

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

Interim Financial Report
31 December 2023

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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 2023.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2023 RM'000	Preceding Year Corresponding Quarter 31.12.2022 RM'000	6 Months Ended	
			31.12.2023 RM'000	31.12.2022 RM'000
Revenue	1,158,569	896,969	2,306,630	1,755,823
Cost of sales	(778,099)	(690,249)	(1,585,816)	(1,358,711)
Gross profit	380,470	206,720	720,814	397,112
Other operating income	20,982	21,057	48,137	30,069
Other operating expenses	(176,664)	(165,618)	(348,521)	(322,973)
Profit from operations	224,788	62,159	420,430	104,208
Finance costs	(50,005)	(49,871)	(100,833)	(96,671)
Share of results of joint venture	12,802	12,026	22,541	20,907
Profit before tax	187,585	24,314	342,138	28,444
Taxation	(66,342)	(8,997)	(124,761)	(12,210)
Profit for the period	121,243	15,317	217,377	16,234
Attributable to:				
Owners of the parent	121,180	15,258	217,284	16,212
Non-controlling interests	63	59	93	22
Profit for the period	121,243	15,317	217,377	16,234
Earnings per share (sen)				
- Basic	9.25	1.16	16.58	1.24
- Diluted	6.57	0.86	11.83	0.91

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 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	Preceding Year	6 Months Ended	
	Quarter	Corresponding Quarter	31.12.2023	31.12.2022
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Profit for the period	<u>121,243</u>	<u>15,317</u>	<u>217,377</u>	<u>16,234</u>
Other comprehensive income:-				
<i>Items that may be reclassified subsequently to income statements:-</i>				
- exchange differences on translating foreign operations	<u>2,387</u>	<u>1,116</u>	<u>1,682</u>	<u>4,078</u>
Other comprehensive income for the period, net of tax	<u>2,387</u>	<u>1,116</u>	<u>1,682</u>	<u>4,078</u>
Total comprehensive income for the period	<u>123,630</u>	<u>16,433</u>	<u>219,059</u>	<u>20,312</u>
Attributable to:				
Owners of the parent	123,567	16,374	218,966	20,290
Non-controlling interests	<u>63</u>	<u>59</u>	<u>93</u>	<u>22</u>
Total comprehensive income for the period	<u>123,630</u>	<u>16,433</u>	<u>219,059</u>	<u>20,312</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As at	As at
	31.12.2023	30.06.2023
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,574,307	2,636,342
Right-of-use assets	218,220	226,196
Investment properties	3,114	3,116
Intangible assets	5,559,879	5,561,134
Investment in joint venture	101,096	77,685
Investments	3,919	3,919
Deferred tax assets	254,434	276,615
Trade and other receivables	4,377	4,802
	<u>8,719,346</u>	<u>8,789,809</u>
Current assets		
Inventories	520,492	549,311
Income tax assets	16,235	35,146
Trade and other receivables	700,437	614,643
Other current assets	38,069	40,882
Amount due from holding companies	29	49
Amount due from related companies	40,354	41,917
Amount due from joint venture	28,600	23,669
Fixed deposits	502,733	612,465
Cash and bank balances	168,961	263,347
	<u>2,015,910</u>	<u>2,181,429</u>
TOTAL ASSETS	<u>10,735,256</u>	<u>10,971,238</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 2023 and the accompanying explanatory notes attached to the interim financial statements.

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued

	Unaudited As at 31.12.2023 RM'000	Audited As at 30.06.2023 RM'000
EQUITY		
Share capital	5,345,817	5,345,817
Reserves:		
Foreign currency translation reserve	42,136	40,454
Fair value reserve	3,280	3,280
Share options reserve	19,941	9,059
Retained earnings	<u>662,619</u>	<u>551,947</u>
Equity attributable to owners of the parent	6,073,793	5,950,557
Non-controlling interests	<u>4,051</u>	<u>3,958</u>
TOTAL EQUITY	<u>6,077,844</u>	<u>5,954,515</u>
LIABILITIES		
Non-current liabilities		
Lease liabilities	24,389	28,529
Borrowings	2,784,810	2,834,350
Deferred tax liabilities	363,977	363,481
Post-employment benefit obligations	<u>21,350</u>	<u>21,169</u>
	<u>3,194,526</u>	<u>3,247,529</u>
Current liabilities		
Trade and other payables	757,852	790,497
Contract liabilities	1,855	3,312
Amount due to holding companies	5,192	4,144
Amount due to related companies	78,289	34,254
Lease liabilities	12,377	15,376
Borrowings	547,614	907,607
Post-employment benefit obligations	1,889	2,924
Income tax liabilities	<u>57,818</u>	<u>11,080</u>
	<u>1,462,886</u>	<u>1,769,194</u>
TOTAL LIABILITIES	<u>4,657,412</u>	<u>5,016,723</u>
TOTAL EQUITY AND LIABILITIES	<u>10,735,256</u>	<u>10,971,238</u>
Net assets per share (RM)	<u>4.64</u>	<u>4.54</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 2023 and the accompanying explanatory notes attached to the interim financial statements.

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	← 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	Share options reserve RM'000	Retained earnings RM'000			Total RM'000
As at 1 July 2023	5,345,817	40,454	3,280	9,059	551,947	5,950,557	3,958	5,954,515
Profit for the financial period	-	-	-	-	217,284	217,284	93	217,377
Other comprehensive income	-	1,682	-	-	-	1,682	-	1,682
Total comprehensive income for the financial period	-	1,682	-	-	217,284	218,966	93	219,059
Dividend paid	-	-	-	-	(106,612)	(106,612)	-	(106,612)
Share option expenses	-	-	-	10,882	-	10,882	-	10,882
As at 31 December 2023	5,345,817	42,136	3,280	19,941	662,619	6,073,793	4,051	6,077,844
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	-	4,078	-	-	-	4,078	-	4,078
Total comprehensive income for the financial period	-	4,078	-	-	16,212	20,290	22	20,312
As at 31 December 2022	5,345,817	37,110	3,373	-	409,124	5,795,424	3,815	5,799,239

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 2023 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 2023**

	6 Months Ended	
	31.12.2023	31.12.2022
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	342,138	28,444
Adjustments for:-		
Amortisation of intangible assets	1,255	1,066
Depreciation of:		
- investment properties	2	2
- property, plant and equipment	161,388	120,995
- right-of-use assets	8,222	9,899
Dividend income	(20)	(4)
Gain on disposal of property, plant and equipment (net)	(984)	(642)
Gain on termination of leases (net)	-	(1)
Interest expense	100,833	96,671
Interest income	(9,229)	(6,195)
Impairment/ (Reversal of impairment) loss on receivables (net)	389	(67)
Property, plant and equipment written off	1,302	607
Provision for inventory obsolescence (net)	2,922	300
Provision for retirement benefit	473	473
Share of results of joint venture	(22,541)	(20,907)
Share option expenses	10,637	-
Unrealised gain on foreign exchange (net)	(10,034)	(2,372)
Operating profit before changes in working capital	586,753	228,269
Changes in working capital:-		
Inventories	25,897	(16,289)
Receivables	(87,536)	(27,099)
Other assets	2,813	(28,886)
Payables	(21,161)	103,923
Contract liabilities	(1,457)	(1,000)
Related parties balances	41,980	(56,126)
Cash generated from operations	547,289	202,792

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 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 2023- continued

	6 Months Ended	
	31.12.2023	31.12.2022
	RM'000	RM'000
Interest paid	(96,528)	(89,881)
Interest received	9,078	6,003
Retirement benefit paid	(292)	(271)
Income tax paid (net)	(36,463)	(29,189)
Net cash generated from operating activities	423,084	89,454
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(103,365)	(57,240)
Dividend received	20	4
Proceeds from net investment in lease	1,929	1,987
Proceeds from disposal of property, plant and equipment	3,694	1,377
Net cash used in investing activities	(97,722)	(53,872)
Cash Flows From Financing Activities		
Dividend paid	(106,612)	-
Proceeds from borrowings	450,000	117,000
Repayment of borrowings	(865,000)	(158,000)
Repayment of lease liabilities	(8,274)	(9,528)
Net cash (used in)/generated from financing activities	(529,886)	(50,528)
Net changes in cash and cash equivalents	(204,524)	(14,946)
Effects of exchange rate changes	406	2,172
Cash and cash equivalents at beginning of the financial period	875,812	603,711
Cash and cash equivalents at end of the financial period	671,694	590,937
Cash and cash equivalents comprise :-		
Fixed deposits with licensed banks	502,733	437,562
Cash and bank balances	168,961	153,375
	671,694	590,937

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 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 2023.

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 2023.

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 2023.

The adoption of MFRSs or amendments to MFRSs which were effective for financial year beginning on or after 1 July 2023 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.

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INTERIM FINANCIAL REPORT

Notes – Continued

A3. Disaggregation of Revenue

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2023	Preceding Year Corresponding Quarter 31.12.2022	6 Months Ended	
	RM'000	RM'000	RM'000	RM'000
Cement				
Sales of clinker, cement and other building materials	875,912	683,054	1,757,041	1,329,919
Others	765	(4,710)	1,181	588
	<u>876,677</u>	<u>678,344</u>	<u>1,758,222</u>	<u>1,330,507</u>
Aggregates & Concrete				
Sales of aggregates	8,403	7,098	16,802	12,060
Sales of ready-mixed concrete	273,386	210,907	531,497	412,002
Others	103	620	109	1,254
	<u>281,892</u>	<u>218,625</u>	<u>548,408</u>	<u>425,316</u>
Total Revenue	<u>1,158,569</u>	<u>896,969</u>	<u>2,306,630</u>	<u>1,755,823</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.

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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 except for the following:-

On 12 October 2023, the Company issued Islamic Medium Term Notes (“IMTN”) of RM350 million bearing a profit rate of 4.99% p.a. under the IMTN/Islamic Commercial Papers (“ICP”) programme with a combined aggregate limit of up to RM5.0 billion. The proceeds of the issuance were used to repay partially the Company’s outstanding term loan.

On 11 December 2023, the Company issued IMTN of RM100 million bearing a profit rate of 5.07% p.a. under the IMTN/ICP programme. The proceeds of the issuance were utilised for the refinancing of one of its subsidiaries’ existing financial debts.

A7. Dividends Paid

The following dividend payment was made during the financial period ended 31 December 2023:

	RM’000
In respect of the financial year ended 30 June 2023:-	
An interim dividend of 6 sen per ordinary share paid on 21 November 2023	78,612
An interim dividend of 6 sen per irredeemable convertible preference share paid on 21 November 2023	28,000
	<u>106,612</u>

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 other cement related building materials.

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MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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INTERIM FINANCIAL REPORT

Notes – Continued

A8. Segmental Information (continued)

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

Financial Period Ended 31 December	Cement		Aggregates & Concrete		Elimination		Total	
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
External revenue	1,758,222	1,330,507	548,408	425,316	-	-	2,306,630	1,755,823
Inter-segment revenue	216,722	159,628	-	-	(216,722)	(159,628)	-	-
Total revenue	1,974,944	1,490,135	548,408	425,316	(216,722)	(159,628)	2,306,630	1,755,823
Segment results								
Profit from operations	398,227	84,371	22,203	19,837	-	-	420,430	104,208
Finance costs							(100,833)	(96,671)
Share of results of joint venture							22,541	20,907
Profit before tax							342,138	28,444
Finance costs							100,833	96,671
Depreciation and amortisation							170,867	131,962
EBITDA							613,838	257,077

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 31.12.2023 RM'000
In respect of capital expenditure:	
Approved and contracted for	28,289

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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
	31.12.2023	31.12.2022	%	31.12.2023	31.12.2022	%
	RM'000	RM'000	+/-	RM'000	RM'000	+/-
Revenue	1,158,569	896,969	29	2,306,630	1,755,823	31
Profit before tax	187,585	24,314	672	342,138	28,444	1,103

Revenue for the current financial quarter was higher at RM1,158.6 million as compared to RM897.0 million in the preceding year corresponding quarter mainly attributed to the increase in volume and stabilisation in selling price for both domestic cement and ready-mixed concrete.

Buoyed by the higher revenue, the Group achieved a profit before tax of RM187.6 million in the current financial quarter, up from RM24.3 million in the preceding year corresponding quarter.

For the current six-month period under review, the Group recorded a revenue of RM2,306.6 million as compared to RM1,755.8 million in the preceding year corresponding period attributed as well to the higher volume and stabilisation in selling price for both domestic cement and ready-mixed concrete.

The Group's profit before tax for the current six-month period under review increased to RM342.1 million from RM28.4 million in the preceding year corresponding period. This was mainly contributed by the better revenue with the stabilisation in selling price moderating the impact of higher electricity cost.

B2. Comparison with Preceding Quarter

	Current	Preceding	Variance
	Quarter	Quarter	%
	31.12.2023	30.09.2023	+/-
	RM'000	RM'000	
Revenue	1,158,569	1,148,061	1
Profit before tax	187,585	154,553	21
Profit after tax	121,243	96,134	26

The Group revenue for the current financial quarter was marginally higher at RM1,158.6 million as compared to RM1,148.1 million recorded in the preceding quarter. Profit before tax of the Group expanded to RM187.6 million from RM154.6 million in the preceding quarter due to an improvement in profit margins on the back of a moderation in coal prices.

INTERIM FINANCIAL REPORT

B3. Audit Report of the Preceding Financial Year Ended 30 June 2023

The Auditors' Reports on the financial statements for the financial year ended 30 June 2023 did not contain any qualification.

B4. Prospects

Prospects remain upbeat with increase in cement demand expected to continue to be primarily driven by civil and non-residential ventures including infrastructure, logistics facilities, data centers and factories. Cement demand is projected to be further bolstered by Malaysia's long-term need for housing and infrastructure due to its young population and high urbanization rate.

Whilst wider economic volatility may persist in light of inflationary pressures and geopolitical instabilities, the Group will continue with its pursue of operational, logistics, and distributional efficiencies.

B5. Profit Forecast

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

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INTERIM FINANCIAL REPORT

Notes – Continued

B6. Profit for the period

	Current Quarter 31.12.2023 RM'000	Period To Date 31.12.2023 RM'000
Profit for the period is stated after charging/(crediting):		
Amortisation of intangible assets	505	1,255
Depreciation of:		
- investment properties	1	2
- property, plant and equipment	80,534	161,388
- right-of-use assets	4,054	8,222
Dividend income	-	(20)
Gain on disposal of property, plant and equipment (net)	(354)	(984)
Hiring income	(6,496)	(13,108)
Interest income	(4,719)	(9,229)
Realised (gain)/loss on foreign exchange (net)	(744)	490
Property, plant and equipment written off	351	1,302
Provision for inventory obsolescence (net)	1,144	2,922
Provision for retirement benefit	236	473
Rental income	(159)	(319)
(Reversal of impairment)/ Impairment loss on receivables (net)	(160)	389
Unrealised gain on foreign exchange (net)	<u>(3,087)</u>	<u>(10,034)</u>

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INTERIM FINANCIAL REPORT

Notes – Continued

B7. Taxation

Taxation comprise the following:

	Current Quarter 31.12.2023 RM'000	Period To Date 31.12.2023 RM'000
Tax expense in respect of current period:		
- Income tax	49,530	102,091
- Deferred tax	16,812	22,670
Total tax expense	66,342	124,761

The effective tax rate for the current financial quarter and financial period ended 31 December 2023 was higher than the Malaysian statutory tax rate of 24% mainly due to the non-deductibility of certain interest expense of the Company.

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 2023 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Revolving credit	37,500	202,000	239,500
Term Loans	308,114	-	308,114
	345,614	202,000	547,614
Non-current			
Revolving credit	277,500	-	277,500
Term Loans	1,652,832	-	1,652,832
Bonds	-	854,478	854,478
	1,930,332	854,478	2,784,810
Total Group Borrowings	2,275,946	1,056,478	3,332,424

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 2023				
Assets				
Financial assets at fair value through other comprehensive income	574	-	3,345	3,919

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.

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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	Preceding Year Corresponding Quarter	6 Months Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Profit attributable to owners of the parent (RM'000)	<u>121,180</u>	<u>15,258</u>	<u>217,284</u>	<u>16,212</u>
Weighted average number of ordinary shares ('000)	<u>1,310,201</u>	<u>1,310,201</u>	<u>1,310,201</u>	<u>1,310,201</u>
Basic earnings per share (sen)	<u>9.25</u>	<u>1.16</u>	<u>16.58</u>	<u>1.24</u>

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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 31.12.2023	Preceding Year Corresponding Quarter 31.12.2022	6 Months Ended	
			31.12.2023	31.12.2022
Profit attributable to owners of the parent (RM'000)	121,180	15,258	217,284	16,212
Weighted average number of ordinary shares ('000)	1,310,201	1,310,201	1,310,201	1,310,201
Effect of conversion of ICPS to ordinary shares ('000)	466,667	466,667	466,667	466,667
Effect of unexercised employees' share option scheme ('000)	66,289	-	60,433	-
	<u>1,843,157</u>	<u>1,776,868</u>	<u>1,837,301</u>	<u>1,776,868</u>
Diluted earnings per share (sen)	<u>6.57</u>	<u>0.86</u>	<u>11.83</u>	<u>0.91</u>

Total cash expected to be received in the event of an exercise of all outstanding employees' share options is RM366.4 million. Accordingly, the Net Asset ("NA") on a proforma basis at the end of the current quarter will increase by RM366.4 million whilst NA per share will decrease by RM0.26. In arriving at the diluted earnings per share, NA and NA per share, no income has been accrued for the cash proceeds.

By Order of the Board

HO SAY KENG

Secretary

Kuala Lumpur

Dated: 22 February 2024