



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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 30 JUNE 2024
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	Period	Period
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Note	RM'000	RM'000	RM'000	RM'000
Revenue	87,649	102,117	417,602	375,983
Cost of sales	(82,756)	(106,433)	(409,483)	(369,588)
Gross Profit	<u>4,893</u>	<u>(4,316)</u>	<u>8,119</u>	<u>6,395</u>
Other income	(478)	(1,664)	1,618	1,979
Administrative expenses	(10,964)	(4,088)	(24,823)	(18,403)
Results from operating activities	<u>(6,549)</u>	<u>(10,068)</u>	<u>(15,086)</u>	<u>(10,029)</u>
Foreign exchange gain	1,065	2,680	678	3,048
Finance income	344	257	1,225	699
Finance costs	(1,790)	(1,180)	(6,424)	(4,641)
Loss before tax	B5 <u>(6,930)</u>	<u>(8,311)</u>	<u>(19,607)</u>	<u>(10,923)</u>
Tax expense	B6 (2,239)	(689)	(5,630)	(4,756)
Loss for the period	<u>(9,169)</u>	<u>(9,000)</u>	<u>(25,237)</u>	<u>(15,679)</u>
Other comprehensive expenses, net of tax				
Item that is or may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operation	<u>(155)</u>	<u>833</u>	<u>74</u>	<u>147</u>
Loss and total comprehensive expense for the period	<u>(9,324)</u>	<u>(8,167)</u>	<u>(25,163)</u>	<u>(15,532)</u>
Loss per ordinary share (sen)				
- Basic	B13 <u>(0.65)</u>	<u>(0.63)</u>	<u>(1.78)</u>	<u>(1.11)</u>
- Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

Notes:

N/A - No dilution in earnings per share as the warrants issued are anti-dilutive.

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2023 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 30 JUNE 2024
(The figures have not been audited)

		(Unaudited) As At 30.06.24 RM'000	(Audited) As At 30.06.23 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		24,802	20,010
Right-of-use assets		1,495	1,320
Investment properties		18,668	14,014
Deferred tax assets		3,374	3,374
		<u>48,339</u>	<u>38,718</u>
Current assets			
Other investments		1,069	1,124
Asset classified as held for sale		545	545
Trade and other receivables	B9	410,858	424,822
Contract assests		103,837	129,613
Prepayments		959	917
Current tax assets		20,504	16,862
Cash and cash equivalents		77,329	45,176
		<u>615,101</u>	<u>619,059</u>
TOTAL ASSETS		<u>663,440</u>	<u>657,777</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		177,206	177,206
Reserves		183,880	209,038
Equity attributable to equity holders of the Company		<u>361,086</u>	<u>386,244</u>
Non-current liabilities			
Loans and borrowings	B8	17,378	18,977
Lease liabilities		525	639
Employees benefits		6,447	6,447
Total non-current liabilities		<u>24,350</u>	<u>26,063</u>
Current liabilities			
Loans and borrowings	B8	126,329	91,681
Lease liabilities		1,010	721
Trade and other payables		133,731	140,815
Contract liabilities		11,457	7,796
Current tax liabilities		2,444	511
Provisions		3,033	3,946
Total current liabilities		<u>278,004</u>	<u>245,470</u>
TOTAL EQUITY AND LIABILITIES		<u>663,440</u>	<u>657,777</u>
Net assets per share (RM)		<u>0.25</u>	<u>0.27</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 2023 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 FOURTH QUARTER ENDED 30 JUNE 2024
 (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
(Audited)					
At 1 July 2022	177,206	(87,000)	(415)	311,985	401,776
Loss for the period	-	-	-	(15,679)	(15,679)
Foreign currency translation differences for foreign operation	-	-	147	-	147
Loss and total comprehensive expenses for the period	-	-	147	(15,679)	(15,532)
At 30 June 2023	177,206	(87,000)	(268)	296,306	386,244
(Unaudited)					
At 1 July 2023	177,206	(87,000)	(268)	296,306	386,244
Loss for the period	-	-	-	(25,237)	(25,237)
Foreign currency translation differences for foreign operation	-	-	79	-	79
Loss and total comprehensive expenses for the period	-	-	79	(25,237)	(25,158)
At 30 June 2024	177,206	(87,000)	(189)	271,069	361,086

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 2023 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 FOURTH QUARTER ENDED 30 JUNE 2024
(The figures have not been audited)

	Current Financial Period 30.06.2024 RM'000	Preceding Year Corresponding Period 30.06.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(19,607)	(10,923)
Depreciation of investment properties	60	60
Depreciation of property, plant and equipment	3,817	7,154
Depreciation of right-of-use assets	1,194	1,065
Fair value (gain)/loss from other investments	(18)	2,423
Finance costs	6,424	4,641
Finance income	(1,225)	(699)
Gain on disposal of property, plant and equipment	(1,148)	(384)
Gain on disposal of other investments	(4)	(1,747)
Gain on disposal of investment property	-	(98)
Loss/(Gain) on unrealised foreign exchange	1,255	(1,558)
Gain on disposal of club membership	-	(26)
Impairment/ (Reversal) loss on financial instruments	4,343	(1,500)
Operating loss before working capital changes	(4,909)	(1,592)
Change in trade and other receivables and prepayments	7,393	7,517
Change in trade and other payables	(7,412)	16,691
Change in contract assets	25,925	(16,439)
Change in contract liabilities	3,639	(6,156)
Change in provision	(914)	(1,933)
Cash generated from/(used in) operations	23,722	(1,912)
Interest paid on lease liabilities	(70)	(74)
Interest paid	-	(295)
Tax paid	(6,218)	(530)
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES	17,434	(2,811)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(653)	(2,201)
Acquisition of investment properties	(4,714)	-
Interest received from fixed deposit	1,225	699
Proceeds from disposal of property, plant and equipment	1,149	384
Proceeds from disposal of other investments	77	3,235
Proceeds from disposal of club membership	-	26
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES	(2,916)	2,143
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in pledged deposits	(113)	(90)
Drawdown/(Repayment) of banker acceptances	18,629	(8,398)
Interest paid on loans and borrowings	(7,418)	(3,968)
Net repayment of loans and borrowings	(6,381)	(7,414)
Net drawdown of revolving credit	15,000	15,000
Net repayment of hire purchase liabilities	(1,107)	(539)
Payment of lease liabilities	(1,194)	(1,061)
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	17,416	(6,470)
Net increase/(decrease) in cash and cash equivalents	31,934	(7,138)
Cash and cash equivalents at beginning of the financial period	40,919	47,753
Effect of exchange rate fluctuations on cash held	106	304
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	72,959	40,919

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 30 JUNE 2024
(The figures have not been audited)

Cash and cash equivalents included in the statements of cash flows comprise the following statements of financial position amounts:-

Cash and bank balances	69,710	37,754
Deposit placed with licensed	<u>7,619</u>	<u>7,422</u>
	77,329	45,176
Less: Deposits pledged to licensed banks	<u>(4,370)</u>	<u>(4,257)</u>
	<u>72,959</u>	<u>40,919</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 2023 and the accompanying explanatory notes as attached to this interim financial report.



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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER ENDED 30 JUNE 2024

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 2023.

A2. Significant Accounting Policies

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 2023 except for the following new/revised MFRSs and amendments to MFRSs:-

		Effective for annual periods beginning on or after
MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101	Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies	1 January 2023
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction and International Tax Reform – Pillar Two Model Rules	1 January 2023
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
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
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 Company.

NOTES TO THE INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER ENDED 30 JUNE 2024

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 2023 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, for financial quarter ended 30 June 2024.

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 Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter ended 30 June 2024.

A8. Dividends Paid

No dividend was paid in the current year ended 30 June 2024.

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 August 2024, 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 - FOURTH QUARTER ENDED 30 JUNE 2024

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 2023 to 21 August 2024, being a date not earlier than 7 days from the date of this announcement, save for the following:-

	As at 21.8.2024 RM'000	As at 30.06.2023 RM'000
Contingent Liabilities (Unsecured)		
Group		
- Guarantees given to contract customers in relation to construction contracts	<u>61,567</u>	<u>54,203</u>

A13. Capital Commitments

	As at 30.06.2024 RM'000	As at 30.06.2023 RM'000
Capital expenditure		
Authorised and contracted for	<u>10,516</u>	<u>11,132</u>

A14. Significant Related Party Transactions

There were no significant related party transactions for the current quarter ended 30 June 2024.

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

B1. Review of the Performance of the Group

	Individual Period		Changes (Amount/%)		Cumulative Period		Changes (Amount/%)	
	Current year quarter	Preceding year corresponding quarter			Current financial year	Previous financial year		
	30.06.2024 RM'000	30.06.2023 RM'000	RM'000 / %	RM'000 / %	30.06.2024 RM'000	30.06.2023 RM'000	RM'000 / %	RM'000 / %
Revenue	87,649	102,117	(14,468)	-14.2%	417,602	375,983	41,619	11.1%
Gross Profit/ (Loss)	4,893	(4,316)	9,209	-213.4%	8,119	6,395	1,724	27.0%
Profit/ (Loss) before tax	(6,930)	(8,311)	1,381	16.6%	(19,607)	(10,923)	(8,684)	-79.5%
Profit/ (Loss) for the period	(9,169)	(9,000)	(169)	-1.9%	(25,237)	(15,679)	(9,558)	-61.0%

Group's Financial Performance

The Group recorded a revenue of RM87.6 million for the financial quarter ended 30 June 2024 which is 14% lower as compared to RM102.1 million in the preceding year corresponding quarter in line with the reduced project activities, largely due to several projects reaching final stages.

Despite the lower revenue, the Group recorded a gross profit of RM4.9 million for the current quarter compared to a gross loss of RM4.3 million in the preceding year corresponding quarter as the latter was impacted by provisions of expected loss for several on-going projects.

The Group recorded higher administration expenses of RM11.0 million compared to RM4.1 million in the preceding year corresponding quarter mainly due to a prudent provision for receivable of RM4.5 million from a customer who was placed in Receivership administration. That provision contributed significantly to the Loss for the current quarter of RM9.2 million compared to a Loss of RM9.0 million in the preceding year quarter.

Project Updates and Order

As at 30 June 2024, there are 17 on-going projects at various stages of completion and order book stood at approximately RM409 million. Concentration of credit risk with respect of trade receivables is limited except for three (3) customers which accounted for 36.1% (including retention sum) of trade receivables as at 30 June 2024.

B2. Comparison with Preceding Quarter's Results

	3 Months ended		Changes (Amount/%)	
	30.06.2024	31.03.2024		
	RM'000	RM'000	RM'000 / %	
Revenue	87,649	99,012	(11,363)	-11.5%
Gross Profit/ (Loss)	4,893	3,617	1,276	35.3%
Profit/ (Loss) before tax	(6,930)	(1,533)	(5,397)	-352.1%
Profit/ (Loss) for the period	(9,169)	(2,758)	(6,411)	-232.5%

In the current quarter, the Group recorded a Gross Profit of 5.6% at RM4.9 million which is an improvement from the preceding quarter of 3.7% at RM3.6 million due to the higher contribution from better margin projects.

The Loss for the quarter is higher at RM9.2 million compared to the Loss of the preceding quarter of RM2.8 million mainly due to the provision relating to receivable from a customer in the current quarter as stated in section B1.

B3. Prospects

While the global economic outlook remains challenging, the local construction sector outlook is bullish and expected to expand backed by a strong investment momentum in both the public and private sector in the transportation, renewable energy and data center space. The construction sector surged by 20.2% year-on-year in 2Q2024 according to Department of Statistics Malaysia.

On the other hand, the Group is closely monitoring the prices of construction material in view of the rationalisation of Malaysia's diesel subsidy and on the potential petrol subsidy removal.

Overall, the Group is cautiously bullish based on the positive outlook for the next 12 months and will continue to carefully explore opportunities to add to our order book.

The Group has outstanding construction order book as at June 2024 of approximately RM409 million which will support its operations for the 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. Loss before tax

Loss for the current period ended 30 June 2024 is stated after charging/(crediting):-

	Current Period ended	Preceding Year
	30.06.2024	Corresponding Period
	RM'000	30.06.2023
		RM'000
Depreciation of investment properties	60	60
Depreciation of property, plant and equipment	3,817	7,154
Depreciation of right-of-use	1,194	1,065
Fair value (gain)/loss from other investments	(18)	2,423
Finance income	(1,225)	(699)
Finance costs	6,424	4,641
Gain on disposal of investment property	-	(98)
Gain on disposal of property, plant and equipment	(1,148)	(384)
Gain on disposal of other investments	(4)	(1,747)
Net loss/(gain) on unrealised foreign exchange	1,255	(1,558)
Net gain on realised foreign exchange	(1,933)	(1,490)
Provision/(Reversal) of impairment loss on financial instruments	4,343	(1,500)
	<u>4,343</u>	<u>(1,500)</u>

B6. Taxation

	Current Period ended	Preceding Year
	30.06.2024	Corresponding Period
	RM'000	30.06.2023
		RM'000
Current tax:-		
- Current year	4,444	2,354
- Under provision in the previous financial year	60	211
Withholding tax	1,126	2,191
	<u>5,630</u>	<u>4,756</u>

The current tax expenses are for some profit making companies in Malaysia and Cambodia and deferred tax assets not recognised for losses incurred in a subsidiary.

NOTES TO THE INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER ENDED 30 JUNE 2024

B7. Status of Corporate Proposal

There were no pending corporate proposals up to 21 August 2024, 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 30 June 2024 are as follows:-

	Short Term	Long Term	Total
	RM'000	RM'000	RM'000
<i>Secured</i>			
Revolving credit	58,000	-	58,000
Bank loans	7,426	11,546	18,972
	<u>65,426</u>	<u>11,546</u>	<u>76,972</u>
<i>Unsecured</i>			
Hire purchase liabilities	1,580	5,832	7,412
Bankers' acceptances	59,323	-	59,323
	<u>60,903</u>	<u>5,832</u>	<u>66,735</u>
	<u>126,329</u>	<u>17,378</u>	<u>143,707</u>

All borrowings of the Group are denominated in Ringgit Malaysia.

B9. Ageing Analysis of Trade Receivables

	As at	As at
	30.06.2024	30.06.2023
	RM'000	RM'000
Not past due	138,871	151,615
Past due 1 - 60 days	27,131	34,483
Past due 61 to 120 days	27,134	23,296
Past due more than 120 days	208,070	211,393
	<u>262,335</u>	<u>269,172</u>
Total Trade Receivables	401,206	420,787
Less: Impairment losses	(11,324)	(6,980)
Net Trade Receivables	389,882	413,807
Other receivables and deposits	20,976	11,015
	<u>410,858</u>	<u>424,822</u>

B10. Financial Instruments

Save for below, there were no financial instruments with off balance sheet risks as at 21 August 2024, being a date not earlier than 7 days from the date of this announcement.

	As at	As at
	21.8.2024	30.06.2023
	RM'000	RM'000
Company		
- Financial guarantees given to suppliers and banks for facilities	130,840	97,527

NOTES TO THE INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER ENDED 30 JUNE 2024

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 to the Court of Appeal as well as to the Federal Court. 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. The court hearing on the setting of the third public auction is set on 21 October 2024.

On 5 December 2023, ASMKL has filed for a Judicial Management (“JM”) pursuant to Sections 404 and 405 of the Companies Act 2016. On 30 Jan 2024, EMSB has successfully intervened in the JM proceedings. The hearing on EMSB opposing the JM application is fixed for 18 September 2024.

- b. EMSB had in December 2023, received a Notice of Arbitration (“the Notice of Arbitration”) from Gabungan Strategik Sdn Bhd (“GSSB” or “the Claimant”) in respect of the arbitration raised by GSSB against China Communication Construction Company (M) Sdn Bhd (“CCCC”) and EMSB (collectively, “CCCC-EMSB” or “the Respondents”) (“the Arbitration”).

In December 2016, the GSSB had awarded to CCCC-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.

The subject matter of the Arbitration relates to the alleged wrongful termination of the Sub-Contract by CCCC-EMSB, and the alleged loss and damages suffered by GSSB. CCCC-EMSB denies all allegations raised by GSSB.

Currently the parties are filling the Arbitration documents of pleadings and the hearing has been scheduled to begin in second half of 2025.

B12. Dividend

No dividend was declared for the quarter ended 30 June 2024.

B13. Loss Per Ordinary Share

The calculation of basic 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:-

	Current Financial Year ended 30.06.2024	Previous Financial Year ended 30.06.2024
Loss attributable to ordinary shareholders of the Company for the financial year (RM'000)	(25,237)	(15,679)
Weighted average number of ordinary shares in issue ('000)	1,417,500	1,417,500
Basic loss per ordinary share (sen)	(1.78)	(1.11)

B14 Authorised for issue

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