

**RCE Capital Berhad**

Registration No: 195301000151 (2444-M)

Incorporated in Malaysia

Interim Financial Report  
for 1<sup>st</sup> Quarter Ended 30 June 2023**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FINANCIAL PERIOD  
ENDED 30 JUNE 2023**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.06.2023 RM'000	30.06.2022 RM'000	30.06.2023 RM'000	30.06.2022 RM'000
1. Revenue	83,970	77,661	83,970	77,661
2. Profit before tax	48,991	42,887	48,991	42,887
3. Profit for the financial period	36,878	32,227	36,878	32,227
4. Profit attributable to ordinary equity holders of the Company	36,878	32,227	36,878	32,227
5. Basic earnings per ordinary share (sen)	5.03	4.40	5.03	4.40
6. Proposed/Declared dividend per share (sen)	-	-	-	-
		<b>AS AT END OF CURRENT QUARTER</b>	<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
7. Net assets per share attributable to ordinary equity holders of the Company (RM)		1.07	1.10	
		<b>INDIVIDUAL QUARTER</b>	<b>CUMULATIVE QUARTER</b>	
	<b>30.06.2023 RM'000</b>	<b>30.06.2022 RM'000</b>	<b>30.06.2023 RM'000</b>	<b>30.06.2022 RM'000</b>
8. Gross interest income	4	70	4	70
9. Gross interest expense	53	57	53	57

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS ENDED	3 MONTHS ENDED	3 MONTHS ENDED	3 MONTHS ENDED
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	RM'000	RM'000	RM'000	RM'000
Profit income	71,083	69,227	71,083	69,227
Other revenue	12,887	8,434	12,887	8,434
Revenue	83,970	77,661	83,970	77,661
Other income	8,522	5,611	8,522	5,611
Profit expense applicable to revenue	(24,921)	(20,339)	(24,921)	(20,339)
Directors' remuneration and staff costs	(7,093)	(6,078)	(7,093)	(6,078)
Allowances for impairment loss on receivables, net	(4,717)	(8,197)	(4,717)	(8,197)
Depreciation of plant and equipment and right-of-use ("ROU") assets	(914)	(846)	(914)	(846)
Other expenses	(5,803)	(4,868)	(5,803)	(4,868)
Finance costs	(53)	(57)	(53)	(57)
<b>Profit before tax</b>	<b>48,991</b>	<b>42,887</b>	<b>48,991</b>	<b>42,887</b>
Income tax expense	(12,113)	(10,660)	(12,113)	(10,660)
<b>Total comprehensive income for the financial period</b>	<b>36,878</b>	<b>32,227</b>	<b>36,878</b>	<b>32,227</b>
<b>Attributable to:</b>				
Owners of the Company	36,878	32,227	36,878	32,227
<b>Earnings per ordinary share (sen):</b>				
Basic	5.03	4.40	5.03	4.40
Diluted	5.02	4.39	5.02	4.39

The Condensed Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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	AS AT 30.06.2023 RM'000	AS AT 31.03.2023 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Plant and equipment	6,724	7,241
ROU assets	4,376	4,664
Goodwill on consolidation	47,333	47,333
Financing receivables	1,701,085	1,677,871
Deferred tax assets	36,319	38,575
<b>Total Non-Current Assets</b>	<b>1,795,837</b>	<b>1,775,684</b>
<b>Current Assets</b>		
Financing receivables	224,427	221,541
Trade receivables	53,217	53,918
Other receivables, deposits and prepaid expenses	17,137	16,021
Deposits with licensed financial institutions	851,930	799,886
Cash and bank balances	83,615	79,781
<b>Total Current Assets</b>	<b>1,230,326</b>	<b>1,171,147</b>
<b>TOTAL ASSETS</b>	<b>3,026,163</b>	<b>2,946,831</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	201,917	201,917
Treasury shares	(4,948)	(4,948)
Reserves	590,152	608,690
<b>Total Equity</b>	<b>787,121</b>	<b>805,659</b>
<b>Non-Current Liabilities</b>		
Payables and accrued expenses	780	780
Hire-purchase payables	1,073	1,160
Financing liabilities	1,302,247	1,308,538
Lease liabilities	1,789	2,025
Deferred tax liabilities	1,212	1,111
<b>Total Non-Current Liabilities</b>	<b>1,307,101</b>	<b>1,313,614</b>
<b>Current Liabilities</b>		
Payables and accrued expenses	29,214	35,470
Hire-purchase payables	357	379
Financing liabilities	894,717	783,006
Lease liabilities	927	915
Tax liabilities	6,726	7,788
<b>Total Current Liabilities</b>	<b>931,941</b>	<b>827,558</b>
<b>Total Liabilities</b>	<b>2,239,042</b>	<b>2,141,172</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>3,026,163</b>	<b>2,946,831</b>
<b>NET ASSETS PER SHARE (RM)</b>	<b>1.07</b>	<b>1.10</b>

The Condensed Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



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**CONDENSED STATEMENT OF CHANGES IN EQUITY**

	Share Capital RM'000	Treasury Shares RM'000	← Reserves →		Total Reserves RM'000	Total RM'000
			Employees' Share Scheme ("ESS") RM'000	Retained Earnings RM'000		
<b>As at 1 April 2022</b>	200,697	(4,948)	3,467	672,852	676,319	872,068
<b>Total comprehensive income</b>	-	-	-	32,227	32,227	32,227
<b>Transactions with owners</b>						
Dividends	-	-	-	(29,287)	(29,287)	(29,287)
Options under ESS exercised	-	-	(464)	27	(437)	(437)
Issuance of shares pursuant to options exercised	454	-	-	-	-	454
Cancellation of options	-	-	(5)	5	-	-
<b>Total transactions with owners</b>	<b>454</b>	<b>-</b>	<b>(469)</b>	<b>(29,255)</b>	<b>(29,724)</b>	<b>(29,270)</b>
<b>As at 30 June 2022</b>	<b>201,151</b>	<b>(4,948)</b>	<b>2,998</b>	<b>675,824</b>	<b>678,822</b>	<b>875,025</b>
<b>As at 1 April 2023</b>	201,917	(4,948)	1,187	607,503	608,690	805,659
<b>Total comprehensive income</b>	-	-	-	36,878	36,878	36,878
<b>Transactions with owners</b>						
Dividends	-	-	-	(51,300)	(51,300)	(51,300)
Options under ESS exercised	-	-	(1,113)	(3,003)	(4,116)	(4,116)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>(1,113)</b>	<b>(54,303)</b>	<b>(55,416)</b>	<b>(55,416)</b>
<b>As at 30 June 2023</b>	<b>201,917</b>	<b>(4,948)</b>	<b>74</b>	<b>590,078</b>	<b>590,152</b>	<b>787,121</b>

The Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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	CUMULATIVE QUARTER 30.06.2023 RM'000	CUMULATIVE QUARTER 30.06.2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	48,991	42,887
Adjustments for:		
Allowances for impairment loss on receivables, net	4,717	8,197
Depreciation of plant and equipment and ROU assets	914	846
Finance costs	53	57
Profit and interest income from deposits with licensed financial institutions	(6,681)	(3,550)
Operating profit before working capital changes	<u>47,994</u>	<u>48,437</u>
(Increase)/Decrease in working capital:		
Financing receivables	(30,837)	(30,553)
Trade receivables	721	53
Other receivables, deposits and prepaid expenses	206	76
Increase in working capital:		
Payables and accrued expenses	73	7,924
Cash generated from operations	<u>18,157</u>	<u>25,937</u>
Taxes paid	(10,260)	(9,673)
Net cash generated from operating activities	<u>7,897</u>	<u>16,264</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Profit and interest income from deposits with licensed financial institutions received	6,681	3,550
Additions to plant and equipment	(115)	(579)
Net cash generated from investing activities	<u>6,566</u>	<u>2,971</u>

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	CUMULATIVE QUARTER 30.06.2023 RM'000	CUMULATIVE QUARTER 30.06.2022 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of:		
- revolving credits	216,500	286,500
- term financing/loans	75,000	-
Drawdown of other financing liabilities	874	1,575
Proceeds from issuance of shares	-	454
Repayments of revolving credits	(117,500)	(235,000)
Dividends paid	(51,300)	(29,287)
(Placements)/withdrawal of deposits, cash and bank balances, net:		
- assigned in favour of the trustees	(45,246)	(103,627)
- pledged to licensed financial institutions	(7,718)	78,950
Redemptions of Sukuk	(45,000)	-
Repayments of:		
- term financing/loans	(30,834)	(20,315)
- other financing liabilities	(874)	(1,575)
- lease liabilities	(224)	(205)
- hire-purchase payables	(109)	(83)
Cash settlement for ESS	(5,065)	(437)
Finance costs paid	(53)	(57)
Net cash used in financing activities	<u>(11,549)</u>	<u>(23,107)</u>
Net change in cash and cash equivalents	2,914	(3,872)
Cash and cash equivalents at beginning of financial period	39,497	41,001
Cash and cash equivalents at end of financial period	<u>42,411</u>	<u>37,129</u>

**CASH AND CASH EQUIVALENTS AS AT END OF FINANCIAL PERIOD COMPRISE THE FOLLOWING:**

Deposits with licensed financial institutions	851,930	694,510
Cash and bank balances	83,615	126,806
	<u>935,545</u>	<u>821,316</u>
Less: Deposits, cash and bank balances		
- assigned in favour of the trustees	(857,125)	(755,686)
- pledged to licensed financial institutions	(36,009)	(28,501)
	<u>42,411</u>	<u>37,129</u>

The Condensed Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 (Interim Financial Reporting) issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa"). It also complies with IAS 34 (Interim Financial Reporting) issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2023.

#### 2. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this interim financial report are consistent with those of the annual audited financial statements for the financial year ended 31 March 2023, except for the following amendments to published standards which are effective for the financial period commencing 1 April 2023:

Amendments to:

MFRS 101	Classification of Liabilities as Current or Non-Current Disclosure of Accounting Policies
MFRS 108	Definition of Accounting Estimates
MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above amendments does not have any material effect to the Group.

#### 3. AUDITORS' REPORT ON PRECEDING ANNUAL AUDITED FINANCIAL STATEMENTS

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.



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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 4. SEASONAL OR CYCLICAL FACTORS

The Group's operations were not significantly affected by any seasonal or cyclical factors.

#### 5. UNUSUAL ITEMS

There were no unusual items for the current quarter and financial period.

#### 6. CHANGES IN ESTIMATES

There were no changes in estimates that have a material effect for the current quarter and financial period.

#### 7. DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities for the financial period except for the redemption of Sukuk by Al Dzahab Assets Berhad, an indirect and not a legal subsidiary of the Company as follow:

	<b>CURRENT QUARTER RM'000</b>	<b>CUMULATIVE QUARTER RM'000</b>
Early redemption of Sukuk	25,000	25,000
Redemption upon maturity	20,000	20,000





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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 8. DIVIDENDS

30.06.2023	30.06.2022
RM'000	RM'000

##### Recognised during the financial period:

- Second interim dividend for 2022: 4.00 sen per ordinary share, paid on 30 June 2022 to shareholders whose names appeared in the record of depositors on 17 June 2022	-	29,287
- Second interim dividend for 2023: 7.00 sen per ordinary share, paid on 28 June 2023 to shareholders whose names appeared in the record of depositors on 15 June 2023	51,300	-
	<u>51,300</u>	<u>29,287</u>

#### 9. SEGMENT INFORMATION

Segmental reporting is not presented as the Group is primarily engaged in the provision of shariah-compliant and conventional financing services.

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**NOTES TO THE INTERIM FINANCIAL REPORT**

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**10. PROFIT BEFORE TAX**

The following items have been charged/(credited) in arriving at the profit before tax:

	<b>INDIVIDUAL QUARTER 30.06.2023 RM'000</b>	<b>CUMULATIVE QUARTER 30.06.2023 RM'000</b>
Allowances for impairment loss on receivables, net	4,717	4,717
Income from deposits with licensed financial institutions:		
- profit income	(6,677)	(6,677)
- interest income	(4)	(4)
	(6,681)	(6,681)
Gain on foreign exchange, net:		
- realised	1	1
- unrealised	-	-

There were no exceptional items, amortisation, inventories written down and written off, allowance for impairment loss on investment properties, gain or loss on disposal of quoted or unquoted investments or properties and gain or loss on derivatives for the current quarter and financial period.

**11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

As at the date of this announcement, there were no material events subsequent to the end of the interim period that affect the results of the Group.



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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 12. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change in the composition of the Group during the financial period.

#### 13. REVIEW OF PERFORMANCE

	INDIVIDUAL/ CUMULATIVE QUARTER		Variance	
	30.06.2023	30.06.2022		
	RM'000	RM'000	RM'000	%
Revenue	83,970	77,661	6,309	8.1
Profit before tax	48,991	42,887	6,104	14.2
Profit for the financial period	36,878	32,227	4,651	14.4
Profit attributable to ordinary equity holders of the Parent	36,878	32,227	4,651	14.4

The Group posted a higher revenue of RM84.0 million in the current quarter as compared to RM77.7 million in the corresponding quarter, mainly led by higher profit and fee income arising from sales campaigns launched.

Following the above, the Group's pre-tax profit rose to RM49.0 million in the current quarter, after taking into account lower allowances for impairment loss on receivables and higher profit expense.

Correspondingly, the Group recorded a double digit growth in its post-tax profit of RM36.9 million in the current quarter from RM32.2 million in the corresponding quarter.



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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 14. MATERIAL CHANGE IN RESULTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

	INDIVIDUAL QUARTER			
	30.06.2023	31.03.2023	Variance	
	RM'000	RM'000	RM'000	%
Revenue	83,970	82,645	1,325	1.6
Profit before tax	48,991	46,438	2,553	5.5
Profit for the financial period	36,878	34,840	2,038	5.8
Profit attributable to ordinary equity holders of the Company	36,878	34,840	2,038	5.8

The Group's revenue increased to RM84.0 million in the current quarter from RM82.6 million in the preceding quarter mainly contributed by higher profit and fee income.

The increase in Group's revenue and lower allowances for impairment loss on receivables gave rise to a higher pre-tax profit of RM49.0 million at the back of higher staff related and other expenses in the current quarter.

Arising thereof, the Group registered an increase in post-tax profit of RM36.9 million as compared to RM34.8 million in the preceding quarter.

#### 15. CURRENT YEAR PROSPECTS

The Group remains prudent in anticipating the enactment of the Consumer Credit Act, which will transform the financing market landscape amidst uncertainties in the Malaysian economy. In any event, the Group will unveil more sales campaigns throughout the financial year to boost disbursements, while closely monitoring the quality of its financing.

The Group continues to focus on digitalisation and technological enhancement across all business platforms, aligning its marketing strategy to achieve optimal operational efficiencies.

Accordingly, the Group expects a profitable year for the financial year ending 31 March 2024.



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### NOTES TO THE INTERIM FINANCIAL REPORT

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#### 16. PROFIT FORECAST

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

#### 17. INCOME TAX EXPENSE

	<b>INDIVIDUAL QUARTER 30.06.2023 RM'000</b>	<b>CUMULATIVE QUARTER 30.06.2023 RM'000</b>
Income tax payable:		
Current period	9,756	9,756
Deferred tax:		
Current period	2,357	2,357
	12,113	12,113

The effective tax rate of the Group in the current quarter and financial period is higher than the statutory tax rate due to non-deductibility of certain expenses for taxation purposes.

#### 18. STATUS OF CORPORATE PROPOSALS

There was no corporate proposal announced or pending completion as at the date of this report.

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	←———— As at 30.06.2023 —————→		
	←———— Receivables —————→		
	<b>Financing</b>	<b>Loans</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At amortised cost, gross	2,034,056	11,384	2,045,440
Less: Allowances for impairment	(116,635)	(3,293)	(119,928)
	1,917,421	8,091	1,925,512
Amount receivable within one year	(220,269)	(4,158)	(224,427)
Non-current portion	1,697,152	3,933	1,701,085

During the financial period, there was no transaction with related parties in relation to the Group's financing receivables.

Movement in allowances for impairment:

	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Balance as at 1 April 2023	42,321	2,190	77,018	121,529
Changes in the expected credit loss ("ECL"):				
- Transfer to Stage 1	99	(191)	(1,661)	(1,753)
- Transfer to Stage 2	(36)	406	(681)	(311)
- Transfer to Stage 3	(246)	(142)	10,834	10,446
Net adjustment of allowances for impairment	(183)	73	8,492	8,382
New financial assets originated or purchased	3,003	-	-	3,003
Financial assets derecognised	(573)	(42)	(1,351)	(1,966)
Changes in risk parameters	(3,109)	(208)	(1,365)	(4,682)
Written off	-	-	(6,338)	(6,338)
Balance as at 30 June 2023	41,459	2,013	76,456	119,928

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The Group applied the latest economic scenarios to reflect an unbiased probability-weighted range of possible future outcome and factor in forecasted Real Gross Domestic Product, a forward looking element used for the ECL calculation. Accordingly, the ECL during the financial period has been adjusted to reflect the impact of latest economic conditions.

**20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES**

Total financing liabilities and debt securities (all denominated in Ringgit Malaysia) of the Group are as follow:

	←———— As at 30.06.2023 —————→		
	<b>Short Term RM'000</b>	<b>Long Term RM'000</b>	<b>Total RM'000</b>
<b>At amortised cost</b>			
<i>Secured:</i>			
Shariah			
- Sukuk	212,458	1,040,067	1,252,525
- Term financing	90,436	110,479	200,915
- Revolving credits	191,114	-	191,114
	494,008	1,150,546	1,644,554
Conventional			
- Revolving credits	280,324	-	280,324
- Term loans	62,808	151,701	214,509
	343,132	151,701	494,833
	837,140	1,302,247	2,139,387
<i>Unsecured:</i>			
Shariah			
- Revolving credits	49,568	-	49,568
Conventional			
- Revolving credits	8,009	-	8,009
	894,717	1,302,247	2,196,964

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	←———— As at 30.06.2022 —————→		
	Short Term RM'000	Long Term RM'000	Total RM'000
<b>At amortised cost</b>			
<i>Secured:</i>			
Shariah			
- Sukuk	242,560	1,078,925	1,321,485
- Revolving credits	138,360	-	138,360
- Term financing	39,562	84,332	123,894
	420,482	1,163,257	1,583,739
Conventional			
- Revolving credits	216,305	-	216,305
- Term loans	5,948	5,959	11,907
	222,253	5,959	228,212
	642,735	1,169,216	1,811,951
<i>Unsecured:</i>			
Shariah			
- Revolving credits	35,054	-	35,054
	677,789	1,169,216	1,847,005

As at 30 June 2023, the Group's weighted average profit rate by categories of financing liabilities ranges from 4.5% to 4.7% (30.06.2022: 2.9% to 4.9%) per annum.

The Group's financing liabilities consist of:

	30.06.2023 RM'000	30.06.2022 RM'000
Fixed rate	1,252,525	1,321,485
Floating rate	944,439	525,520
	2,196,964	1,847,005





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**20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES (CONT'D)**

The Group's financing liabilities increased by RM350.0 million from RM1.85 billion a year ago to RM2.20 billion. The increase was primarily due to RM418.9 million and RM175.0 million net drawdown of other financing liabilities and issuance of Sukuk respectively, offset with RM245.0 million redemptions of Sukuk upon maturity.

**21. CAPITAL COMMITMENTS**

	<b>30.06.2023</b>
	<b>RM'000</b>
Capital expenditure approved and contracted for	<u>1,498</u>

**22. CHANGES IN CONTINGENT LIABILITIES AND ASSETS**

As at 30 June 2023, the letter of credit stood at RM0.5 million, representing an increase of RM0.1 million as compared to 31 March 2023.

Other than disclosed above, there were no other changes in contingent liabilities or assets since the last financial year ended 31 March 2023.

**23. DERIVATIVES AND FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

- (a) There were no derivatives as at 30 June 2023.
- (b) There were no fair value gain/(loss) on fair value changes of financial liabilities as all financial liabilities were measured at amortised cost.



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#### 24. CHANGES IN MATERIAL LITIGATION

There were no pending material litigation for the Group as at the date of this report.

#### 25. EARNINGS PER SHARE ("EPS")

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		30.06.2023	30.06.2022	30.06.2023	30.06.2022
<b>(a) Basic EPS:</b>					
Profit for the period attributable to ordinary equity holders of the Company	(RM'000)	36,878	32,227	36,878	32,227
Weighted average number of ordinary shares in issue	(unit'000)	732,851	731,937	732,851	731,937
Basic EPS	(sen)	<u>5.03</u>	<u>4.40</u>	<u>5.03</u>	<u>4.40</u>

Basic EPS for the current quarter and financial period are calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

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**25. EPS (CONT'D)**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		30.06.2023	30.06.2022	30.06.2023	30.06.2022
<b>(b) Diluted EPS:</b>					
Profit for the period attributable to ordinary equity holders of the Company	(RM'000)	36,878	32,227	36,878	32,227
Weighted average number of ordinary shares in issue	(unit'000)	732,851	731,937	732,851	731,937
Effects of dilution of ESS	(unit'000)	1,715	2,028	1,715	2,028
Adjusted weighted average number of ordinary shares in issue	(unit'000)	734,566	733,965	734,566	733,965
Diluted EPS	(sen)	5.02	4.39	5.02	4.39

Diluted EPS are calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares adjusted for dilutive effects of ESS.



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**26. FAIR VALUE OF FINANCIAL INSTRUMENTS**

The carrying amount of financial assets and liabilities of the Group for the financial period approximate their fair values except for the following:

	<b>30.06.2023</b>	
	<b>Carrying amount RM'000</b>	<b>Fair value RM'000</b>
<b>Financial assets</b>		
Financing receivables	<u>1,925,512</u>	<u>1,950,525</u>
<b>Financial liabilities</b>		
Sukuk	<u>1,252,525</u>	<u>1,278,399</u>

**BY ORDER OF THE BOARD**  
**JOHNSON YAP CHOON SENG**  
Company Secretary  
14 August 2023