



# **UZMA BERHAD**

(Company No: 200701011861 (769866-V))

**Quarterly Report on Consolidated Financial Results  
For the Fourth Quarter Ended 30 June 2022**



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2022**

	<b>(Unaudited) Current 3 Months Quarter Ended 30.06.22 RM'000</b>	<b>(Unaudited) Corresponding 3 Months Quarter Ended 30.06.21 RM'000</b>	<b>(Unaudited) Cumulative 12 Months Year To Date 30.06.22 RM'000</b>	<b>(Audited) Corresponding 12 Months Year To Date 30.06.21 RM'000</b>
Revenue	116,021	98,797	385,080	384,167
Cost of sales	<u>(61,455)</u>	<u>(63,782)</u>	<u>(219,301)</u>	<u>(228,019)</u>
Gross profit	54,566	35,015	165,779	156,148
Other income	1,329	13,402	9,082	32,395
Administrative expenses	(23,650)	(26,470)	(83,547)	(88,000)
Other expenses	(3,059)	(5,835)	(9,612)	(10,845)
Depreciation	(12,071)	(14,542)	(47,245)	(48,640)
Operating profit	<u>17,115</u>	<u>1,570</u>	<u>34,457</u>	<u>41,058</u>
Finance costs	(3,538)	(6,468)	(20,662)	(24,912)
Share of profit of investments accounted for using the equity method	895	4,596	542	2,693
Profit/(Loss) before taxation	<u>14,472</u>	<u>(302)</u>	<u>14,337</u>	<u>18,839</u>
Income tax expense	<u>(9,069)</u>	<u>(2,651)</u>	<u>(7,381)</u>	<u>(4,241)</u>
Profit after taxation	<u>5,403</u>	<u>(2,953)</u>	<u>6,956</u>	<u>14,598</u>
Profit/(Loss) after taxation attributable to :-				
Owners of the Company	3,886	(2,927)	5,476	13,443
Non-Controlling Interest	<u>1,517</u>	<u>(26)</u>	<u>1,480</u>	<u>1,155</u>
	<u>5,403</u>	<u>(2,953)</u>	<u>6,956</u>	<u>14,598</u>
Adjusted PAT attributable to Owners of the Company*	<u>8,214</u>	<u>4,719</u>	<u>13,321</u>	<u>24,805</u>
Earning per share				
- Basic/Diluted (sen)	<u>1.10</u>	<u>(0.91)</u>	<u>1.56</u>	<u>4.20</u>

\*Please refer to Note 16 of the Report on the Adjusted PAT reconciliation.

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.



**UZMA BERHAD**

(Company No : 200701011861 (769866-V))

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2022**

	(Unaudited) 3 Months Quarter Ended 30.06.22 RM'000	(Unaudited) 3 Months Quarter Ended 30.06.21 RM'000	(Unaudited) 12 Months Year To Date 30.06.22 RM'000	(Audited) 12 Months Year To Date 30.06.21 RM'000
Profit/(Loss) after taxation	5,403	(2,953)	6,956	14,598
Other comprehensive income/(loss), net of tax Item that may be reclassified subsequently to profit or loss:				
-Foreign currency translation differences	5,652	(1,389)	4,670	(20,892)
Total comprehensive income/(loss) for the financial period	<u>11,055</u>	<u>(4,342)</u>	<u>11,626</u>	<u>(6,294)</u>
Total comprehensive income/(loss) attributable to:-				
Owners of the Company	9,264	(4,589)	10,145	(7,456)
Non-Controlling Interest	<u>1,791</u>	<u>247</u>	<u>1,481</u>	<u>1,162</u>
	<u>11,055</u>	<u>(4,342)</u>	<u>11,626</u>	<u>(6,294)</u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.

**UZMA BERHAD***(Company No : 200701011861 (769866-V))***CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2022**

	(Unaudited) As at 30.06.2022 RM'000	(Audited) As at 30.06.2021 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	490,833	519,073
Right of use assets	28,511	18,154
Intangible assets	211,400	207,567
Investments in associates	9,320	12,113
Investments in joint ventures	1	1
Deferred tax assets	5,358	5,693
Trade and other receivables	6,750	6,750
Other investments	4,285	4,285
	<u>756,458</u>	<u>773,636</u>
<b>Current assets</b>		
Inventories	39,915	35,813
Trade and other receivables	166,809	135,346
Contract assets	177,695	172,958
Other investments	2,191	1,374
Current tax assets	4,772	13,258
Deposits, cash and bank balances	106,332	136,834
	<u>497,714</u>	<u>495,583</u>
<b>TOTAL ASSETS</b>	<u>1,254,172</u>	<u>1,269,219</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	307,535	290,069
Foreign currency translation reserve	35,681	30,847
Capital reserve	275	375
Merger deficit	(29,700)	(29,700)
Fair value reserve	(6,000)	(6,000)
Retained earnings	166,847	164,763
	<u>474,638</u>	<u>450,354</u>
Perpetual sukuk	40,852	40,852
Non-controlling interests	30,408	31,385
<b>Total equity</b>	<u>545,898</u>	<u>522,591</u>
<b>Non-current liabilities</b>		
Loan and borrowings	233,765	305,183
Lease liabilities	16,484	6,806
Deferred tax liabilities	22,694	18,922
Trade and other payables	3,910	3,910
Post employment benefit liabilities	2,898	2,898
Deferred income	15,160	5,995
	<u>294,911</u>	<u>343,714</u>
<b>Current liabilities</b>		
Loans and borrowings	216,758	208,083
Lease liabilities	2,308	5,988
Trade and other payables	190,819	187,907
Contract liabilities	385	385
Current tax liabilities	3,093	551
	<u>413,363</u>	<u>402,914</u>
<b>Total liabilities</b>	<u>708,274</u>	<u>746,628</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,254,172</u>	<u>1,269,219</u>
<b>Net asset per share attributable to owners of the parent (RM)</b>	<u>1.46</u>	<u>1.53</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.

**UZMA BERHAD***(Company No : 200701011861 (769866-V))***CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2022**

	-----Non-Distributable-----				Distributable					
	Share Capital RM'000	Foreign Exchange Translation Reserves RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Attributable To The Owners Of The Company RM'000	Perpetual Sukuk RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<b>Balance at 01.07.2020</b>	290,069	50,642	426	(29,700)	(6,000)	151,637	457,074	-	33,014	490,088
Total comprehensive loss for the financial year										
Profit for the financial year	-	-	-	-	-	13,443	13,443	-	1,155	14,598
Actuarial gain from employee benefits	-	-	-	-	-	84	84	-	12	96
Foreign currency translation reserve	-	(20,983)	-	-	-	-	(20,983)	-	(5)	(20,988)
Total comprehensive loss	-	(20,983)	-	-	-	13,527	(7,456)	-	1,162	(6,294)
<b>Transaction with owners</b>										
Disposal of a subsidiary	-	1,188	(51)	-	-	51	1,188	-	(1,063)	125
Issuance of shares by the subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	817	817
Dividend paid by the subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	(2,545)	(2,545)
Issuance of perpetual sukuk	-	-	-	-	-	-	-	40,852	-	40,852
Distribution to perpetual sukuk holders	-	-	-	-	-	(452)	(452)	-	-	(452)
Total transaction with owners	-	1,188	(51)	-	-	(401)	736	40,852	(2,791)	38,797
<b>Balance at 30.06.2021</b>	<b>290,069</b>	<b>30,847</b>	<b>375</b>	<b>(29,700)</b>	<b>(6,000)</b>	<b>164,763</b>	<b>450,354</b>	<b>40,852</b>	<b>31,385</b>	<b>522,591</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.

**UZMA BERHAD**

(Company No. : 200701011861 (769866-Y))

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2022**

	←----- Non- Distributable ----->					Distributable				
	Share Capital RM'000	Foreign Exchange Translation Reserves RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Attributable To The Owners Of The Company RM'000	Perpetual Sukuk RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<b>Balance at 01.07.2021</b>	290,069	30,847	375	(29,700)	(6,000)	164,763	450,354	40,852	31,385	522,591
Total comprehensive income for the financial year										
Profit for the financial year	-	-	-	-	-	5,476	5,476	-	1,480	6,956
Foreign currency translation reserve	-	4,669	-	-	-	-	4,669	-	1	4,670
Total comprehensive income	-	4,669	-	-	-	5,476	10,145	-	1,481	11,626
<b>Transaction with owners</b>										
Disposal of a subsidiary	-	165	(100)	-	-	(3,392)	(3,327)	-	(2,458)	(5,785)
Issuance of Private Placement	17,466	-	-	-	-	-	17,466	-	-	17,466
Dividend paid by the subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	-	-
Distribution to perpetual sukuk holders	-	-	-	-	-	-	-	-	-	-
Total transaction with owners	17,466	165	(100)	-	-	(3,392)	14,139	-	(2,458)	11,681
<b>Balance at 30.06.2022</b>	<b>307,535</b>	<b>35,681</b>	<b>275</b>	<b>(29,700)</b>	<b>(6,000)</b>	<b>166,847</b>	<b>474,638</b>	<b>40,852</b>	<b>30,408</b>	<b>545,898</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.

**UZMA BERHAD**
*(Company No : 200701011861 (769866-V))*
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2022**

	(Unaudited) Current Year To Date 30.06.22 RM'000	(Audited) Corresponding Year To Date 30.06.21 RM'000
<b>Profit before taxation</b>	<b>14,337</b>	18,839
<b>Adjustments for non-cash items :</b>		
Amortisation of intangible assets	3,916	4,506
Amortisation of government grant	-	(1,472)
Bargain purchase arising from acquisition of subsidiary	-	(2,650)
Bad debt written off	-	32
Depreciation of property, plant and equipment	45,852	43,070
Depreciation of right of use assets	1,393	5,570
Fair value unquoted shares	-	(155)
Fair value contingent consideration	-	(245)
Gain on disposal of property, plant and equipment	-	(284)
Gain on disposal of subsidiary	(225)	(928)
Impairment loss on receivables	1,388	5,307
Interest income	(741)	(1,649)
Interest expense	20,662	24,912
Inventories written down/(written back)	2,104	(387)
Loss on derecognition of subsidiary	258	-
Loss/(Gain) on disposal of associate	763	(1,432)
Net unrealised (gain)/loss on foreign exchange	2,540	1,547
Prepayment written off	-	50
Provision for employment benefit	-	397
Reversal of impairment loss of trade receivables	-	(517)
Share of result from equity accounted method	(542)	(2,693)
<b>Operating profit before working capital changes</b>	<b>91,705</b>	91,818
<b>Changes in working capital</b>	<b>(34,814)</b>	37,498
Tax paid	(4,491)	(10,928)
<b>Net cash from operating activities</b>	<b>52,400</b>	118,388
<b>Investing activities</b>		
Acquisition of subsidiaries, net of cash acquired	-	(472)
Acquisition of associate	-	(2,250)
Dividend received from an associate	1,995	980
Interest received	741	1,649
Investment in joint venture	-	(31)
Net decrease in other investment	-	179
Proceeds from disposal of plant and equipment	1,711	1,059
Proceeds from disposal of equity shares in subsidiary	2,000	-
Proceeds from disposal of subsidiary	120	(337)
Proceeds from disposal of an associate	952	8,000
Purchase of property, plant and equipment	(34,967)	(59,179)
Placement of fixed deposit	-	(12,279)
Placement of deposits pledged with licensed banks	1,340	9,810
Subscriptions of shares by non-controlling interest	-	735
<b>Net cash from/(for) investing activities</b>	<b>(26,108)</b>	(52,136)
<b>Financing activities</b>		
Advances from shareholder	-	292
Dividend paid to non-controlling interest	-	(2,545)
Interest paid	(20,662)	(24,912)
Drawdown of borrowing	42,645	23,539
Repayment of borrowing	(99,206)	(101,004)
Proceeds from issuance of private placement	17,466	-
Proceeds from issuance of perpetual sukuk	-	40,852
Repayment from director	-	(6,499)
<b>Net cash for financing activities</b>	<b>(59,757)</b>	(70,277)
<b>Net change in cash and cash equivalents</b>	<b>(33,465)</b>	(4,025)
<b>Effect of exchange rate changes</b>	<b>4,487</b>	(14,587)
<b>Cash and cash equivalents at beginning of the period</b>	<b>50,731</b>	69,343
<b>Cash and cash equivalents at end of the period</b>	<b>21,753</b>	50,731
<b>Cash and cash equivalents at end of the period comprised:</b>		
Fixed deposit with licences banks	72,541	52,188
Cash and bank balances	33,791	84,646
Cash and cash equivalent as reported in the Statement of Financial Position	106,332	136,834
Less: Fixed deposits pledged with licensed banks	(41,953)	(43,293)
Less: Bank overdrafts	(42,626)	(42,810)
	<b>21,753</b>	<b>50,731</b>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this report.

## NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED FINANCIAL RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2022

### 1. BASIS OF REPORTING PREPARATION

The unaudited condensed consolidated financial statements have been prepared in accordance with the applicable disclosure provision of the Listing Requirements of the Bursa Malaysia Securities Berhad and Malaysia Financial Reporting Standard 134: *Interim Financial Reporting* (“MFRS 134”), and should be read in conjunction with the consolidated financial statements of the Group as at and for the financial year ended 30 June 2021. The explanatory notes attached to the unaudited condensed consolidated financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

The significant accounting policies adopted in preparing these unaudited condensed consolidated financial statements are consistent with those applied by the Group in its audited financial statements for the financial year ended 30 June 2021.

During the current financial year, the Company and its subsidiary companies (“Group”) have adopted the following new accounting standards and interpretations (including the consequential amendments):-

#### Amendments/Improvements to MFRSs

MFRS 3	Business Combinations
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 16	Leases
MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error
MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of the above standards will not have any material impact on the financial position and performance of the Group.



## 1. BASIS OF REPORTING PREPARATION (CONT'D)

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 Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:

### MFRSs and IC Interpretations (Including the Consequential Amendments)

		<b>Effective for financial periods beginning on or after</b>
<u>New MFRSs</u>		
MFRS 17	Insurance Contracts	1 January 2023
<u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2021 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 3	Business Combinations	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 4	Insurance Contracts	1 January 2021
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 <sup>#</sup>
MFRS 7	Financial Instruments: Disclosures	1 January 2021/ 1 January 2023 <sup>#</sup>
MFRS 9	Financial Instruments	1 January 2021/ 1 January 2022 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 <sup>#</sup>
MFRS 16	Leases	1 January 2021/ 1 January 2022 <sup>^</sup>
MFRS 17	Insurance Contracts	1 January 2023
MFRS 101	Presentation of Financial Statements	1 January 2023/ 1 January 2023 <sup>#</sup>
MFRS 107	Statements of Cash Flows	1 January 2023 <sup>#</sup>
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 112	Income Taxes	1 January 2023
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 119	Employee Benefits	1 January 2023 <sup>#</sup>
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 <sup>#</sup>
MFRS 132	Financial instruments: Presentation	1 January 2023 <sup>#</sup>
MFRS 136	Impairment of Assets	1 January 2023 <sup>#</sup>
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 138	Intangible Assets	1 January 2023 <sup>#</sup>
MFRS 139	Financial Instruments: Recognition and Measurement	1 January 2021
MFRS 140	Investment Property	1 January 2023 <sup>#</sup>
MFRS 141	Agriculture	1 January 2022 <sup>^</sup>

<sup>^</sup> Annual Improvements to MFRS Standards 2018-2020

<sup>#</sup> Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

**2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

There was no qualification on the audited financial statements of the Group and Company for the financial year ended 30 June 2021.

**3. SEASONAL OR CYCLICAL FACTORS**

The Group's products and services are dependent on the level of activity, and the corresponding capital spending by oil and gas companies which are consequently affected by volatile oil and natural gas prices, and cyclicity in the offshore drilling and oilfield services industries.

**4. ITEMS OF UNUSUAL NATURE AND AMOUNT**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flow for the financial year ended 30 June 2022, other than as disclosed in these unaudited condensed consolidated financial statements.

**5. MATERIAL CHANGES IN ESTIMATES**

There were no changes in the estimates of amount relating to the prior financial years that have a material effect in the financial year ended 30 June 2022.

**6. ISSUANCES, REPURCHASES, AND REPAYMENTS OF DEBT AND EQUITY SECURITIES**

On 9 September 2021, the Company had proposed to undertake a private placement of up to 32,002,000 new ordinary shares in the Company ("Uzma Shares" or "Shares"), representing 10% of the existing total number of issued Shares (excluding treasury shares) ("Private Placement"). On 20 October 2021, the Company increased its issued and paid-up ordinary share capital from RM290,069,106 to RM299,027,506 by way of issuance of 16,000,000 ordinary shares of RM0.5599 each through first tranche of the Private Placement. On 18 November 2021, the Company increased its issued and paid-up ordinary share capital from RM299,027,506 to RM307,697,390 by way of issuance of 16,002,000 ordinary shares of RM0.5418 each through second and final tranche of the Private Placement.

**7. DIVIDENDS**

No dividend has been paid and or recommended during the financial year ended 30 June 2022.

## 8. SEGMENTAL INFORMATION

The Group has four reportable segments, as the Group's strategic business units. For each of the strategic business units, the Group Chief Executive Officer together with Management Committee, reviews the internal management report on monthly basis. The Group's reportable segments are described as follows:

- (i) Upstream O&G Services - The services under Upstream Oil & Gas ("O&G") Services segments include Well Solutions, Production Solutions, Subsurface Solutions and other upstream related services which involves the provision of geoscience and reservoir engineering, drilling, project and operations services, and other specialised services within the oil and gas industry.
- (ii) Other O&G Services - Other services segment include manufacturing, marketing, distribution and supply of oilfield chemicals, petrochemical and chemical products, equipment and services.
- (iii) New Energy - The services under New Energy segment include developing and operating innovative ways to garner energy from non-fossil fuel and renewable energy, EPC contractor for solar PV and geothermal.
- (iv) Digitalisation & Technology - The services under Digitalisation & Technology segment include technology and modernisation through software development and digital solutions; supply technology/digitalisation equipment and consumables; aviation and aerospace services.

### (A) REPORTABLE BUSINESS SEGMENTS

#### (I) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE CORRESPONDING QUARTER

	(Unaudited) Current 3 Months Quarter Ended 30.06.22		(Unaudited) Corresponding 3 Months Quarter Ended 30.06.21		Difference	
	RM'000	%	RM'000	%	RM'000	%
<b>REVENUE</b>						
Upstream O&G Services	108,751	86.4	107,872	83.8	879	0.8
Other O&G Services	9,185	7.3	14,222	11.1	(5,037)	(35.4)
New Energy	8,356	6.6	5,252	4.1	3,104	59.1
Digitalisation & Technology	(398)	(0.3)	1,359	1.1	(1,757)	>(100.0)
	<u>125,894</u>	<u>100</u>	<u>128,705</u>	<u>100</u>		
Consolidation adjustments and eliminations	<u>(9,873)</u>		<u>(29,908)</u>		<u>20,035</u>	<u>(67.0)</u>
	<u>116,021</u>		<u>98,797</u>		<u>17,224</u>	<u>17.4</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	32,016		10,232		21,784	>100.0
Other O&G Services	494		470		24	>(100.0)
New Energy	2,430		806		1,624	201.5
Digitalisation & Technology	183		(34)		217	>(100.0)
Holding company and dormant companies	(8,041)		21,950		(29,991)	>(100.0)
Consolidation adjustments and eliminations	<u>(9,967)</u>		<u>(31,854)</u>		<u>21,887</u>	<u>(68.7)</u>
	<u>17,115</u>		<u>1,570</u>		<u>15,545</u>	<u>&gt;100.0</u>

## 8. SEGMENTAL INFORMATION (CONT'D)

### (A) REPORTABLE BUSINESS SEGMENTS

#### (II) THE RESULTS OF THE CURRENT YEAR COMPARED TO THE RESULTS OF THE CORRESPONDING YEAR

	<b>(Unaudited) Current 12 Months Year To Date 30.06.22</b>		<b>(Unaudited) Corresponding 12 Months Year To Date 30.06.21</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Upstream O&G Services	349,243	82.4	355,464	82.8	(6,221)	(1.8)
Other O&G Services	43,096	10.2	55,602	13.0	(12,506)	(22.5)
New Energy	31,051	7.3	12,683	3.0	18,368	>100.0
Digitalisation & Technology	645	0.2	5,458	1.3	(4,813)	(88.2)
	<u>424,035</u>	<u>100.0</u>	<u>429,207</u>	<u>100.0</u>		
Consolidation adjustments and eliminations	<u>(38,955)</u>		<u>(45,040)</u>		<u>6,085</u>	<u>&gt;100.0</u>
	<u>385,080</u>		<u>384,167</u>		<u>913</u>	<u>0.2</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	66,572		59,685		6,887	11.5
Other O&G Services	3,067		2,661		406	15.3
New Energy	96		(340)		436	>100.0
Digitalisation & Technology	(306)		682		(988)	>(100.0)
Holding company and dormant companies	(9,867)		33,928		(43,795)	>(100.0)
Consolidation adjustments and eliminations	<u>(25,105)</u>		<u>(55,558)</u>		<u>30,453</u>	<u>(54.8)</u>
	<u>34,457</u>		<u>41,058</u>		<u>(6,601)</u>	<u>(16.1)</u>

#### (III) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER

	<b>(Unaudited) Current Quarter Ended 30.06.22</b>		<b>(Unaudited) Preceding Quarter Ended 31.03.22</b>		<b>Difference</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>%</b>
<b>REVENUE</b>						
Upstream O&G Services	108,751	86.4	66,048	68.1	42,703	64.7
Other O&G Services	9,185	7.3	9,645	9.9	(460)	(4.8)
New Energy	8,356	6.6	21,197	21.9	(12,841)	(60.6)
Digitalisation & Technology	(398)	(0.3)	55	0.1	(453)	>(100.0)
	<u>125,894</u>	<u>100</u>	<u>96,945</u>	<u>100</u>		
Consolidation adjustments and eliminations	<u>(9,873)</u>		<u>(4,956)</u>		<u>(4,917)</u>	<u>&gt;100.0</u>
	<u>116,021</u>		<u>91,989</u>		<u>24,032</u>	<u>26.1</u>
<b>OPERATING PROFITS</b>						
Upstream O&G Services	32,016		6,089		25,927	>100.0
Other O&G Services	494		514		(20)	(3.9)
New Energy	2,430		(1,865)		4,295	>(100.0)
Digitalisation & Technology	183		11		172	>100.0
Holding company and dormant companies	(8,041)		2,846		(10,887)	>(100.0)
Consolidation adjustments and eliminations	<u>(9,967)</u>		<u>(3,162)</u>		<u>(6,805)</u>	<u>&gt;100.0</u>
	<u>17,115</u>		<u>4,433</u>		<u>12,682</u>	<u>&gt;100.0</u>

## 8. SEGMENTAL INFORMATION (CONT'D)

### (B) GEOGRAPHICAL SEGMENTS

#### (I) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE CORRESPONDING QUARTER

	(Unaudited) Current 3 Months Quarter Ended 30.06.22		(Unaudited) Corresponding 3 Months Quarter Ended 30.06.21		Difference	
	RM'000	%	RM'000	%	RM'000	%
<b>REVENUE</b>						
Malaysia	102,339	81.3	98,208	76.3	4,131	4.2
Outside Malaysia	23,555	18.7	30,497	23.7	(6,942)	(22.8)
	<u>125,894</u>	<u>100.0</u>	<u>128,705</u>	<u>100.0</u>		
Consolidation adjustments and eliminations	<u>(9,873)</u>		<u>(29,908)</u>		<u>20,035</u>	<u>(67.0)</u>
	<u>116,021</u>		<u>98,797</u>		<u>17,224</u>	<u>17.4</u>
<b>OPERATING PROFITS</b>						
Malaysia	22,592		29,610		(7,018)	(23.7)
Outside Malaysia	4,490		3,814		676	17.7
Consolidation adjustments and eliminations	<u>(9,967)</u>		<u>(31,854)</u>		<u>21,887</u>	<u>(68.7)</u>
	<u>17,115</u>		<u>1,570</u>		<u>15,545</u>	<u>&gt;100.0</u>

#### (II) THE RESULTS OF THE CURRENT YEAR COMPARED TO THE RESULTS OF THE CORRESPONDING YEAR

	(Unaudited) Current 12 Months Year To Date 30.06.22		(Audited) Corresponding 12 Months Year To Date 30.06.21		Difference	
	RM'000	%	RM'000	%	RM'000	%
<b>REVENUE</b>						
Malaysia	352,804	83.2	331,606	77.3	21,198	6.4
Outside Malaysia	71,231	16.8	97,601	22.7	(26,370)	(27.0)
	<u>424,035</u>	<u>100.0</u>	<u>429,207</u>	<u>100.0</u>		
Consolidation adjustments and eliminations	<u>(38,955)</u>		<u>(45,040)</u>		<u>6,085</u>	<u>(13.5)</u>
	<u>385,080</u>		<u>384,167</u>		<u>913</u>	<u>0.2</u>
<b>OPERATING PROFITS</b>						
Malaysia	54,209		86,844		(32,635)	(37.6)
Outside Malaysia	5,353		9,772		(4,419)	(45.2)
Consolidation adjustments and eliminations	<u>(25,105)</u>		<u>(55,558)</u>		<u>30,453</u>	<u>(54.8)</u>
	<u>34,457</u>		<u>41,058</u>		<u>(6,601)</u>	<u>(16.1)</u>

## 8. SEGMENTAL INFORMATION (CONT'D)

### (B) GEOGRAPHICAL SEGMENTS

#### (III) THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER

	(Unaudited) Current Quarter Ended 30.06.22		(Unaudited) Preceding Quarter Ended 31.03.22		Difference	
	RM'000	%	RM'000	%	RM'000	%
<b>REVENUE</b>						
Malaysia	102,339	81.3	80,575	83.1	21,764	27.0
Outside Malaysia	23,555	18.7	16,370	16.9	7,185	43.9
	<u>125,894</u>	100.0	<u>96,945</u>	100.0		
Consolidation adjustments and eliminations	<u>(9,873)</u>		<u>(4,956)</u>		<u>(4,917)</u>	>100.0
	<u>116,021</u>		<u>91,989</u>		<u>24,032</u>	26.1
<b>OPERATING PROFITS</b>						
Malaysia	22,592		7,583		15,009	>100.0
Outside Malaysia	4,490		12		4,478	>100.0
Consolidation adjustments and eliminations	<u>(9,967)</u>		<u>(3,162)</u>		<u>(6,805)</u>	>100.0
	<u>17,115</u>		<u>4,433</u>		<u>12,682</u>	>100.0

## 9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements.

## 10. CAPITAL COMMITMENTS

Capital expenditure for property, plant and equipment approved and not provided for in these unaudited condensed consolidated financial statements as at 30 June 2022 is as follows:

	RM'000
Capital expenditure in respect of property, plant and equipment - Approved and contracted for	Nil

## 11. MATERIAL EVENTS SUBSEQUENT TO THE END OF PERIOD

There were no material events subsequent to the end of the current quarter to the date of this report other than disclosed in Note 22 of this report.

## 12. CHANGES IN THE COMPOSITION OF THE GROUP

On 9 July 2021, the Company's wholly-owned subsidiary, Uzma Environergy Sdn. Bhd. ("Enviro") had incorporated a wholly-owned subsidiary, namely Uzma Kuala Muda Sdn. Bhd. ("Kuala Muda") with an issued and paid-up capital of 2 ordinary shares of RM1 each. The intended principal activity of Kuala Muda is provision of renewable energy services.

## 12. CHANGES IN THE COMPOSITION OF THE GROUP (CONT'D)

On 9 July 2021, the Company's wholly-owned subsidiary, Uzma Energy Venture (Sarawak) Sdn. Bhd. had incorporated a wholly-owned subsidiary, namely Uzma Energy Venture SK433 Sdn. Bhd. ("SK433") with an issued and paid-up capital of 2 ordinary shares of RM1 each. The intended principal activity of SK433 is provision of geoscience and reservoir engineering, drilling, project and operation services and other specialised services within the oil and gas industry.

On 15 July 2021, Dato' Kamarul Redzuan Bin Muhamed, Director of the Company, had incorporated a company, namely Uzma Nexus Sdn. Bhd. ("Nexus") with an issued and paid-up capital of 1 ordinary shares of RM1 each. The shares held in trust for the Company. The intended principal activity of Nexus is provision of renewable energy services. On 25 April 2022, Dato' Kamarul Redzuan Bin Muhamed transferred his 1 ordinary share of RM1 in Nexus to the Company, and the Company increased its shares to 6,000 ordinary shares of RM1 each.

On 16 July 2021, the Company's wholly-owned subsidiary, Enviro had incorporated a wholly-owned subsidiary, namely Uzma Solar Sdn. Bhd. ("Uzma Solar") with an issued and paid-up capital of 1 ordinary shares of RM1 each. The shares currently held in trust by Dato' Kamarul Redzuan Bin Muhamed, Director of the Company. The intended principal activity of Uzma Solar is provision of renewable energy services.

On 16 July 2021, the Company's wholly-owned subsidiary, UESB had disposed the entire 120,000 ordinary shares, representing 60% of equity interest in Uzma Integrated Solutions Sdn. Bhd. ("UIS") for a total cash consideration of RM120,000.

On 29 July 2021, the Company had incorporated a wholly-owned subsidiary, namely Uzma Production Enhancement Sdn. Bhd. ("UPE") with an issued and paid-up capital of 1 ordinary share of RM1 each. The intended principal activity of UPE is an artificial and pumping solutions service provider.

On 29 July 2021, the Company had incorporated a wholly-owned subsidiary, namely Uzma Well Services Sdn. Bhd. ("UWS") with an issued and paid-up capital of 1 ordinary share of RM1 each. The intended principal activity of UWS is repair and maintenance petroleum exploration and production wells.

On 7 December 2021, the Company's wholly-owned subsidiary, UESB together with Mulia Sinergi Sdn. Bhd. had incorporated a joint venture company, namely Uzma LNG Sdn. Bhd. ("ULNG") with an issued and paid-up capital of 1,000 ordinary share of RM1 each. UESB holds 700 ordinary shares representing 70% equity interest in ULNG. The intended principal activity of ULNG is liquefied natural gas trading.

On 3 January 2022, the Company's wholly-owned subsidiary, Tenggara Analisis Sdn Bhd ("TASB") had disposed 10% of equity interest equivalent to 10 units of ordinary shares in Uzma Artificial Lift Sdn. Bhd. for a total cash consideration of RM2,000,000 to Perf Maestro (M) Sdn. Bhd.

On 3 March 2022, the Company's subsidiary, UAL had incorporated a subsidiary, namely Uzma Production Enhancement (Thailand) Co., Ltd. ("UPE Thai") with an issued and paid-up capital of 200 ordinary share of 5 Baht each. The intended principal activity of UPE Thai is an artificial lift and pumping solutions service provider.

On 4 March 2022, the Company's wholly-owned subsidiary, UAL had incorporated a wholly-owned subsidiary, namely Uzma Artificial Lift (Thailand) Co., Ltd. ("UAL Thai") with an issued and paid-up capital of 1,000 ordinary share of 100 Baht each. The intended principal activity of UAL Thai is an artificial lift and pumping solutions service provider.

On 24 March 2022, the Company had disposed 18% equity interest equivalent to 106 units of ordinary shares in Rockwash Geodata Limited and concurrently acquired 6% equity interest equivalent to 6 units of ordinary shares in Uzma Laboratory Sdn. Bhd. for the same consideration.

On 18 May 2022, the Company's wholly-owned subsidiary, Tenggara Analisis Sdn Bhd ("TASB") had transferred the entire 75 ordinary shares, representing 75% of equity interest in Uzma Artificial Lift Sdn. Bhd. to Uzma Production Enhancement Sdn. Bhd with total consideration of RM75.

### 13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent assets of the Group during the quarter under review.

The Company has given corporate guarantees to licensed financial institutions for banking facilities utilised by its subsidiaries amounting to approximately RM125.5 million as of 30 June 2022.

### 14. SIGNIFICANT RELATED PARTY TRANSACTIONS

Significant related party transactions which were entered into on agreed terms and prices for the financial year ended 30 June 2022 are set out below. The relationships of the related parties are disclosed in the audited financial statements for the financial year ended 30 June 2021.

	Company RM'000
Related party transaction with subsidiaries:	
- Dividend income	3,817
- Management fee income	17,039
- Interest income	12,581
- Rental expense	(1,792)

### 15. FAIR VALUE MEASUREMENT

The table below shows the carrying amounts and fair value of the other investments, by valuation method. The different levels have been defined as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of other investments is determined by reference to the redemption price at the end of the reporting period.

	Carrying amount RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Fair value RM'000
Financial assets					
- Other investments	4,285	-	-	4,285	4,285



## 16. REVIEW OF PERFORMANCE

	(Unaudited) Current 3 Months Quarter Ended 30.06.2022 RM'000	(Unaudited) Corresponding 3 Months Quarter Ended 30.06.2021 RM'000	Difference	
			RM'000	%
Revenue	116,021	98,797	17,224	17.4
Gross profit	54,566	35,015	19,551	>100.0
PAT attributable to the Owners of the Company	3,886	(2,927)		
Adjust for:				
- Net unrealised loss on foreign exchange	2,449	2,087		
- Impairment loss on receivables	1,388	5,309		
- Amortisation of intangible assets	491	250		
Adjusted PAT attributable to the Owners	<u>8,214</u>	<u>4,719</u>	3,495	74.1

The Group's revenue increased by RM17.2 million or 17.4% for the current quarter under review 30.06.2022 compared to corresponding quarter 30.06.2021. For the current quarter 30.06.2022, New Energy segment – Solar generated revenue of RM7.5 million.

The Group's gross profit margin higher at 47% in current quarter ended 30.06.2022 as compared to corresponding quarter 30.06.2021 at 35.4%. For the current quarter 30.06.2022, the gross profit margin for Upstream O&G Services segment improved to 37% (30.06.2021:12%) which led to increase in Group's gross profit margin.

For the current quarter under review 30.06.2022, the Group recorded PAT attributable to Owners of RM3.8 million and Adjusted PAT attributable to Owners of RM8.2 million, after adjusting for non-cash transactions which mainly comprise net unrealised loss on foreign exchange of RM2.5 million, impairment loss on receivables of RM1.4 million and amortisation of intangible assets of RM0.5 million.

**16. REVIEW OF PERFORMANCE (CONT'D)**

	(Unaudited) Current 12 Months Year To Date 30.06.2022 RM'000	(Audited) Corresponding 12 Months Year To Date 30.06.2021 RM'000	Difference	
			RM'000	%
Revenue	385,080	384,167	913	0.2
Gross profit	165,779	156,148	9,631	6.2
PAT attributable to the Owners of the Company	5,476	13,443		
Adjust for:				
- Net unrealised loss on foreign exchange	2,541	1,547		
- Impairment loss on receivables	1,388	5,309		
- Amortisation of intangible assets	3,916	4,506		
Adjusted PAT attributable to the Owners	13,321	24,805	(11,484)	(46.3)

The Group's revenue increased by RM0.9 million or 0.2% for the financial year ended 30.06.2022 compared to 30.06.2021. For the financial year ended 30.06.2022, New Energy segment – Solar generated revenue of RM27.2 million, whilst partly offset by lower revenue from Other O&G Services segment by RM12.5 million.

The gross profit margin increased to 43.1% for the financial year ended 30.06.2022 compared to 40.6% 30.06.2021 mainly due to gross profit margin for Upstream O&G Services segment improved to 47% (30.06.2021: 36%) which led to increase in Group's gross profit margin.

For the financial year ended 30.06.2022, the Group recorded PAT attributable to Owner of RM5.5 million and Adjusted PAT attributable to Owner of RM13.3 million, after adjusting for non-cash transactions which mainly comprise net unrealised loss on foreign exchange of RM2.5 million, impairment loss on receivables of RM1.4 million and amortisation of intangible assets of RM3.9 million.

**17. MATERIAL CHANGES IN THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER**

	(Unaudited) Current Quarter Ended 30.06.2022 RM'000	(Unaudited) Preceding Quarter Ended 31.03.2022 RM'000	Difference	
			RM'000	%
Revenue	116,021	91,989	24,032	26.1
Gross profit	54,566	31,520	23,046	73.1
PAT after taxation attributable to the Owners of the Company	3,886	1,192	2,694	>100.0
Adjust for:				
- Net unrealised (gain)/loss on foreign exchange	2,449	(1,233)		
- Impairment loss on receivables	1,388	-		
- Amortisation of intangible assets	491	1,142		
Adjusted PAT attributable to the Owners	<u>8,214</u>	<u>1,101</u>	7,113	>100.0

The Group's revenue increased by RM24 million or 26.1% for the current quarter under review 30.06.2022 compared to preceding quarter 31.03.2022. In the current quarter under review, the increased in revenue is mainly from higher revenue generated by Upstream O&G Services showing improvements in activities post pandemic as well as by New Energy segment – Solar generated RM7.5 million revenue (31.03.2022:RM20.2 million).

The gross profit margin increased to 47% for the current quarter ended 30.06.2022 as compared to preceding quarter ended 31.03.2022 at 34.3%. For the current quarter 30.06.2022, the gross profit margin for Upstream O&G Services segment improved to 37% (31.03.2022: 34%) which led to increase in Group's gross profit margin.

For the current quarter under review 30.06.2022, the Group recorded PAT attributable to Owners of RM3.9 million and Adjusted PAT attributable to Owners of RM8.2 million, after adjusting for non-cash transactions which mainly comprise net unrealised loss on foreign exchange of RM2.5 million, impairment loss on receivables of RM1.3 million and amortisation of intangible assets of RM0.5 million.

## **18. PROSPECTS FOR NEXT FINANCIAL YEAR**

### Upstream O&G Services Segment

The oil services sector was hard hit by the Covid 19 pandemic and the resultant disruptions from the Movement Control Order (MCO) lockdowns. However, with the rapid and successful vaccination efforts by the government in the second half of 2021, has led lockdown measures to be gradually eased and has enabled offshore O&G activities to gradually resume.

Despite the pandemic, global oil prices started to trend upwards throughout 2021 with Brent crude averaging USD70 per barrel. Prices took a further spike up as a result of the conflict in Ukraine. Higher oil prices resulted in growing O&G activities both offshore and onshore, and bodes well for our industry.

A recent and major catalyst is the recent announcement by Petronas that it was doubling its 2022 CAPEX plans to USD60 billion to catch up and the return of business activities. This is a major boost to local O&G service companies as oil companies look to increase output to capitalise on current high oil prices. In addition, with the increased upstream activities by the oil companies, our Other O&G Services segment such as oilfield chemical solutions is expected to benefit from higher crude production.

### Non-O&G: New Energy Segment

We accelerated our efforts to pursue opportunities to diversify and balance our business portfolio beyond the O&G sector, venturing into new key growth areas such as New Energy and, Digitalisation & Technology.

Our renewable energy business is steadily growing. In addition to our 50 megawatt (“MW”) Large Scale Solar 4 (“LSS4”) Power Purchase Agreement (“PPA”), our associate company, Suria Infiniti Sdn Bhd had been awarded Engineering, Procurement, Construction, Commissioning (“EPCC”) work for 29.99 MW LSS4 project. On 8 August 2022, the Energy Commission extended the PPA tenure from 21 years to 25 years. We also secured several Net Energy Metering (“NEM”) contracts; both as EPCC and PPA holder.

In December 2021, the Ministry of Energy and Natural Resources of Malaysia (KeTSA) set a target to reach 31% of renewable energy share in the national installed capacity mix by 2025. This target supports Malaysia’s global climate commitment to reduce its economy-wide carbon intensity (against GDP) of 45% in 2030, compared to 2005 level. The Malaysia Renewable Energy Roadmap (MyRER) is commissioned to support further decarbonisation of the electricity sector in Malaysia through the 2035 milestone. Under MyRER, new capacity target was launched and we expect this will augur well with our strategy to aggressively grow in New Energy business.

The Board remain cautiously confident to stay resilient facing challenges during these uncertain times, and we believe that our commitment on the execution of our strategic plans will continue to steer our Group towards a sustainable growth.

## **19. VARIANCE OF REVENUE OR PROFIT ESTIMATE, FORECAST, PROJECTION OR INTERNAL TARGETS**

The Group has not previously disclosed or announced any revenue or profit estimate, forecast, projection or internal targets in any previous announcement or public documents.

## 20. TAXATION

	(Unaudited) Current Quarter Ended 3 months 30.06.2022 RM'000	(Unaudited) Corresponding Quarter Ended 3 months 30.06.2021 RM'000	(Unaudited) Current Year To Date 9 months 30.06.2022 RM'000	(Audited) Corresponding Year To Date 9 months 30.06.2021 RM'000
Current tax	2,032	(2,222)	866	(4,786)
Deferred tax	274	(1,422)	822	(448)
	2,306	(3,644)	1,688	(5,234)
Effective tax rate excluding share of profit of joint ventures and associate (%)	17.0	(74.4)	12.2	(32.4)

The effective tax rate for the current period ended 30 June 2022 is lower than the statutory tax rate of 24%, mainly due to the Group's reversal of overprovision of taxes in previous financial year based on higher estimated revenue.

Domestic income tax is calculated at the Malaysian statutory corporate tax rate of 24% of the estimated assessable profit for the period, whilst taxation for other jurisdiction is calculated at the rates prevailing in the respective jurisdictions.

## 21. ADDITIONAL DISCLOSURE

Other than as presented in the unaudited condensed consolidated statements of comprehensive income and as disclosed the above, there is no other exceptional items for the quarter and financial year under review.

	(Unaudited) Current Quarter Ended 3 Months 30.06.2022 RM'000	(Unaudited) Current Period To Date 12 Months 30.06.2022 RM'000
<u>Profit for the quarter/year is arrived at after crediting/(charging):</u>		
- Amortisation of intangible assets	(491)	(3,916)
- Realised foreign exchange gain	1,370	3,868
- Realised foreign exchange loss	(1,119)	(4,307)
- Interest income	206	695

## 22. STATUS OF CORPORATE PROPOSAL

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

## 23. GROUP BORROWINGS AND DEBT SECURITIES

The details of the Group's borrowings are as follows:

	As at 30 June 2022					
	Short term		Long term		Total	
	Foreign Currency (‘000)	RM (‘000)	Foreign Currency (‘000)	RM (‘000)	Foreign Currency (‘000)	RM (‘000)
<u>Secured</u>						
<u>Domestic Currency (RM)</u>						
Term loans	-	33,304	-	99,597	-	132,901
Lease Liabilities	-	2,034	-	16,467	-	18,501
Medium term notes	-	50,000	-	123,652	-	173,652
Invoice financing	-	44,638	-	-	-	44,638
Revolving credits	-	35,673	-	-	-	35,673
Overdrafts	-	42,626	-	-	-	42,626
<u>Foreign Currency</u>						
Term loan (USD)	2,386	10,516	2,386	10,517	4,772	21,033
Lease liabilities (THB)	2,198	275	130	16	2,328	291
Total		<u>219,066</u>		<u>250,249</u>		<u>469,315</u>

	As at 30 June 2021					
	Short term		Long term		Total	
	Foreign Currency (‘000)	RM (‘000)	Foreign Currency (‘000)	RM (‘000)	Foreign Currency (‘000)	RM (‘000)
<u>Secured</u>						
<u>Domestic Currency (RM)</u>						
Term loans	-	43,804	-	115,070	-	158,874
Lease Liabilities	-	5,687	-	6,806	-	12,493
Medium term notes	-	50,000	-	173,237	-	223,237
Invoice financing	-	8,987	-	-	-	8,987
Revolving credits	-	51,865	-	-	-	51,865
Overdrafts	-	42,810	-	-	-	42,810
<u>Foreign Currency</u>						
Term loan (USD)	2,643	10,617	4,201	16,876	6,844	27,493
Lease liabilities (THB)	2,328	301	-	-	-	301
Total		<u>214,071</u>		<u>311,989</u>		<u>526,060</u>

## 24. DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments for the quarter and year ended 30 June 2022.

## 25. MATERIAL LITIGATION

On 30 October 2019, Uzma Engineering Sdn. Bhd. (“UESB”), a wholly owned subsidiary of the Group, had filed a Writ and Statement of Claim in Kuala Lumpur High Court to commence legal action against Khan Co. Ltd (“Khan”) and Kong Offshore Malaysia Sdn. Bhd. (“Kong”) on 29 October 2019 amounting to approximately RM63.0 million.

Kong entered appearance on 21 November 2019 and filed an application on 29 November 2019 to stay the court proceedings pursuant to Section 10 of the Arbitration Act 2005. UESB filed the Request to Serve the Notice of Writ out of jurisdiction to Khan in Korea and the request is pending processing by the Court. The Court will proceed to hear Kong’s application.

Kong was subsequently wound up on 10 December 2019. Kong’s previous solicitors are seeking consent from the liquidator to continue to act for Kong in this writ action. UESB filed an application at the Sabah High Court to obtain leave to commence or proceed with the court proceedings or arbitration against Kong.

The leave was later granted by the Sabah High Court on 12 January 2021 to UESB to commence or continue action or proceedings against Kong either by way of originating process or counter claim, in court and/or arbitration. On 10 February 2021, UESB withdrew the suit action with liberty to file afresh.

On 16 March 2021, UESB has filed a fresh Writ and Statement of Claim against Khan and Kong in Kuala Lumpur High Court.

The Writ and Statement of Claim was served on Kong through their solicitors on 29 March 2021. Kong has filed an application dated 12 April 2021 for a stay of proceedings pursuant to Section 10 of the Arbitration Act 2005. With regards to Khan, UESB has obtained court order to extend the validity of the Writ and Statement of Claim until 15 September 2022 to enable service out of jurisdiction. UESB is in the process preparing for service of out jurisdiction of the Writ and Statement of Claim on Khan.

On 6 April 2022, Embassy of Malaysia in South Korea handed over the Writ and Statement of Claim to the South Korean Ministry of Foreign Affairs. This is now pending service on Khan.

On 1 March 2022, Khan filed a Notice of Arbitration in the Singapore International Arbitration Centre (SIAC). Following this, UESB filed an injunction application in the Kuala Lumpur High Court to restrain Khan from commencing and/ or continuing with any arbitration proceedings against UESB. The Kuala Lumpur High Court granted UESB ex-parte injunction order on 8 April 2022. The SIAC issued a notice of commencement of the arbitration proceedings on 12 April 2022.

On 20 April 2022, the Kuala Lumpur High Court has granted UESB an Ad-Interim Injunction Order to restrain Khan from commencing and/ or continuing with any arbitration proceedings against UESB until inter-partes hearing on 3 June 2022 and/or further order from the Court. An order to serve the ex-parte injunction out of jurisdiction was also granted. UESB is in the process preparing for service of out jurisdiction of the injunction order on Khan.

On 1 June 2022, Khan, through its solicitors, M/s Firoz Julian filed its Memorandum of Appearance in High Court. Following this, Khan filed an application for a stay of proceedings pursuant to Section 10 of the Arbitration Act 2005.

The hearing of UESB’s injunction application will be on 2 September 2022. With regards to Khan’s and Kong’s applications for stay of proceedings, the High Court has fixed 28 October 2022 for hearing.

26. EARNINGS PER SHARE (“EPS”)

	(Unaudited) Current Quarter Ended 3 Months 30.06.2022	(Unaudited) Corresponding Quarter Ended 3 Months 30.06.2021	(Unaudited) Current Year To Date 6 Months 30.06.2022	(Unaudited) Corresponding Year To Date 6 Months 30.06.2021
(a) Basic EPS				
Net profit attributable to owners of the Company (RM'000)	3,886	(2,927)	5,476	13,443
Weighted average number of ordinary shares in issue	352,031	320,029	352,031	320,029
Basic EPS (sen)	1.10	(0.91)	1.56	4.20

(a) Basic EPS

The basic EPS is calculated based on the Group's Profit Attributable to Owners of the Company divided by the weighted average number of ordinary shares in issue during the financial period ended 30 June 2022.

(b) Fully diluted EPS

Fully diluted EPS were not computed as there were no outstanding potential ordinary shares to be issued as at the end of the financial period ended 30 June 2022.

BY ORDER OF THE BOARD

Dato' Kamarul Redzuan Bin Muhamed  
Group Chief Executive Officer