

**Mega First Corporation Berhad**  
Registration No. 196601000210 (6682-V)  
Incorporated in Malaysia

**Interim Financial Report**  
**31 December 2022**

**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**For The 12-Month Period Ended 31 December 2022**

	4th Quarter Ended		Financial Year Ended		
	31.12.2022	31.12.2021	31.12.2022	31.12.2021	
	RM'000	RM'000	RM'000	RM'000	
Revenue	363,857	280,619	1,339,635	914,673	
Cost of sales	(213,496)	(142,516)	(778,799)	(439,127)	
Gross profit	150,361	138,103	560,836	475,546	
Other (loss)/income	(8,576)	1,900	(6,620)	10,574	
Operating expenses	(11,650)	(14,376)	(51,198)	(46,537)	
Profit from operations	130,135	125,627	503,018	439,583	
Finance costs	(8,083)	(6,665)	(29,589)	(21,967)	
Share of results in equity accounted investments, net of tax	(4,599)	122,026	17,140	121,964	
Profit before tax	117,453	240,988	490,569	539,580	
Income tax expense	(1,614)	(4,406)	(14,842)	(8,915)	
Profit after tax for the period	115,839	236,582	475,727	530,665	
Other comprehensive (loss)/income	(107,776)	(3,364)	39,747	163,646	
Total comprehensive income for the period	8,063	233,218	515,474	694,311	
Profit after tax attributable to:					
Owners of the Company	95,170	212,806	396,804	462,330	
Non-controlling interests	20,669	23,776	78,923	68,335	
	115,839	236,582	475,727	530,665	
Total comprehensive income attributable to:					
Owners of the Company	3,538	210,538	425,052	620,058	
Non-controlling interests	4,525	22,680	90,422	74,253	
	8,063	233,218	515,474	694,311	
EPS - Basic (sen)	B11	10.07	22.46	41.98	48.80

The notes set out on pages 7 to 31 form an integral part and should be read in conjunction with this interim financial report.

**Unaudited Condensed Consolidated Statement of Financial Position**  
As at 31 December 2022

	<b>Unaudited As At 31.12.2022 RM'000</b>	<b>Audited As At 31.12.2021 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Service concession asset	1,940,823	1,922,289
Property, plant and equipment	554,370	410,393
Investment properties	165,203	165,203
Right of use assets	119,021	129,325
Investment in quoted shares	152,305	200,067
Inventories	43,443	43,443
Joint Ventures and Associates	174,561	145,952
Goodwill on consolidation	54,673	54,673
Other assets	7,236	1,157
	3,211,635	3,072,502
<b>Current Assets</b>		
Inventories	147,882	128,858
Receivables	438,233	408,666
Contract assets	-	1,587
Bank balances and deposits	492,315	257,649
	1,078,430	796,760
<b>TOTAL ASSETS</b>	<b>4,290,065</b>	<b>3,869,262</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Owners Of The Company</b>		
Share capital	743,121	743,121
Treasury shares	(37,261)	(36,869)
Reserves	2,044,787	1,686,852
	2,750,647	2,393,104
Non-Controlling Interests	440,379	346,472
<b>Total Equity</b>	<b>3,191,026</b>	<b>2,739,576</b>
<b>Non-Current Liabilities</b>		
Long-term borrowings	394,980	504,586
Deferred tax liabilities	124,320	119,508
Put option liability	84,702	89,657
Lease and hire purchase liabilities	12,764	15,589
Payables	540	540
	617,306	729,880
<b>Current Liabilities</b>		
Payables	156,768	118,515
Short-term borrowings	317,973	273,295
Lease and hire purchase liabilities	6,992	7,996
	481,733	399,806
<b>Total Liabilities</b>	<b>1,099,039</b>	<b>1,129,686</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,290,065</b>	<b>3,869,262</b>
<b>Net Assets Per Ordinary Share (RM)</b>	<b>2.91</b>	<b>2.53</b>

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**Mega First Corporation Berhad**  
**Registration No. 196601000210 (6682-V)**

**Unaudited Condensed Consolidated Statement of Changes in Equity**  
**For the 12-month period ended 31 December 2021**

	← Non-Distributable →				Distributable					
	Share Capital RM'000	Treasury Shares RM'000	Translation Reserve/ (Deficit) RM'000	Fair Value Reserve RM'000	Capital Reserve RM'000	Other Reserve RM'000	Retained Profits RM'000	Attributable To Owners Of The Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Balance at 1.1.2021	743,121	(30,046)	(52,790)	33,955	27,394	-	1,205,876	1,927,510	238,102	2,165,612
Total comprehensive income for the year	-	-	53,637	104,091	-	-	462,330	620,058	74,253	694,311
Total transactions with owners										
- Dividends to shareholders of the Company	-	-	-	-	-	-	(61,578)	(61,578)	-	(61,578)
- Purchase of treasury shares	-	(6,823)	-	-	-	-	-	(6,823)	-	(6,823)
	-	(6,823)	-	-	-	-	(61,578)	(68,401)	-	(68,401)
Gain on accretion of interest in a subsidiary	-	-	-	-	-	2,493	2,493	(2,493)	-	-
Acquisition of subsidiary	-	-	-	-	-	-	-	-	35,810	35,810
Put option liability over shares held by non-controlling interests	-	-	-	-	-	(88,556)	-	(88,556)	-	(88,556)
Subscription of shares in subsidiary by non-controlling interests	-	-	-	-	-	-	-	-	8,512	8,512
- Distribution by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(7,712)	(7,712)
Gain arising from disposal of equity investments recycled to retained profits	-	-	-	2,278	-	-	(2,278)	-	-	-
Balance at 31.12.2021	743,121	(36,869)	847	140,324	27,394	(88,556)	1,606,843	2,393,104	346,472	2,739,576

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**Mega First Corporation Berhad**  
**Registration No. 196601000210 (6682-V)**

**Unaudited Condensed Consolidated Statement of Changes in Equity (Cont'd)**  
**For the 12-month period ended 31 December 2022**

	← Non-Distributable →						Distributable			Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Translation Reserve/ (Deficit) RM'000	Fair Value Reserve RM'000	Capital Reserve RM'000	Other Reserve RM'000	Retained Profits RM'000	Attributable To Owners Of The Company RM'000	Non- Controlling Interests RM'000	
Balance at 1.1.2022	743,121	(36,869)	847	140,324	27,394	(88,556)	1,606,843	2,393,104	346,472	2,739,576
Total comprehensive income for the year	-	-	76,241	(47,993)	-	-	396,804	425,052	90,422	515,474
Total transactions with owners										
- Dividends to shareholders of the Company	-	-	-	-	-	-	(67,117)	(67,117)	-	(67,117)
- Purchase of treasury shares	-	(392)	-	-	-	-	-	(392)	-	(392)
	-	(392)	-	-	-	-	(67,117)	(67,509)	-	(67,509)
Subscription of shares in subsidiaries by non-controlling interests	-	-	-	-	-	-	-	-	3,485	3,485
Balance at 31.12.2022	743,121	(37,261)	77,088	92,331	27,394	(88,556)	1,936,530	2,750,647	440,379	3,191,026

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**Mega First Corporation Berhad**  
**Registration No. 196601000210 (6682-V)**

**Unaudited Condensed Consolidated Statement of Cash Flows**  
**For the 12-month period ended 31 December 2022**

	<b>Financial Year Ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	490,569	539,580
Adjustments for non-cash flow - Non-cash items	130,093	(19,408)
- Non-operating items	9,379	18,064
Operating profit before working capital changes	630,041	538,236
Changes in working capital - Net change in assets	(76,030)	(65,537)
- Net change in liabilities	39,116	7,515
Cash from operations	593,127	480,214
Income tax paid	(13,076)	(10,498)
<b>Net cash from operating activities</b>	580,051	469,716
<b>Cash flows for investing activities</b>		
Acquisition of subsidiary	-	(124,313)
Cash outflow for Don Sahong Hydropower Project	(72,473)	(39,192)
Dividends received	1,626	1,640
Interest received	23,358	9,539
Investment in joint ventures and associates	(11,469)	(20,000)
Payments for purchase of:		
- property, plant and equipment	(77,422)	(112,077)
- right of use assets	(25,053)	(449)
- other intangible assets	(1,728)	-
- quoted shares	(62)	(1,850)
- unquoted shares	(5,000)	-
Proceeds from disposal of:		
- property, plant and equipment	197	245
- quoted shares	-	4,664
- investment properties	-	3,560
<b>Net cash for investing activities</b>	(168,026)	(278,233)

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**Mega First Corporation Berhad**  
**Registration No. 196601000210 (6682-V)**

**Unaudited Condensed Consolidated Statement of Cash Flows (Cont'd)**  
**For the 12-month period ended 31 December 2022**

	<b>Financial Year Ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows for financing activities</b>		
Dividends paid to:		
- shareholders of the Company	(67,117)	(61,578)
- subsidiary's non-controlling interests	-	-
Finance costs paid	(34,544)	(20,866)
Net repayment of:		
- Revolving credits, trade financing and loans	5,537	95,116
- Lease and hire purchase liabilities	(4,165)	(6,484)
- Term loans	(92,260)	(30,738)
Proceeds from issuance of shares by subsidiaries to non-controlling interests	3,485	8,512
Purchase of treasury shares	(392)	(6,823)
Distribution to non-controlling interests	-	(7,712)
Uplift/(Placement) of deposits pledged with banks	421	(1,124)
<b>Net cash for financing activities</b>	<u>(189,035)</u>	<u>(31,697)</u>
<b>Effect of foreign exchange translation</b>	13,027	2,202
<b>Net increase in cash and cash equivalents</b>	236,017	161,988
<b>Cash and cash equivalents at beginning of the year</b>	251,937	89,949
<b>Cash and cash equivalents at end of the year</b>	<u>487,954</u>	<u>251,937</u>
Cash and cash equivalents included in the statement of cash flows comprise the following amounts:		
Bank balances and deposits	492,315	257,649
Bank overdrafts	-	(930)
	<u>492,315</u>	<u>256,719</u>
Less:		
- Deposits pledged with licensed banks	(4,361)	(4,782)
	<u>487,954</u>	<u>251,937</u>

The notes set out on pages 7 to 31 form an integral part and should be read in conjunction with this interim financial report.

**Notes to the interim financial report**

**A EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. Basis of preparation**

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") and Issuers Communication No. 1/2017 - Guidance on Disclosures in Notes to Quarterly Report issued by Bursa Malaysia.

These interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021.

- (a) During the current quarter and financial year ended 31 December 2022, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments):

**MFRSs and/or IC Interpretations (including the Consequential Amendments)**

Amendments to MFRS 3: Reference to the Conceptual Framework

Amendments to MFRS 116: Property, Plant and Equipment –  
Proceeds before Intended Use

Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract

Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any impact on the Group's financial statements.

- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the MASB but are not yet effective for the financial year ending 31 December 2022:



**A1. Basis of preparation (Cont'd)**

<b>MFRSs and/or IC Interpretations (including the Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 17 - Insurance Contracts	1 January 2023
Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

Other than as disclosed above, the accounting policies and methods of computation adopted by the Group in preparing this interim financial report are consistent with those in the financial statements for the financial year ended 31 December 2021.

**A2. Qualification of financial statements**

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

**A3. Seasonal or cyclical factors**

The Group's principal business operations were not significantly affected by seasonal or cyclical factors other than its Renewable Energy Division where hydropower generation is subject to seasonal fluctuation of the water level. Normally, the water level will peak between June to November during the wet season. More detailed commentary is set out in B3 and B4 to these financial statements.

**A4. Unusual item**

There was no item affecting assets, liabilities, equity, net income, or cash flows that is unusual because of their nature, size or incidence in these financial statements.

**A5. Nature and amount of changes in estimates**

There was no change in estimates of amounts reported in prior periods that have a material effect in the period under review.

**A6. Debt and equity securities**

	Number of Ordinary Shares		← Amount →	
	Share Capital (Issued and Fully Paid) '000	Treasury Shares '000	Share Capital (Issued and Fully Paid) RM'000	Treasury Shares RM'000
At 1 January 2022	988,352	(42,931)	743,121	(36,869)
Shares repurchased in current year	-	(115)	-	(392)
At 31 December 2022	<u>988,352</u>	<u>(43,046)</u>	<u>743,121</u>	<u>(37,261)</u>

Of the total 988,352,102 issued ordinary shares as at 31 December 2022, 43,046,300 ordinary shares were held as treasury shares by the Company. Accordingly, the number of outstanding ordinary shares in issue as at 31 December 2022 was 945,305,802.

Other than as disclosed above, there was no issuance and repayment of debt and equity securities, share cancellations, shares held as treasury shares and resale of treasury shares in these financial statements.

**A7. Segment information**

Financial Year Ended 31 December 2022	Renewable	Resources	Packaging	Investment	Eliminations	Consolidated
	Energy			Holding &		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External revenue	596,925	206,324	398,964	137,422	-	1,339,635
Inter-segment revenue	-	-	-	12,065	(12,065)	-
Consolidated revenue	596,925	206,324	398,964	149,487	(12,065)	1,339,635
<b>Results</b>						
Profit from operations	438,821	18,107	39,924	19,843	(13,677)	503,018
Finance costs						(29,589)
Share of profit in equity accounted investments						17,140
Profit before tax						490,569
Income tax expense						(14,842)
Profit after tax						475,727
<b>Total assets</b>						
At 31 December 2022	2,700,694	337,676	496,788	923,654	(168,747)	4,290,065
<b>Financial Year Ended 31 December 2021</b>						
	Renewable	Resources	Packaging	Investment	Eliminations	Consolidated
	Energy			Holding &		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External revenue	533,864	154,880	208,217	17,712	-	914,673
Inter-segment revenue	-	-	-	350,498	(350,498)	-
Consolidated revenue	533,864	154,880	208,217	368,210	(350,498)	914,673
<b>Results</b>						
Profit from operations	401,147	17,428	25,408	346,405	(350,805)	439,583
Finance costs						(21,967)
Share of profit in equity accounted investments						121,964
Profit before tax						539,580
Income tax expense						(8,915)
Profit after tax						530,665
<b>Total assets</b>						
At 31 December 2021	2,263,434	335,130	441,323	992,991	(163,616)	3,869,262

**A8. Dividend paid**

Details of dividend declared and paid during the current quarter and financial year ended 31 December 2022 are disclosed in B9 to these financial statements.

**A9. Valuation of property, plant and equipment**

There was no revaluation of property, plant and equipment during the period reported up to 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

**A10. Significant events during the reporting period**

There was no significant event during the reporting period.

**A11. Significant event subsequent to the end of the reporting period**

There was no significant event subsequent to the end of the period reported up to 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

**A12. Changes in composition of the Group**

Changes in the composition of the Group for current quarter and financial year ended 31 December 2022 are disclosed as follows:

1. On 26 January 2022, the Company incorporated a wholly-owned subsidiary, namely Mega Ventures Limited with an issued and paid-up capital of USD1,000. The principal activity of Mega Ventures Limited is that of investment holding.
2. On 7 February 2022, the Company incorporated a wholly-owned subsidiary, namely TT Kinta Sdn Bhd with an issued and paid-up capital of RM5,000. The principal activity of TT Kinta Sdn Bhd is that of investment holding.
3. On 14 February 2022, the Company incorporated a 100%-owned subsidiary, namely Integrated Smart Technologies Sdn Bhd ("IST") with an issued and paid-up capital of RM3. The principal activity of IST is that of investment holding. The Group's shareholding in IST was subsequently reduced to 28.83% following allotment of new IST shares on 25 February 2022 and 1 April 2022.
4. On 29 March 2022, the Company incorporated a 50.05%-owned subsidiary, namely United Excellence Sdn Bhd with issued and paid-up capital of RM1,001. The principal activity of United Excellence Sdn Bhd is that of investment holding.

**A13. Changes in contingent liabilities and assets**

(a) Contingent liability

On 5 October 2016, Idaman Harmoni Sdn. Bhd. ("IHSB"), an indirect 65%-owned subsidiary of the Company, was served with the following notices of assessment showing additional taxes and penalties totaling RM22,795,912:

- (i) Notice of Additional Assessment dated 20 September 2016 for Year of Assessment ("YA") 2010 whereby additional tax (inclusive of penalty of 50%) of RM37,763.50 has been imposed by the Inland Revenue Board of Malaysia ("IRBM") ("Form JA").
- (ii) Notice of Reduced Assessment dated 23 September 2016 for YA 2009 whereby tax of RM35,429.00 has been reduced by IRBM ("Form JR").
- (iii) Notice of Assessment dated 23 September 2016 for YA 2009 whereby tax (inclusive of penalty of 100%) of RM22,793,577.50 has been imposed by IRBM ("Form J").

There will be additional late payment penalty imposition of up to 15.5% on the above unpaid taxes and penalties.

The abovementioned taxes and penalties imposed by IRBM are in relation to a joint venture entered into by IHSB as the landowner with a property developer for the construction of an office and residential property known as PJ8 pursuant to an agreement dated 23 April 2004.

The IRBM has taken the view that there is a deemed disposal of the PJ8 property by IHSB which is subject to income tax. This transaction was treated by IHSB as a capital transaction which was liable to Real Property Gains Tax in Year 2004. IHSB is a property investment company and has not disposed of any of its PJ8 properties since completion.

Based on advice from both its tax consultants and solicitors, IHSB is of the view that the assessment raised by IRBM are statute barred and erroneous in law. IHSB filed its appeals against the assessments to the Special Commissioners of Income Tax ("SCIT") on 28 October 2016. On 1 September 2021, SCIT dismissed IHSB's appeals.

IHSB registered the appeal with the High Court on 15 September 2021. On 18 April 2022, the High Court Judge allowed IHSB's appeal.

On 20 April 2022, IRBM filed an appeal with the Court of Appeal against the decision of the High Court. The Court of Appeal has fixed 2 March 2023 for the hearing of the appeal.

**A13. Changes in contingent liabilities and assets (Cont'd)**

(a) Contingent liability (Cont'd)

By virtue of the consent judgement with the Government dated 5 October 2018, IHSB does not have to pay the taxes imposed by IRBM under the Assessments until all legal avenues have been exhausted.

Other than as disclosed above, there was no material contingent liability as at 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

(b) Contingent asset

The Group has no contingent asset as at 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

**A14. Capital commitments**

As at 31 December 2022, the Group has the following capital commitments:

	<b>RM'000</b>
<b>Property, plant and equipment</b>	
Authorised but not provided for:	
- Contracted	276,456
- Non-contracted	187,592
	<hr/>
	464,048
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**A15. Significant related party transactions**

There was no significant related party transaction during the current quarter and financial year ended 31 December 2022 other than the following commitment made by the Company:

	<b>As at 31.12.2022</b> <b>RM'000</b>
Corporate guarantees given to lenders and supplier of joint ventures and associates	425,885

**A16. Derivative financial instruments**

	<b>31.12.2022</b> <b>RM'000</b>	<b>31.12.2021</b> <b>RM'000</b>
<b><u>Derivative liability</u></b>		
Put option liability over shares of a subsidiary held by non-controlling interest	84,702	89,657

The Company entered into a Put Option Agreement with the minority shareholders of a subsidiary whereby the minority shareholders have the right to require the Company to buy their equity interest in the subsidiary in accordance to the terms of the Put Option Agreement.

The obligation by the Company to purchase subsidiary's equity interest held by the minority interest is initially recognised as put option liability with a corresponding charge direct to equity (classified as "Other Reserve"). Subsequent to the initial recognition, the put option will be remeasured at fair value and any changes in fair value is recognised in profit or loss. During the financial year ended 31 December 2022, a fair value gain of RM4,955,000 is recognised in profit or loss.

**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Performance review - Current quarter ended 31 December 2022 (“4Q2022”) versus (“vs”) the corresponding quarter ended 31 December 2021 (“4Q2021”)**

	4Q2022 RM'000	4Q2021 RM'000	Changes	
			RM'000	%
Revenue	363,857	280,619	83,238	29.7%
Other (loss)/ income, net	(8,576)	1,900	(10,476)	N.M.
Earning before interest, tax, depreciation and amortisation ("EBITDA")	155,375	153,672	1,703	1.1%
Operating profit	130,135	125,627	4,508	3.6%
Profit before tax	117,453	240,988	(123,535)	-51.3%
Profit after tax	115,839	236,582	(120,743)	-51.0%
Profit after tax attributable to owners of the Company	95,170	212,806	(117,636)	-55.3%
<b>Revenue</b>				
Renewable Energy	161,597	146,641	14,956	10.2%
Resources	50,098	43,329	6,769	15.6%
Packaging	98,869	84,105	14,764	17.6%
Sub-total	310,564	274,075	36,489	13.3%
Investment holding & others	53,293	6,544	46,749	714%
Total revenue	363,857	280,619	83,238	29.7%
<b>Profit before tax</b>				
Renewable Energy	114,279	109,901	4,378	4.0%
Resources	3,400	4,385	(985)	-22.5%
Packaging	6,617	10,671	(4,054)	-38.0%
Sub-total	124,296	124,957	(661)	-0.5%
Investment holding & others	(6,843)	116,031	(122,874)	N.M.
Total profit before tax	117,453	240,988	(123,535)	-51.3%
<b>Additional Information:</b>				
Share of (loss)/profit in equity accounted investments	(4,599)	122,026	(126,625)	N.M.
Writeback of provision for restoration costs	-	16,650	(16,650)	-100.0%
Fair value gain/(loss) on put option liability	6,998	(1,101)	8,099	N.M.
Fair value loss on investment properties	-	(10,109)	10,109	-100.0%
Loss on foreign exchange	(7,006)	(2,814)	(4,192)	149.0%
Impairment loss on right of use assets	-	(5,093)	5,093	-100.0%



**B1. Performance review - 4Q2022 vs 4Q2021 (Cont'd)**

Total revenue rose 29.7% to RM363.9 million (4Q2021: RM280.6 million) with all core divisions posting double digit growth rates. The Renewable Energy Division recorded a 10.2% increase in revenue to RM161.6 million, while the Packaging Division and the Resources Division grew 17.6% to RM98.9 million and 15.6% to RM50.1 million, respectively.

Investment Holding & Other Division reported a substantial increase in revenue from RM6.5 million to RM53.3 million, primarily due to RM45.3 million contribution from the Tawau power plant which recommenced commercial operation in May 2022.

Excluding the RM125.1 million one-off unallocated bargain gain arising from the acquisition of Emery's oleochemical business in Malaysia by Edenor in 4Q2021, pre-tax profit grew marginally by 1.4% to RM117.5 million as the 4.0% earnings improvement in the Renewable Division was offset by lower profit contribution from the Resources and Packaging Divisions.

The Group reported a RM4.6 million share of loss in joint venture/associates (4Q2021: RM3.1 million loss, excluding unallocated bargain gain) primarily from its share of loss in Edenor. During the current quarter, production at Edenor was disrupted several times by service, repair and/or upgrading works amidst a soft market, stiffened competition and an unfavourable raw material price trend.

**Renewable Energy Division**

Revenue was bolstered by 9.2% currency gain and 1% hydro tariff adjustment on 1 October 2022. Plant efficiency, measured in term of Equivalent Availability Factor (EAF), was 97.4%, comparable with 97.5% recorded a year ago.

Solar energy sales rose 13.6% to RM1.6 million (4Q2021: RM1.4 million) on higher installed C&I solar capacity (+3.3 MW to 17.8 MW).

Pre-tax profit advanced 4.0% to RM114.3 million (4Q2021: RM109.9 million), mainly on higher hydropower energy income, partially offset by higher interest expense (due to interest rate hike) and expected credit loss ("ECL").

**B1. Performance review - 4Q2022 vs 4Q2021 (Cont'd)**

**Resources Division**

Revenue rose 15.6% from RM43.3 million to RM50.1 million, bolstered mainly by a 19% increase in sales of lime products to RM45.7 million (4Q2021: RM38.4 million). Sales of non-lime products (including calcium carbonate powder, quarry by-products and cement bricks) declined 10.5% to RM4.4 million (4Q2021: RM4.9 million).

Despite continued healthy underlying demand for lime products, sales volume of lime products fell 7% in the current quarter due to fluctuating order/delivery patterns resulting from occasional container shortages and timing of customers scheduled/unscheduled plant stoppage.

The average selling price ("ASP") of lime products rose 27.9% on progressive price adjustments to defray rising production and energy costs. Petcoke cost in the current quarter was 72% higher when compared to a year ago

Excluding the RM0.9 million provision write back recorded in 4Q2021, pre-tax profit was marginally lower at RM3.4 million (4Q2021: RM3.5 million) as a result of lower rate of plant utilization from lower production volume.

**Packaging Division**

Revenue increased 17.6% to RM98.9 million (4Q2021: RM84.1 million) on higher sales of both flexible packaging and paper bag products.

Pre-tax profit however contracted 38.0% to RM6.6 million (4Q2021: RM10.7 million) attributable mainly to higher cost of raw materials and stiffer price competition amidst an overall slowing consumption environment.

**B2. Performance review - Financial Year Ended 31 December 2022 (“2022”) versus (“vs”) Financial Year Ended 31 December 2021 (“2021”)**

	2022 RM'000	2021 RM'000	Changes	
			RM'000	%
Revenue	1,339,635	914,673	424,962	46.5%
Other (loss)/income, net	(6,620)	10,574	(17,194)	N.M.
Earning before interest, tax, depreciation and amortisation ("EBITDA")	606,867	540,633	66,234	12.3%
Operating profit	503,018	439,583	63,435	14.4%
Profit before tax	490,569	539,580	(49,011)	-9.1%
Profit after tax	475,727	530,665	(54,938)	-10.4%
Profit after tax attributable to owners of the Company	396,804	462,330	(65,526)	-14.2%
<b>Revenue</b>				
Renewable Energy	596,925	533,864	63,061	11.8%
Resources	206,324	154,880	51,444	33.2%
Packaging	398,964	208,217	190,747	91.6%
Sub-total	1,202,213	896,961	305,252	34.0%
Investment holding & others	137,422	17,712	119,710	676%
<b>Total revenue</b>	<b>1,339,635</b>	<b>914,673</b>	<b>424,962</b>	<b>46.5%</b>
<b>Profit before tax</b>				
Renewable Energy	419,698	385,585	34,113	8.8%
Resources	17,385	16,725	660	3.9%
Packaging	33,546	22,219	11,327	51.0%
Sub-total	470,629	424,529	46,100	10.9%
Investment holding & others	19,940	115,051	(95,111)	-82.7%
<b>Total profit before tax</b>	<b>490,569</b>	<b>539,580</b>	<b>(49,011)</b>	<b>-9.1%</b>
<b>Additional Information:</b>				
Share of profit in equity accounted investments	17,140	121,964	(104,824)	-85.9%
Writeback of provision for restoration costs	-	16,650	(16,650)	-100.0%
Fair value gain/(loss) on put option liability	4,955	(1,101)	6,056	N.M.
Fair value loss on investment properties	-	(10,109)	10,109	-100.0%
Gain/(Loss) on foreign exchange	11,305	(321)	11,626	N.M.

Group turnover rose sharply by 46.5% to RM1.34 billion in 2022 (2021: RM914.7 million) on improved sales performance across all divisions. The Renewable Energy Division expanded 11.8% to RM596.9 million, while the Packaging Division and the Resources Division recorded a 91.6% increase to RM399.0 million and a 33.2% increase to RM206.3 million, respectively.

Turnover of Investment Holding & Others Division was boosted by RM111.8 million revenue contribution from the restart of the Tawau power plant in May 2022.

## **B2. Performance review – 2022 vs 2021 (Cont'd)**

Excluding unallocated bargain gain (RM16.9 million in 2022 versus RM125.1 million in 2021) arising from the acquisition of Emery's oleochemical business in Malaysia, Group PBT grew 14.3% from RM414.4 million in 2021 to RM473.6 million in 2022, mainly on the back of improved profit contributions from all core divisions.

Excluding unallocated bargain gain in both years, the Group's share of earnings from joint venture and associates swung from a loss of RM3.2 million to a profit of RM0.2 million. The share of loss of Edenor improved from RM3.2 million in 2021 to RM1.2 million in 2022.

Edenor had a good start in the first half of the year. Despite an inherited capacity constraint, the business environment was nonetheless favourable. Together with tighter cost control, management was able to rapidly turnaround the operations to achieve a PBT margin of 3.0% in first half of 2022. This profit was however largely erased in the second half as Edenor was hit by collapsing commodity prices and further capacity loss due to various intensified refurbishment and technology upgrade, which management believes are necessary to substantially improve the plant's efficacy and efficiency. Although hedging of raw material was done sufficiently to protect against the commodity price collapse in the second half, it was insufficient to protect against several other emerging issues such as defaults and offtake delays by customers.

### **Renewable Energy Division**

Revenue in 2022 came in 11.8% higher at RM596.9 million (2021: RM533.9 million). The increase was attributable to a 6.2% strengthening of the US Dollar against Ringgit Malaysia, a 3.9% increase in hydro energy sales volume and 1% hydro tariff adjustment. Solar energy sales jumped 58.7% to RM6.4 million (2021: RM4.0 million).

EAF improved to 94.6% in 2022, from 91.0% a year ago. Aside from higher water levels during the dry season in 2022, the EAF for the current year was also boosted by the deferment of the annual turbine maintenance initially scheduled for 3Q2022 to 1Q2023. The delay in maintenance is not expected to compromise the plant's future effectiveness and efficiency.

During the year, the division added 3.3 MW to its C&I rooftop solar capacity, bringing the cumulative generating capacity to 17.8 MW at 31 December 2023 (As at 31.12.2021: 14.5 MW).

Pre-tax profit for the division grew 8.8% year-on-year to RM419.7 million (2021: RM385.6 million) mainly on higher hydro-energy sales revenue, partially offset by higher interest expense (due to interest rate hike) and ECL.

## **B2. Performance review – 2022 vs 2021 (Cont'd)**

### **Resources Division**

Revenue grew 33.2% to RM206.3 million (2021: RM154.9 million), led by a 19.5% increase in ASP and a 14.7% increase in sales volume of lime products. Revenue contribution from non-lime products increased 2.6% to RM17.8 million (2021: RM17.3 million).

Overall demand for lime products improved along with the recovery of the regional economic activities. Progressive selling price adjustments to defray fuel and energy cost increases and strengthening of export currency against Ringgit Malaysia helped raise ASP for the year.

Pre-tax profit rose 3.9% to RM17.4 million (2021: RM16.7 million). Higher sales volume and ASP was partially offset by margin squeeze from higher fuel and energy costs and the absence of RM0.9 million provision writeback in 2021.

### **Packaging Division**

Revenue almost doubled to RM399.0 million (2021: RM208.2 million), spurred by a full year consolidation of Stenta's revenue of RM215.2 million (against 5-month consolidation of RM83.2 million in 2021) and a 47.0% increase in revenue of Hexachase to RM183.7 million (2021: RM125.0 million).

The surge in Hexachase's turnover was underpinned by higher demand across all its products categories.

Pre-tax profit expanded by more than half from RM22.2 million in 2021 to RM33.5 million in 2022, underpinned mainly by Stenta's full-year earnings contribution of RM23.3 million (against 5-month PBT of RM11.1 million), partly offset by an 8.0% fall in profit from Hexachase to RM10.2 million (2021: RM11.1 million). Despite a higher revenue base and production efficiency gains, margins of Hexachase were negatively impacted by increases in raw material and other costs. Management was unable to fully pass on these cost increases to customers due to the competitive nature of the converting business.

**B2. Performance review – 2022 vs 2021 (Cont'd)**

(a) Assets and Liabilities as at 31 December 2022

Changes in key assets and liabilities since 31 December 2021 are explained below:

<b>Asset/Liability Items</b>	<b>As At 31.12.2022 RM'000</b>	<b>As At 31.12.2021 RM'000</b>	<b>Changes RM'000</b>	<b>Explanation</b>
Service concession asset	1,940,823	1,922,289	18,534	The increase was due to RM104.1 million translation gain, partially offset by amortisation charge of RM85.5 million.
Property, plant and equipment ("PPE")	554,370	410,393	143,977	The increase was mainly due to RM149.9 million CAPEX and RM31.3 million reclassification from ROU assets, partially offset by RM36.9 million depreciation charge and asset write-off.  CAPEX for the year comprised mainly the followings:  (a) RM84.3 million by Renewable Energy Division mainly for 5 <sup>th</sup> turbine expansion and C&I solar projects; (b) RM41.3 million by Packaging Division for capacity expansion; (c) RM14.0 million for plantation development; and (d) RM9.1 million by other manufacturing arms mainly for construction of new factory and warehouse uses.
Investment properties	165,203	165,203	-	No movement in the current year.
Right-Of-Use ("ROU") assets	119,021	129,325	(10,304)	The decrease was mainly due reclassification of RM31.3 million to PPE and RM4.3 million depreciation charge, partially offset by RM25.1 million land acquisitions by the Packaging and Resources divisions.
Investment in joint ventures and associates	174,561	145,952	28,609	The increase was due to RM11.5 million additional equity investment and share of RM17.1 million profit for the year.

**B2. Performance review – 2022 vs 2021 (Cont'd)**

(a) Assets and Liabilities as at 31 December 2022 (Cont'd)

Changes in key assets and liabilities since 31 December 2021 are explained below: (Cont'd)

<b>Asset/Liability Items</b>	<b>As At 31.12.2022 RM'000</b>	<b>As At 31.12.2021 RM'000</b>	<b>Changes RM'000</b>	<b>Explanation</b>
Investment in quoted shares	152,305	200,067	(47,762)	The decrease was due mainly to fair value loss of quoted securities.
Inventories (non-current)	43,443	43,443	-	No movement in the current year.
Inventories (current)	147,882	128,858	19,024	The increase was in line with higher revenue base of the Group's manufacturing activities.
Receivables	438,233	408,666	29,567	The increase was mainly due to higher receivable recorded by Tawau Power Plant and higher receivable from Électricité du Laos ("EDL") substantially due to translation difference resulting from a stronger US Dollar against Ringgit Malaysia.
Deferred tax liabilities	124,320	119,508	4,812	The increase was mainly due to translation difference arising from the strengthening of the US Dollar against Ringgit Malaysia.
Payables (current)	156,768	118,515	38,253	The increase was mainly due to recommencement of Tawau power plant, more payables recorded by the manufacturing arms (led by greater revenue base) and higher capex from Renewable Energy Division.

**B2. Performance review – 2022 vs 2021 (Cont'd)**

(b) Group borrowings and debt securities

The Table below sets out the salient information on the Group's bank borrowings:

	Long-term		Short-term		Total
	USD	RM	USD	RM	As at 31.12.2022
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Secured</b>					
Trade financing and loans	-	-	-	56,360	56,360
Term loans	-	87,680	-	30,523	118,203
Revolving credit	-	-	-	95,000	95,000
	-	87,680	-	181,883	269,563
<b>Unsecured Loan</b>					
Term loan	307,300	-	136,090	-	443,390
<b>Total Borrowings</b>	<b>307,300</b>	<b>87,680</b>	<b>136,090</b>	<b>181,883</b>	<b>712,953</b>

At 31 December 2022, total borrowings (exclude lease and hire purchase liabilities) amounted to RM713.0 million, a decrease of RM64.9 million from RM777.9 million at the end of 2021. The decrease was mainly due to RM87.6 million net loan repayment, partially offset by RM22.7 million translation loss on USD-denominated loan.

Interest rates on the Group's bank borrowings are floating in nature. The Group has no debt securities as at 31 December 2022.

(c) Cash flow analysis for the financial year ended 31 December 2022

The Group generated RM580.1 million after tax cash from its operating activities during the financial year ended 31 December 2022, 23.3% higher than RM469.7 million in 2021. Investment income totalled RM25.0 million during the year (2021: RM11.2 million) and RM3.5 million was raised from new equity issued to non-controlling interest of subsidiaries.

Of the total RM608.6 million funds made available to the Group, RM299.0 million was deployed in the following manner:-

1. RM176.7 million for Capex (as explained above);
2. RM16.5 million for strategic investments;
3. RM67.1 million for dividends to shareholders of the Company.
4. RM38.7 million for financing costs paid to lenders.

The balance was retained by the Group resulting in a 57.6% decline (after effects of forex translation on loan and bank balances) in net debt position from RM520.2 million at the beginning of the year to RM220.6 million at 31 December 2022.



**B3. Variation of Current Quarter (“4Q2022”) versus (“vs”) Preceding Quarter (“3Q2022”)**

	<b>4Q2022</b>	<b>3Q2022</b>	<b>Changes</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	363,857	371,529	(7,672)	-2.1%
Other (loss)/income, net	(8,576)	5,897	(14,473)	N.M.
Earning before interest, tax, depreciation and amortisation ("EBITDA")	155,375	168,778	(13,403)	-7.9%
Operating profit	130,135	143,048	(12,913)	-9.0%
Profit before tax	117,453	146,408	(28,955)	-19.8%
Profit after tax	115,839	141,680	(25,841)	-18.2%
Profit after tax attributable to owners of the Company	95,170	119,456	(24,286)	-20.3%
<b>Revenue</b>				
Renewable Energy	161,597	158,444	3,153	2.0%
Resources	50,098	60,990	(10,892)	-17.9%
Packaging	98,869	104,574	(5,705)	-5.5%
Sub-total	310,564	324,008	(13,444)	-4.1%
Investment holding & others	53,293	47,521	5,772	12.1%
Total revenue	363,857	371,529	(7,672)	-2.1%
<b>Profit before tax</b>				
Renewable Energy	114,279	114,339	(60)	-0.1%
Resources	3,400	4,886	(1,486)	-30.4%
Packaging	6,617	8,770	(2,153)	-24.5%
Sub-total	124,296	127,995	(3,699)	-2.9%
Investment holding & others	(6,843)	18,413	(25,256)	N.M.
Total profit before tax	117,453	146,408	(28,955)	-19.8%
<b>Additional Information:</b>				
Share of (loss)/profit in equity accounted investr	(4,599)	12,289	(16,888)	N.M.
Fair value gain/(loss) on put option liability	6,998	(681)	7,679	N.M.
(Loss)/Gain on foreign exchange	(7,006)	8,849	(15,855)	N.M.

Compared to the preceding quarter, Group turnover fell marginally by 2.1% from RM371.5 million to RM363.9 million due primarily to lower sales contribution from the Resources Division (-17.9%) and the Packaging Division (-5.5%), partially mitigated by a 2% increase the Renewable Energy Division and sales contribution from the Tawau power plant.

The three core divisions reported a 2.9% sequential decline in pre-tax profit from RM128.0 million to RM124.3 million as a result of lower earnings from the Resources and Packaging Divisions.

Investment Holding & Others swung from an RM18.4 million pre-tax profit to a loss of RM6.8 million mainly as a result of a RM16.9 million unallocated bargain gain recorded in the preceding quarter (4Q2022: nil) and higher forex losses (RM7.0 million versus a gain of RM8.8 million in the preceding quarter), partially offset by a RM7.0 million fair value gain on put option liability (3Q2022: RM0.7 million fair value loss).

**B3. Variation of 4Q2022 vs 3Q2022 (Cont'd)**

**Renewable Energy Division**

Revenue rose 2.0% to RM158.4 million due to a 2.1% currency gain and a 1% hydro tariff adjustment, partially offset by a 0.8% decrease in energy volume.

EAF declined marginally by 0.8% from 98.2% to 97.4% due to the onset of dry season in December.

Pre-tax profit was flat at RM114.3 million as higher revenue was offset by an increase in expected credit loss.

**Resources Division**

Revenue declined 17.9% quarter-on-quarter to RM50.1 million (3Q2022: RM61.0 million) due mainly to an 18.7% decrease in sales volume of lime products. While the underlying demand for lime products in the region and domestically remained buoyant, the current quarter deliveries were affected by container shortages and lower production volume by customers due to plant's service and maintenance. ASP of lime products held steady quarter-on-quarter.

Pre-tax profit fell 30.4% to RM3.4 million (3Q2022: RM4.9 million) mainly on lower production volume and plant utilisation rate.

**Packaging Division**

Slowing consumer demand and intensifying competition in the current quarter have negatively impacted the performance of the Packaging Division when compared to the preceding quarter. Revenue fell 5.5% to RM98.9 million (3Q2022: RM104.6 million), while pre-tax profit declined 24.5% to RM6.6 million (3Q2022: RM8.8 million) on pricing pressure and higher manufacturing costs.

#### **B4. Prospects**

The Group posted another record recurrent revenue (excluding Serudong Power) and profit before tax (excluding Edenor's one-off bargain gain) for the financial year ended 2022 to RM1.23 billion (+34.2%) and RM473.6 million (+14.3%), respectively. After-tax cash flow from operating activities rose 23.3% to a new high of RM580 million. Net debt-to-equity declined sharply from 19.0% at the beginning of 2022 to 6.9% at 31 December 2022, despite a RM193.1 million capital allocation for expansionary Capex and investments.

Moving forward, the Group will continue to leverage its strong cash flow and balance sheet to further grow and strengthen its existing businesses organically and/or via acquisitions.

Despite challenges posed by rising interest rates, a higher operating cost environment, industry-wide inventory and capacity excesses and a generally soft consumer market, the Board is optimistic the overall recurrent earnings for the Group will further improve in 2023.

Excluding the RM16.9 million bargain gain in 2022, we expect contribution from the share of profit and loss in joint venture and associates to improve in 2023 (2022: RM1.2 million loss). In particular, over the next 2 years, Edenor will continue to improve its manufacturing process reliability, upgrade the quality of its workforce, strengthen its distribution and agency network, and broaden its specialty product range. Management will also endeavour to minimise capacity loss from plant refurbishment and upgrading works by staggering and coinciding the works as much as possible with the plant maintenance schedule. These steps are expected to yield positive results progressively as they are implemented.

#### **Renewable Energy Division**

##### Hydropower - Don Sahong

Don Sahong achieved a record high PBT of RM419 million (2021: RM385 million) on an average EAF of 94.6% (2021: 91.0%) in 2022. Assuming a stable RM:USD exchange rate at around 2022 levels of RM4.401/USD, management expects PBT in 2023 to be marginally lower on expected lower EAF and higher interest expense (due to continuous interest rate hikes), offset by a 1% tariff adjustment (annually on 1 October) and lower expected credit loss.

The average EAF in 2023 is expected to be about 2% lower than that in 2022 due to the deferment of the annual turbine maintenance from August/September 2022 to February/March 2023.

**B4. Prospects (Cont'd)**

**Renewable Energy Division (Cont'd)**

Hydropower - Don Sahong (Cont'd)

Trade receivable collection is expected to remain good. Construction of the 5th turbine is progressing well and according to schedule with completion targeted sometime in 3Q2024.

Solar - Commercial & Industrial ("C&I") Projects

Solar energy sales revenue grew 58.7% to RM6.4 million in 2022. Revenue in 2023 is expected to benefit from progressive energisation of new C&I solar projects. A total 5.7 MW was energised in the last twelve months and we expect the remaining 20.2 MW executed PPA to be commissioned over the next 18 months. These would bring the cumulative capacity to 40.4 MW by the middle of 2024.

Management will continue to explore and seize new business opportunities in the solar space to further build on the Group's solar portfolio.

**Resources Division**

Total sales volume of lime products rose 14.7% in 2022. Despite the global recession risk and ongoing geopolitical conflict, the underlying regional demand for lime products is expected to remain robust in 2023. Therefore, management is optimistic of defending or further improving its sales deliveries to customers in 2023.

While fuel cost has recently stabilised, production cost is expected to remain under pressure given the sharp increase in electricity surcharge from 1 January and rising labour costs. Management will continue to monitor production cost closely and make progressive adjustments to selling price where necessary to claw back some of the lost margin.

Barring any unforeseen circumstances, we expect earnings of the division to improve in 2023.

**B4. Prospects (Cont'd)**

**Packaging Division**

Revenue reached a record level of RM399.0 million in 2022. Management expects 2023 to kick off the year on a softer start due to continued supply chain inventory overhang and a generally weak consumer appetite, before picking up pace from 2Q and onwards. Overall, we expect 2023 to register healthy positive top line growth for both flexible packaging products and paper bags on consumption recovery in the later part of the year, broadening customer base and increased customer penetration.

Expected stiff regional competition and production overhead cost inflation may however put a dampener on margin in 2023. Management will strive to overcome these challenges by raising efficiency and productivity, reducing wastage and improving customer satisfaction.

Overall, we expect earnings of the Packaging Division to improve year-on-year in 2023.

The construction of two new factories in Melaka (Hexachase) and Bangi (Stenta) will proceed as planned and the factory buildings are expected to be completed by the end of 2023.

**B5. Profit forecast**

The Group did not issue any profit forecast or profit guarantee.

**B6. Income tax expense**

	4th Quarter Ended		Financial Year Ended	
	31 December		31 December	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Malaysia	1,614	4,406	14,842	8,915
Overseas	-	-	-	-
	<u>1,614</u>	<u>4,406</u>	<u>14,842</u>	<u>8,915</u>

The Group's effective tax rate for the current quarter and financial year ended 31 December 2022 was significantly lower than the Malaysia's statutory tax rate of 24% mainly because the profit derived from energy sales in the Lao People's Democratic Republic ("Lao PDR") is exempted from income tax during the period until the end of the 5<sup>th</sup> anniversary of Don Sahong Plant's commercial operation date ("COD").

**B7. Status of corporate proposal**

There was no corporate proposal announced but not completed at 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

**B8. Material litigations**

GOM vs IHSB

Details of this tax dispute are disclosed in Note A13(a).

Other than as disclosed above, there was no material litigation as at 20 February 2022, the latest practical date which is not earlier than seven days from the date of issue of these financial statements.

**B9. Dividends**

- (a) A final single-tier dividend of 3.50 sen per ordinary share for the financial year ended 31 December 2021 was declared on 25 February 2022 and paid to entitled shareholders on 18 April 2022; and
- (b) An interim single-tier dividend of 3.60 sen per ordinary share for the financial year ending 31 December 2022 was declared on 18 August 2022 and paid to entitled shareholders on 14 October 2022.
- (c) The Board is declaring a second and final dividend of 3.85 sen per ordinary share for the financial year ended 31 December 2022. The dividend has not been included as a liability in these financial statements. The entitlement and payment dates will be announced later.
- (d) Total dividend declared to-date for the current financial year is 7.45 sen (2021: 6.75 sen) per ordinary share

**B10. Detailed disclosure for consolidated statement of profit or loss and other comprehensive income**

	4th Quarter Ended 31 December		Financial Year Ended 31 December	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
<b>After crediting:</b>				
Dividend income	621	491	1,626	1,640
Fair value gain/(loss) on:				
- put option liability	6,998	(1,101)	4,955	(1,101)
Gain on disposal of:				
- a subsidiary	-	-	-	-
- property, plant and equipment	26	26	172	72
- investment properties	-	1,660	-	1,660
Gain on foreign exchange:				
- realised	2,270	-	3,406	1,184
- unrealised	-	-	7,899	-
Interest income	9,289	2,777	23,358	9,539
Write-back of:				
- impairment loss on receivables	14	942	763	942
- provision for restoration costs	-	16,650	-	16,650
<b>After charging:</b>				
Impairment losses on:				
- property, plant and equipment	-	(656)	-	(656)
- right-of-use assets	-	(5,093)	-	(5,093)
- receivables, net	(9,160)	310	(28,704)	(458)
Amortisation of:				
- service concession asset	(22,224)	(20,330)	(85,525)	(80,521)
- other intangible asset	(165)	(79)	(478)	(132)
Fair value loss on investment properties	-	(10,109)	-	(10,109)
Depreciation of:				
- property, plant and equipment	(13,734)	(7,659)	(36,866)	(22,915)
- right-of-use assets	1,594	(2,754)	(4,338)	(7,021)
Finance costs	(8,083)	(6,665)	(29,589)	(21,967)
Loss on foreign exchange:				
- realised	-	(78)	-	-
- unrealised	(9,276)	(2,736)	-	(1,505)
Write-down in value of inventories	(808)	(809)	(829)	(824)
Plant and equipment written off	-	-	(4,500)	-
<b>After other comprehensive income/(expenses)</b>				
Foreign currency translation difference for foreign operations	(117,861)	(7,255)	87,740	59,555
Fair value changes of equity investments	10,085	3,891	(47,993)	104,091

**B11. Earnings per share**

	4th Quarter Ended		Financial Year Ended	
	31 December		31 December	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Profit after tax attributable to owners of the Company	95,170	212,806	396,804	462,330
Weighted average number of ordinary shares ('000):				
Issued ordinary shares outstanding at beginning of the period	988,352	988,352	988,352	988,352
Effect of treasury shares held	(43,046)	(40,995)	(43,025)	(40,995)
	945,306	947,357	945,327	947,357
Basic earnings per share (sen)	10.07	22.46	41.98	48.80

The basic earnings per share is calculated by dividing the Group's profit after tax attributable to owners of the Company by the weighted average number of ordinary shares in issue during the current quarter and financial year ended 31 December 2022, excluding treasury shares held by the Company.

The diluted earnings per share is equal to the basic earnings per share as there are no outstanding potentially dilutive equity instruments issued by the Company as at 31 December 2022.

**B12. Authorised for issue**

These interim financial statements were authorised for issue by the Board of Directors on 27 February 2023.