

PART A: ADDITIONAL INFORMATION REQUIRED UNDER PART B OF APPENDIX 6A OF THE LEAP MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of performance

As the Group currently operates wholly within Malaysia and only in the building facade industry, no segmental information is provided. The Group's operations are not significantly affected by any seasonal or cyclical factors.

i) Revenue

The Group recorded a revenue of RM14.8 million for the current financial year ended ("FYE") 30 June 2024, as compared to RM30.4 million in the previous financial period, representing a decrease of RM15.6 million or 51.3% mainly due to the completion of all previously undertaken projects.

ii) Gross profit ("**GP**")

The Group recorded a GP of approximately RM8.7 million for the FYE 30 June 2024 as compared to RM0.3 million in the previous financial period, representing an increase of RM8.3 million or 2312.4%. The increase in GP was primarily due to the positive contributions from a newly acquired project, along with various cost control measures implemented by the Group, such as a stricter input cost forecasting and controlling method, resulting in a comparatively lower cost of sales.

iii) Loss before taxation ("**LBT**") / Profit before taxation ("**PBT**")

The Group recorded a PBT of approximately RM4.5 million for the FYE 30 June 2024 as compared to the LBT of RM19.1 million in the previous financial period, representing an increase of PBT of RM23.7 million or 123.7%. The increase in Profit Before Tax (PBT) was primarily driven by positive contributions from a newly acquired project, as well as the Group's strategic debt recovery efforts and internal restructuring. These implementations led to a significantly lower net loss on impairment and administrative expenses.

2. Prospects

The Group has a series of future plans and strategies in place to further expand the Group's business which are focused in the following areas:

- i) expansion of presence in local building facade industry in Malaysia;
- ii) expansion of factory facilities for higher fabrication capacity; and
- iii) expansion into upstream and downstream business.

A 80% owned subsidiary of the Group had on 4 February 2022 entered into a Memorandum of Collaboration with Sun Solutino Pte Ltd and on 3 June 2022 entered into a Memorandum of Collaboration with Astrom Training Solutions Inc. in relation to the development of certain parts of MVV 2.0. On 23 September 2022, the subsidiary also entered into a conditional sale and purchase agreement with NS Corporation for the proposed acquisition of land for the development of MVV 2.0, which was then terminated on 31 October 2022. For information purposes, there is no material update regarding the development. The Group will continue to liaise with NS Corporation on the land for the Proposed Joint Venture.

A wholly-owned subsidiary of the Group had on 2 April 2024 being awarded with a RM17.05 million construction project which is to be completed in the next financial period. More substantial earnings can be anticipated in the next financial period as the project progresses.

In addition to the above, the Company is also actively tendering and negotiating for a number of construction and development projects, with 2 negotiations anticipated to be finalized in the next financial period.

PART B: OTHER INFORMATION

1. Status of corporate proposals

Save as disclosed below, there were no other corporate proposals announced but pending completion as at the date of this report.

On 14 January 2022, the Group had announced a proposal of undertaking a placement of up to 73,140,000 Placement Shares, representing 10% of the Company's total number of issued Shares. For information purposes, none of the Placement Shares has been placed out as to date. The Company will make the necessary announcement on any new fundraising exercise as and when required.

On 2 April 2024, the Group had announced that a wholly-owned subsidiary of the group had on 2 April 2024 being awarded with a RM17.05 million construction contract as nominated sub-contractor. Barring any unforeseen circumstances, the contract is expected to contribute positively towards the future earnings of the Group for the duration of the contract and will not have any effect on the share capital and substantial shareholders' shareholdings of the Group. The Group intends to fund the contract via internally generated funds and external borrowings. None of the Directors or substantial shareholders of the Group or persons connected to them has any interest, direct or indirect, in the contract.

2. Dividends

The Board does not recommend any interim dividend for the current financial period ended 30 June 2024.

Dated 28 October 2024