

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2021**

| | Individual Quarter | | Cumulative Quarter | |
|---|---|--|---|---|
| | Current year quarter 30 June 2021 RM'000 | Preceding year corresponding quarter 30 June 2020 RM'000 | Unaudited current year 30 June 2021 RM'000 | Audited preceding year 30 June 2020 RM'000 |
| Revenue | 231,928 | 200,651 | 889,363 | 797,683 |
| Operating expenses | (195,838) | (170,472) | (767,148) | (699,513) |
| Other operating income | 1,636 | 4,047 | 3,264 | 4,526 |
| Other gains/(losses) | 1,622 | 1,549 | (5,177) | 636 |
| Operating profit | 39,348 | 35,775 | 120,302 | 103,332 |
| Share of (loss)/profit of equity-accounted associate | (273) | (52) | 249 | 176 |
| Profit before interest and tax | 39,075 | 35,723 | 120,551 | 103,508 |
| Finance income | 13,750 | 11,320 | 48,830 | 44,304 |
| Finance costs | (12,714) | (20,594) | (55,601) | (63,626) |
| Profit before tax | 40,111 | 26,449 | 113,780 | 84,186 |
| Tax income/(expense) | 1,513 | (8,868) | (10,953) | (19,670) |
| Profit for the period/year | 41,624 | 17,581 | 102,827 | 64,516 |
| Other comprehensive income/(expenses): | | | | |
| Items that will be reclassified subsequently to profit or loss | | | | |
| - Exchange translation differences | 1,388 | (4,483) | (11,256) | 14,120 |
| - Fair value gain/(loss) on cash flow hedge | 205 | (1,691) | 12,630 | (32,476) |
| Total comprehensive income for the period/year | 43,217 | 11,407 | 104,201 | 46,160 |
| Profit for the period/year attributable to: | | | | |
| Owners of the Company | 28,919 | 12,165 | 66,378 | 51,451 |
| Non-controlling interests | 12,705 | 5,416 | 36,449 | 13,065 |
| | 41,624 | 17,581 | 102,827 | 64,516 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | 30,291 | 7,865 | 68,789 | 35,006 |
| Non-controlling interests | 12,926 | 3,542 | 35,412 | 11,154 |
| | 43,217 | 11,407 | 104,201 | 46,160 |
| EBITDA | 43,816 | 43,711 | 138,292 | 122,170 |
| Earnings per share | | | | |
| - Basic (Sen) | 3.80 | 1.59 | 8.72 | 6.73 |

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2020.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
30 JUNE 2021**

| | Note | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|---|------------|---|---|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 200,741 | 144,941 |
| Intangible assets | | 93,034 | 83,923 |
| Investment in an associated company | | 886 | 637 |
| Contract assets | A13 | 956,577 | 1,054,644 |
| Total non-current assets | | 1,251,238 | 1,284,145 |
| Current assets | | | |
| Contract assets | A13 | 931,546 | 775,449 |
| Inventories | | 22,854 | 35,678 |
| Trade receivables | A14 | 236,221 | 170,528 |
| Other receivables, deposits and prepayments | | 80,215 | 73,249 |
| Amount due from associate | | 99 | - |
| Tax recoverable | | 11,012 | 15,148 |
| Fixed deposits with licensed institutions | | 26,417 | 7,881 |
| Cash and bank balances | | 175,310 | 90,503 |
| Total current assets | | 1,483,674 | 1,168,436 |
| Total assets | | 2,734,912 | 2,452,581 |

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
30 JUNE 2021 (CONT'D)**

| | Note | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|---|------------|---|---|
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Share capital | | 212,672 | 212,672 |
| Treasury shares | | (2,345) | (918) |
| Reserves | | (47,817) | (50,228) |
| Retained earnings | | 419,462 | 354,154 |
| | | 581,972 | 515,680 |
| Perpetual SUKUK | | 48,550 | - |
| Non-controlling interests | | 131,358 | 90,451 |
| Total equity | | 761,880 | 606,131 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Derivative financial liabilities | | 27,805 | 42,386 |
| Lease liabilities | A16 | 8,990 | 4,345 |
| Loans and borrowings | A16 | 765,975 | 689,586 |
| Deferred tax liabilities | | 3,563 | 2,274 |
| Trade payables | | 24,536 | 25,308 |
| Total non-current liabilities | | 830,869 | 763,899 |
| Current liabilities | | | |
| Contract liabilities | A13 | - | 6,752 |
| Trade payables | | 534,370 | 524,239 |
| Other payables and accruals | | 108,184 | 21,732 |
| Amount due to associate | | - | 246 |
| Lease liabilities | A16 | 3,567 | 3,059 |
| Loans and borrowings | A16 | 483,748 | 510,850 |
| Tax payable | | 12,294 | 15,673 |
| Total current liabilities | | 1,142,163 | 1,082,551 |
| Total liabilities | | 1,973,032 | 1,846,450 |
| Total equity and liabilities | | 2,734,912 | 2,452,581 |
| Net assets per share (Sen) | | 100.03 | 79.34 |
| Net assets per share attributable to Owners of the Company (Sen) | | 76.41 | 67.50 |

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2020.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2021

| | Attributable to owners of the Company | | | | | | | Total RM'000 | Perpetual SUKUK RM'000 | Non- controlling interests RM'000 | Total equity RM'000 |
|--|---------------------------------------|------------------------------|---------------------------------|--|------------------------------|-----------------------------|--------------------------------|-----------------|------------------------------|--|---------------------------|
| | Non-distributable | | | | Distributable | | | | | | |
| | Share capital RM'000 | Treasury shares RM'000 | Fair value reserve RM'000 | Exchange translation reserve RM'000 | Capital reserve RM'000 | Merger reserve RM'000 | Retained earnings RM'000 | | | | |
| At 1 July 2020 | 212,672 | (918) | (33,825) | 8,200 | 8,534 | (33,137) | 354,154 | 515,680 | - | 90,451 | 606,131 |
| Profit for the financial year | - | - | - | - | - | - | 66,378 | 66,378 | - | 36,449 | 102,827 |
| Other comprehensive income/ (expenses) for the financial year | - | - | 9,792 | (7,381) | - | - | - | 2,411 | - | (1,037) | 1,374 |
| Total comprehensive income/ (loss) for the financial year | - | - | 9,792 | (7,381) | - | - | 66,378 | 68,789 | - | 35,412 | 104,201 |
| Transaction with owners: | | | | | | | | | | | |
| Treasury shares acquired | - | (1,427) | - | - | - | - | - | (1,427) | - | - | (1,427) |
| Dividend paid | - | - | - | - | - | - | (7,612) | (7,612) | - | - | (7,612) |
| Distribution to Perpetual sukuk-holders | - | - | - | - | - | - | (1,368) | (1,368) | - | - | (1,368) |
| Issuance of Perpetual SUKUK | - | - | - | - | - | - | - | - | 48,550 | - | 48,550 |
| Acquisition of a subsidiary | - | - | - | - | - | - | - | - | - | 1,205 | 1,205 |
| Gain arising from dilution of equity interest in a subsidiary | - | - | - | - | - | - | 7,910 | 7,910 | - | 4,290 | 12,200 |
| At 30 June 2021 | 212,672 | (2,345) | (24,033) | 819 | 8,534 | (33,137) | 419,462 | 581,972 | 48,550 | 131,358 | 761,880 |

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2021
(CONT'D)**

| | Attributable to owners of the Company | | | | | | | Total RM'000 | Non- controlling interests RM'000 | Total equity RM'000 |
|--|---------------------------------------|------------------------------|---------------------------------|--|------------------------------|-----------------------------|--------------------------------|-----------------|--|---------------------------|
| | Non-distributable | | | | Distributable | | | | | |
| | Share capital RM'000 | Treasury shares RM'000 | Fair value reserve RM'000 | Exchange translation reserve RM'000 | Capital reserve RM'000 | Merger reserve RM'000 | Retained earnings RM'000 | | | |
| At 1 July 2019 | 212,672 | - | (7,528) | (1,652) | 8,534 | (33,137) | 302,703 | 481,592 | 79,297 | 560,889 |
| Profit for the financial year | - | - | - | - | - | - | 51,451 | 51,451 | 13,065 | 64,516 |
| Other comprehensive income/ (expenses) for the financial year | - | - | (26,297) | 9,852 | - | - | - | (16,445) | (1,911) | (18,356) |
| Total comprehensive income/ (loss) for the financial year | - | - | (26,297) | 9,852 | - | - | 51,451 | 35,006 | 11,154 | 46,160 |
| Transactions with owners: | | | | | | | | | | |
| Treasury shares acquired | - | (918) | - | - | - | - | - | (918) | - | (918) |
| At 30 June 2020 | 212,672 | (918) | (33,825) | 8,200 | 8,534 | (33,137) | 354,154 | 515,680 | 90,451 | 606,131 |

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2020.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

| | 12-months ended | |
|---|-------------------------------------|-----------------------------------|
| | Unaudited 30 June 2021 RM'000 | Audited 30 June 2020 RM'000 |
| OPERATING ACTIVITIES | | |
| Profit before tax | 113,780 | 84,186 |
| Adjustments for: | | |
| Amortisation of intangible assets | 5,888 | 6,094 |
| Amortisation of unwinding discount of financial liability | 5,912 | 4,227 |
| Depreciation of property, plant and equipment | 11,853 | 12,568 |
| Fair value loss on derivative financial instruments | 993 | 7,505 |
| Unwinding discount of financial liabilities | - | (3,203) |
| Gain on disposal of property, plant and equipment | (224) | (21) |
| Interest expense | 49,689 | 59,399 |
| Interest income | (341) | (396) |
| Finance income arising from concession assets | (44,170) | (43,908) |
| Finance income arising from contract assets | (4,319) | - |
| Property, plant and equipment written off | - | 1 |
| Share of profit of equity-accounted associate | (249) | (176) |
| Unrealised loss/(gain) on foreign exchange | 6,871 | (7,756) |
| Operating profit before working capital changes | 145,683 | 118,520 |
| Changes in working capital: | | |
| Inventories | 12,825 | (21,158) |
| Receivables | (57,509) | 3,256 |
| Payables | 77,662 | 95,637 |
| Contract customers | (61,276) | (272,622) |
| Associate | (345) | 246 |
| Cash generated from/(used in) operations | 117,040 | (76,121) |
| Interest received | 341 | 396 |
| Interest paid | (49,689) | (63,626) |
| Tax refunded | 6,620 | 3,728 |
| Tax paid | (30,674) | (15,406) |
| Net cash from/(used in) operating activities | 43,638 | (151,029) |
| INVESTING ACTIVITIES | | |
| Proceeds from utilisation of derivative financial instruments | 3,765 | 1,254 |
| Purchase of property, plant and equipment | (62,022) | (62,168) |
| Acquisition of intangible assets | (17,348) | - |
| Proceeds from disposal of property, plant and equipment | 224 | 62 |
| Proceeds from additional shares issuance in a subsidiary | 13,404 | - |
| Net cash used in investing activities | (61,977) | (60,852) |

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021 (CONT'D)

| | 12-months ended | |
|--|-------------------------------------|-----------------------------------|
| | Unaudited 30 June 2021 RM'000 | Audited 30 June 2020 RM'000 |
| FINANCING ACTIVITIES | | |
| Dividend paid | (7,612) | - |
| Distribution to Perpetual sukuk-holders | (1,368) | - |
| Proceeds from issuance of Perpetual SUKUK | 48,550 | - |
| Treasury shares acquired | (1,427) | (918) |
| Placement of fixed deposits with licensed institutions | (6,508) | (4,906) |
| Drawdown from borrowings | 684,542 | 405,091 |
| Repayment of borrowings | (599,175) | (288,645) |
| Net cash from financing activities | 117,002 | 110,622 |
| CASH AND CASH EQUIVALENTS | | |
| Net changes | 98,663 | (101,259) |
| Cash and cash equivalents at beginning of the year | 46,176 | 144,875 |
| Effect of foreign exchange translation | 14,901 | 2,560 |
| Cash and cash equivalents at end of the year | 159,740 | 46,176 |
| Represented by: | | |
| Cash and bank balances | 175,310 | 90,503 |
| Fixed deposits with licensed financial institutions | 26,417 | 7,881 |
| Bank overdrafts | (27,629) | (44,357) |
| | 174,098 | 54,027 |
| Less: Bank balance pledged to financial institutions | (14,358) | (7,851) |
| | 159,740 | 46,176 |

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2020.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation

The condensed financial report is unaudited and has been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The condensed financial report should be read in conjunction with the audited financial statements presented in Annual Report for the financial year ended 30 June 2020.

The explanatory notes attached to the condensed financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company, its subsidiaries and associates since the financial year ended 30 June 2020.

The accounting policies and methods of computation adopted by the Group in this condensed financial report are consistent with those adopted in the most recent annual financial report for the year ended 30 June 2020.

Standards issued but not yet effective

The Group has not applied the following MFRSs and amendments to MFRSs that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the Company, its subsidiaries and associates:

Effective for financial periods beginning on or after 1 January 2021:

Amendments to MFRS 9, 139, 7, 4 and 16 Interest Rate Benchmark Reform - Phase 2

Effective for financial periods beginning on or after 1 April 2021:

Amendments to MFRS 16 Covid-19 - Related Rent Concessions

Effective for financial periods beginning on or after 1 January 2022:

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 (MFRS 1, 9, 16 and 141)

Effective for financial periods beginning on or after 1 January 2023:

Amendments to MFRS 4 Extension of the Temporary Exemption from Applying
MFRS 9

MFRS 17 and amendments to MFRS 17# Insurance Contracts

Amendments to MFRS 101 Classification of Liabilities as Current or Non-current

Amendments to MFRS 101 Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and
Errors - Definition of Accounting Estimates

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation (Cont'd)

Effective for financial periods beginning on or after 1 June 2023:

| | |
|------------------------|---|
| Amendments to MFRS 112 | Income Taxes - Deferred tax related to Assets and Liabilities arising from a Single Transaction |
|------------------------|---|

Effective date deferred indefinitely:

| | |
|------------------------------------|---|
| Amendments to MFRS 10 and MFRS 128 | Consolidated Financial Statements and Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture |
|------------------------------------|---|

Not applicable to the Group’s operations

The initial application of the above standards, amendments and interpretation are not expected to have any financial impacts to the financial statements.

A2. Seasonal or cyclical factors

The Group’s operations are not subject to seasonal or cyclical factors.

A3. Items of unusual nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter ended 30 June 2021.

A4. Material changes in estimates

There were no changes in estimates of amounts reported in previous financial year that have had a material effect for the current financial quarter ended 30 June 2021.

A5. Changes in debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities during the current financial quarter ended 30 June 2021.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A6. Dividends paid

There were no dividends paid during the current financial quarter ended 30 June 2021.

A7. Changes in composition of the Group

There were no changes in the composition of the Group for the current financial quarter ended 30 June 2021.

A8. Valuation of property, plant and equipment

There were no valuation of property, plant and equipment for the current financial quarter ended 30 June 2021.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A9. Segmental information

The Group is organised into business units based on their products and services, which comprises the following:

| | ← Results for the quarter ended 30 June 2021 → | | | | → |
|--|--|-------------------|-------------------|-----------------------|----------|
| | Investment RM'000 | Project RM'000 | Product RM'000 | Elimination RM'000 | |
| Revenue | | | | | |
| External customers | - | 231,191 | 737 | - | 231,928 |
| Inter-segment | 1,436 | 145,887 | 9,527 | (156,850) | - |
| Total revenue | 1,436 | 377,078 | 10,264 | (156,850) | 231,928 |
| Finance income | - | 13,732 | 18 | - | 13,750 |
| Finance costs | (3,729) | (8,693) | (292) | - | (12,714) |
| Net finance (expenses)/income | (3,729) | 5,039 | (274) | - | 1,036 |
| Segment profit/(loss) before tax | (2,203) | 51,538 | (1,200) | (8,024) | 40,111 |
| Segment profit/(loss) after tax | (2,287) | 53,135 | (1,200) | (8,024) | 41,624 |
| | | | | | |
| | ← Results for the quarter ended 30 June 2020 → | | | | → |
| | Investment RM'000 | Project RM'000 | Product RM'000 | Elimination RM'000 | |
| Revenue | | | | | |
| External customers | - | 196,474 | 4,177 | - | 200,651 |
| Inter-segment | 274 | 43,604 | 4,784 | (48,662) | - |
| Total revenue | 274 | 240,078 | 8,961 | (48,662) | 200,651 |
| Finance income | - | 11,320 | - | - | 11,320 |
| Finance costs | (402) | (19,892) | (300) | - | (20,594) |
| Net finance expenses | (402) | (8,572) | (300) | - | (9,274) |
| Segment profit/(loss) before tax | (4,747) | 38,788 | (6,704) | (888) | 26,449 |
| Segment profit/(loss) after tax | (4,747) | 29,715 | (6,499) | (888) | 17,581 |

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A9. Segmental information (Cont'd)

The Group is organised into business units based on their products and services, which comprises the following (Cont'd):

| | ← Results for the year ended 30 June 2021 → | | | | |
|--|---|-------------------|-------------------|-----------------------|-----------------|
| | Investment RM'000 | Project RM'000 | Product RM'000 | Elimination RM'000 | Total RM'000 |
| Revenue | | | | | |
| External customers | - | 879,224 | 10,139 | - | 889,363 |
| Inter-segment | 4,962 | 364,484 | 61,503 | (430,949) | - |
| Total revenue | 4,962 | 1,243,708 | 71,642 | (430,949) | 889,363 |
| Finance income | - | 48,779 | 51 | - | 48,830 |
| Finance costs | (8,005) | (46,435) | (1,161) | - | (55,601) |
| Net finance (expenses)/income | (8,005) | 2,344 | (1,110) | - | (6,771) |
| Segment profit/(loss) before tax | (6,374) | 128,954 | (3,436) | (5,364) | 113,780 |
| Segment profit/(loss) after tax | (6,493) | 118,120 | (3,436) | (5,364) | 102,827 |
| | | | | | |
| | ← Results for the year ended 30 June 2020 → | | | | |
| | Investment RM'000 | Project RM'000 | Product RM'000 | Elimination RM'000 | Total RM'000 |
| Revenue | | | | | |
| External customers | - | 785,743 | 11,940 | - | 797,683 |
| Inter-segment | 10,120 | 271,653 | 24,888 | (306,661) | - |
| Total revenue | 10,120 | 1,057,396 | 36,828 | (306,661) | 797,683 |
| Finance income | 239 | 44,065 | - | - | 44,304 |
| Finance costs | (12,920) | (50,188) | (518) | - | (63,626) |
| Net finance expenses | (12,681) | (6,123) | (518) | - | (19,322) |
| Segment profit/(loss) before tax | 3,925 | 105,021 | (8,233) | (16,527) | 84,186 |
| Segment profit/(loss) after tax | 3,923 | 85,148 | (8,028) | (16,527) | 64,516 |

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A10. Tax income/(expense)

| | Current year quarter 30 June 2021 RM'000 | Preceding year corresponding quarter 30 June 2020 RM'000 | Unaudited current year 30 June 2021 RM'000 | Audited preceding year 30 June 2020 RM'000 |
|----------------------|---|---|---|---|
| Tax income/(expense) | 1,513 | (8,868) | (10,953) | (19,670) |

Tax is calculated at Malaysian statutory tax rate of 24% (2020: 24%) of the estimated assessable profit for the financial year. Taxation for other jurisdiction is calculated at the rates prevailing in the respective jurisdictions.

The Group's effective tax rate is lower than the statutory tax rate in current financial year mainly due to the tax exemption obtained by certain overseas subsidiaries.

A11. Earnings per share

A11.1. Basic earnings per share

The calculation of basic earnings per share for the financial period/year is based on the net profit attributable to owners of the Company and divided by the weighted average number of ordinary shares outstanding during the financial period/year.

| | Current year quarter 30 June 2021 | Preceding year corresponding quarter 30 June 2020 | Unaudited current year 30 June 2021 | Audited preceding year 30 June 2020 |
|---|--|--|--|--|
| Profit attributable to owners of the Company (RM'000) | 28,919 | 12,165 | 66,378 | 51,451 |
| Weighted average number of ordinary shares outstanding ('000) | 761,625 | 763,979 | 761,625 | 763,979 |
| Basic earnings per share (Sen) | 3.80 | 1.59 | 8.72 | 6.73 |

A11.2. Diluted earnings per share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue as at the end of the financial year under review.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A12. Property, plant and equipment

During the current financial year, the Group acquired property, plant and equipment amounting to RM69 million, of which RM68 million was pertaining to the construction of 20MW solar power plant which is still in progress.

During the current financial quarter ended 30 June 2021, the addition in property, plant and equipment was recorded at RM27 million, of which RM26 million was pertaining to the construction of 20MW solar power plant which is still in progress.

A13. Contract assets

Contract assets

Contract assets from a customer on concession arrangement
Contract assets from customers on construction contracts

Presented by:

Non-current
Current

Contract liabilities

Contract liabilities from customers on construction contracts

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|--|--|--|
| | 532,455 | 545,826 |
| | 1,355,668 | 1,284,267 |
| | 1,888,123 | 1,830,093 |
| | 956,577 | 1,054,644 |
| | 931,546 | 775,449 |
| | 1,888,123 | 1,830,093 |
| | - | 6,752 |

A14. Trade receivables

The trade receivables of the Group were as follows:

Trade receivables
Retention sums on contracts

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|--|--|--|
| | 99,662 | 69,716 |
| | 136,559 | 100,812 |
| | 236,221 | 170,528 |

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A15. Cash and bank balances

For the purpose of the Consolidated Statement of Cash Flows, cash and cash equivalents comprising the following:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|--|---|---|
| Cash and bank balances | 175,310 | 90,503 |
| Short-term deposits with licensed institutions | 26,417 | 7,881 |
| Bank overdrafts | (27,629) | (44,357) |
| | 174,098 | 54,027 |

A16. Borrowings and debts securities

Total borrowings of the Group were as follows:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|--------------------------------|---|---|
| Non-current liabilities | | |
| Secured: | | |
| Lease liabilities | 8,990 | 4,345 |
| Term loans | 765,975 | 689,586 |
| | 774,965 | 693,931 |
| Current liabilities | | |
| Secured: | | |
| Lease liabilities | 3,567 | 3,059 |
| Term loans | 90,014 | 63,696 |
| Bank overdrafts | 27,629 | 44,357 |
| Banker acceptances | 39,873 | 30,101 |
| Trust receipts | 146,022 | 193,545 |
| Revolving credit | 180,210 | 179,151 |
| | 487,315 | 513,909 |
| | 1,262,280 | 1,207,840 |

The currencies exposure profile of borrowings of the Group was as follows:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|----------------------|---|---|
| Ringgit Malaysia | 400,324 | 436,439 |
| United States Dollar | 858,075 | 769,213 |
| Euro | 3,881 | 2,188 |
| | 1,262,280 | 1,207,840 |

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**A17. Material event subsequent to the end of financial year reported**

There were no material event subsequent to the end of the financial year reported.

A18. Financial guarantees

Corporate guarantees extended by the Company to financial institutions for credit facilities granted to subsidiaries as at the end of the financial year were as follows:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|-------------------------------------|--|--|
| Secured outstanding as at: | | |
| Lease liabilities of the Group | 12,557 | 7,404 |
| Loan and borrowings of subsidiaries | 1,249,723 | 1,200,436 |

The corporate guarantees do not have a determinable effect on the terms of the credit facilities due to banks, financial institutions and suppliers requiring parent guarantees as a pre-condition for approving the credit facilities granted to the subsidiaries. The actual terms of the credit facilities are likely to be the best indicator of “at market” terms and hence the fair value of the credit facilities is equal to the credit facilities amount received by the subsidiaries. As such, there is no value on corporate guarantee to be recognised in the financial statements.

A19. Capital commitments

The outstanding capital commitments at the end of the financial year were as follows:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|----------------------------------|--|--|
| Approved and contracted for: | | |
| Acquisition of a motor vehicle | 2,406 | - |
| Acquisition of a subsidiary | - | 15,417 |
| Approved and not contracted for: | | |
| Acquisition of a land | 6,808 | - |

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A20. Significant related party transactions

The Group had the following transactions during the financial year under review with related parties in which certain directors and key senior management of the Company have substantial financial interest:

| | Unaudited as at 30 June 2021 RM'000 | Audited as at 30 June 2020 RM'000 |
|--|--|--|
| Related parties by virtue of common directors and key senior management: | | |
| Purchased of material and services rendered | 739 | 16,687 |

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)****B1. Review of performance****(a) Performance of the current quarter against the same quarter in the preceding year**

| | Current year quarter 30 June 2021 RM'000 | Preceding year corresponding quarter 30 June 2020 RM'000 | Changes | |
|---------------------------|---|---|----------------|----------|
| | | | RM'000 | % |
| Revenue | 231,928 | 200,651 | 31,277 | 16% |
| Profit before tax ("PBT") | 40,111 | 26,449 | 13,662 | 52% |
| Profit after tax ("PAT") | 41,624 | 17,581 | 24,043 | 137% |

The Group registered a revenue of RM231.9 million for current quarter under review, representing an increase of RM31.3 million or 16% as compared to RM200.6 million for the preceding year corresponding quarter. The Group revenue reflects the stage of projects progress during the quarter under review.

The Group recorded profit before tax of RM40.1 million, representing an increase of RM13.6 million or 52% as compared to RM26.5 million for the preceding year corresponding quarter. The PBT margin for the quarter under review was 17% which is higher as compared to the PBT margin for the preceding year corresponding quarter of 13% contributed by the concession contract under construction in the financial year which has given us a higher profit margin.

The Group recorded profit after tax of RM41.6 million, representing an increase of RM24.0 million or 137% as compared to RM17.6 million for the preceding year corresponding quarter. The PAT margin for the quarter under review was 18% as compared to the PAT margin for the preceding year corresponding quarter of 9% contributed by the concession contract under construction in the financial year which has given us a higher profit margin.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)****B1. Review of performance (Cont'd)****(b) Performance of the current quarter against the immediate preceding quarter**

| | Current year quarter 30 June 2021 RM'000 | Immediate preceding quarter 31 March 2021 RM'000 | Changes | |
|---------------------------|---|---|----------------|----------|
| | | | RM'000 | % |
| Revenue | 231,928 | 230,030 | 1,898 | 1% |
| Profit before tax ("PBT") | 40,111 | 22,721 | 17,390 | 77% |
| Profit after tax ("PAT") | 41,624 | 19,530 | 22,094 | 113% |

The Group recorded revenue of RM231.9 million for current quarter under review as compared to RM230.0 million for the immediate preceding quarter, representing an increase of RM1.9 million or 1%.

Profit before tax for the current quarter under review was recorded at RM40.1 million, representing an increase of RM17.4 million or 77% as compared to RM22.7 million for the immediate preceding quarter. The PBT margin for the quarter under review was 17% which is higher than the PBT margin for immediate preceding quarter of 10% due to different stages of completion of various projects in current quarter as compared to immediate preceding quarter.

The Group recorded profit after tax of RM41.6 million, representing an increase of RM22.1 million or 113% as compared to RM19.5 million for the immediate preceding quarter. The PAT margin for the quarter under review and immediate preceding quarter were 18% and 8% respectively due to different stages of completion of various projects in current quarter as compared to immediate preceding quarter.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B2. Profit before tax

Included in the profit before tax are the following items:

| | Current year quarter 30 June 2021 RM'000 | Preceding year corresponding quarter 30 June 2020 RM'000 | Unaudited current year 30 June 2021 RM'000 | Audited preceding year 30 June 2020 RM'000 |
|--|---|---|---|---|
| Amortisation of intangible assets | 1,784 | 2,304 | 5,888 | 6,094 |
| Amortisation of unwinding discount of financial liability | 1,428 | 1,087 | 5,912 | 4,227 |
| Depreciation of property, plant and equipment | 2,957 | 5,684 | 11,853 | 12,568 |
| Fair value loss on derivative financial instruments | 47 | 994 | 993 | 7,505 |
| Gain on disposal of property, plant and equipment | (224) | - | (224) | (21) |
| Property, plant and equipment written off | - | 1 | - | 1 |
| Interest expense | 11,286 | 19,507 | 49,689 | 59,399 |
| Interest income | (82) | (50) | (341) | (396) |
| Finance income arising from concession assets | (10,672) | (11,270) | (44,170) | (43,908) |
| Finance income arising from contract assets | (2,996) | - | (4,319) | - |
| Unrealised loss/(gain) on foreign exchange | 2,895 | (1,315) | 6,871 | (7,756) |

B3. Prospects

PESTECH Group sealed the 2021 financial year with an improvement in reported results vis-à-vis preceding year corresponding quarter and also cumulative quarters. The management is very appreciative towards the dedication of the PESTION family, along with our supportive customers and suppliers during this period of challenging times amidst the global pandemic phenomenon.

Looking forward, we are excited to continue the works towards completion of our maiden 20MW large-scale-solar (“LSS”) plant in Bavet City, Svay Rieng Province, Cambodia. We are proud to highlight the uniqueness of this LSS plant, which will be equipped with active harmonic filters to help improve power supply quality and reduce distortion of the voltage waveform that may cause serious harm to the power grid.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B3. Prospects (Continued)

It is the commitment of the management to ensure the successful commissioning of the LSS, and present a showcase photovoltaic generation infrastructure that is not only sustainable, but also grid friendly. This will set as a guidance standard for all the future solar plants to be undertaken by PESTECH Group.

Also in Cambodia, PESTECH Sdn Bhd and Furukawa Electric Co., Ltd. (“Consortium”) had on 17 August 2021, received the Letter of Award for the Phnom Penh City Transmission and Distribution System Expansion Project Phase 2 (I) – Package 3, Procurement of Underground Transmission and Distribution Line Works. This is the first 230kV underground cable work project undertaken by Electricité du Cambodge in Cambodia, as well as PESTECH’s successful venture to export extra high voltage underground cable design and laying capability overseas.

Back in the home soil, PESTECH Technology Sdn Bhd is putting finishing touch to the Mass Rail Transit (“MRT”) 2, Phase 1 section of the project. Upon completion, PESTECH will have the required reference for metro rail electrification execution, which provides the necessary qualification for the Group to further explore regional metro rail projects, such as Philippines, Taiwan, and Thailand.

As the fight against COVID-19 shifts into high gear, with inoculation rate improves, and herd immunity within reach, the management is optimistic of the future performance of the Group. PESTECH maintains its strategic presence in the regional countries, serving progressively wider range of customer base in various sectors of the energy business, whilst constantly kept to its original vision of creating a regional brandname in the power infrastructure industry.

B4. Profit forecast and profit guarantee

There were no profit forecasts or profit guarantees in any public document by the Group.

B5. Material litigation

There were no material litigations as at the date of issuance of this quarterly report.

B6. Dividends

During the year under review, the Company declared two special dividends of RM0.005 each per ordinary share for financial year ending 30 June 2021 as follows:-

| Date Declared | Total Paid (RM) | Payment Date |
|----------------------|------------------------|---------------------|
| 8 October 2020 | 3,805,862 | 18 December 2020 |
| 27 November 2020 | 3,805,862 | 23 February 2021 |

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B7. Auditors' report

There were no qualifications to the audited financial statements of PESTECH Group for previous financial year ended 30 June 2020.

B8. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors.