

**UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS

	Individual Quarter (3rd quarter)		Changes %	Cumulative Quarter		Changes %
	Current quarter ended 30.09.2024 RM'000	Corresponding quarter ended 30.09.2023 RM'000		Current year-to-date ended 30.09.2024 RM'000 (UNAUDITED)	Corresponding year-to-date ended 30.09.2023 RM'000 (UNAUDITED)	
1 Revenue	504,843	362,225	39.4%	1,237,395	968,748	27.7%
2 Cost of sales	(446,518)	(311,062)	43.5%	(1,069,680)	(825,999)	29.5%
3 Gross profit	58,325	51,163	14.0%	167,715	142,749	17.5%
4 Other income	12,254	5,767	112.5%	21,509	14,591	47.4%
5 Administrative expenses	(10,702)	(9,122)	17.3%	(32,048)	(26,498)	20.9%
5A Other operating expenses	(95)	(63)	50.8%	(766)	(1,054)	-27.3%
6 Profit from operations	59,782	47,745	25.2%	156,410	129,788	20.5%
7 Finance cost	(504)	(758)	-33.5%	(1,141)	(1,088)	4.9%
8 Profit before tax	59,278	46,987	26.2%	155,269	128,700	20.6%
9 Taxation	(13,117)	(11,372)	15.3%	(38,261)	(32,180)	18.9%
10 Profit after tax ("PAT") for the period	46,161	35,615	29.6%	117,008	96,520	21.2%
Attributable to :						
Owners of the Company	46,089	35,566	29.6%	116,726	96,547	20.9%
Non-controlling Interests ("NCI")	72	49	46.9%	282	(27)	-1144.4%
	46,161	35,615	29.6%	117,008	96,520	21.2%
11 Profit per share attributable to owners of the Company:						
(i) Basic earnings per ordinary share ("EPS")(sen)*	3.65	2.82		9.26	7.66	

* Basic earnings per share for the quarter and cumulative financial year is calculated based on the profit for the year divided by the weighted average number of ordinary shares in issue for the quarter and financial year respectively. Please refer to Note B11 for further details.

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended	Corresponding quarter ended	Current year-to-date ended	Corresponding year-to-date ended
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
			(UNAUDITED)	(UNAUDITED)
1 PAT for the year	46,161	35,615	117,008	96,520
2 Other Comprehensive Income:				
- Foreign currency translation differences	(1,420)	639	(1,407)	888
3 Total comprehensive income for the year	<u>44,741</u>	<u>36,254</u>	<u>115,601</u>	<u>97,408</u>
Attributable to :				
Owners of the Company	44,669	36,205	115,319	97,435
Non-controlling Interests ("NCI")	72	49	282	(27)
	<u>44,741</u>	<u>36,254</u>	<u>115,601</u>	<u>97,408</u>

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Report)



UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.09.2024 RM'000 (UNAUDITED)	As at 31.12.2023 RM'000 (AUDITED)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	93,584	92,356
Right-Of-Use Assets	7,052	1,363
Investment Properties	5,697	5,780
Other Investments	193	193
Intangible Assets	227,901	227,925
	334,427	327,617
Current Assets		
Inventories	231,802	215,981
Trade and Other Receivables	1,043,730	805,974
Contract Assets	9,333	43,660
Tax Recoverables	1,624	624
Cash and Bank Balances	282,045	195,729
	1,568,534	1,261,968
TOTAL ASSETS	1,902,961	1,589,585

**UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	As at 30.09.2024 RM'000 (UNAUDITED)	As at 31.12.2023 RM'000 (AUDITED)
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	683,041	683,041
Treasury Shares	(6,914)	(6,914)
Other Reserves	1,216	2,623
Retained Profits	502,674	474,221
	1,180,017	1,152,971
Non-controlling Interests	975	693
Total Equity	1,180,992	1,153,664
Non-Current Liabilities		
Deferred Tax Liabilities	2,653	2,189
Trade and Other Payables	50,841	49,003
Lease Liabilities	6,556	1,736
	60,050	52,928
Current Liabilities		
Trade and Other Payables	306,334	321,206
Contract Liabilities	315,884	22,628
Lease Liabilities	1,565	348
Income Tax Payable	16,311	10,244
Revolving Credit	20,000	20,000
Short Term Borrowings	1,825	8,567
	661,919	382,993
Total Liabilities	721,969	435,921
TOTAL EQUITY AND LIABILITIES	1,902,961	1,589,585
Net assets per share attributable to owners of the Company (RM)	0.94	0.91
No. of ordinary shares (in thousand)	1,261,050	1,261,050

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company				Non Controlling Interests RM'000	Total Equity RM'000
	<----- Non-Distributable ----->		Distributable			
	Share Capital RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Profits RM'000		
9 MONTHS PERIOD ENDED 30 SEPTEMBER 2024						
Balance as at 1 January 2024	683,041	2,623	(6,914)	474,221	693	1,153,664
Total Comprehensive Income for the period	-	(1,407)	-	116,727	282	115,602
Dividend declared and paid	-	-	-	(88,274)	-	(88,274)
Balance as at 30 September 2024	683,041	1,216	(6,914)	502,674	975	1,180,992
9 MONTHS PERIOD ENDED 30 SEPTEMBER 2023						
Balance as at 1 January 2023	683,041	1,551	(6,914)	443,586	517	1,121,781
Total Comprehensive Income for the period	-	888	-	96,547	(27)	97,408
Dividend declared and paid	-	-	-	(75,662)	-	(75,662)
Balance as at 30 September 2023	683,041	2,439	(6,914)	464,471	490	1,143,527

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 3RD QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current year-to-date ended 30.09.2024 RM'000 (UNAUDITED)	Corresponding year-to-date 30.09.2023 RM'000 (UNAUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	155,269	128,700
Adjustments for :		
Amortisation and depreciation	12,538	24,991
Non-cash items	(2,120)	(5,819)
Operating Profit Before Working Capital Changes	165,687	147,872
Changes in working capital :		
Net change in operating assets	(210,657)	(141,494)
Net change in operating liabilities	270,767	53,952
Net Cash Generated from Operations	225,797	60,330
Interest received	5,773	4,441
Interest paid	(942)	(1,073)
Income tax refund	-	114
Income tax paid	(26,548)	(30,191)
Net Cash Generated From Operating Activities	204,080	33,621
CASH FLOW USED IN INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(26,270)	(12,775)
Placement of deposits in licensed banks	(799)	(3,773)
Proceeds from disposal of property, plant and equipments	36	1,182
Net Cash Used In Investing Activities	(27,033)	(15,366)
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease payment	(1,365)	(730)
Dividend paid during the year	(81,968)	(63,053)
Net Cash Used In Financing Activities	(83,333)	(63,783)
NET INCREASE IN CASH AND CASH EQUIVALENTS	93,714	(45,528)
EFFECT OF EXCHANGE RATE CHANGES	(1,407)	920
CHANGES IN EXPECTED CREDIT LOSS	(49)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	146,053	227,758
CASH AND CASH EQUIVALENTS AT END OF PERIOD	238,311	183,150
	30.09.2024 RM'000	30.09.2023 RM'000
CASH AND CASH EQUIVALENTS AT END OF YEAR CONSIST OF:		
Cash and Bank Balances	282,094	215,429
Less: Allowance for ECL	(49)	(24)
Less: Deposits pledged with licensed banks	(21,909)	(21,006)
Less: Short term borrowing	(21,825)	(11,249)
	238,311	183,150

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2023 and the accompanying explanatory notes attached to the Interim Financial Report)

NOTES TO THE REPORTS

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Corporate Information

Kerjaya Prospek Group Berhad is a public limited company incorporated and domiciled in Malaysia, and is listed on the Bursa Malaysia Securities Berhad. The registered office is located at No. 802, 8th Floor, Block C, Kelana Square, 17 Jalan SS7/26, 47301 Petaling Jaya, Selangor. The principal place of business is located at C-32-01 & C-33-01, Menara Vista Petaling, No. 137, Jalan Puchong, 58200 Kuala Lumpur.

A2. Malaysian Financial Reporting Standards ("MFRS")

A2.1 Basis of Preparations

The interim financial reports of the Group are unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysia Accounting Standard Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial reports should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023.

A2.2 Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this quarterly financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2023, except for the adoption of the following new standards, amendments to the standards and interpretations effective during the current financial year:

- Amendments to MFRS 16, MFRS 101, MFRS 107, and MFRS 7.

The adoption of the above standards and interpretation did not have any material effect on the financial performance or position of the Group.

The new and revised standards and amendments issued but not yet effective during the current financial year and not early adopted by the Group/Company are as listed below:

- Amendments to MFRS 121: The Effects of Changes in Foreign Rates (effective for accounting periods beginning on or after 1 January 2025)
- Amendments to MFRS 18: Presentation and Disclosure in Financial Statements (effective for accounting periods beginning on or after 1 January 2027)
- Amendments to MFRS 19: Subsidiaries without Public Accountability: Disclosures (effective for accounting periods beginning on or after 1 January 2027)
- Amendments to MFRS 10: Consolidated Financial Statements and MFRS 128: Investments in Associates and Joint Venture (deferred)

The Group is expected to apply the abovementioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements is not expected to have any material impact to financial statements of the Group.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

A3. Audit Report

The audited financial statements for the preceding financial year ended 31 December 2023 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The principal business operations of the Group are not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items in the current quarter under review that would affect the assets, liabilities, equity, net income or cashflows of the Group.

A6. Changes in Estimates

There were no significant changes in estimates that have a material effect to the current quarter under review.

A7. Debt and Equity Securities

Save as disclosed below, there were no issuance, cancellations, resale and repayment of debt and equity securities for the Company during the current quarter and financial year under review.

- (a) During the current quarter, there was no share repurchased. The shares repurchased are being held as treasury shares in accordance with the requirements of section 127 of the Companies Act 2016. As at 30 September 2024, the Company has repurchased a total of 6,157,566 units of ordinary shares for RM6.9 million including transaction costs.

A8. Dividends Paid

On 20 November 2023, the Board of Directors has approved a third interim dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 December 2023. The total amount of RM25.22 million was paid on 12 January 2024.

On 29 February 2024, the Board of Directors has approved a fourth interim dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 December 2023. The total amount of RM25.22 million was paid on 5 April 2024.

On 29 May 2024, the Board of Directors has approved a first interim dividend of 2.5 sen per ordinary share in respect of the financial year ended 31 December 2024. The total amount of RM31.53 million was paid on 5 July 2024.

On 27 August 2024, the Board of Directors has approved a second interim dividend of 2.5 sen per ordinary share in respect of the financial year ended 31 December 2024. The total amount of RM31.53 million was paid on 9 October 2024.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

A9. Segmental Information

	Construction (RM'000)	Manufacturing (RM'000)	Property Development (RM'000)	Investment (RM'000)	Others (RM'000)	Elimination (RM'000)	Total (RM'000)
Segment revenue and results for current quarter 3 months ended 30 September 2024 are as follows:							
Revenue							
External Revenue	487,262	-	16,942	-	639	-	504,843
Inter Group Revenue	127,443	958	-	39,630	-	(168,031)	-
	<u>614,705</u>	<u>958</u>	<u>16,942</u>	<u>39,630</u>	<u>639</u>	<u>(168,031)</u>	<u>504,843</u>
Results							
Segmental Results	<u>43,513</u>	<u>179</u>	<u>2,392</u>	<u>39,382</u>	<u>77</u>	<u>(39,454)</u>	<u>46,089</u>

Segment revenue and results for the preceding year corresponding 3 months ended 30 September 2023 are as follows:

Revenue							
External Revenue	344,054	-	17,715	-	456	-	362,225
Inter Group Revenue	91,301	603	-	25,005	-	(116,909)	-
	<u>435,355</u>	<u>603</u>	<u>17,715</u>	<u>25,005</u>	<u>456</u>	<u>(116,909)</u>	<u>362,225</u>
Results							
Segmental Results	<u>41,311</u>	<u>(52)</u>	<u>2,764</u>	<u>27,008</u>	<u>(88)</u>	<u>(35,378)</u>	<u>35,565</u>

Segment revenue and results for current quarter 9 months ended 30 September 2024 are as follows:

Revenue							
External Revenue	1,191,338	-	44,138	-	1,919	-	1,237,395
Inter Group Revenue	283,808	3,920	-	84,630	-	(372,358)	-
	<u>1,475,146</u>	<u>3,920</u>	<u>44,138</u>	<u>84,630</u>	<u>1,919</u>	<u>(372,358)</u>	<u>1,237,395</u>
Results							
Segmental Results	<u>120,539</u>	<u>214</u>	<u>6,868</u>	<u>86,210</u>	<u>237</u>	<u>(97,342)</u>	<u>116,726</u>

As at 30 September 2024

Segmental Assets	<u>1,434,793</u>	<u>29,979</u>	<u>306,083</u>	<u>742,909</u>	<u>3,445</u>	<u>(614,248)</u>	<u>1,902,961</u>
Segmental Liabilities	<u>739,982</u>	<u>3,393</u>	<u>120,933</u>	<u>49,098</u>	<u>26,091</u>	<u>(217,528)</u>	<u>721,969</u>

Segment revenue and results for the preceding year corresponding 9 months ended 30 September 2023 are as follows:

Revenue							
External Revenue	949,526	9	17,715	-	1,498	-	968,748
Inter Group Revenue	165,622	2,042	-	45,005	-	(212,669)	-
	<u>1,115,148</u>	<u>2,051</u>	<u>17,715</u>	<u>45,005</u>	<u>1,498</u>	<u>(212,669)</u>	<u>968,748</u>
Results							
Segmental Results	<u>101,512</u>	<u>62</u>	<u>2,415</u>	<u>49,270</u>	<u>5</u>	<u>(56,717)</u>	<u>96,547</u>

As at 30 September 2023

Segmental Assets	<u>1,040,613</u>	<u>30,445</u>	<u>219,156</u>	<u>737,506</u>	<u>6,853</u>	<u>(526,480)</u>	<u>1,508,093</u>
Segmental Liabilities	<u>397,074</u>	<u>4,416</u>	<u>196,936</u>	<u>49,214</u>	<u>25,314</u>	<u>(308,388)</u>	<u>364,566</u>

A9. Segmental Information (Cont'd)

As the business of the Group is engaged entirely in Malaysia, no reporting by geographical location of operation is presented.

For management purposes, the Group is organised into business units based on their products and services, and has four (4) reportable operating segments as follow:

- (i) Construction - Main building construction works, provision of contract workmanship and other related services.
- (ii) Manufacturing - Manufacture, assemble, installation and sale of light fittings, furniture, kitchen cabinetry and related products.
- (iii) Property Development - Development of residential and/or commercial properties.
- (iv) Investment - Investment holding companies.
- (v) Others - Other dormant companies.

Segment performance for the financial period ended 30 September 2024 as compared to corresponding preceding period ended 30 September 2023

(i) Construction

The construction segment has achieved a total revenue of RM1,475.15 million in the current financial period representing an increase of approximately 32.28% as compared to its corresponding preceding financial period of RM1,115.15 million. Segmental profit was recorded at RM120.54 million on current financial period compared to corresponding preceding financial period of RM101.51 million. The increase in revenue was mainly due to improvement in progress of construction works activities. The construction segment is expected to continue to be the main contributor to the Group's overall revenue and profitability moving forward.

(ii) Manufacturing

The revenue on manufacturing segment has increased to RM3.92 million in the current financial period as compared to its corresponding preceding financial period of RM2.05 million. This segment has reported a segmental profit of RM0.21 million as compared to profit RM0.06 million reported in the corresponding preceding period. The manufacturing segment complements the Group's construction segment.

(iii) Property Development

The property development segment has achieved a total revenue of RM41.14 million from the sale of properties at its development projects in the current financial period. This segment has reported a segmental profit of RM6.87 million as compared to segmental profit of RM2.42 million reported in the corresponding preceding period.

(iv) Investment

The Investment segment shows a segmental profit of RM86.21 million in the current financial period as compared to its corresponding financial period of RM49.27 million.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

A10. Profit Before Taxation

The following items have been included in arriving at profit before taxation:

	Individual Quarter 30.09.2024 RM'000	Cumulative Quarter 30.09.2024 RM'000
Interest income	(2,245)	(5,773)
Fair value gain arising from short term fund	(54)	(141)
Allowance for ECL (MFRS 9)	1,338	5,748
Amortisation and depreciation of property, plant and equipment	4,190	12,538
Interest expenses	504	1,141

A11. Subsequent Events

There were no material events subsequent to the balance sheet date up to the date of this report to be disclosed in the current financial period.

A12. Changes in Composition of the Group

There was no change in the composition of the Group for the current quarter and financial period under review except as follows:

- (a) On 22 October 2024, Futuprop Sdn. Bhd. ("Futuprop"), a wholly owned subsidiary of the Company had incorporated a wholly owned company, namely Rivanis Ventures Sdn. Bhd. ("Rivanis"), a company incorporated in Malaysia under the Companies Act, 2016 with an issued and paid up share capital of 2 ordinary shares.
- (b) On 11 November 2024, Rivanis has increased its issued and paid up share capital from 2 ordinary shares to 100 ordinary shares via the issuance of 53 ordinary shares to Futuprop and 45 ordinary shares to Aspen Vision Development Sdn. Bhd. ("AVD"). Rivanis is a special purpose company set up to undertake the development of land pursuant to joint venture entered into between Futuprop and AVD.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

A13. Changes in Contingent Liabilities or Contingent Assets

- (a) Contingent Liabilities

Corporate guarantees given to:

- banks for facilities granted to subsidiaries	329,200
- third parties for the benefit of the subsidiaries	283,675
	<u>612,875</u>

- (b) Contingent Assets

As at the date of this report, there were no contingent assets.

A14. Capital Commitments

As at the date of this report, the Group has no material capital commitments.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B1. Review of Performance

For the current financial quarter under review, the Group posted a revenue of RM504.84 million as compared to its corresponding financial quarter of RM362.23 million. The Profit After Tax ("PAT") in the current quarter of RM46.16 million, representing an increase of RM10.54 million from its corresponding financial quarter of RM35.62 million.

Overall, the increase in revenue for current quarter under review was mainly due to progress of construction work activities has improved. On property development segment, the development projects have contributed positively to the Group's results.

For the financial quarter under review, the main source of income for investment segment was interest income.

B2. Change in Results of Current Quarter Compared to Preceding Quarter

	Current Quarter ended 30.09.2024 RM'000	Immediate Preceding Quarter ended 30.06.2024 RM'000	Changes %
Revenue	504,843	395,410	27.7%
Operating Profit	59,782	50,432	18.5%
Profit Before Tax	59,278	50,142	18.2%
Profit After Tax	46,161	37,239	24.0%
Profit Attributable to Owners of the Company	46,089	37,084	24.3%

For the current quarter, the Group recorded a revenue and profit before tax of RM504.84 million and RM59.28 million respectively as compared to RM395.41 million and RM50.14 million respectively in its immediate preceding quarter. The increase of revenue and profit before tax were mainly due to improvement in progress of construction works activities.

B3. Current Year Prospects

For the remaining of Year 2024, the Group will continue to monitor and implement appropriate business strategies in a timely manner to address the challenges, such as volatility of Ringgit Malaysia, shortage of skill manpower and rising material costs, etc, which may have on the operations and financial performance of the Group. The Group continues to be supported by an outstanding order book of RM4.4 billion for construction contracts as at 30 September 2024.

Moving forward, the Group will focus on its construction segment to be the main revenue driver for the Group.

Notwithstanding the Group's objective is to expand its core business in construction, the Group intends to maintain its manufacturing segment to complement its core business.

In regards to the Group's property development segment, the Group has launched its development projects known as The Vue @ Montez and Papyrus @ North Kiara. These two projects will contribute positively to the Group's results.

B4. Profit Forecast

There was no profit forecast prepared or profit guarantee made by the Group.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B5. Taxation

	Individual Quarter 30.09.2024 RM'000	Cumulative Quarter 30.09.2024 RM'000
Malaysia income tax		
- current period	12,863	37,797
Deferred tax		
- current period	254	464
	13,117	38,261

B6 Group Borrowings and Debt Securities

Details of the Group borrowings as at 30 September 2024 were as follows:

	30.09.2024 RM'000
<u>Short term borrowings - Unsecured</u>	
(i) Cashline facilities (denominated in RM)	20,000
(ii) Bank overdraft	1,825
	21,825

B7. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

B8. Changes in Material Litigation

There was no material litigation against the Group as at the reporting date save and except those announcements made and their most recent update as follows:

(i) Pembinaan Yeng Tong Sdn. Bhd. vs Kerjaya Prospek (M) Sdn. Bhd.

On 11 September 2020, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had received a letter dated 10 September 2020 from Messrs. Wong & Partners, the solicitors acting for Pembinaan Yeng Tong Sdn. Bhd. ("PYT"), accompanied by Writ dated 7 September 2020 and Statement of Claim dated 7 September 2020 issued by the Kuala Lumpur High Court demanding inter-alia, payment of works done, expenses and loss and damages totalling RM35.8 million.

KPM denies the claim in totality and counterclaimed a sum of RM4.2 million against PYT, in addition to general damages to be assessed.

The legal proceedings are ongoing and will continue on 6 January 2025 to 8 January 2025, and 26 May 2025 to 30 May 2025.

(ii) Kerjaya Prospek (M) Sdn. Bhd. vs BCM Holding Sdn. Bhd.

On 17 November 2023, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had received a letter from BCM Holdings Sdn. Bhd. ("BCM") dated 15 November 2023 in relation to the Letter of Award dated 8 June 2023 and Supplemental Letter of Award dated 15 June 2023 (collectively referred to as the "LA") in respect of a contract for main building and external works for a proposed residential development project at Lot 5 & PT62, Seksyen 92, Bandar Kuala Lumpur, Wilayah Persekutuan Kuala Lumpur, where BCM informed KPM that BCM does not consider itself to be bound by the terms of the same ("BCM Letter").

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B8. Changes in Material Litigation (Cont'd)

(ii) Kerjaya Prospek (M) Sdn. Bhd. vs BCM Holding Sdn. Bhd. (Cont'd)

KPM will be taking the necessary steps under the LA with the advisement by KPM solicitors to enforce its right to recover the pre-agreed liquidated damages payable stated in the LA, which is due and payable by BCM to KPM.

On 21 November 2023, the Company further announced that KPM enforces its right to recover the pre-agreed liquidated damages pursuant to clause 14 of the LA, which stated that in the event of pre-determination of the letter of award or contract or any contract and or agreement by BCM, BCM shall irrevocably and immediately compensate and pay KPM termination damages for a sum of RM20 million. On 6 December 2023, KPM filed its Writ and its Statement of Claim at the Kuala Lumpur High Court demanding inter-alia, payment for the termination damages for a sum of RM20 million. BCM filed its defence and counterclaimed against KPM, and has included Dato' Tiong Kwing Hee as second defendant and Tan You Tiong as third defendant, alleging that KPM had conspired with the then BCM's directors, and BCM seeks, inter alia, for a declaration that the LA are invalid and unenforceable, and damages for alleged conspiracy between KPM and the said previous BCM's directors on 19 January 2024. KPM then filed its Reply to Defence and Defence to Counterclaim on 24 January 2024. Pursuant to this, BCM informed the Court and KPM that they will not file any Reply to Defence to Counterclaim against KPM.

From the case management held on 19 March 2024, the Second Defendant (via a Counterclaim) has entered appearance and the Court has given an extension of time to the Second Defendant to file his defence by 10 April 2024. On the other hand, BCM as the Plaintiff has not been able to serve a counterclaim on the Third Defendant (via a Counterclaim). Hence the Court directed BCM to make an application for substituted services on the Third Defendant before the next Case Management ("**CM**") to be held on 15 May 2024.

Thereafter, the Second and Third Defendants have subsequently served their defence and counterclaims.

On 22 November 2024, the Trial dates was fixed on 14 to 17 April 2025 and 21 to 24 April 2025.

(iii) Kerjaya Prospek (M) Sdn. Bhd. vs Apple 99 Development Sdn. Bhd. ("Apple 99 Suit")

On 22 August 2024, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had a Writ of Summons and Statement of Claim at the High Court of Malaya at Shah Alam against Apple 99 Development Sdn. Bhd. ("Apple 99").

The Writ of Summons and Statement of Claim are to claim against Apple 99 the following:-

- (a) A declaration that Apple 99 is in breach of the Settlement Agreement ("SA") dated 25 February 2020;
- (b) An order for specific performance of the SA and the Hotel Sales and Purchase Agreement ("Hotel SPA");
- (c) An order that the Registrar of this Honourable Court be empowered to sign all necessary agreements, memorandum, document and instrument of transfer for and on behalf of Apple 99 in the event that Apple 99 fails, refuses and/or neglects to specifically perform the SA and the Hotel SPA and/or any of its obligations thereunder;
- (d) Alternatively, and only in the event that this Honourable Court deems specific performance to be an unsuitable remedy (which is denied), an order that Apple 99 be required to pay to KPM a sum of RM105,135,885.20 or such other sum as may be determined by this Honourable Court being the outstanding Residual Contract Sum;
- (e) An order for Apple 99 to pay Interest to KPM at Maybank Base Lending Rate + 1% on the outstanding Residual Contract Sum of RM105,135,885.20 calculated from 18.12.2021 (or such other date as may be determined by this Honourable Court) until date of full realisation, to be assessed by this Honourable Court;
- (f) Further or other reliefs as this Honourable Court deems fit and proper; and
- (g) Costs.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B8. Changes in Material Litigation (Cont'd)

(iii) Kerjaya Prospek (M) Sdn. Bhd. vs Apple 99 Development Sdn. Bhd. (Cont'd)

The circumstances leading to the filing of the Writ of Summons and Statement of Claim by KPM is based on, inter alia, the sum of RM105,135,885.20 ("Outstanding Sums") being due and payable to KPM by Apple 99.

KPM contends that Apple 99's failure to pay the outstanding Residual Contract Sum of RM105,135,885.20, and coupled with the fact that there was no sale of the Hotel to a third party purchaser by the Expiry Period, KPM is now entitled under the SA to proceed with the Hotel SPA, for which purpose Apple 99 had represented and warranted pursuant to Clause 10.2.11 of the SA to execute all memorandum, agreement, forms, documents, and steps necessary to put the Hotel SPA into effect.

On 26 August 2024, further to the announcement made on 22 August 2024, the Board of Directors of Kerjaya announced the additional information regarding the Apple 99 Suit.

KPM was appointed by Apple 99 as the main contractor for the construction of 'Courtyard by Marriott Melaka' and a 41-storey Service Suite for RM213,750,000.00, as per the Letter of Award (LOA) dated 30 August 2016. The contract work was suspended on 31 January 2019 by mutual agreement and resumed under a Settlement Agreement (SA) dated 25 February 2020. Apple 99 agreed to pay a 'Residual Contract Sum' by 17 December 2023.

The SA provides that parties shall seek to find a third-party purchaser to buy the hotel for at least RM120,000,000 by 16 December 2023 whereupon if unsold, KPM is entitled to purchase it for the same amount. By 18 December 2023, the outstanding Residual Contract Sum is RM105,135,885.20, 2023., Apple 99 had requested to contra payment of RM51,435,762.88, leaving an equal amount outstanding, constituting a default. In the event of Apple 99's default, KPM is entitled to exercise its option to purchase the hotel.

The Sale and Purchase Agreement (SPA) between Apple 99 and KPM is held in escrow. The hotel is located on freehold land in Melaka. The hotel disposal consideration is RM120,000,000.00. KPM will pay RM60,000,000.00 to the existing chargee within 3 months or the amount due as per the redemption statement. If Apple 99 cannot remedy a material breach within 14 days, KPM can seek specific performance.

Subsequent to KPM's filing of the Writ and Statement of Claim whereupon the same were served upon Apple 99, Apple 99 entered its appearance on 5 September 2024. Apple 99 thereafter filed its Defence and Counterclaim on 11 October 2024.

The next case management has been fixed for 22 October 2024.

On 21 October 2024, KPM was served with an application by City Mall Sdn Bhd ("City Mall"), the registered proprietor of the freehold land in which the subject Hotel is built upon. City Mall's application was filed to intervene, summarily, on the basis that its interest would be affected by the outcome of KPM's ongoing suit against Apple 99.

In the following case management fixed on 4 November 2024, solicitors for Apple 99 informed the Court that City Mall would withdraw the aforesaid application to intervene. Solicitors for City Mall subsequently confirmed the same whereupon it sought to withdraw the application with liberty to file afresh.

During the following case management on 19 November 2024, solicitors for KPM objected to City Mall's request to withdraw with liberty to file afresh. Parties are further instructed to file written submissions regarding the matter by 22 November 2024 whereupon the decision of the Court would be given on 26 November 2024.

On 26 November 2024, the Court allowed City Mall to withdraw its intervener application with liberty to file afresh.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B8. Changes in Material Litigation (Cont'd)

(iv) Kerjaya Prospek (M) Sdn Bhd vs Yong Tai Berhad and Datuk Wira Boo Kuang Loon

The Settlement Agreement dated 25 February 2020 entered into by KPM and Apple 99 was guaranteed and indemnified by a Corporate Guarantee and Personal Guarantee, both dated 25 February 2020. The Corporate Guarantee was signed by Apple 99's holding company, Yong Tai Berhad ("Yong Tai") while the Personal Guarantee was signed by Boo Kuang Loon ("Datuk Wira Boo") who is also a director of both Yong Tai and Apple 99.

Pursuant to Apple 99's breach to satisfy the outstanding Residual Contract Sum by 17 December 2023, KPM is entitled to demand the Corporate and Personal Guarantor to jointly and severally satisfy the same. Upon KPM's issuance of such demand, Yong Tai and Datuk Wira Boo must satisfy the outstanding sum of RM105,135,885.20 within 30 days. The letter of demand to Yong Tai was served on 28 August 2024, and was deemed served to Datuk Wira Boo on 2 October 2024.

However, Yong Tai and Datuk Wira Boo ("the Defendants") failed, refused and/or neglected to pay the demanded sum. KPM proceeded to file a Writ and Statement of Claim on 4 October 2024 at the High Court at Shah Alam against Yong Tai and Datuk Wira Boo claiming for the following reliefs:

- (a) subject and without prejudice to KPM's claims in the Apple 99 Suit, an order for the Defendants to jointly and/or severally pay the outstanding Residual Contract Sum of RM105,135,885.20 or such other amount as may be determined by the Court;
- (b) interest;
- (c) costs; and
- (d) further or other reliefs as deemed fit and proper by the Court.

The Writ of Summons and Statement of Claim were served upon Yong Tai and Datuk Wira Boo on 10 October 2024. The first case management has been fixed for 7 November 2024.

Yong Tai and Datuk Wira Boo served their respective Defence and Counterclaim on KPM on 15 November 2024. The second case management has been fixed for 12 December 2024.

B9. Dividend

Total dividend for the financial year ended 31 December 2024 and financial year ended 31 December 2023 are summarised as follow:

	Net Dividend	Total	
	Per Share	Amount	Date of
	Sen	RM'000	Payment
<u>2024</u>			
1st Interim Single-tier dividend	2.5	31,526	5 July 2024
2nd Interim Single-tier dividend	2.5	31,526	9 October 2024
3rd Interim Single-tier dividend	3.0	37,832	20 December 2024
Single-tier special dividend	4.0	50,442	20 December 2024
		151,326	
<u>2023</u>			
1st Interim Single-tier dividend	2.0	25,221	6 July 2023
2nd Interim Single-tier dividend	2.0	25,221	6 October 2023
3rd Interim Single-tier dividend	2.0	25,221	12 January 2024
4th Interim Single-tier dividend	2.0	25,221	5 April 2024
		100,884	

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B10. Derivatives and Fair Value Changes of Financial Liabilities

- (a) There were no derivatives as at the current quarter under review.
- (b) The fair value changes arising from quoted investments and short term fund for the current quarter and current period under review have been accounted accordingly. The net fair value gain arising from short term funds for the current quarter and financial period under review amounted to RM0.05 million and RM0.14 million.

B11. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
Earnings				
Profit attributable to owners of the Company (RM'000)	46,089	35,566	116,726	96,547
a) Basic				
Weighted average number of ordinary shares ('000)	1,261,050	1,261,050	1,261,050	1,261,050
Basic earnings per share attributable to equity holders of the Company (Sen)	3.65	2.82	9.26	7.66

b) Diluted

The Company has not issued any ordinary shares which has dilutive effect during the year and hence, the diluted earnings per share is equal to the basic earnings per share.

B12. Authorisation for Issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Board dated 27 November 2024.