

MALAYAN CEMENT BERHAD
Company No. 195001000048 (1877-T)
Incorporated in Malaysia

Interim Financial Report
31 December 2022

MALAYAN CEMENT BERHAD
Company No. 195001000048 (1877-T)
Incorporated in Malaysia

Interim Financial Report
31 December 2022

	Page No.
Condensed Consolidated Income Statement	1
Condensed Consolidated Statement of Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3 - 4
Condensed Consolidated Statement of Changes in Equity	5
Condensed Consolidated Statement of Cash Flows	6 - 7
Notes to the Interim Financial Report	8 - 19

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the financial period ended 31 December 2022.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	6 Months Ended	
			31.12.2022 RM'000	31.12.2021 RM'000
Revenue	896,969	821,045	1,755,823	1,105,622
Cost of sales	(690,249)	(578,623)	(1,358,711)	(854,462)
Gross profit	206,720	242,422	397,112	251,160
Other operating income	21,057	21,820	30,069	37,453
Other operating expenses	(165,618)	(151,765)	(322,973)	(204,567)
Profit from operations	62,159	112,477	104,208	84,046
Finance costs	(49,871)	(45,847)	(96,671)	(57,278)
Share of results of joint venture	12,026	12,714	20,907	20,305
Profit before tax	24,314	79,344	28,444	47,073
Taxation	(8,997)	(24,677)	(12,210)	(16,638)
Profit for the financial period	15,317	54,667	16,234	30,435
Attributable to:				
Owners of the parent	15,258	54,918	16,212	31,171
Non-controlling interests	59	(251)	22	(736)
Profit for the financial period	15,317	54,667	16,234	30,435
Earnings per share (sen)				
- Basic	1.16	4.19	1.24	2.73
- Diluted	0.86	3.09	0.91	2.23

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	6 Months Ended 31.12.2022 31.12.2021 RM'000 RM'000	
Profit for the financial period	15,317	54,667	16,234	30,435
Other comprehensive income/(loss):-				
<i>Items that may be reclassified subsequently to income statement:-</i>				
- exchange differences on translating foreign operations	1,116	296	4,078	(3)
Other comprehensive income/(loss) for the financial period, net of tax	1,116	296	4,078	(3)
Total comprehensive income for the financial period	16,433	54,963	20,312	30,432
Attributable to:				
Owners of the parent	16,374	55,214	20,290	31,168
Non-controlling interests	59	(251)	22	(736)
Total comprehensive income for the financial period	16,433	54,963	20,312	30,432

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 31.12.2022 RM'000	Audited As at 30.06.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,717,640	2,782,737
Right-of-use assets	230,284	239,169
Investment properties	3,118	3,120
Intangible assets	5,561,937	5,563,003
Investment in joint venture	91,564	67,965
Investments	4,012	4,012
Trade and other receivables	2,879	4,306
	<u>8,611,434</u>	<u>8,664,312</u>
Current assets		
Inventories	517,056	501,067
Income tax assets	48,281	41,177
Trade and other receivables	564,880	538,082
Other current assets	57,899	29,013
Amount due from holding companies	28	92
Amount due from related companies	81,687	25,708
Amount due from joint venture	23,390	22,120
Fixed deposits	437,562	391,981
Cash and bank balances	153,375	211,730
	<u>1,884,158</u>	<u>1,760,970</u>
TOTAL ASSETS	<u>10,495,592</u>	<u>10,425,282</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued

	Unaudited As at 31.12.2022 RM'000	Audited As at 30.06.2022 RM'000
EQUITY		
Share capital	5,345,817	5,345,817
Reserves:		
Foreign currency translation reserve	37,110	33,032
Fair value reserve	3,373	3,373
Retained earnings	409,124	392,912
Equity attributable to owners of the parent	5,795,424	5,775,134
Non-controlling interests	3,815	3,793
TOTAL EQUITY	5,799,239	5,778,927
LIABILITIES		
Non-current liabilities		
Lease liabilities	32,317	36,587
Borrowings	2,828,738	2,986,526
Deferred tax liabilities	71,094	85,258
Post-employment benefit obligations	21,936	21,734
	<u>2,954,085</u>	<u>3,130,105</u>
Current liabilities		
Trade and other payables	754,084	650,073
Contract liabilities	2,055	3,055
Amount due to holding companies	4,464	4,397
Amount due to related companies	20,296	19,304
Lease liabilities	15,627	18,799
Borrowings	935,114	813,614
Post-employment benefit obligations	1,737	2,422
Income tax liabilities	8,891	4,586
	<u>1,742,268</u>	<u>1,516,250</u>
TOTAL LIABILITIES	4,696,353	4,646,355
TOTAL EQUITY AND LIABILITIES	10,495,592	10,425,282
Net assets per share (RM)	<u>4.42</u>	<u>4.41</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

	← Attributable to Owners of the Parent →				Non- controlling Interests	Total Equity	
	Share Capital RM'000	Foreign currency translation Reserve RM'000	Fair value Reserve RM'000	Retained Earnings RM'000			Total RM'000
As at 1 July 2022	5,345,817	33,032	3,373	392,912	5,775,134	3,793	5,778,927
Profit for the financial period	-	-	-	16,212	16,212	22	16,234
Other comprehensive income for the financial period, net of tax	-	4,078	-	-	4,078	-	4,078
As at 31 December 2022	<u>5,345,817</u>	<u>37,110</u>	<u>3,373</u>	<u>409,124</u>	<u>5,795,424</u>	<u>3,815</u>	<u>5,799,239</u>
As at 1 July 2021	2,187,669	30,217	2,810	309,367	2,530,063	5,253	2,535,316
Issuance of ordinary shares	1,408,148	-	-	-	1,408,148	-	1,408,148
Issuance of Irredeemable Convertible Preference Shares ("ICPS")	1,750,000	-	-	-	1,750,000	-	1,750,000
Profit for the financial period	-	-	-	31,171	31,171	(736)	30,435
Other comprehensive loss for the financial period, net of tax	-	(3)	-	-	(3)	-	(3)
As at 31 December 2021	<u>5,345,817</u>	<u>30,214</u>	<u>2,810</u>	<u>340,538</u>	<u>5,719,379</u>	<u>4,517</u>	<u>5,723,896</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

	6 Months Ended	
	31.12.2022	31.12.2021
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	28,444	47,073
Adjustments for:-		
Amortisation of intangible assets	1,066	1,065
Depreciation of:		
- investment properties	2	2
- property, plant and equipment	120,995	95,148
- right-of-use assets	9,899	10,148
Dividend income	(4)	(180)
Interest expense	96,671	57,278
Gain on disposal of property, plant and equipment (net)	(642)	(2,179)
Gain on termination of leases (net)	(1)	-
Interest income	(6,195)	(3,095)
Property, plant and equipment written off	607	37
Provision for inventory obsolescence (net)	300	1,080
Provision for retirement benefit	473	460
Reversal of impairment loss on receivables (net)	(67)	(9,870)
Share of results of joint venture	(20,907)	(20,305)
Unrealised gain on foreign exchange (net)	(2,372)	(2,511)
Operating profit before changes in working capital	<u>228,269</u>	<u>174,151</u>
Changes in working capital:-		
Inventories	(16,289)	(15,947)
Receivables	(27,099)	(61,102)
Other assets	(28,886)	(36,326)
Payables	103,923	21,083
Contract liabilities	(1,000)	(985)
Related parties balances	(56,126)	120,577
Cash generated from operations	<u>202,792</u>	<u>201,451</u>
Interest paid	(89,881)	(87,323)
Interest received	6,003	3,095
Retirement benefit paid	(271)	(794)
Income tax paid (net)	(29,189)	(19,697)
Net cash generated from operating activities	<u>89,454</u>	<u>96,732</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022 - continued**

	6 Months Ended	
	31.12.2022	31.12.2021
	RM'000	RM'000
Cash Flows From/(Used In) Investing Activities		
Acquisition of new subsidiaries (net of cash acquired)	-	(1,586,831)
Purchase of property, plant and equipment	(57,240)	(21,124)
Dividend received	4	180
Proceeds from net investment in lease	1,987	2,017
Proceeds from disposal of property, plant and equipment	1,377	4,344
Net cash used in investing activities	(53,872)	(1,601,414)
Cash Flows From/(Used In) Financing Activities		
Proceeds from borrowings	117,000	2,010,000
Repayment of borrowings	(158,000)	(21)
Repayment of lease liabilities	(9,528)	(8,136)
Net cash (used in)/generated from financing activities	(50,528)	2,001,843
Net changes in cash and cash equivalents	(14,946)	497,161
Effects of exchange rate changes	2,172	134
Cash and cash equivalents at beginning of the financial period	603,711	135,038
Cash and cash equivalents at end of the financial period	590,937	632,333
Cash and cash equivalents comprise :-		
Fixed deposits with licensed banks	437,562	507,166
Cash and cash balances	153,375	125,167
	590,937	632,333

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2022.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The explanatory notes contained herein provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2022.

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 30 June 2022.

The adoption of MFRSs or amendments to MFRSs which were effective for financial year beginning on or after 1 July 2022 do not have significant financial impact on the Group.

A2. Seasonal or Cyclical Factors

The operations of the Group are closely linked to the construction sector which would normally experience a slow-down in construction activities during the festive seasons in Malaysia and Singapore.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

A3. Disaggregation of Revenue

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022	Preceding Year Corresponding Quarter 31.12.2021	6 Months Ended	
	RM'000	RM'000	31.12.2022	31.12.2021
			RM'000	RM'000
Cement:				
Sales of clinker, cement and other building materials	683,054	610,837	1,329,919	840,742
Others	(4,710)	299	588	4,965
	<u>678,344</u>	<u>611,136</u>	<u>1,330,507</u>	<u>845,707</u>
Aggregates & Concrete				
Sales of aggregates	7,098	5,473	12,060	12,100
Sales of ready-mixed concrete	210,907	204,363	412,002	247,737
Others	620	73	1,254	78
	<u>218,625</u>	<u>209,909</u>	<u>425,316</u>	<u>259,915</u>
Total Revenue	<u>896,969</u>	<u>821,045</u>	<u>1,755,823</u>	<u>1,105,622</u>

A4. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A5. Changes in Estimates of Amount Reported

There were no significant changes in estimates of amounts reported in prior interim periods or prior financial years.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

A6. Changes in Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current financial quarter/period.

A7. Dividend Paid

There was no dividend paid during the financial period ended 31 December 2022.

A8. Segmental Information

Segment information is presented in respect of the Group's business segments, which reflect the Group's internal reporting structure that are regularly reviewed by the Group's chief operating decision maker for the purposes of allocating resources to the segment and assessing its performance.

For management purposes, the Group is organised into the following operating divisions:

- cement
- aggregates and concrete

Included in Cement Segment of the Group are operating divisions of other building materials and other operations.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

A8. Segmental Information (continued)

Analysis of the Group's segment information is as follows:

6 Months Ended 31 December	Cement		Aggregates & Concrete		Elimination		Total	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
External revenue	1,330,507	845,707	425,316	259,915	-	-	1,755,823	1,105,622
Inter-segment revenue	159,628	99,490	-	-	(159,628)	(99,490)	-	-
Total revenue	1,490,135	945,197	425,316	259,915	(159,628)	(99,490)	1,755,823	1,105,622
Segment results								
Profit/(Loss) from operations	84,371	107,605	19,837	(23,559)	-	-	104,208	84,046
Finance costs							(96,671)	(57,278)
Share of results of joint venture							20,907	20,305
Profit before tax							28,444	47,073
Finance costs							96,671	57,278
Depreciation and amortisation							131,962	106,363
EBITDA							257,077	210,714

INTERIM FINANCIAL REPORT

Notes – Continued

A9. Valuation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

A10. Changes in Group Composition

There was no change in the composition for the Group in this financial quarter.

A11. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this report.

A12. Subsequent Events

There were no items, transactions or event of material or unusual in nature during the period from the end of the quarter under review to the date of this report.

A13. Commitments

Outstanding commitments in respect of capital commitments at end of reporting date not provided for in the financial statements are as follows:

	As at 31.12.2022 RM'000
In respect of capital expenditure:	
Approved and contracted for	12,140

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's Performance

	Individual Quarter		Variance	Cumulative Quarter		Variance
	31.12.2022	31.12.2021	%	31.12.2022	31.12.2021	%
	RM'000	RM'000	+/-	RM'000	RM'000	+/-
Revenue	896,969	821,045	9	1,755,823	1,105,622	59
Profit before tax	24,314	79,344	-69	28,444	47,073	-40

Revenue for the current financial quarter increased to RM897.0 million from RM821.0 million in the preceding year corresponding quarter mainly attributed to the increase in domestic cement selling price.

Despite the higher revenue, the Group's profit before tax reduced to RM24.3 million for the current financial quarter from RM79.3 million in the preceding year corresponding quarter due to the increase in production costs in particular coal and electricity.

For the current six months period under review, the Group recorded a revenue of RM1.76 billion as compared to RM1.11 billion in the preceding year corresponding period. The significant increase was mainly contributed by the consolidation of the revenue of 10 companies and their respective subsidiaries acquired from its immediate holding company, YTL Cement Berhad ("the Acquisition") as compared to consolidation for 101 days in the preceding year corresponding period following the completion of the Acquisition on 21 September 2021.

The Group's profit before tax for the six months period under review reduced to RM28.4 million from RM47.1 million in the preceding year corresponding period due to the reasons set out herein and higher financing cost.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

B2. Comparison with Preceding Quarter

	Current Quarter 31.12.2022 RM'000	Preceding Quarter 30.09.2022 RM'000	Variance % +/-
Revenue	896,969	858,854	4
Profit before tax	24,314	4,130	489
Profit after tax	15,317	917	1570

The Group's revenue of RM897.0 million recorded for the current financial quarter increased marginally from RM858.9 million in the preceding quarter on the back of an improvement in domestic cement selling price. This coupled with the better share of results of joint venture, increased the Group's profit before tax for the current financial quarter to RM24.3 million as compared to RM4.1 million in the preceding quarter.

B3. Audit Report of the Preceding Financial Year Ended 30 June 2022

The Auditors' Reports on the financial statements for the financial year ended 30 June 2022 did not contain any qualification.

B4. Prospects

With the worst of the Covid-19 in the rear view mirror, pick-up of cement demand from property-related construction is expected to be supported by the development of landed and industrial properties. Non-residential construction activity is also expected to benefit from higher investments in manufacturing facilities, with potential new developments for logistics hubs, data centers and semiconductor plants, given the shift in global supply chains. Nevertheless, the construction sector, in the near term, will continue to be impacted by high input prices and geopolitical uncertainties which have a knock-on effect on cement demand.

Notwithstanding the uncertainties mentioned above, the Acquisition continues to bolster profitability and value enhancement. The effectiveness and efficiency of the Group's cement operations and ability to deliver seamless solutions to customers will be optimised, boding well for the positive growth and outlook of the Group and the industry going forward. In addition, the Langkawi Plant is well positioned to capitalise on the continuing healthy demand from the export market.

B5. Profit Forecast

The Group did not issue any profit forecast or profit guarantee during the current financial quarter.

INTERIM FINANCIAL REPORT

Notes – Continued

B6. Profit for the financial period

	Current Quarter 31.12.2022 RM'000	Period To Date 31.12.2022 RM'000
Profit for the financial period is stated after charging/(crediting):		
Amortisation of intangible assets	533	1,066
Bad debts recovered	(68)	(68)
Depreciation of:		
- investment properties	1	2
- property, plant and equipment	60,186	120,995
- right-of-use assets	4,809	9,899
Dividend income	-	(4)
Gain on termination of leases (net)	-	(1)
Gain on disposal of property, plant and equipment (net)	(514)	(642)
Hiring income	(5,011)	(9,660)
Interest income	(3,376)	(6,195)
Realised loss on foreign exchange (net)	817	3,827
Property, plant and equipment written off	604	607
Provision for inventory obsolescence (net)	150	300
Provision for retirement benefit	236	473
Rental income	(156)	(312)
Reversal of impairment loss on receivables (net)	-	(67)
Unrealised gain on foreign exchange (net)	<u>(1,191)</u>	<u>(2,372)</u>

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

B7. Taxation

Taxation comprise the following:

	Current Quarter 31.12.2022 RM'000	Period To Date 31.12.2022 RM'000
Tax expense/(credit) in respect of current financial quarter/period:		
- Income tax	16,559	26,390
- Deferred tax	(7,562)	(14,180)
Total tax expense	<u>8,997</u>	<u>12,210</u>

The effective tax rate for the current financial quarter and financial period ended 31 December 2022 was higher than the Malaysian statutory tax rate of 24% mainly due to the non-deductibility of certain expenses for tax purposes.

B8. Status of Corporate Proposals Announced

There were no corporate proposals announced by the Company which are not completed as at the date of this report.

B9. Group Borrowings

The Group borrowings as at 31 December 2022 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Revolving credit	37,500	202,000	239,500
Term Loans	295,614	-	295,614
Bonds	-	400,000	400,000
	<u>333,114</u>	<u>602,000</u>	<u>935,114</u>
Non-current			
Revolving credit	315,000	-	315,000
Term Loans	2,314,489	-	2,314,489
Bonds	-	199,249	199,249
	<u>2,629,489</u>	<u>199,249</u>	<u>2,828,738</u>
Total Group Borrowings	<u>2,962,603</u>	<u>801,249</u>	<u>3,763,852</u>

All borrowings are denominated in Ringgit Malaysia.

INTERIM FINANCIAL REPORT

Notes – Continued

B10. Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (i) Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (ii) Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).
- (iii) Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the reporting date, the Group held the following financial instruments carried at fair value on the statement of financial position:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
31 December 2022				
Assets				
Financial assets at fair value through other comprehensive income	487	-	3,525	4,012

B11. Material Litigation

There was no material litigation pending as at the date of this report.

B12. Dividend

No dividend has been declared for the current financial quarter.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

B13. Earnings per share

(i) Basic earnings per share

The basic earnings per share of the Group has been computed by dividing the net profit attributable to owners of the parent for the financial quarter/period by the weighted average number of ordinary shares in issue during the financial quarter/period as set out below:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022	Preceding Year Corresponding Quarter 31.12.2021	6 Months Ended	
			31.12.2022	31.12.2021
Profit attributable to owners of the parent (RM'000)	<u>15,258</u>	<u>54,918</u>	<u>16,212</u>	<u>31,171</u>
Weighted average number of ordinary shares ('000)	<u>1,310,202</u>	<u>1,310,202</u>	<u>1,310,202</u>	<u>1,140,816</u>
Basic earnings per share (sen)	<u>1.16</u>	<u>4.19</u>	<u>1.24</u>	<u>2.73</u>

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – Continued

B13. Earnings per share (continued)

(ii) Diluted earnings per share

The diluted earnings per share of the Group has been computed by dividing the net profit attributable to owners of the parent for the financial quarter/period by the adjusted weighted average number of ordinary shares in issue during the financial quarter/period as set out below:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022	Preceding Year Corresponding Quarter 31.12.2021	6 Months Ended 31.12.2022 31.12.2021	
Profit attributable to owners of the parent (RM'000)	15,258	54,918	16,212	31,171
Weighted average number of ordinary shares ('000)	1,310,202	1,310,202	1,310,202	1,140,816
Effect of conversion of ICPS to ordinary shares ('000)	466,667	466,667	466,667	256,159
Adjusted weighted average number of ordinary shares ('000) for the purpose of arriving at diluted earnings per share	1,776,869	1,776,869	1,776,869	1,396,975
Diluted earnings per share (sen)	0.86	3.09	0.91	2.23

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 23 February 2023