



**NEXTGREEN GLOBAL BERHAD**

[Registration No. 200501037512 (719660-W)]

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED  
31 DECEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
<b>Operating revenue</b>	30,412	5,335	>100%	63,732	32,933	>100%
Cost of sales	(29,005)	(5,988)	>100%	(49,163)	(21,479)	>100%
<b>Gross profit</b>	<b>1,407</b>	<b>(653)</b>	<b>&gt;100%</b>	<b>14,569</b>	<b>11,453</b>	<b>&gt;100%</b>
Other income	18,435	25,993	-29%	22,995	32,273	-29%
Operating expenses	(10,557)	(13,228)	-20%	(20,374)	(27,049)	-25%
<b>Profit from operations</b>	<b>9,285</b>	<b>12,112</b>	<b>-23%</b>	<b>17,189</b>	<b>16,677</b>	<b>3%</b>
Finance income	0	0	-	1	1	-
Finance cost	(1,196)	(1,125)	6%	(4,416)	(3,192)	38%
<b>Net finance cost</b>	<b>(1,196)</b>	<b>(1,125)</b>	<b>6%</b>	<b>(4,415)</b>	<b>(3,191)</b>	<b>38%</b>
Share of associates loss, net of tax	(722)	-	>100%	(722)	-	>100%
<b>Profit/ (loss) before tax</b>	<b>7,366</b>	<b>10,987</b>	<b>-33%</b>	<b>12,052</b>	<b>13,486</b>	<b>-11%</b>
Income tax expense	(2,534)	(11)	>100%	(2,539)	(11)	>100%
<b>Net profit for the period</b>	<b>4,832</b>	<b>10,976</b>	<b>-56%</b>	<b>9,513</b>	<b>13,475</b>	<b>-29%</b>
<b>Net Profit/ (Loss) Attributable To:</b>						
<b>Owners of the Company</b>	<b>4,877</b>	<b>11,005</b>	<b>-56%</b>	<b>9,654</b>	<b>13,610</b>	<b>-29%</b>
Non-controlling interest	(45)	(29)	52%	(141)	(135)	4%
<b>Net profit for the period</b>	<b>4,832</b>	<b>10,976</b>	<b>-56%</b>	<b>9,513</b>	<b>13,475</b>	<b>-29%</b>
<b>Earning per shares ("EPS") attributable to the owner of company</b>						
Basic EPS	0.57	1.42	-60%	1.14	1.76	-35%
Diluted EPS	0.52	1.24	-58%	1.04	1.53	-32%

\*Note - Detail computation was table in Part B, note 12

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
<b>Net profit/ (loss) for the period</b>	4,832	10,976	-56%	9,513	13,475	-29%
Other comprehensive income:						
Gain on foreign currency translation	(157)	(398)	-61%	324	359	-10%
<b>Total comprehensive income</b>	<b>4,675</b>	<b>10,578</b>	<b>-56%</b>	<b>9,837</b>	<b>13,835</b>	<b>-29%</b>
<b>Total comprehensive income for the period attributable to:</b>						
<b>Owners of the Company</b>	<b>4,720</b>	<b>11,126</b>	<b>-58%</b>	<b>9,978</b>	<b>13,970</b>	<b>-29%</b>
Non-controlling interest	(45)	(29)	52%	(141)	(135)	4%
<b>Total comprehensive income/ (loss)</b>	<b>4,675</b>	<b>11,096</b>	<b>-58%</b>	<b>9,837</b>	<b>13,835</b>	<b>-29%</b>

Note: The Condensed Consolidated Statements of Profit or Loss and Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2023**

	As at 31.12.2023 RM'000 (Reviewed)	As at 31.12.2022 RM'000 (Audited)
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	139,160	133,743
Investment property	17,747	18,097
Intangible assets	500	500
Right-of-use assets	375	809
Investment in associates	9,459	10,181
Other investments	23	23
Inventories	158,030	157,570
Deferred tax assets	103	114
	<b>325,398</b>	<b>321,037</b>
Non-current assets held for sales	9,842	9,842
<b>CURRENT ASSETS</b>		
Inventories	27,935	10,360
Trade receivables	66,384	24,054
Other receivables, deposits and prepayments	29,377	26,687
Tax recoverable	141	146
Fixed deposit with a licensed bank	-	5
Cash and bank balances	5,805	4,351
	<b>129,642</b>	<b>65,603</b>
<b>TOTAL ASSETS</b>	<b>464,882</b>	<b>396,482</b>
<b>EQUITY</b>		
Share capital	327,504	266,385
Redeemable convertible preference shares	2,950	10,000
Reserve	8,126	(1,751)
Equity attributable to owners of the Company	<b>338,581</b>	<b>274,634</b>
Non-controlling interest	(21)	(189)
	<b>338,560</b>	<b>274,445</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	62,663	58,596
Hire purchase liabilities	696	502
Lease liabilities	144	182
	<b>63,503</b>	<b>59,280</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	20,195	19,140
Other payables and accruals	33,808	31,506
Tax payable	2,523	1,275
Borrowings	5,778	10,013
Hire purchase liabilities	227	151
Lease liabilities	246	673
Bank overdraft	44	-
	<b>62,819</b>	<b>62,758</b>
<b>TOTAL LIABILITIES</b>	<b>126,322</b>	<b>122,037</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>464,882</b>	<b>396,482</b>
<b>Net Asset per share (Cents)</b>	<b>36</b>	<b>34</b>

*Note: The Condensed Consolidated Statements of financial position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.*

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR-TO-DATE ENDED 31 DECEMBER 2023**

	Share capital	RCPS	Foreign currency reserve	Merger reserve	Share option reserve	Retained profit/ (loss)	Equity attributable to owners of the Company	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 Jan 2023 (Audited)</b>	<b>266,385</b>	<b>10,000</b>	<b>276</b>	<b>(16,833)</b>	<b>880</b>	<b>13,925</b>	<b>274,634</b>	<b>(189)</b>	<b>274,445</b>
<b>Profit after tax for the financial period</b>	-	-	-	-	-	<b>9,654</b>	<b>9,654</b>	<b>(141)</b>	<b>9,513</b>
Other comprehensive income for the financial period									
-Foreign currency translation different	-	-	324	-	-	-	324	-	324
<b>Total comprehensive income for the period</b>	-	-	<b>324</b>	-	-	<b>9,654</b>	<b>9,978</b>	<b>(141)</b>	<b>9,837</b>
Transactions with owners:									
Acquisition of subsidiary companies	-	-	-	-	-	(100)	(100)	97	(3)
Issuance of shares								212	212
Exercise of ESOS	4,719				(880)	880	4,719	-	4,719
Exercise of RCPS	56,400	(7,050)					49,350		49,350
<b>Total transactions with owners</b>	<b>61,119</b>	<b>(7,050)</b>	-	-	<b>(880)</b>	<b>780</b>	<b>53,969</b>	<b>309</b>	<b>54,278</b>
<b>At 31 DECEMBER 2023 (reviewed)</b>	<b>327,504</b>	<b>2,950</b>	<b>599</b>	<b>(16,833)</b>	-	<b>24,360</b>	<b>338,581</b>	<b>(21)</b>	<b>338,560</b>
<b>At 1 Jan 2022 (Audited)</b>	<b>253,070</b>	<b>10,000</b>	<b>(92)</b>	<b>(16,833)</b>	<b>3,364</b>	<b>(1,231)</b>	<b>248,278</b>	<b>(216)</b>	<b>248,062</b>
<b>Profit after tax for the financial period</b>	-	-	-	-	-	<b>2,605</b>	<b>2,605</b>	<b>(106)</b>	<b>2,499</b>
Other comprehensive income for the financial period									
-Foreign currency translation different	-	-	757	-	-	-	757	-	757
<b>Total comprehensive income</b>	-	-	<b>757</b>	-	-	<b>2,605</b>	<b>3,362</b>	<b>(106)</b>	<b>3,256</b>
Transactions with owners:									
Issue of share via exercise of ESOS	11,440				(2,134)	2,134	11,440		11,440
<b>At 31 DECEMBER 2022 (reviewed)</b>	<b>264,510</b>	<b>10,000</b>	<b>665</b>	<b>(16,833)</b>	<b>1,230</b>	<b>3,508</b>	<b>263,079</b>	<b>(321)</b>	<b>262,758</b>

Note: The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Year-to-date ended	
	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Reviewed)
<b>Cash flows used in operating activities</b>		
<b>Profit before tax</b>	<b>12,052</b>	<b>13,486</b>
Adjustment for:		
Depreciation expenses	5,122	3,731
Amortisation of Right-Use-Asset	798	925
Amortisation of intangible asset	-	1,048
Impairment losses on receivables	4,240	8,823
Reversal of Impairment losses on receivables	(1,991)	(2,565)
Reversal of impairment losses on PPE	-	(20,371)
Unrealised gain on foreign exchange	(31)	(49)
Gain on disposal of plant and equipment	-	(2,597)
Plant and equipment written off	6	14
Gain on disposal of a subsidiary	(3,220)	(727)
Share loss of associates	722	-
Finance income	(1)	(1)
Finance cost	4,416	3,192
<b>Operating profit before working capital changes</b>	<b>21,428</b>	<b>4,909</b>
(Increase)/ Decrease in inventories	(2,958)	463
Increase in trade and other receivables	(44,234)	(9,871)
Increase in trade and other payables	3,779	22,661
<b>Cash (used in)/ generated from operations</b>	<b>(21,300)</b>	<b>18,162</b>
Interest paid	(4,416)	(3,192)
Interest received	1	1
Income tax refund	5	38
Income tax paid	(1,275)	-
<b>Net cash (used in)/ generated from operating activities</b>	<b>(26,983)</b>	<b>15,009</b>
<b>Cash flows used in investing activities</b>		
Acquisition of property, plant & equipment	(9,601)	(31,591)
Property, plant and equipment work in progress	(14,762)	(47,103)
Share subscribe in associates' company	-	(10,290)
Acquisition of subsidiary	(3)	-
Withdrawal of fixed deposit	5	-
<b>Net cash used in investing activities</b>	<b>(24,360)</b>	<b>(88,984)</b>
<b>Cash flows generated/ (used) in financing activities</b>		
Drawdown of bank borrowing	8,000	61,263
Drawdown of Banker Acceptance	859	-
Proceeds from exercise of ESOS	4,719	13,316
Proceeds from conversion of RCPS	49,350	-
Repayment of hire purchase liabilities	(242)	508
Repayment of term loan	(9,028)	(3,642)
Payment of lease liability	(829)	(937)
<b>Net cash generated from financing activities</b>	<b>52,829</b>	<b>70,507</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,485</b>	<b>(3,468)</b>
Cash and cash equivalents at beginning of year	4,351	7,983
Effect of exchange rate changes on the balance of cash and cash equivalents	(75)	(164)
<b>Cash and cash equivalents at end of year</b>	<b>5,761</b>	<b>4,351</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>1,485</b>	<b>(3,468)</b>

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE QUARTER AND YEAR TO DATE ENDED 31 DECEMBER 2023**

	Year-To-Date Ended	
	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Reviewed)
<b>Cash and cash equivalents comprise of</b>		
Cash and bank balances	5,805	4,351
Fixed deposits	-	5
Bank Overdraft	(44)	-
	<b>5,761</b>	<b>4,356</b>
Less: Fixed deposits pledged	-	(5)
	<b>5,761</b>	<b>4,351</b>

*Note: The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.*

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023****PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING****1. BASIS OF PREPARATION**

These condensed consolidated financial statements (“Condensed Report”) have been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting*, the International Accounting Standard (“IAS”) 34 *Interim Financial Reporting* and the requirements of the Companies Act 2016 in Malaysia, where applicable. This Condensed Report has been prepared under the historical cost convention.

The Interim Financial Report is unaudited and has been prepared in accordance with paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

**2. SIGNIFICANT ACCOUNT POLICY****2.1 Adoption of Amendments to Standards**

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2022, except for the following which were adopted at the beginning of the current financial year. These pronouncements are either not relevant or do not have any material impact on the Group's financial statements for the current financial year.

- MFRS 17 Insurance Contracts (“MFRS 17”) and Amendments to MFRS 17
- Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors  
- Definition of Accounting Estimates

**2.2 Standards issued but not yet effective**

As at the date of authorisation of this Condensed Report, the following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board (“MASB”), but are not yet effective to the Group.

**Effective for financial periods beginning on or after 1 January 2024**

- Amendment to MFRS 16 Leases - Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Presentation of Financial Statements - Non-current Liabilities with covenants

**Effective date of these Amendments to Standards has been deferred, and yet to be announced**

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

The above pronouncements are either not relevant or do not have any material impact on the Group's financial statements.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023****PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING - continued****3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements for the financial year ended 31 December 2022 was not subject to any qualification.

**4. COMMENTS ABOUT SEASONALITY OR CYCLICALITY OF OPERATIONS**

The business operations of The Group were not materially affected by seasonal or cyclical changes.

**5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter under review, that are unusual by reason of their nature, size or incidence.

**6. CHANGES IN ESTIMATES**

There were no changes in estimates of amounts which have a material effect on the results in the current quarter under review.

**7. DEBT AND EQUITY SECURITIES**

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the period under review. Details of the issued and paid-up capital of the Company as at 30 June 2023 are as follows:

**8. DIVIDEND PAID**

There was no dividend paid in the current financial period under review.

**9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of the property, plant and equipment in the current quarter under review.

**10. MATERIAL EVENT AFTER THE REPORTING PERIOD**

There was no material event subsequent to the quarter and year-to-date ended 31 December 2023.

**11. CONTINGENT ASSET AND LIABILITIES**

There were no material changes in the contingent liabilities or contingent assets since the last annual reporting date.

**12. SIGNIFICANT RELATED PARTY TRANSACTIONS**

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current quarter and year-to-date ended 31 December 2023.



**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING**
**13. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations during the quarter under review except the following:

- a) Nextgreen Resources Sdn Bhd (“NRSB”), its wholly-owned subsidiary had on 11 October 2023 entered into a Joint Venture Agreement (“JVA”) with P Teguh Services Sdn Bhd (“PTSSB”) to undertake a joint venture through a special purpose vehicle to engage in the business of trading, supply and export of biodiesel, edible cooking oil and various other related products including equipment and facilities, construction of depot and such other related business.
- b) The company had on 01 November 2023 entered into a Share Sales Agreement with Dengkil Paper Mills Sdn Bhd to fully dispose of its 51% share in Nextgreen Enviro Sdn Bhd (“NGEV”). NGEV is a dormant company to be operated as a tissue paper production. At the disposal date, NGEV has yet to commence its operation. NGEV ceased to be a subsidiary of the group since then.

**14. CAPITAL COMMITMENTS**

Capital commitments for the purchase of property, plant and equipment not provided for in the Condensed Report at the end of the financial period under review are as follows:

	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Audited)
<b>Approved and contracted for</b>		
Capital expenditure – Property, Plant & Equipment	4,094	8,475

**15. OPERATING REVENUE**

Group's operating revenue disaggregated by major products or services for the period under review are as follow:

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Printing services	489	2,514	-81%	2,466	5,092	-52%
Sales of books	-	-	-	1,118	344	>100%
Sales of land	-	-	-	-	9,600	-100%
Sales of pulp & paper products	2,538	2,821	-10%	25,015	8,120	>100%
Sales of semi-finished fertiliser	-	-	-	7,750	6,360	0%
Construction contract revenue	27,384	-	>100%	27,384	3,416	>100%
	<b>30,412</b>	<b>5,335</b>	<b>470%</b>	<b>63,732</b>	<b>32,933</b>	<b>&gt;100%</b>
<b>Timing of revenue recognition</b>						
- At a point of time	3,028	5,335	-43%	36,348	29,517	23%
- Over time	27,384	-	>100%	27,384	3,416	>100%
	<b>30,412</b>	<b>5,335</b>	<b>470%</b>	<b>63,732</b>	<b>32,933</b>	<b>94%</b>

*\*\*Note – The figures are presented after consolidation adjustments and the elimination of inter-company/segment transactions.*

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING - continued**
**16. SEGMENTAL INFORMATION**

Segment information is presented with respect to the Group's reportable segments which are based on the Group's management and internal reporting structure. as follows:

- (1) Property & Construction - Green Technology Park developer, construction, and renovation work.
- (2) Printing & Publishing – Business in commercial, publication, packaging printing services and book publisher.
- (3) Manufacturing - Processing, manufacturing, import, export and trading of EFB pulps and papers, fertilizers and animal feeds.
- (4) Utility & Renewable Energy - Treatment of raw and wastewater, collection and processing of oil palm waste, and trading of biodiesel
- (5) Others – Investment holding, internal management services, forest management and carbon credit consulting services.

**17. SEGMENTAL REPORTING**
**17.1 RESULTS FOR CURRENT QUARTER ENDED**

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consol adjustment & elimination		Consolidated	
	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000
External revenue	27,384	-	486	2,481	2,536	3,605	-	(84)	-	23	6	(691)	30,412	5,335
Inter segment	-	13,735	3	33	23	-	-	84	10	27	(36)	(13,878)	-	-
<b>Operating revenue</b>	<b>27,384</b>	<b>13,735</b>	<b>489</b>	<b>2,514</b>	<b>2,559</b>	<b>3,605</b>	<b>-</b>	<b>-</b>	<b>10</b>	<b>50</b>	<b>(30)</b>	<b>(14,569)</b>	<b>30,412</b>	<b>5,335</b>
Cost of sales	(26,689)	(13,380)	(893)	(2,273)	(1,467)	(4,498)	-	-	-	-	43	14,164	(29,005)	(5,988)
<b>Gross profit</b>	<b>695</b>	<b>355</b>	<b>(403)</b>	<b>240</b>	<b>1,092</b>	<b>(893)</b>	<b>-</b>	<b>-</b>	<b>10</b>	<b>50</b>			<b>1,407</b>	<b>(653)</b>
Other income	127	0	1,186	3,999	13,991	21,351	-	-	3,000	4	(89)	(89)	18,435	25,993
Other operating expenses	(1,223)	(1,239)	(3,579)	(8,822)	(4,626)	(1,839)	(7)	(11)	(1,167)	(1,006)	45	(311)	(10,557)	(13,228)
Net finance (cost)/ income	(5)	(16)	(2)	(2)	(991)	(1,001)	-	(1)	(199)	(103)	-	(2)	(1,196)	(1,125)
Share of associates' loss	-	-	-	-	-	-	-	-	-	-	(722)	-	(722)	-
<b>Profit before tax</b>	<b>(405)</b>	<b>(900)</b>	<b>(2,799)</b>	<b>(4,585)</b>	<b>9,466</b>	<b>17,619</b>	<b>(7)</b>	<b>(12)</b>	<b>1,644</b>	<b>(1,054)</b>	<b>(722)</b>	<b>(2)</b>	<b>7,366</b>	<b>10,987</b>
Taxation	-	-	-	-	(2,523)	-	-	-	-	-	(11)	(11)	(2,534)	(11)
<b>Net profit after tax</b>	<b>(405)</b>	<b>(900)</b>	<b>(2,799)</b>	<b>(4,585)</b>	<b>6,944</b>	<b>17,619</b>	<b>(7)</b>	<b>(12)</b>	<b>1,644</b>	<b>(1,054)</b>	<b>(544)</b>	<b>(91)</b>	<b>4,832</b>	<b>10,976</b>

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

**PART A – EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING**

**17. SEGMENTAL INFORMATION - continued**

**17.2 RESULTS FOR THE YEAR-TO-DATE ENDED**

	Property & Construction		Printing & Publishing		Manufacturing		Utility & Renewable Energy		Others		Consol adjustment & elimination		Consolidated	
	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000	31/12/23 RM'000	31/12/22 RM'000
External revenue	27,384	23,274	3,594	6,221	32,754	14,480	-	3,477	-	50	-	(14,569)	63,732	32,933
Inter segment	-	-	1,157	61	377	-	-	310	95	75	(1,629)	(447)	-	-
<b>Operating revenue</b>	<b>27,384</b>	<b>23,274</b>	<b>4,751</b>	<b>6,282</b>	<b>33,131</b>	<b>14,480</b>	<b>-</b>	<b>3,787</b>	<b>95</b>	<b>126</b>	<b>(1,629)</b>	<b>(15,016)</b>	<b>63,732</b>	<b>32,933</b>
Cost of sales	(26,689)	(17,295)	(4,635)	(9,273)	(19,374)	(6,518)	-	(2,663)	-	-	1,534	14,270	(49,163)	(21,479)
<b>Gross profit</b>	<b>695</b>	<b>5,979</b>	<b>117</b>	<b>(2,991)</b>	<b>13,757</b>	<b>7,962</b>	<b>-</b>	<b>1,124</b>	<b>95</b>	<b>126</b>	<b>-</b>	<b>-</b>	<b>14,569</b>	<b>11,453</b>
Other income	164	1	5,877	10,356	14,089	21,530	-	10	3,000	4	(135)	372	22,995	32,273
Other operating expenses	(3,631)	(3,166)	(5,408)	(10,793)	(7,633)	(7,948)	(25)	(1,229)	(4,168)	(4,021)	491	107	(20,374)	(27,049)
Net finance (cost)/ income	(27)	(40)	(10)	(15)	(3,870)	(2,670)	-	(88)	(508)	(381)	(0)	14,377	(4,415)	(3,191)
Share of associates' loss	-	-	-	-	-	-	-	-	-	-	(722)	-	(722)	-
<b>Profit before tax</b>	<b>(2,799)</b>	<b>2,773</b>	<b>576</b>	<b>(3,443)</b>	<b>16,343</b>	<b>18,874</b>	<b>(25)</b>	<b>(183)</b>	<b>(1,581)</b>	<b>(4,272)</b>	<b>(461)</b>	<b>(263)</b>	<b>12,052</b>	<b>13,486</b>
Taxation	-	-	(0)	(0)	(2,528)	0	-	-	-	-	-	-	(2,539)	(11)
<b>Net profit after tax</b>	<b>(2,799)</b>	<b>2,773</b>	<b>576</b>	<b>(3,443)</b>	<b>13,815</b>	<b>18,875</b>	<b>(25)</b>	<b>(183)</b>	<b>(1,581)</b>	<b>(4,272)</b>	<b>-</b>	<b>-</b>	<b>9,513</b>	<b>13,475</b>
Segmental assets	244,148	78,206	55,472	57,714	192,032	33,552	113	-	375,107	4	(401,992)	226,696	464,882	396,173
Segmental liabilities	200,054	167,305	49,712	52,198	192,767	125,236	217	71	30,417	34,716	(346,845)	(258,725)	126,322	120,799

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**1. CURRENT QUARTER GROUP'S FINANCIAL PERFORMANCE REVIEW**

	OPERATING REVENUE			PROFIT/ (LOSS) AFTER TAX		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Property & Construction	27,384	-	-	(1,100)	(900)	22%
Printing & Publishing	489	2,514	-81%	(2,859)	(4,704)	-39%
Manufacturing	2,538	2,821	>100%	6,944	17,619	-61%
Utility & Renewable Energy	-	-	-	(7)	(12)	-43%
Others	-	-	-	1,855	(1,026)	>-100%
<b>Total</b>	<b>30,412</b>	<b>5,335</b>	<b>&gt;100%</b>	<b>4,832</b>	<b>10,976</b>	<b>-56%</b>
<b>Net profit/ (loss) attributable to:</b>						
<b>Owners of the Company</b>				<b>4,877</b>	<b>11,005</b>	<b>-56%</b>
Non-controlling interest				(45)	(29)	50%
<b>Basic EPS (cent)</b>				<b>0.57</b>	<b>1.42</b>	<b>-60%</b>

\*Note – Financial results are presented after consolidation adjustments and the elimination of inter-company/segment transactions.

The Group's revenue surged to RM30.41 million compared to the same period last year, driven primarily by progress claims from a construction contract within GTP from a former subsidiary company that has been divested during the current year quarter under review. Despite higher revenue, the Group's result dropped significantly to RM4.83 million, a 56% decrease compared to the previous year's RM10.98 million. Similarly, the net profit attributable to the owner fell to RM4.88 million from RM11.00 million. This decline also affected the Group's basic earnings per share, which decreased to 0.47 cents from 1.42 cents. It was mainly due to the combination of several factors such as lower Gross Profit margin from the construction contract and reduction in revenue attributed to the printing and segment due to the lower customer orders. Besides, the absence of certain non-operating income, such as the reversal of impairment losses on Property, Plant, and Equipment (PPE) of RM20.27 million and gains on disposal of PPE of RM2.57 million. Additionally, the Group also recorded a share of loss of RM0.77 million from an associate company, compared to no reported figure in the same period of the preceding year.

However, these adverse factors were partially offset by non-operating income which derived from the sale of manufacturing by-products worth RM13.95 million, gains from the disposal of a subsidiary of RM3.22 million, and reversal of the impairment losses on receivables worth of RM1.99 million. On the operating expenses, there is no significant movement except the reduction in impairment of receivables amounting to RM4.58 million compared to the same period a year ago.

**YEAR-TO-DATE GROUP'S FINANCIAL PERFORMANCE REVIEW**

	OPERATING REVENUE			PROFIT/ (LOSS) AFTER TAX		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Property & Construction	27,384	9,600	>100%	(2,636)	2,773	>-100%
Printing & Publishing	3,584	5,437	-34%	191	(4,450)	-104%
Manufacturing	32,764	14,480	>100%	13,439	18,874	-29%
Utility & Renewable Energy	-	3,416	-100%	(25)	(277)	-91%
Others	-	-	-	(1,456)	(3,445)	-58%
<b>Total</b>	<b>63,732</b>	<b>32,933</b>	<b>&gt;100%</b>	<b>9,513</b>	<b>13,475</b>	<b>-29%</b>
<b>Net profit/ (loss) attributable to:</b>						
<b>Owners of the Company</b>				<b>9,654</b>	<b>13,610</b>	<b>-29%</b>
Non-controlling interest				(141)	(135)	4%
<b>Basic EPS (cent)</b>				<b>1.14</b>	<b>1.76</b>	<b>1.14</b>

\*Note – Financial results are presented after consolidation adjustments and the elimination of inter-company/segment transactions.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**1. GROUP PERFORMANCE REVIEW – Year-to-date performance review (“Cont’d”)**

The Group achieved a significant revenue milestone, reaching RM63.73 million, more than double the figure from the previous year. Leading this growth was the Manufacturing division, with its segments in pulp and paper and fertilizer contributing a substantial 51%. The Property and Construction division followed closely, accounting for 43% of the revenue. Despite challenges in demand from both local and international markets, the Printing & Publishing division remained active, adding RM3.59 million to the group's revenue. However, the property and construction division experienced an absence of sub-divided land in GTP as compared to the previous year of RM9.60 million.

Despite encouraging revenue growth, Group result dropped to RM9.51 million, a 29% decrease compared to the previous year's RM13.48 million. Similarly, the net profit attributable to the owner fell to RM9.65 million from RM13.61 million. This decline also affected the Group's basic earnings per share for the year, which decreased to 1.14 cents from 1.76 cents. Despite an increase in operating revenue, the Group's profitability was impacted by the absence of certain non-operating income, such as the reversal of impairment losses on Property, Plant, and Equipment (PPE) of RM20.27 million and gains on disposal of PPE of RM2.57 million. Additionally, the low gross profit margin particularly for construction contract revenue as well as the gross loss incurred by printing and publishing during the period contributed to the unfavorable position of the group's profitability. Besides, the Group also recorded a share of loss of RM0.77 million from an associate company, compared to no reported figure in the same period of the preceding year.

Despite those shortfalls, the Group's result was partially offset by the additional non-operating income such as gain on disposal of a subsidiary of RM3.22 million, selling of the manufacturing by-product amounting to RM13.95 million. As for Group operating expenses, there is no significant movement except a decrease in impairment of financial assets amounting to RM4.24 million compared to the same period a year ago.

The group's net finance cost rose by RM1.22, marking a 38% increase from the corresponding period in the financial year ending December 31, 2022. This increase was primarily attributed to the acquisition of additional hire purchase loans and a new bank facility of RM16.00 million secured from Bank Muamalat Malaysia Berhad.

Furthermore, the group's tax expense was reported at RM2.54 million, a provision that has been made on its taxable revenue of semi-finished fertiliser and non-operating income. In contrast, zero income tax expenses were provided during the same period of the previous year. The breakdown for Group tax expenses was tabulated on note 6 of this report.

**2. OPERATING SEGMENT PERFORMANCE REVIEW**
**PROPERTY & CONSTRUCTION**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Operating revenue	27,384	13,735	99%	27,384	23,274	18%
Gross profit	695	355	96%	695	5,979	-88%
Other income	164	1	>100%	164	1	>100%
Operating expenses	(1,223)	(1,239)	-1%	(3,631)	(3,166)	15%
Net finance cost	(5)	(16)	-70%	(27)	(40)	-33%
Profit/ (loss) after tax	(405)	(900)	-55%	(2,799)	2,773	>-100%

\*Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW**
**PROPERTY & CONSTRUCTION**

Ultimate Ivory Sdn Bhd ("UISB"), the exclusive subsidiary responsible for developing the Green Technology Park ("GTP") in Paloh Hinai, Pekan, Pahang, demonstrated exceptional revenue performance this quarter, almost doubling the previous year's figures of RM13.74 million. However, the property and construction division experienced an absence of sub-divided land in GTP as compared to the previous year of RM9.60 million. Despite this substantial revenue growth, the current quarter's results reported a net loss of RM0.41 million.

In the current financial year, there was a significant shift from a net profit of RM2.77 million to a net loss of RM2.80 million, primarily due to the absence of revenue from land sales, which bolstered profits in the previous year.

Notably, operating expenses surged by 15% compared to the previous year, largely driven by expenses related to a groundbreaking ceremony in Kelantan. This event marked a pivotal milestone for a collaborative development project in Gua Musang, Kelantan, involving Perbadanan Menteri Besar Kelantan ("PMBK") and Nextgreen Land Sdn Bhd, a wholly-owned subsidiary of the Group

**PRINTING & PUBLISHING**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Operating revenue	489	2,514	-81%	4,751	6,282	-24%
Gross profit	(403)	240	-268%	117	(2,991)	-104%
Other income	1,186	3,999	-70%	5,877	10,356	-43%
Operating expenses	(3,579)	(8,822)	-59%	(5,408)	(10,793)	-50%
Net finance cost	(2)	(2)	18%	(10)	(15)	-37%
Profit/ (loss) after tax	(2,799)	(4,585)	-39%	576	(3,443)	-117%

*\*Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

The division witnessed a substantial decline in revenue, plummeting by 81% for the current quarter and 24% compared to the corresponding period in the previous fiscal year. This decline stemmed primarily from the absence of revenue generated from book sales in the book publishing segment during the quarter, as well as reduced orders from existing customers in both commercial and packaging printing segments. Consequently, the division incurred a gross loss of RM0.40 million during the quarter, largely due to high fixed costs such as indirect labor, depreciation, and other factory overheads.

Division's other income however experienced a shortfall for the period which was attributed to the absence of one-off gain on asset disposal and reduction of recovery of impairment losses of receivables. Operating expenses for both periods reported lower figures compared to the same period of the previous year, with reductions of 59% and 50% respectively. It was primarily attributable to the decrease in impairment losses for trade and non-trade receivables. The result for the current quarter improved from losses of RM4.59 million to a loss of RM2.80 million. Year-to-date results however reported a positive turnaround from a loss of RM3.44 million to a minimal profit of RM0.58 million.

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW – continued**
**MANUFACTURING**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Operating revenue	2,559	3,605	-29%	33,131	14,480	>100%
Gross profit/ (loss)	1,092	(893)	>-100%	13,757	7,962	73%
Other income	13,991	21,351	-34%	14,089	21,530	-35%
Operating expenses	(4,626)	(1,035)	>100%	(7,633)	(3,978)	92%
Net finance cost	(991)	(1,001)	-1%	(3,870)	(2,670)	45%
Profit before tax	9,466	17,619	-61%	16,343	18,874	-29%
Tax expenses	(2,528)	-	>-100%	(2,528)	-	>-100%
Profit/ (loss) after tax	6,944	17,619	-61%	13,815	18,875	-27%

*\*Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination*

The reported figure primarily consists of results from the EFB woodfree pulp and paper manufacturing segment and the fertilizer manufacturing segment. Other segments, such as animal feed and pulp production, have not yet commenced operations and incurring pre-operating expenses. The division recorded a profit of RM6.94 million, marking a 61% decrease compared to the reported profit for the same period in the previous year. It is important to note that, the pulp & paper remanufacturing segment only commencing its operation in June 2022,

Operating revenue of RM2.56 million during the quarter was solely attributed to the sales of EFB woodfree paper. The segment experienced a decline in revenue by 29% from the RM3.61 million reported in the same period of the previous year, primarily due to lower delivery of customer orders. Despite the lower operating revenue, the segment recorded an additional income of RM13.95 million derived from the sales of manufacturing by-products. The sale of manufacturing by product will be coming sustainable other source of income to the division. Furthermore, the division experienced the absence of a reversal of asset impairment of RM20.37 million, significantly affecting the financial performance for both the current quarter and year-to-date of the financial year 2023.

Operating expenses reported were higher than in the previous year's reporting period, consistent with the costs associated with manufacturing by-products. Net finance costs decreased slightly by 1%. Tax expenses were reported at RM2.53 million, compared to no provision for tax made in the previous financial year. The tax mainly comprises RM1.56 million for the fertilizer segment before the approval of tax incentives from MIDA for the East Coast Economic Region ("ECER"). A further RM0.97 million in tax expenses was incurred for non-exempted income derived from sales of manufacturing by-products.

For the year-to-date financial year 2023, operating revenue surged to RM33.13 million from RM14.18 million reported a year ago. This comprised an RM25.38 million increase in sales of EFB woodfree paper products and RM7.75 million in semi-finished EFB fertilizer. A comparison of sales by product type is detailed in note 15 of this report. Net finance costs for the division increased by 45%, mainly due to an increase in an additional RM16.0 million in bank facilities secured from Bank Muamalat and additional hire purchase loans.

Despite the higher revenue, the highlighted factors in the current quarter's financial performance contributed to a decrease in divisional results for the current financial year, experiencing a drop in profit by 27% to RM13.82 million compared to the profit of RM18.88 million reported in the previous year.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**2. OPERATING SEGMENT PERFORMANCE REVIEW - continued**
**UTILITY & RENEWABLE ENERGY**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Operating revenue	-	-	-	-	3,787	-100%
Gross profit	-	-	-	-	1,124	-100%
Other income	-	10	-100%	-	10	-100%
Operating expenses	(7)	(11)	-36%	(25)	(1,229)	-98%
Net finance cost	-	(1)	-100%	-	(88)	-100%
Profit/ (loss) after tax	(7)	(12)	-43%	(25)	(183)	-86%

\*Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination

In the current financial year 2023, all subsidiaries listed under this division remained dormant. It is worth noting that the division missed out on construction contract revenue related to the raw and waste water treatment facility previously generated by Osmocell Sdn Bhd (Disposed in Oct 2022).

**OTHERS**

	Quarter Ended			Year-To-Date Ended		
	31.12.2023 RM'000	31.12.2022 RM'000	Changes %	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
Operating revenue	10	50	-81%	95	126	-24%
Gross profit	10	50	-	95	126	-
Other income	3,000	4	>100%	3,000	4	>100%
Operating expenses	(1,167)	(1,006)	16%	(4,168)	(4,021)	4%
Net finance cost	(199)	(103)	92%	(508)	(381)	33%
Profit/ (loss) after tax	1,644	(1,054)	>100%	(1,581)	(4,272)	-63%

\*Note – The financial results are presented before consolidation adjustment and inter-company/ segment elimination

This division primarily comprises a holding company and its dormant subsidiaries which were other than the above-mentioned segment. Operating revenue for both reporting periods is solely derived from management service fees charged by the holding company to its subsidiaries. However, it's important to note those this revenue is being eliminated at the Group level. The holding company reported a profit of RM1.65 million, a significant improvement from the RM1.05 million loss reported in the previous year, primarily due to a gain on the disposal of a subsidiary. Despite this gain, increased operating expenses and net finance costs led to a year-to-date segment loss of RM1.58 million, marking a 63% decrease from the RM4.27 million loss reported in the same period last year

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**3. MATERIAL CHANGES IN PERFORMANCE OF OPERATING SEGMENT CURRENT QUARTER'S RESULT COMPARED TO IMMEDIATELY PRECEDING QUARTER**

	31.12.2023 RM'000	31.12.2022 RM'000	Changes %
<b>Operating revenue</b>	<b>30,412</b>	<b>11,577</b>	<b>&gt;100%</b>
Cost of sales	(29,005)	(7,385)	>100%
<b>Gross profit</b>	<b>1,407</b>	<b>4,192</b>	<b>-83%</b>
Other income	18,435	2,333	>100%
Operating expenses	(10,557)	(3,258)	>100%
<b>Profit from operations</b>	<b>9,285</b>	<b>3,267</b>	<b>&gt;100%</b>
Finance income	0	-	-
Finance cost	(1,196)	(1,098)	9%
<b>Net finance cost</b>	<b>(1,196)</b>	<b>(1,098)</b>	<b>9%</b>
Share of associates loss, net of tax	(722)	-	>100%
<b>Profit/ (loss) before tax</b>	<b>7,366</b>	<b>2,169</b>	<b>&gt;100%</b>
Income tax expense	(2,534)	-5	>100%
<b>Net profit for the period</b>	<b>4,832</b>	<b>2,164</b>	<b>80%</b>

Material changes in operating segment were mainly driven by the following factors:

1. Operating revenue surged attributed to the progress claims from a construction contract within GTP which derived from a former subsidiary company which previously eliminated at the consolidated level.
2. Other income increases due to the new additional income from selling of manufacturing by-product and reversal receivables impairment.
3. Operating expenses increased due to the recognition of receivables impairment and expenses associated with the manufacturing by-product.
4. Share of associates loss of RM0.77 million adjusted for the 49% stake in associates' company; Nextgreen Crowning Pulp Moulding Sdn Bhd.
5. Current year tax provision mainly for fertiliser segment prior to the approval of tax incentives from MIDA for the East Coast Economic Region ("ECER") and for non-exempted income derived from sales of manufacturing by-products.

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023****PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****4. COMMENTARY ON PROSPECTS AND TARGETS**

As part of the development in the Green Technology Park (“GTP”), the Group has initiated its manufacturing business with the completion of its inaugural pulp and paper mill boasting an annual production capacity of 10,000 metric tons of wood-free paper. This plant is equipped with patented technology “PRC RBMP”, enabling the conversion of Empty Fruit Bunches (EFB) into non-wood pulp and paper products with minimal waste. Furthermore, the Group has outlined several upcoming and ongoing developments within the GTP for its manufacturing business:

- a) Two pulp mills with annual production capacities of 100,000 metric tons of bleached chemical EFB pulp under Phase 2A and 2B of the GTP;
- b) A pulp mill with an annual production capacity of 200,000 metric tons of bleached chemical EFB pulp under Phase 3 of the GTP.

All of these developments will be equipped with PRC RBMP technology. The Group is currently undertaking site preparation works, and the relevant applications for the development are expected to be submitted by mid-2024

In the realm of the fertiliser manufacturing segment, the Group has initiated the construction of a fertilizer production plant designed to accommodate an annual capacity of 30,000 metric tons. Situated within GTP (Phase 1A extension), this plant will be operated by the wholly owned subsidiary Nextgreen Fertilizer Sdn Bhd (“NGF”). Its operations will involve the production of solid and liquid fertiliser, utilizing waste and/ or manufacturing by-product from Phase 1A production as well as Fermented EFB. The construction of the production plant is anticipated to be completed in Quarter 2 2024, with testing and commissioning initially scheduled for Quarter 3 2024.

As for the property and construction segment, the land for the GTP project remains a key driver for the Group. The Group will continue to assess and identify subdivided lands within the GTP to be sold to third parties, either as vacant land or developed into completed units such as factories.

Despite the increased use of digital products reducing the demand for physical printing, the printing and publishing business remains competitive. The Group intends to focus on commercial printing and aims to penetrate the box and packaging segment in the local market for its printing and publishing business.

In the utility and renewable energy segment, the Group incorporated a 65% owned special purpose vehicle, GTC Biomass Berhad, on 5 April 2023. This entity will undertake the building, development, and commissioning of 20 collection and processing centers for palm oil waste throughout Malaysia.

Considering the above, as well as the overview and outlook of the Malaysian palm oil biomass and pulp and paper industries, the Group expects its key focus to be on its manufacturing business. Accordingly, the Group will prioritize bringing its development in the GTP project to realization.

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**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**5. PROFIT BEFORE TAX**

Profit before tax has been determined after charging/ (crediting), amongst others, the following items:-

	Quarter Ended		Year-To-Date Ended	
	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Reviewed)	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Reviewed)
Depreciation	1,318	770	5,122	3,731
Amortisation of Right-Use-Asset	283	(124)	798	925
Amortisation of intangible asset	-	1,048	-	1,048
Impairment losses on receivables	4,240	8,823	4,240	8,823
Reversal of Impairment losses on receivables	(791)	(2,514)	(1,991)	(2,565)
Reversal of impairment losses on PPE	-	(20,371)	-	(20,371)
Unrealised gain on foreign exchange	18	-	(31)	(49)
Gain on disposal of plant and equipment	-	-	-	(2,597)
Plant and equipment written off	-	11	6	14
Gain on disposal of a subsidiary	(3,220)	(727)	(3,220)	(727)
Share loss of associates	722	-	722	-
Finance income	-	(1)	(1)	(1)
Finance cost	3,318	1,127	4,416	3,192

**6. INCOME TAX EXPENSE**

	Year-To-Date Ended	
	31.12.2023 RM'000 (Reviewed)	31.12.2022 RM'000 (Reviewed)
<b>Current income tax</b>		
Current year provision	2,523	-
Over/ (under) provision in prior year	5	-
	<b>2,528</b>	<b>-</b>
<b>Deferred tax</b>		
Relating to origination and reversal of temporary differences	11	11
Over/ (under) provision in prior year	-	-
	<b>11</b>	<b>11</b>
<b>Tax expense/(income) for the financial year</b>	<b>2,539</b>	<b>11</b>

**7. PROFIT FORECAST AND PROFIT GUARANTEE**

The Group has not issued any profit forecast or profit guarantee in the current financial year.

**8. GROUP MATERIAL LITIGATION**

As of 21 February 2024, being 7 days prior to the date of this report, neither the Company nor its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which have the value of 5% or more of the Group's net assets. The board is not aware of any proceedings pending or threatened or of any acts likely to give rise to any proceedings, which might materially and adversely affect the financial position or business of the Company or its subsidiaries.

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**9. LOAN, BORROWINGS AND DEBT SECURITIES**

Group has not issued any debt securities and the Group loan and borrowings as at 31 December 023 are as follows

	<b>31.12.2023</b> <b>RM'000</b>	<b>31.12.2022</b> <b>RM'000</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
Secured, Denomination in Malaysia Ringgit.		
Bank borrowing	68,440	68,609
Hire purchase	924	676
Bank Overdraft	44	-
Lease liabilities	389	855
<b>Total borrowing</b>	<b>69,797</b>	<b>70,140</b>

**10. CAPITAL MANAGEMENT**

The Group assesses its capital through the use of a gearing ratio. The Group adheres to a policy aimed at maintaining a prudent level of gearing ratio in compliance with debt covenants and regulatory requirements. There were no alterations to the Group's capital management approach during the financial period under review. The gearing ratio at the conclusion of the reporting period is as follows:

	<b>31/12/2023</b> <b>RM'000</b>	<b>31/12/2022</b> <b>RM'000</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
Total borrowing	69,797	70,140
Less: Cash and Bank Balance	(5,805)	(4,351)
	63,992	65,789
Total equity	337,007	275,374
<b>Gearing ratio</b>	<b>18.99%</b>	<b>17.90%</b>

**11. SHARE CAPITAL**

	<b>No of ordinary share</b>		<b>Value</b>	
	<b>2023</b> <b>Unit '000</b>	<b>2022</b> <b>Unit '000</b>	<b>2023</b> <b>RM'000</b>	<b>2022</b> <b>RM'000</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>At the beginning of period</b>	<b>787,154</b>	<b>762,944</b>	<b>266,385</b>	<b>253,070</b>
Issuance of shares				
- Exercise ESOS	8,580	24,210	4,719	13,316
- Exercise RCPS	141,000	-	56,400	-
<b>At the end of the period</b>	<b>936,734</b>	<b>787,154</b>	<b>327,504</b>	<b>266,385</b>

During the period under review, the Company increased its issued and fully paid ordinary share capital from 787.154 million to 936.734 million by way of the issuance of 8.58 million new ordinary shares via ESOS and 141 million via RCPS at an exercise price of RM0.55 and RM0.40 per share respectively. **As of the date of this report, 200 million of the RCPS has been fully exercised and number of issued ordinary share reported at 995.734 million.**

**NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023**
**PART B - EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**12. EARNING PER SHARE**
**12.1 Basic Earnings per share**

Basic earnings per share is calculated based on the consolidated profit for the financial year attributable to owners of the parent and the weighted average number of ordinary shares in issue during the financial year as follows:

	Quarter Ended		Year-To-Date Ended	
	31.12.2023 (Reviewed)	31.12.2022 (Reviewed)	31.12.2023 (Reviewed)	31.12.2022 (Reviewed)
Profit attributable to owners of the Company (RM'000)	4,877	11,005	9,654	13,610
Weighted average unit of shares issued ('000)	848,394	774,363	848,394	774,363
<b>Basic earnings per share (cent)</b>	<b>0.57</b>	<b>1.42</b>	<b>1.14</b>	<b>1.76</b>

**12.2 Diluted earnings per Share**

Diluted earnings per share is calculated based on the adjusted consolidated profit for the financial year attributable to the owners of the parent and the weighted average number of shares in issue during the financial year have been adjusted for the dilutive effects of all potential shares as follows:

	Quarter Ended		Year-To-Date Ended	
	31.12.2023 (Reviewed)	31.12.2022 (Reviewed)	31.12.2023 (Reviewed)	31.12.2022 (Reviewed)
Profit attributable to owners of the Company (RM'000)	4,877	11,005	9,654	13,610
Weighted average unit of shares issued ('000)	848,394	774,363	848,394	774,363
<i>Effect of dilution from:</i>				
- Share-based payment (ESOS) ('000)	244	7,516	244	7,516
- Conversion of RCPS ('000)	82,200	106,387	82,200	106,387
Weighted average unit of shares issued ('000)	930,838	888,266	930,838	888,266
<b>Diluted earnings per share (cent)</b>	<b>0.52</b>	<b>1.24</b>	<b>1.04</b>	<b>1.53</b>

**13. AUTHORISATION TO ISSUE**

The Condensed Report was authorised for release by the Board of Directors as per Board of Directors Meeting held on 28 February 2024.

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