unaudited) As At 31.03.2025 RM'000	(Audited) As At 30.06.24 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		21,871	24,802
Right-of-use assets		963	1,495
Investment properties		20,324	18,668
Deferred tax assets		3,374	3,374
		<u>46,532</u>	<u>48,339</u>
<b>Current assets</b>			
Other investments		1,083	1,069
Asset classified as held for sale		545	545
Trade and other receivables	B9	364,703	402,540
Contract assests		115,032	104,694
Prepayments		2,732	6,550
Current tax assets		22,283	20,504
Cash and cash equivalents		55,921	77,295
		<u>562,299</u>	<u>613,197</u>
<b>TOTAL ASSETS</b>		<u>608,831</u>	<u>661,536</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		177,206	177,206
Reserves		182,510	183,974
<b>Equity attributable to equity holders of the Company</b>		<u>359,716</u>	<u>361,180</u>
<b>Non-current liabilities</b>			
Loans and borrowings	B8	10,773	17,378
Lease liabilities		-	682
Employees benefits		6,447	6,447
<b>Total non-current liabilities</b>		<u>17,220</u>	<u>24,507</u>
<b>Current liabilities</b>			
Loans and borrowings	B8	110,589	126,329
Lease liabilities		1,003	853
Trade and other payables		102,520	130,975
Contract liabilities		16,368	12,314
Current tax liabilities		385	2,345
Provisions		1,030	3,033
<b>Total current liabilities</b>		<u>231,895</u>	<u>275,849</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>608,831</u>	<u>661,536</u>
Net assets per share (RM)		<u>0.25</u>	<u>0.25</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial report.



**ECONPILE HOLDINGS BERHAD**

(Registration No. 201201032676)(1017164-M)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 MARCH 2025**

(The figures have not been audited)

	/----- Non-distributable -----/			Distributable	
	Share capital	Deficit in business combination	Translation reserve	Retained earnings	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>(Unaudited)</b>					
At 1 July 2023	177,206	(87,000)	150	284,464	374,820
Loss for the period	-	-	-	(13,311)	(13,311)
Foreign currency translation differences for foreign operation	-	-	(329)	-	(329)
Loss and total comprehensive expenses for the period	-	-	(329)	(13,311)	(13,640)
At 31 March 2024	177,206	(87,000)	(179)	271,153	361,180
<b>(Unaudited)</b>					
At 1 July 2024	177,206	(87,000)	(179)	271,153	361,180
Profit for the period	-	-	-	108	108
Foreign currency translation differences for foreign operation	-	-	(1,572)	-	(1,572)
Profit/(Loss) and total comprehensive income/(expenses) for the period	-	-	(1,572)	108	(1,464)
At 31 March 2025	177,206	(87,000)	(1,751)	271,261	359,716

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial report.



**ECONPILE HOLDINGS BERHAD**

(Registration No. 201201032676)(1017164-M)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 31 MARCH 2025**

(The figures have not been audited)

	<b>Current Financial Period 31.03.2025 RM'000</b>	<b>Preceding Year Corresponding Period 31.03.2024 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	680	(12,677)
Depreciation of investment properties	54	45
Depreciation of property, plant and equipment	3,035	2,569
Depreciation of right-of-use assets	431	820
Fair value gain from other investments	(14)	(14)
Finance costs	5,323	4,634
Finance income	(1,306)	(881)
Gain on disposal of property, plant and equipment	(135)	(1,083)
Gain on disposal of other investments	-	(4)
(Gain)/Loss on unrealised foreign exchange	(291)	228
Gain on lease modification	(1)	-
Reversal of impairment loss on financial instruments	-	(242)
Operating profit/(loss) before working capital changes	7,776	(6,605)
Change in trade and other receivables and prepayments	44,412	(37,210)
Change in trade and other payables	(31,215)	7,137
Change in contract assets	(10,338)	29,974
Change in contract liabilities	4,054	468
Change in provision	70	(975)
Cash generated from/(used in) operations	14,759	(7,211)
Interest paid	(5,323)	(45)
Interest received	-	881
Tax paid	(5,812)	(4,282)
<b>NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES</b>	<b>3,624</b>	<b>(10,657)</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	89	(8,194)
Acquisition of right-of-use assets	(430)	(863)
Acquisition of investment properties	(1,710)	(448)
Interest received from fixed deposit	1,306	77
Proceeds from disposal of property, plant and equipment	(58)	1,083
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(803)</b>	<b>(8,345)</b>
<b>CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES</b>		
Change in pledged deposits	32	-
Interest paid on loans and borrowings	-	(8,436)
Net (repayment)/drawdown of loans and borrowings	(22,344)	31,932
Payment of lease liabilities	-	(827)
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>	<b>(22,312)</b>	<b>22,669</b>
Net (decrease)/increase in cash and cash equivalents	(19,491)	3,667
Cash and cash equivalents at beginning of the financial period	72,844	45,176
Effect of exchange rate fluctuations on cash held	(1,851)	3
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>51,502</b>	<b>48,846</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THIRD QUARTER ENDED 31 MARCH 2025**  
**(The figures have not been audited)**

	<b>Current Financial Period 31.03.2025 RM'000</b>	<b>Preceding Year Corresponding Period 31.03.2024 RM'000</b>
<b>Cash and cash equivalents included in the statements of cash flows comprise the following statements of financial position amounts:-</b>		
Cash and bank balances	33,162	41,276
Deposit placed with licensed banks	22,759	7,570
	<u>55,921</u>	<u>48,846</u>
Less: Deposits pledged to licensed banks	(4,419)	(4,342)
	<u>51,502</u>	<u>44,504</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial report.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**A1. Basis of preparation**

The condensed consolidated interim financial statements of the Econpile Holdings Berhad ("EHB" or Company") and its subsidiaries ("Group") are unaudited and have been prepared in accordance with the requirements of Paragraph 9.22 of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities") and the Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting. This unaudited interim financial report should be read in conjunction with the Group's most recent audited financial statements for the financial year ended 30 June 2024.

The accounting policies and method of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 30 June 2024 except for the following new/revised MFRSs and amendments to MFRSs:-

		Effective for annual periods beginning on or after
Amendment to MFRS 16	Leases – Lease Liability in a Sale and Leaseback	1 January 2024
Amendment to MFRS 101	Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non- current	1 January 2024
Amendments to MFRS 107	Amendments to MFRS 107, Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures – Supplier Finance Arrangements	1 January 2024
The adoption of the amendments did not have any impact on the Group.		

**A2. Significant Accounting Policies**

At the date of authorisation of these interim financial statements, the following MFRSs and amendments to MFRSs were issued but not yet effective :-

Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability	1 January 2025
Amendments to MFRS 9	Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 1	Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards	1 January 2026
Amendments to MFRS 7	Contracts Referencing Nature-dependent Electricity	1 January 2026
Amendments to MFRS 9	Contracts Referencing Nature-dependent Electricity	1 January 2026
Amendments to MFRS 10	Amendments to MFRS 10, Consolidated Financial Statements	1 January 2026
Amendments to MFRS 107	Amendments to MFRS 107, Statement of Cash Flows	1 January 2026
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10	Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Yet to be determined

The initial application of the applicable accounting standards, amendments and interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Group and the

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**A3. Auditors' Report**

The reports of the auditors to the members of EHB and its subsidiary companies on the financial statements for the financial year ended 30 June 2024 were not subject to any qualification and did not include any adverse comments made under subsection (3) of Section 266 of the Companies Act 2016.

**A4. Seasonality or Cyclicity of Interim Operations**

The Group's results are not materially affected by any seasonal or cyclical factors.

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

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual in nature, size or incidence during the current quarter, save for those disclosed in notes B1 and B2 herein.

**A6. Material Effect of Changes in Estimates of Amounts Reported in Prior Interim Periods or Prior Financial Years**

There were no changes in estimates of amounts reported in prior interim periods or prior financial years that have a material effect on results for the current quarter under review.

**A7. Debt and Equity**

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

**A8. Dividends Paid**

No dividend was paid in the current period ended 31 March 2025.

**A9. Segmental Reporting**

The Group is predominantly involved in general construction and piling works, which is the only reportable segment. Other non-reportable segments comprise investment holding and operations related to rental of investment properties and machinery and related accessories.

**A10. Significant Post Balance**

There were no material events as at 21 May 2025, being the date not earlier than 7 days from the date of this announcement, that will affect the financial results of the current financial quarter under review.

**A11. Changes in Composition of the Group**

There were no material changes in the composition of the Group including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations during the current quarter.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**A12. Contingent Liabilities and Contingent Assets**

There were no material changes in contingent liabilities and contingent assets since the last audited financial statements for the financial year ended 30 June 2024 to 21 May 2025, being a date not earlier than 7 days from the date of this announcement, save for the following:-

	<b>As at 21.05.2025 RM'000</b>	<b>As at 30.06.2024 RM'000</b>
Contingent Liabilities (Unsecured)		
Group		
- Guarantees given to contract customers in relation to construction contracts	56,251	55,674

**A13. Capital Commitments**

	<b>As at 31.03.2025 RM'000</b>	<b>As at 30.06.2024 RM'000</b>
Capital expenditure		
Authorised and contracted for	10,451	10,516

**A14. Significant Related Party Transactions**

There were no significant related party transactions for the current quarter.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**PART B : EXPLANATORY NOTES PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of the Performance of the Group**

	3 Months ended		Changes		Cumulative Period			
	31.03.2025 RM'000	31.03.2024 RM'000			31.03.2025 RM'000	31.03.2024 RM'000		
Revenue	60,279	99,012	(38,733)	-39.1%	209,410	329,953	(120,543)	-36.5%
Gross Profit/ (Loss)	5,810	3,617	2,193	60.6%	19,934	3,226	16,708	517.9%
Profit/ (Loss) before tax	55	(1,533)	1,588	-103.6%	680	(12,677)	13,357	-105.4%
Profit/ (Loss) for the period	(202)	(2,758)	2,556	-92.7%	108	(16,068)	16,176	-100.7%

**Group's Financial Performance**

The Group recorded a Revenue of RM60.3 million for the financial quarter ended 31 March 2025 which is 39% lower compared to RM99.0 million in the preceding year corresponding quarter. The lower revenue was primarily attributable to the slow progress of several ongoing projects, delayed by authority approvals beyond the Group's direct control. Additionally, revenue was affected by two festival holidays falling within this quarter.

Despite the lower revenue, the Group recorded a higher Gross Profit of RM5.8 million for the current quarter compared to a Gross Profit of RM3.6 million in the preceding year corresponding quarter. The Gross Profit margin improvement was driven by higher gross profit contribution from on-going projects during the current financial quarter.

The higher Gross Profit enabled the Group to achieve a lower loss for the quarter of RM0.2 million, an improvement from the Loss of RM2.8 million in the corresponding quarter in the preceding year.

**Project Updates and Order**

As at 31 March 2025, there are 18 on-going projects at various stages of completion and order book stood at approximately RM404 million. Concentration of credit risk with respect of trade receivables is limited except for three (3) customers which accounted for 44.2% (including retention sum) of trade receivables as at 31 March 2025.

**B2. Comparison with Preceding Quarter's Results**

	3 Months ended		Changes	
	31.03.2025 RM'000	31.12.2024 RM'000		
Revenue	60,279	69,061	(8,782)	-12.7%
Gross Profit/ (Loss)	5,810	9,345	(3,535)	-37.8%
Profit/ (Loss) before tax	55	383	(328)	-85.6%
Profit/ (Loss) for the period	(202)	120	(322)	-268.3%

In the current quarter, the Group recorded a 12.7% lower Revenue at RM60.2 million compared to the preceding quarter of RM69.1 million due to Chinese New Year and Hari Raya Festive holidays.

The Gross Profit margin was 9.6% in the current quarter which is lower compared to the preceding quarter's margin of 13.5% as there were claims secured from remeasurement and variation order from a previously completed project in the preceding quarter.

Despite a RM3.5 million lower Gross Profit, the Group achieve a small Loss for the Period of RM0.2 million compared to the marginal Profit of RM0.1 million in the preceding quarter due to lower Foreign Exchange Loss in the current quarter and higher Administrative Expenses in the preceding quarter due to annual bonus.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**B3. Prospects**

The global economy for the remaining 2025 is expected to be soft due to uncertainties in United States ("US") tariff policies and global trade dynamics. International Monetary Fund has projected slower growth globally as a result of the tariffs, cutting it from 3.3 per cent to 2.8 per cent.

Prior to the 24% US reciprocal tariff, Malaysian economy was initially expected to maintain a steady growth in 2025 of between 4.0% to 5.0% . While the 90 day pause to allow trading partners to negotiate on the tariff offers a temporary relief, the lack of clarity regarding the final outcome continues to dampen business confidence. Despite the uncertain external environment, Malaysia's economy is expected to register a positive growth driven by resilient domestic demand and Foreign Direct Investments. In the Construction sector, Johor and Penang are experiencing growth, fuelled by major infrastructure projects, industrial investments and economic corridor development.

Overall, the Group is cautiously bullish based on the positive outlook for the next 12 months. The Group will continue to carefully explore opportunities to add to our order book while closely monitoring the prices of construction materials particularly in light of the potential petrol subsidy rationalisation and any indirect effects from global tariff development.

The Group has outstanding construction order book as at 31 March 2025 of approximately RM404 million which will support its operations for the remaining Financial Year ending 30 June 2025.

**B4. Profit Forecast or Profit Guarantee**

Not applicable as there was no profit forecast or profit guarantee issued.

**B5. Profit/(Loss) before tax**

Profit/(Loss) for the current period is stated after charging/(crediting):-

	<b>Current Period ended</b>	<b>Preceding Year</b>
	<b>31.03.2025</b>	<b>Corresponding Period</b>
	<b>RM'000</b>	<b>31.03.2024</b>
		<b>RM'000</b>
Depreciation of investment properties	54	45
Depreciation of property, plant and equipment	3,035	2,569
Depreciation of right-of-use	431	820
Fair value gain from other investments	(14)	(14)
Finance income	(1,306)	(881)
Finance costs	5,323	4,634
Gain on disposal of property, plant and equipment	(135)	(1,083)
Gain on lease modification	(1)	-
Net (gain)/loss on unrealised foreign exchange	(291)	228
Reversal of impairment loss on financial instruments	-	(242)

**B6. Tax Expense**

	<b>Current Period ended</b>	<b>Preceding Year</b>
	<b>31.03.2025</b>	<b>Corresponding Period</b>
	<b>RM'000</b>	<b>31.03.2024</b>
		<b>RM'000</b>
Current tax:-		
- Current year	567	2,267
- Underprovision in the previous financial year	-	60
Withholding tax	5	1,064
	<u>572</u>	<u>3,391</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**B7. Status of Corporate Proposal**

There were no pending corporate proposals up to 21 May 2025, being the date not earlier than 7 days from the date of this announcement.

**B8. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 March 2025 are as follows:-

	<b>Current RM'000</b>	<b>Non-Current RM'000</b>	<b>Total RM'000</b>
<i>Secured</i>			
Revolving credit	59,000	-	59,000
Bank loans	7,320	6,082	13,402
	<u>66,320</u>	<u>6,082</u>	<u>72,402</u>
<i>Unsecured</i>			
Hire purchase liabilities	1,543	4,691	6,234
Bankers' acceptances	42,726	-	42,726
	<u>44,269</u>	<u>4,691</u>	<u>48,960</u>
	<u>110,589</u>	<u>10,773</u>	<u>121,362</u>

All borrowings of the Group are denominated in Ringgit Malaysia.

**B9. Ageing Analysis of Trade Receivables**

	<b>As at 31.03.2025 RM'000</b>	<b>As at 30.06.2024 RM'000</b>
Not past due	53,603	138,871
Past due 1 - 60 days	15,513	27,378
Past due 61 to 120 days	19,638	16,238
Past due more than 120 days	264,836	215,960
	<u>299,987</u>	<u>259,576</u>
Total Trade Receivables	353,590	398,447
Less: Impairment losses	(11,323)	(11,323)
Net Trade Receivables	<u>342,267</u>	<u>387,124</u>
Other receivables and deposits	22,436	15,416
	<u>364,703</u>	<u>402,540</u>

**B10. Financial Instruments**

Save for below, there were no financial instruments with off balance sheet risks as at 21 May 2025, being a date not earlier than 7 days from the date of this announcement.

	<b>As at 21.05.2025 RM'000</b>	<b>As at 30.06.2024 RM'000</b>
Company		
- Financial guarantees given to suppliers and banks for facilities	<u>106,229</u>	<u>133,312</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**B11. Material Litigation**

- a. The legal actions initiated against ASM Development (KL) Sdn. Bhd. ("ASMKL") for the recovery of the value of work performed include the adjudication proceedings pursuant to Construction Industry Payment and Adjudication Act ("CIPAA") 2012 and arbitration proceeding at the Asian International Arbitration Centre ("AIAC").

Econpile (M) Sdn Bhd ("EMSB") has obtained 2 Adjudication Decisions in its favour and has thereafter successfully enforced the 2 Adjudication Decisions as Orders/Judgments of High Court in 2019 and in 2020, respectively ("HC Decisions"). ASMKL has then appealed against the HC Decisions. The Federal Court had on 3 October 2023 upheld and/or affirmed the HC Decisions.

As no payment was forthcoming from ASMKL, EMSB obtained a Writ of Seizure and Sale proceedings ("WSS") and a prohibitory orders ("PO") against a piece of land owned by ASMKL ("Land"), for the purposes of selling the Land by way of a public auction. The first and second public auction of the Land took place on 6 December 2023 and on 24 July 2024. ("Public Auctions"). However, there was no bidder.

On 13 May 2024, a creditor of ASMKL filed a Winding up Petition against ASMKL. On 17 October 2024, another creditor of ASMKL filed a Winding Up Petition against ASMKL. EMSB applied for Judicial Management ("JM") pursuant to Section 404 and 405 of the Companies Act 2016 on 9 December 2024. The hearing date for eight interveners to the JM is fixed on 5 June 2025. During the making of the application for a JM order, no legal process can be commenced or continued against ASMKL without leave of court.

- b. An external party issued a letter of demand against the developer, the main contractor and EMSB (as sub-contractor) for loss and damages amounting to RM4.08 million due to the ongoing construction work at the project site which is adjacent to the tuition centre operated by the external party. In April 2022, the external party filed an application to amend the Writ of Summons and Statement of Claim to delete sum claimed of RM4.08 million and amend it to 'damages to be assessed by the honourable Court' which was allowed by the Court. The external party had filed an application to amend the Amended Statement of Claim (Encl.107) on 30 June 2024 which was subsequently dismissed by the Court on 23 July 2024. On 24 July 2024, the external party filed in the appeal in the Court of Appeal appealing the decision of Encl.107. The case is fixed on 25 June 2025 for the case management. In the Directors' opinion, as the case is still in the initial stage, the Group is unable to estimate and determine the potential outcome of the case at this juncture and will continue to monitor the case closely.
- c. In December 2016, Gabungan Strategik Sdn Bhd ("GSSB") had awarded to China Communication Construction Company (M) Sdn Bhd ("CCCC") and EMSB the Sub-Contract for the foundation and substructure works for Sungai Besi-Ulu Kelang Elevated Expressway Package CA3 ("the Sub-Contract"). A joint venture agreement was entered into by CCCC and EMSB defining each party's roles and responsibilities for the purpose of undertaking the works for the Sub-Contract. On 7 January 2022, CCCC has issued a Notice of Termination to GSSB for GSSB's breach and refusal to perform their obligations under the Sub-Contract resulting in CCCC terminating the sub-contract work.

GSSB issued a Notice of Arbitration on 22 December 2023 against CCCC and EMSB for damages of RM89.74 million for alleged wrongful termination of the Sub-Contract. The Arbitral Tribunal has issued the Procedural Order No. 1 on 27 June 2024. The hearing for the arbitration is fixed from September 2025 to December 2025.

**B12. Dividend**

No dividend was declared for the current quarter.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS - SECOND QUARTER ENDED 31 MARCH 2025**

**B13. Basic Earning/(Loss) Per Ordinary Share**

The calculation of basic earning/(loss) per ordinary share was based on the loss attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding, calculated as follows:-

	<b>Current Year ended 31.03.2025</b>	<b>Preceeding Year ended 31.03.2024</b>
Profit/(Loss) attributable to ordinary shareholders of the Company for the financial year (RM'000)	108	(16,068)
Weighted average number of ordinary shares in issue ('000)	1,417,500	1,417,500
Basic earning/(loss) per ordinary share (sen)	0.01	(1.13)

**B14 Authorised for issue**

The interim financial report was authorised for issue by the Board of Directors.