REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

DIRECTORS' RESPONSIBILITY STATEMENT IN RESPECT OF ANNUAL AUDITED FINANCIAL STATEMENTS

As required under the Companies Act 2016 ("Act") in Malaysia, the Directors of AT Systematization Berhad have made a statement expressing an opinion on the financial statements. The Board is of the opinion that the financial statements have been drawn up so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2023 and of the financial performance of the Group and of the Company for the financial year ended on that date in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Act.

In the process of preparing these financial statements, the Directors have reviewed the accounting policies and practices to ensure that they were consistently applied throughout the financial year. In cases where judgement and estimates were made, they were based on reasonableness and prudence.

Additionally, the Directors have relied on the systems of risk management and internal control to ensure that the information generated for the preparation of the financial statements from the underlying accounting records is accurate and reliable.

DIRECTORS' REPORT

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 31 March 2023.

PRINCIPAL ACTIVITIES

The principal activities of the Company are those of investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are set out in Note 11.

RESULTS

	Group RM	Company RM
Loss for the financial year	(82,745,163)	(2,929,551)
Attributable to:-		
Owners of the Company	(82,745,163)	(2,929,551)
	(82,745,163)	(2,929,551)

DIVIDEND

No dividend has been paid, declared or proposed by the Company since the end of the previous financial year. The directors do not recommend the payment of any dividend in respect of the current financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

BAD AND DOUBTFUL DEBTS

Before the statements of profit or loss and other comprehensive income and statements of financial position of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and have satisfied themselves that adequate allowance had been made for doubtful debts and there were no bad debts to be written off.

At the date of this report, the directors are not aware of any circumstances which would render it necessary to write off any bad debts or the amount of allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent.

CURRENT ASSETS

Before the statements of profit or loss and other comprehensive income and statements of financial position of the Group and of the Company were made out, the directors took reasonable steps to ensure that any current assets which were unlikely to realise in the ordinary course of business including their values as shown in the accounting records of the Group and of the Company had been written down to an amount which they might be expected to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements of the Group and of the Company misleading.

VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

CONTINGENT AND OTHER LIABILITIES

At the date of this report, there does not exist:-

(i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or

(ii) any contingent liabilities in respect of the Group or of the Company which has arisen since the end of the financial year.

In the opinion of the directors, no contingent or other liability of the Group or of the Company has become enforceable, or is likely to become enforceable, within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

ITEMS OF AN UNUSUAL NATURE

In the opinion of the directors, except for as disclosed in the financial statements:-

(i) the results of the operations of the Group and of the Company for the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and

(ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

ISSUE OF SHARES AND DEBENTURES

During the financial year, the Company issued 95,412,500 new ordinary shares pursuant to the options exercised under the Employees' Share Option Scheme at exercise prices RM0.018 per ordinary share for cash.

The new ordinary shares issued during the financial year rank pari passu in all respects with the existing ordinary shares of the Company.

During the financial year, no issue of debentures were issued by the Company.

OPTIONS GRANTED OVER UNISSUED SHARES

No options were granted to any person to take up unissued shares of the Company during the financial year apart from the issue of options pursuant to the Employees' Share Option Scheme.

EMPLOYEES' SHARE OPTION SCHEME ("ESOS")

The Company has established and implemented a new ESOS of not more than 30% of the issued shares of the Company with effect from 20 April 2021 and the ESOS is governed by its By-Laws approved by the shareholders at an Extraordinary General Meeting held on 12 April 2021.

The movements of options over unissued shares of the Company granted under ESOS during the financial year are disclosed in Note 21.4 to the financial statements.

Details of the options granted to directors are disclosed in the section on Directors' Interest in this report.

WARRANTS

Warrants 2020/2025 ("Warrants C")

On 22 May 2020, the Company listed and quoted 743,383,150 Warrants C pursuant to the renounceable rights issue. The Warrants C are constituted by the Deed Poll dated 26 February 2020 ("Deed Poll C").

Salient features of the Warrants C are as follows:-

(a) Each Warrant C entitles the warrant holders to subscribe for one (1) new ordinary share in the Company at an exercise price of RM0.035 during the 5-year period expiring on and including 17 May 2025 ("Exercise Period"), subject to the adjustments as set out in the Deed Poll C;

(b) At the expiry of the Exercise Period, any Warrants C which have not been exercised shall automatically lapse and cease to be valid for any purposes; and

(c) Warrant holders must exercise the Warrants C in accordance with the procedures set out in the Deed Poll C and shares allotted and issued upon such exercise shall rank pari passu in all respects with the existing shares of the Company, and shall be entitled to any dividends, rights, allotments and/or other distributions after the issue and allotment thereof.

As at 31 March 2023, 469,053,650 Warrants C remained unexercised.

DIRECTORS

The directors in office during the financial year until the date of this report are:-

Directors of the Company

Dato' Nik Ismail bin Dato' Nik Yusoff
Dr. Ch'ng Huck Khoon
Mak Siew Wei *
Choong Lee Aun *
Tan Lay Chee
Ong Poh Lin Abdullah (Appointed on 31.05.2023)

* Being a director of one or more subsidiaries.

Directors of the subsidiaries of the Company

Pursuant to Section 253 of the Companies Act 2016, the list of directors of the subsidiaries (excluding directors who are also directors of the Company) in office during the financial year until the date of this report are:-

Yong Man Chai

DIRECTORS' INTERESTS

According to the Registers of Directors' Shareholdings, the interests of directors in office at the end of the financial year in the ordinary shares and share options of the Company and of its related corporations during the financial year were as follows:-

Directors of the Company

	Number of ordinary shares			
	As at 01.04.2022	**Addition**	**Disposal**	**As at 31.03.2023**
Interest in the Company				
Direct Interest				
Mak Siew Wei	453,645,666	-	-	453,645,666
Dato' Nik Ismail bin Dato' Nik Yusoff	700,000	-	-	700,000

	Number of Warrants C			
	As at 01.04.2022	**Addition**	**Disposal**	**As at 31.03.2023**
Direct Interest				
Mak Siew Wei	260,100,000	-	-	260,100,000

Other than as stated above, none of the other directors in office at the end of the financial year had any interest in the ordinary shares of the Company or its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director of the Company has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as disclosed in the section on Directors' Remuneration in this report) by reason of a contract made by the Company or a related corporation with any director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Neither during nor at the end of the financial year, was the Company a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate, other than those arising from the share options granted under the Company's ESOS.

INDEMNITY AND INSURANCE COSTS

During the financial year, the total amount of indemnity coverage and insurance premium paid for the directors and certain officers of the Group and of the Company were RM3,000,000 and RM10,080 respectively. No indemnity was given to or insurance effected for auditors of the Company.

DIRECTORS' REMUNERATION

	Group		**Company**	
	2023	**2022**	**2023**	**2022**
	RM	**RM**	**RM**	**RM**
Directors of the Company				
(i) Executive directors:				
- Salaries, bonuses and allowances	718,166	600,000	150,000	156,000
- Defined contribution plan	86,268	72,655	18,000	18,720
- Estimated monetary value of benefits-in-kind	39,200	42,794	7,200	8,971
	843,634	715,449	175,200	183,691
(ii) Non-executive directors:				
- Fees	156,000	156,000	156,000	156,000
- Allowances	-	-	-	-
	156,000	156,000	156,000	156,000

DIRECTORS' REPORT (cont'd)

DIRECTORS' REMUNERATION (CONT'D)

	Group		Company	
	2023	2022	2023	2022
	RM	RM	RM	RM
Directors of the subsidiaries				
- Salaries, bonuses and allowances	67,500	60,000	-	-
- Defined contribution plan	8,460	7,855	-	-
- Estimated monetary value of benefits-in-kind	17,400	17,400	-	-
	93,360	85,255	-	-

Included in the analysis above is remuneration for the directors of the Company for their services to the Company and its subsidiaries in accordance with the requirements of the Companies Act 2016.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

Details of significant events during the financial year are disclosed in Note 31 to the financial statements.

SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

Details of significant events subsequent to the end of the financial year are disclosed in Note 32 to the financial statements.

AUDITORS' REMUNERATION

The details of auditors' remuneration of the Group and of the Company for the financial year ended 31 March 2023 as follows:

	Group RM	Company RM
Auditors' remuneration:		
- Statutory audit	155,100	41,000
- Non-statutory audit	5,000	5,000
	160,100	46,000

AUDITORS

The auditors, Messrs. UHY, have expressed their willingness to continue in office.

Signed on behalf of the Board of Directors in accordance with a resolution of the directors:

……………………………………..
CHOONG LEE AUN
Director

……………………………………..
MAK SIEW WEI
Director

Date: 25 July 2023

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM (Restated)
Revenue	5	60,798,062	78,132,972	1,560,000	1,565,831
Cost of sales		(68,403,507)	(77,509,541)	-	-
Gross (loss)/profit		(7,605,445)	623,431	1,560,000	1,565,831
Other income		3,468,485	26,409,298	1,706,881	2,787,822
Administrative and general expenses		(19,705,230)	(36,577,835)	(3,301,198)	(5,288,531)
Selling and distribution expenses		(133,253)	(263,204)	-	-
		(19,838,483)	(36,841,039)	(3,301,198)	(5,288,531)
Net (loss)/gain of impairment on financial instruments		(3,671,887)	85,178	-	3,875,210
Other expenses		(48,627,739)	(81,419,074)	(1)	(89,340,717)
Loss from operation		(76,275,069)	(91,142,206)	(34,318) -	(86,400,385)
Finance costs		(3,670,828)	(2,043,743)	(2,863,630)	(1,490,030)
Share of results of associates		(2,752,355)	(31,122,184)	-	-
Loss before taxation	6	(82,698,252)	(124,308,133)	(2,897,948)	(87,890,415)
Taxation	7	(46,911)	252,175	(31,603)	-
Loss for the financial year		(82,745,163)	(124,055,958)	(2,929,551)	(87,890,415)
Loss for the financial year attributable to:-					
Owners of the Company		(82,745,163)	(124,055,958)	(2,929,551)	(87,890,415)
		(82,745,163)	(124,055,958)	(2,929,551)	(87,890,415)

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023 (cont'd)

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM (Restated)
Loss for the financial year		(82,745,163)	(124,055,958)	(2,929,551)	(87,890,415)
Other comprehensive income:					
Item that will not be reclassified subsequently to profit or loss					
Revaluation decrease in right-of-use assets		-	-	-	-
Item that may be reclassified subsequently to profit or loss					
Share of other comprehensive income of associates		789,408	6,010,050	-	-
Total comprehensive loss for the financial year		(81,955,755)	(118,045,908)	(2,929,551)	(87,890,415)
Total comprehensive loss for the financial year attributable to:-					
Owners of the Company		(81,955,755)	(118,045,908)	(2,929,551)	(87,890,415)
		(81,955,755)	(118,045,908)	(2,929,551)	(87,890,415)
Loss per share attributable to the owners of the Company (sen)					
Basic and diluted	8	(1.38)	(2.55)		

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
ASSETS					
Non-current assets					
Property, plant and equipment	9	123,764,997	143,324,440	321,848	376,506
Right-of-use assets	10	25,971,984	33,286,971	1	59,559
Investment in subsidiaries	11	-	-	264,837,105	264,536,174
Investment in associates	12	88,681,994	103,631,909	54,314,400	54,314,400
Marketable securities	13	11,565,474	5,056,000	-	-
Receivables, deposits and prepayments	15	4,325,200	-	-	-
		254,309,649	285,299,320	319,473,354	319,286,639
Current assets					
Inventories	14	9,302,721	40,519,542	-	-
Receivables, deposits and prepayments	15	11,990,877	35,041,569	13,342,189	6,388,234
Tax assets	16	251,899	197,456	218,825	170,038
Money market instruments	17	21,097,320	16,038,467	21,097,320	16,038,467
Cash and bank balances	18	39,325,946	92,516,127	31,806,024	80,131,022
		81,968,763	184,313,161	66,464,358	102,727,761
Assets held for sale	19	18,635,527	-	-	-
		100,604,290	184,313,161	66,464,358	102,727,761
TOTAL ASSETS		354,913,939	469,612,481	385,937,712	422,014,400

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2023 (cont'd)

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
EQUITY AND LIABILITIES					
Equity					
Share capital	20	480,443,830	478,425,474	480,443,830	478,425,474
Other reserves	21	16,117,655	15,328,247	9,261,308	9,261,308
Accumulated losses		(239,283,394)	(156,538,231)	(134,152,398)	(131,222,847)
Total equity		257,278,091	337,215,490	355,552,740	356,463,935
Liabilities					
Non-current liabilities					
Loans and borrowings	22	10,340,472	10,876,565	84,242	-
Deferred tax liabilities	23	-	-	-	-
		10,340,472	10,876,565	84,242	-
Current liabilities					
Loans and borrowings	22	34,782,364	69,085,637	30,174,935	65,344,751
Payables, deposits received and accruals	24	52,028,245	50,480,459	125,795	205,714
Contract liabilities	25	484,767	1,953,576	-	-
Tax liabilities		-	754	-	-
		87,295,376	121,520,426	30,300,730	65,550,465
Total liabilities		97,635,848	132,396,991	30,384,972	65,550,465
TOTAL EQUITY AND LIABILITIES		354,913,939	469,612,481	385,937,712	422,014,400

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

	Note	Non-distributable						
		Share Capital RM	Share Options Reserve RM	Revaluation Reserve RM	Warrants Reserve RM	Translation Reserve RM	Accumulated Losses RM	Total Equity RM
Group								
As at 1 April 2022 (Restated)		478,425,474	295,542	5,343,714	9,261,382	427,609	(156,538,231)	337,215,490
Comprehensive loss								
Loss for the financial year		-	-	-	-	-	(82,745,163)	(82,745,163)
Share of other comprehensive income of associates		-	(260,112)	285,900	-	763,620	-	789,408
Total comprehensive loss for the financial year		-	(260,112)	285,900	-	763,620	(82,745,163)	(81,955,755)
Transactions with owners								
Exercise of share options		2,018,356	(300,932)	-	-	-	-	1,717,424
Share-based payments		-	300,932	-	-	-	-	300,932
Total transactions with owners		2,018,356	-	-	-	-	-	2,018,356
As at 31 March 2023		480,443,830	35,430	5,629,614	9,261,382	1,191,229	(239,283,394)	257,278,091

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023 (cont'd)

		Non-distributable						
	Note	Share Capital RM	Share Options Reserve RM	Revaluation Reserve RM	Warrants Reserve RM	Translation Reserve RM	Accumulated Losses RM	Total Equity
Group								
As at 1 April 2021		392,934,157	-	-	9,261,308	-	(32,425,384)	369,770,081
Comprehensive loss								
Loss for the financial year		-	-	-	-	-	(127,932,123)	(127,932,123)
Share of other comprehensive income of associates		-	295,542	5,343,714	74	427,609	(56,889)	6,010,050
Prior year adjustment	35(b)	-	-	-	-	-	3,876,165	3,876,165
Total comprehensive loss for the financial year (Restated)		-	295,542	5,343,714	74	427,609	(124,112,847)	(118,045,908)
Transactions with owners								
Exercise of share options		85,491,317	(6,050,958)	-	-	-	-	79,440,359
Share-based payments		-	6,050,958	-	-	-	-	6,050,958
Total transactions with owners		85,491,317	-	-	-	-	-	85,491,317
As at 31 March 2022 (Restated)		478,425,474	295,542	5,343,714	9,261,382	427,609	(156,538,231)	337,215,490

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

	Note	Non-distributable Share Capital RM	Non-distributable Share Options Reserve RM	Non-distributable Warrants Reserve RM	Accumulated Losses RM	Total Equity RM
Company						
As at 1 April 2022		478,425,474	-	9,261,308	(131,222,847)	356,463,935
Comprehensive loss						
Loss for the financial year		-	-	-	(2,929,551)	(2,929,551)
Total comprehensive loss for the financial year		-	-	-	(2,929,551)	(2,929,551)
Transactions with owners						
Exercise of share options		2,018,356	(300,932)	-	-	1,717,424
Share-based payments		-	300,932	-	-	300,932
Total transactions with owners		2,018,356	-	-	-	2,018,356
As at 31 March 2023		480,443,830	-	9,261,308	(134,152,398)	355,552,740

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023 (cont'd)

	Note	Non-distributable Share Capital RM	Non-distributable Share Options Reserve RM	Non-distributable Warrants Reserve RM	Accumulated Losses RM	Total Equity RM
As at 1 April 2021		392,934,157	-	9,261,308	(43,332,432)	358,863,033
Comprehensive loss						
Loss for the financial year		-	-	-	(87,890,415)	(87,890,415)
Total comprehensive loss for the financial year		-	-	-	(87,890,415)	(87,890,415)
Transactions with owners						
Exercise of share options		85,491,317	(6,050,958)	-	-	79,440,359
Share-based payments		-	6,050,958	-	-	6,050,958
Total transactions with owners		85,491,317	-	-	-	85,491,317
As at 31 March 2022		478,425,474	-	9,261,308	(131,222,847)	356,463,935

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
Cash flows from operating activities					
(Loss)/profit before taxation		(82,698,252)	(124,308,133)	(2,897,948)	(87,890,415)
Adjustments for:-					
Depreciation of property, plant and equipment		10,200,064	6,858,482	59,082	73,014
Depreciation of right-of-use assets		1,926,594	2,016,939	59,558	79,410
(Gain)/loss on disposal of property, plant and equipment		-	(1,304)	-	(1,259)
Property, plant and equipment written off		135,014	123,505	-	-
Fair value loss on investment in quoted shares		3,540,369	3,783,818	-	-
Inventories written down		19,295,338	20,376,460	-	-
Allowance for slow moving inventories		-	219,467	-	-
Impairment loss on:					
- receivables		329,653	57,764	-	-
- investment in subsidiaries		-	-	-	68,632,181
- investment in associates		7,789,392	40,621,390	-	20,459,056
- property, plant and equipment		15,065,935	24,495,795	-	-
- right-of-use assets		-	5,667,272	-	-
Gain on bargain purchase of investment in associates		-	(16,247,916)	-	-
Reversal of impairment loss on:					
- receivables		(123,335)	(3,926,760)	-	(3,875,210)
- amount due from subsidiaries		-	-	-	(1,691,871)
- investment in associates		(903,767)	(7,927,592)	-	-
- property, plant and equipment		(20,883)	-	-	-
Loss on strike off of a subsidiary		-	-	1	-
Distribution income on money market instruments		(105,451)	(330,406)	(105,451)	(330,406)
Interest income		(1,641,365)	(855,372)	(1,551,040)	(825,547)
Interest expenses		3,670,828	2,043,743	2,863,630	1,490,029
Share-based payment under ESOS		300,932	6,050,958	-	249,480
Share of result of associates		2,752,355	31,122,184	-	-
Loss on dilution of interest in associates		6,101,343	4,584,838	-	-
Unrealised loss/(gain) on foreign exchange, net		1,024,461	(18,125)	992,744	77,129
Operating loss before working capital changes carried forward		(13,360,775)	(5,592,993)	(579,424)	(3,554,409)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023 (cont'd)

		Group		Company	
	Note	2023 RM	2022 RM (Restated)	2023 RM	2022 RM
Operating loss before working capital changes brought forward		(13,360,775)	(5,592,993)	(579,424)	(3,554,409)
Inventories		11,921,483	(48,715,093)	-	-
Receivables		18,489,841	(6,265,856)	5,119,236	(1,826,915)
Payables		74,237	35,666,159	(79,919)	49,409
Amount due to/(by) subsidiary companies		-	-	(12,073,191)	65,501,927
Cash generated from/(used in) operations		17,124,786	(24,907,783)	(7,613,298)	60,170,012
Tax refund		45,500	13,043	45,500	-
Tax paid		(147,608)	(93,732)	(125,890)	(72,038)
Net cash from/(used in) operating activities		17,022,678	(24,988,472)	(7,693,688)	60,097,974
Cash flows from investing activities					
Distribution income on money market instruments		105,451	330,406	105,451	330,406
Interest received		1,577,009	767,577	1,486,684	737,752
Investment in subsidiaries		-	-	-	(111,499,998)
Deposit paid		-	(6,000,000)	-	-
Proceeds from disposal of property, plant and equipment		-	2,875	-	2,500
Investment in associates		-	(106,390,516)	-	(74,773,456)
Purchase of marketable securities		(10,049,843)	(5,336,289)	-	-
Acquisition of property, plant and equipment		(5,864,506)	(50,341,734)	(4,424)	(27,826)
Acquisition of right-of-use assets		(9,328,000)	-	-	-
Net cash (used in)/from investing activities		(23,559,889)	(166,967,681)	1,587,711	(185,230,622)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023 (cont'd)

	Note	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
Cash flows from financing activities					
Proceeds from share options		1,717,424	79,440,359	1,717,424	79,440,358
Interest paid		(3,535,203)	(2,043,743)	(2,728,005)	(1,490,029)
Placement of deposits pledged with licensed banks		-	(68,511,959)	-	(65,000,000)
Upliftment of deposits pledged with licensed bank		35,020,661	-	35,087,795	-
Net repayment of lease liabilities		(2,017,999)	(1,681,536)	(43,829)	(43,475)
Net repayment of term loans and revolving credit		(36,802,232)	(1,494,886)	(35,177,370)	-
Drawdawn of term loan and revolving credit		-	75,088,900	-	65,177,370
Net cash (used in)/from financing activities		(5,617,349)	80,797,135	(1,143,985)	78,084,224
Net (decrease)/increase in cash and cash equivalents		(12,154,560)	(111,159,018)	(7,249,962)	(47,048,424)
Effects of exchange rate changes on cash and cash equivalents		(990,388)	24,421	(992,744)	(77,127)
Cash and cash equivalents at beginning of the financial year		39,549,051	150,683,648	31,081,694	78,207,245
Cash and cash equivalents at end of the financial year		26,404,103	39,549,051	22,838,988	31,081,694
Cash and cash equivalents comprise:					
Deposits placed with licensed banks		33,750,643	68,706,948	30,064,356	65,087,795
Cash and bank balances		5,575,303	23,809,179	1,741,668	15,043,227
Money market instruments		21,097,320	16,038,467	21,097,320	16,038,467
Bank overdraft		(268,520)	(298,595)	-	-
		60,154,746	108,255,999	52,903,344	96,169,489
Less: Deposits pledged with licensed banks		(33,750,643)	(68,706,948)	(30,064,356)	(65,087,795)
		26,404,103	39,549,051	22,838,988	31,081,694

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2023

1. CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the ACE Market of Bursa Malaysia Securities Berhad.

The registered office of the Company is located at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur Wilayah Persekutuan, Malaysia.

The principal place of business of the Company is located at Lot 11.2, Level 11, Menara Lien Hoe, No. 8, Persiaran Tropicana, 47410 Petaling Jaya, Selangor.

The principal activities of the Company are those of investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are disclosed in Note 11. There have no significant changes in the nature of these activities during the financial year.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 25 July 2023.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

2.2 Adoption of MFRS, amendments/improvements to MFRSs

During the financial year, the Group and the Company have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year:

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
Amendments to MFRSs	Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the amendments to MFRSs did not have any significant impact on the financial statements of the Group and of the Company.

2. BASIS OF PREPARATION (CONT'D)

2.3 MFRSs, Amendments to MFRSs and Issue Committees ("IC") Interpretation that have been issued but are not yet effective

The Group and the Company have not applied the following new and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and for the Company:

		Effective dates for financial periods beginning on or after
MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Initial Application of MFRS 9 and MFRS 17 -Comparative Information	1 January 2023
Amendments to MFRS 101 and MFRS Practice Statement 2	Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108	Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further noticed

The adoption of these standards and amendments that have been issued but not yet effective are not expected to have a material impact to the financial statements of the Group and of the Company.

2.4 Functional and presentation currency

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which they operate ("the functional currency"). The financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company's and its subsidiaries' functional currency.

2. BASIS OF PREPARATION (CONT'D)

2.5 Basis of measurement

The financial statements of the Group and of the Company have been prepared on the historical cost basis, except as otherwise disclosed in Note 3.

2.6 Use of estimates and judgement

The preparation of financial statements in conformity with MFRSs requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenue and expenses during the reporting period. It also requires directors to exercise their judgement in the process of applying the Group's and the Company's accounting policies. Although these estimates and judgements are based on the directors' best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates that are significant to the financial statements are disclosed in Note 4.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unless otherwise stated, the following accounting policies have been applied consistently to all the financial years presented in the financial statements of the Group and of the Company.

3.1 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries. The financial statements of the subsidiaries used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied to like transactions and events in similar circumstances.

(a) Subsidiaries and business combination

Subsidiaries are entities (including structured entities) over which the Group is exposed, or has rights, to variable returns from its involvement with the acquirees and has the ability to affect those returns through its power over the acquirees.

The financial statements of subsidiaries are included in the consolidated financial statements from the date the Group obtains control of the acquirees until the date the Group loses control of the acquirees.

The Group applies the acquisition method to account for business combinations from the acquisition date.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.1 Basis of consolidation (cont'd)

(a) Subsidiaries and business combination (cont'd)

For a new acquisition, goodwill is initially measured at cost, being the excess of the following:-

- the fair value of the consideration transferred, calculated as the sum of the acquisition-date fair value of assets transferred (including contingent consideration), the liabilities incurred to former owners of the acquiree and the equity instruments issued by the Group. Any amounts that relate to pre-existing relationships or other arrangements before or during the negotiations for the business combination, that are not part of the exchange for the acquiree, will be excluded from the business combination accounting and be accounted for separately; plus
- the recognised amount of any non-controlling interests in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets at the acquisition date (the choice of measurement basis is made on an acquisition-by-acquisition basis); plus
- if the business combination is achieved in stages, the acquisition-date fair value of the previously held equity interest in the acquiree; less
- the net fair value of the identifiable assets acquired and the liabilities (including contingent liabilities) assumed at the acquisition date.

When the excess is negative, a bargain purchase gain is recognised immediately in profit or loss at the acquisition date.

Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

If the business combination is achieved in stages, the Group remeasures the previously held equity interest in the acquiree to its acquisition-date fair value, and recognises the resulting gain or loss, if any, in profit or loss.

Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognised in other comprehensive income are reclassified to profit or loss or transferred directly to retained earnings on the same basis as would be required if the acquirer had disposed directly of the previously held equity interest.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the business combination occurs, the Group uses provisional fair value amounts for the items for which the accounting is incomplete. The provisional amounts are adjusted to reflect new information obtained about facts and circumstances that existed as of the acquisition date, including additional assets or liabilities identified in the measurement period. The measurement period for completion of the initial accounting ends as soon as the Group receives the information it was seeking about facts and circumstances or learns that more information is not obtainable, subject to the measurement period not exceeding one year from the acquisition date.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.1 Basis of consolidation (cont'd)

(a) Subsidiaries and business combination (cont'd)

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the former subsidiary, any non-controlling interests and the other components of equity related to the former subsidiary from the consolidated statement of financial position. Any gain or loss arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the former subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently, it is accounted for as an associate, a joint venture, an available-for-sale financial asset or a held for trading financial asset.

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. The difference between the Group's share of net assets before and after the change, and the fair value of the consideration received or paid, is recognised directly in equity.

(b) Non-controlling interests

Non-controlling interests represent the equity in subsidiaries not attributable, directly or indirectly, to owners of the Company and are presented separately in the consolidated statement of financial position within equity.

Losses attributable to the non-controlling interests are allocated to the non-controlling interests even if the losses exceed the non-controlling interests.

(c) Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements.

Unrealised gains arising from transactions with equity-accounted associates and joint ventures are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

3.2 Separate financial statements

In the Company's statement of financial position, investment in subsidiaries and investment in associate are measured at cost less any accumulated impairment losses, unless the investment is classified as held for sale or distribution. The cost of investment includes transaction costs. The policy for the recognition and measurement of impairment losses shall be applied on the same basis as would be required for impairment of non-financial assets as disclosed in Note 3.15(b).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.3 Associates

Associates are entities over which the Group has significant influence, but not control, to the financial and operating policies.

Investment in associates are accounted for in the consolidated financial statements using the equity method.

Under the equity method, the investment in associates are initially recognised at cost. The cost of investment includes transaction costs. Subsequently, the carrying amount is adjusted to recognise changes in the Group's share of net assets of the associate.

When the Group's share of losses exceeds its interest in an associate, the carrying amount of that interest including any long-term investments is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the associate.

When the Group ceases to have significant influence over an associate, any retained interest in the former associate at the date when significant influence is lost is measured at fair value and this amount is regarded as the initial carrying amount of a financial asset. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

When the Group's interest in an associate decreases but does not result in a loss of significant influence, any retained interest is not remeasured. Any gain or loss arising from the decrease in interest is recognised in profit or loss. Any gains or losses previously recognised in other comprehensive income are also reclassified proportionately to the profit or loss if that gain or loss would be required to be reclassified to profit or loss on the disposal of the related assets or liabilities.

On acquisition of an investment in associate, any excess of the cost of investment over the Group's share of the net fair value of the identifiable assets and liabilities of the investee is recognised as goodwill and included in the carrying amount of the investment. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities of the investee over the cost of investment is excluded from the carrying amount of the investment and is instead included as income in the determination of the Group's share of the associate's profit or loss for the period in which the investment is acquired.

An associate is equity accounted for from the date on which the investee becomes an associate.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.4 Foreign currency transactions and operations

Translation of foreign currency transactions

Foreign currency transactions are translated to the respective functional currencies of the Group entities at the exchange rates prevailing at the dates of the transactions. At the end of each reporting date, monetary items denominated in foreign currencies are retranslated at the exchange rates prevailing at the reporting date. Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated at the rates prevailing at the dates the fair values were determined. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated at the historical rates as at the dates of the initial transactions.

Foreign exchange differences arising on settlement or retranslation of monetary items are recognised in profit or loss except for monetary items that are designated as hedging instruments in either a cash flow hedge or a hedge of the Group's net investment of a foreign operation. When settlement of a monetary item receivable from or payable to a foreign operation is neither planned nor likely to occur in the foreseeable future, exchange differences are recognised in profit or loss in the separate financial statements of the parent company or the individual financial statements of the foreign operation. In the consolidated financial statements, the exchange differences are considered to form part of a net investment in a foreign operation and are recognised initially in other comprehensive income until its disposal, at which time, the cumulative amount is reclassified to profit or loss.

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e. translation differences on items whose fair value gain or loss is recognised in other comprehensive income or profit or loss are also recognised in other comprehensive income or profit or loss, respectively).

3.5 Revenue and other income

Revenue is measured based on the consideration specified in a contract with a customer in exchange for transferring goods or services to a customer. Revenue is recognised when the Group and the Company satisfied a performance obligation by transferring a promised goods or services to the customer, which is when a customer obtains control of the goods or services. A performance obligation may be satisfied at a point in time or over time.

(a) Contracts with customers

Revenue from contracts with customers is recognised by reference to each distinct performance obligation in the contract with customer. Revenue from contracts with customers is measured at its transaction price, being the amount of consideration which the Group expects to be entitled in exchange for transferring promised goods or services to a customer, net of goods and service tax, returns, rebates and discounts. Transaction price is allocated to each performance obligation on the basis of the relative standalone selling prices of each distinct good or services promised in the contract. Depending on the substance of the contract, revenue is recognised when the performance obligation is satisfied, which may be at a point in time or over time.

(b) Goods sold

Revenue from the sale of goods is recognised at a point in time when the control of ownership has been transferred to the buyer and upon its acceptance.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 Revenue and other income (cont'd)

(c) Rental income

Rental income is recognised on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

(d) Interest income

Interest income is recognised on an accrual basis using the effective interest method.

(e) Management fees

Management fees are recognised when services are rendered.

(f) Sale of solar energy

The Group sells electricity generated through its self-constructed solar plant to electric utility company, Tenaga Nasional Berhad under 21-year renewable energy power purchase agreement. Revenue is recognised upon delivery of electricity by kilowatt-hour to the utility company's grid and acceptable by the utility company.

3.6 Employee benefits

(a) Short-term employee benefits

Short-term employee benefit obligations in respect of wages, salaries, social security contributions, annual bonuses, paid annual leave, sick leave and non-monetary benefits are recognised as an expense in the financial year where the employees have rendered their services to the Company and its subsidiaries.

(b) Defined contribution plans

As required by law, the Company and its subsidiaries contribute to the Employees Provident Fund ("EPF"), the national defined contribution plan. Such contributions are recognised as an expense in the profit or loss in the period in which the employees render their services.

(c) Share-based payment transactions

<u>Equity-settled share-based payment transaction</u>

The Group operates an equity-settled, share-based compensation plan for the employees of the Group. Employee services received in exchange for the grant of the share options is recognised as an expense in the profit or loss over the vesting periods of the grant with a corresponding increase in equity.

For options granted to the employees of the subsidiary companies, the fair value of the options granted is recognised as cost of investment in the subsidiary companies over the vesting period with a corresponding adjustment to equity in the Company's financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.6 Employee benefits (cont'd)

(c) Share-based payment transactions (cont'd)

The total amount to be expensed over the vesting period is determined by reference to the fair value of the share options granted, excluding the impact of any non-market vesting conditions (for example, profitability and sales growth targets). Non-market vesting conditions are included in assumptions about the number of options that are expected to be vested. At the end of each reporting date, the Group revises its estimates of the number of share options that are expected to be vested. It recognises the impact of the revision of original estimates, if any, in the profit or loss, with a corresponding adjustment to equity.

The proceeds received net of any directly attributable transaction costs are credited to share capital (nominal value) when the options are exercised.

3.7 Borrowing costs

Borrowing costs are interests and other costs that the Group and the Company incur in connection with borrowing of funds.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

The Group and the Company begin capitalising borrowing costs when the Group and the Company have incurred the expenditures for the asset, incurred related borrowing costs and undertaken activities that are necessary to prepare the asset for its intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

3.8 Income tax

Income tax expense in profit or loss comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income.

(a) Current tax

Current tax is the expected taxes payable on the taxable income for the financial year, using the tax rates that have been enacted or substantively enacted by the end of the reporting period, and any adjustment to tax payable in respect of previous financial years.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.8 Income tax (cont'd)

(b) Deferred tax

Deferred tax is recognised using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts in the statements of financial position. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences, unutilised tax losses and unused tax credits, to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

Deferred tax is not recognised if the temporary differences arise from the initial recognition of assets and liabilities in a transaction which is not a business combination and that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries, branches, associates and interests in joint ventures, except where the Group is able to control the reversal timing of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax assets to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be utilised.

Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantially enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if there is a legally enforceable right to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on the same taxable entity, or on different tax entities, but they intend to settle their income tax recoverable and income tax payable on a net basis or their tax assets and liabilities will be realised simultaneously.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.9 Earnings Per Ordinary Share ("EPS")

The Group presents basic and diluted earnings per share data for its ordinary shares.

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held, if any.

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, if any, for the effect of all dilutive potential ordinary shares, which comprise warrants and share options granted to the employees.

3.10 Financial instruments

(i) Initial recognition and measurement

A financial asset or a financial liability is recognised in the statement of financial position when, and only when, the Group or the Company becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without significant financing component) or a financial liability is initially measured at fair value plus or minus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issuance. A trade receivable without a significant financing component is initially measured at the transaction price.

An embedded derivative is recognised separately from the host contract where the host contract is not a financial asset, and accounted for separately if, and only if, the derivative is not closely related to the economic characteristics and risks of the host contract and the host contract is not measured at fair value through profit or loss. The host contract, in the event an embedded derivative is recognised separately, is accounted for in accordance with policy applicable to the nature of the host contract.

(ii) Financial instrument categories and subsequent measurement

The Group and the Company categorise financial instruments as follows:-

Financial assets

Categories of financial assets are determined on initial recognition and are not reclassified subsequent to their initial recognition unless the Group or the Company changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change of the business model.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

(ii) Financial instrument categories and subsequent measurement (cont'd)

Financial assets (cont'd)

(a) Amortised cost

Amortised cost category comprises financial assets that are held within a business model whose objective is to hold assets to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The financial assets are not designated as fair value through profit or loss. Subsequent to initial recognition, these financial assets are measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Interest income is recognised by applying effective interest rate to the gross carrying amount except for credit impaired financial assets (see Note 3.15) where the effective interest rate is applied to the amortised cost.

(b) Fair value through profit or loss

All financial assets not measured at amortised cost as described above are measured at fair value through profit or loss. This includes derivative financial assets (except for a derivative that is a designated and effective hedging instrument). On initial recognition, the Group or the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at fair value through other comprehensive income as at fair value through profit or loss if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets categorised as fair value through profit or loss are subsequently measured at their fair value. Net gains or losses, including any interest or dividend income, are recognized in the profit or loss.

All financial assets, except for those measured at fair value through profit or loss, are subject to impairment assessment (see Note 3.15).

Financial liabilities

The subsequent measurement of financial liabilities depends on their classification as follows:-

(a) Financial liabilities at fair value through profit or loss

Fair value through profit or loss category comprises financial liabilities that are derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument), contingent consideration in a business combination and financial liabilities that are specifically designated into this category upon initial recognition. Financial liabilities categorised as fair value through profit or loss are subsequently measured at their fair value with gains or losses recognised in the profit or loss.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

(ii) Financial instrument categories and subsequent measurement (cont'd)

Financial liabilities (cont'd)

(b) Amortised cost

Subsequent to initial recognition, other financial liabilities not measured at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method.

Interest expenses and foreign exchange gains and losses are recognised in profit or loss. Gains or losses are recognised in the profit or loss when the liabilities are derecognised as well as through the amortisation process.

(iii) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument.

Financial guarantee issued are initially measured at fair value. Subsequently, they are measured at the higher of:-

(a) the amount of the loss allowance; and
(b) the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance to the principles of MFRS 15, Revenue from Contracts with Customers.

Liabilities arising from financial guarantees are presented together with other provisions.

(iv) Regular way purchase or sale of financial assets

A regular way purchase or sale is a purchase or sale of a financial asset under a contract whose terms require delivery of the asset within the time frame established generally by regulation or convention in the marketplace concerned.

A regular way purchase or sale of financial assets is recognised and derecognised, as applicable, using trade date accounting. Trade date accounting refers to:-

(a) the recognition of an asset to be received and the liability to pay for it on the trade date, and
(b) derecognition of an asset that is sold, recognition of any gain or loss on disposal and the recognition of a receivable from the buyer for payment on the trade date.

Any changes in the fair value of the asset to be received during the period between the trade date and settlement date is accounted in the same way as it accounts for the acquired asset.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

(v) Derecognition

A financial asset or part of it is derecognised when, and only when the contractual rights to the cash flows from the financial asset expire or transferred, or control of the assets is not retained or substantially all of the risks and rewards of ownership of the financial assets are transferred to another party. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in profit or loss.

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged, or cancelled or expired. A financial liability is also derecognized when its terms are modified and the cash flows of the modified liability are substantially different, in which case, a new financial liability based on modified terms is recognised at fair value. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any noncash assets transferred or liabilities assumed, is recognised in profit or loss.

3.11 Property, plant and equipment

(a) Recognition and measurement

Property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.15(b).

Cost of assets includes expenditures that are directly attributable to the acquisition of the asset and any other costs that are directly attributable to bringing the asset to working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. The cost of self-constructed assets also includes cost of materials, direct labour, and any other direct attributable costs but excludes internal profits. For qualifying assets, borrowing costs are capitalised in accordance with the accounting policy on borrowing costs in Note 3.7.

When significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as a separate items of property, plant and equipment.

Buildings under revaluation model are measured at fair value, based on valuations by external independent valuers, less accumulated depreciation on buildings and any accumulated impairment losses recognised after the date of revaluation. Valuations are performed with sufficient regularity to ensure that the fair value of the buildings does not differ materially from the carrying amount. Any accumulated depreciation as at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.11 Property, plant and equipment (cont'd)

(a) Recognition and measurement (cont'd)

A revaluation surplus is recognised in other comprehensive income and credited to the revaluation reserve. However, the increase shall be recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss. If an asset's carrying amount is decreased as a result of a revaluation, the decrease shall be recognised in profit or loss. However, the decrease shall be recognised in other comprehensive income to the extent of any credit balance existing in the revaluation reserve in respect of that asset. The revaluation reserve is transferred to retained earnings as the asset is used. The amount of revaluation reserve transferred is the difference between the depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost.

(b) Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that the future economic benefits associated with the part will flow to the Group or the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the profit or loss as incurred.

(c) Depreciation

Capital work-in-progress and building work-in-progress are not depreciated until such time when the asset is available for use.

Other property, plant and equipment are depreciated on the straight line basis to write off the cost of the property, plant and equipment over their estimated useful lives.

The principal annual rates used for this purpose are:-

Buildings	2%
Solar photovoltaic plants	5%
Plant, machinery, tools and equipment	7% - 20%
Furniture, fittings and office equipment	10% - 20%
Motor vehicles	15% - 20%
Renovation	10%

The residual values, useful lives and depreciation methods are reviewed at the end of each reporting period and adjusted as appropriate.

(d) Derecognition

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is recognised in profit or loss.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12 Leases

At inception of a contract, the Group and the Company assess whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group and the Company assess whether:-

(i) the contract involves the use of an identified asset – this may be specified explicitly or implicitly, and should be physically distinct or represent substantially all of the capacity of a physically distinct asset. If the supplier has a substantive substitution right, then the asset is not identified;

(ii) the Group and the Company have the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use; and

(iii) the Group and the Company have the right to direct the use of the asset. The Group and the Company have this right when it has the decision making rights that are most relevant to changing how and for what purpose the asset is used. In rare cases where all the decisions about how and for what purpose the asset is used are predetermined, the Group and the Company have the right to direct the use of the asset if either:-

- the Group and the Company have the right to operate the asset; or
- the Group and the Company have designed the asset in a way that predetermines how and for what purpose it will be used.

At inception or on reassessment of a contract that contains a lease component, the Group and the Company allocate the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

As a lessee

The Group and the Company recognise a right-of-use asset and lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset (other than leasehold land under revaluation model) is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The lease terms of the right-of-use asset is as follows:-

Leasehold lands	33 to 90 years
Plant, machinery, tools and equipment	5 to 10 years
Motor vehicles	3 to 5 years
Factory	3 years

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12 Leases (cont'd)

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflect the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

Leasehold lands under revaluation model are measured at fair value, based on valuations by external independent valuers, less accumulated depreciation and any accumulated impairment losses recognised after the date of revaluation. Valuations are performed with sufficient regularity to ensure that the fair value of the leasehold lands does not differ materially from the carrying amount. Any accumulated depreciation as at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

A revaluation surplus is recognised in other comprehensive income and credited to the revaluation reserve. However, the increase shall be recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss. If an asset's carrying amount is decreased as a result of a revaluation, the decrease shall be recognised in profit or loss. However, the decrease shall be recognised in other comprehensive income to the extent of any credit balance existing in the revaluation reserve in respect of that asset. The revaluation reserve is transferred to retained earnings as the asset is used. The amount of revaluation reserve transferred is the difference between the depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost.

The right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's and the Company's incremental borrowing rate. Generally, the Group and the Company use its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise:-

(a) fixed payments, including in-substance fixed payments;

(b) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

(c) amounts expected to be payable under a residual value guarantee; and

(d) the exercise price under a purchase option that the Group and the Company are reasonably certain to exercise, lease payments in an option renewal period of the Group and of the Company are reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group and the Company are reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's and the Company's estimate of the amount expected to be payable under a residual value guarantee or if the Group and the Company change its assessment of whether it will exercise a purchase, extension or termination option.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12 Leases (cont'd)

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

3.13 Inventories

Inventories are measured at lower of cost and net realisable value.

Costs incurred in bringing the inventories to their present location and condition are accounted for as follows:-

- raw materials: purchase costs on a first-in, first-out basis.
- finished goods and work-in-progress: costs of direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. These costs are assigned on a first-in, first-out basis.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

3.14 Cash and cash equivalents

For the purpose of the statements of cash flows, cash and cash equivalents comprise cash on hand, bank balances and deposits, bank overdrafts, highly liquid investments with a maturity of three months or less, that are readily convertible to cash and are subject to an insignificant risk of changes in value.

3.15 Impairment

(a) Financial Assets

The Group and the Company recognise an allowance for expected credit losses ("ECLs") for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group and the Company expect to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months ("a 12-month ECL"). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default ("a lifetime ECL").

For trade receivables, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.15 Impairment (cont'd)

(a) Financial Assets (cont'd)

The gross carrying amount of a financial asset is written off (either partially or full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group and the Company determine that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's and the Company's procedures for recovery of amounts due.

(b) Other assets

The carrying amounts of other assets (except for inventories and non-current assets classified as held for sale) are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each period at the same time.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generate cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units. Subject to an operating segment ceiling test, for the purpose of goodwill impairment testing, cash-generating units to which goodwill has been allocated are aggregated so that the level at which impairment testing is performed reflects the lowest level at which goodwill is monitored for internal reporting purposes.

The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to a cash-generating unit or a group of cash-generating units that are expected to benefit from the synergies of the combination.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs of disposal. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash-generating unit.

An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit (group of cash-generating units) and then to reduce the carrying amounts of the other assets in the cash-generating unit (groups of cash-generating units) on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount since the last impairment loss was recognised. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversals of impairment losses are credited to profit or loss in the financial year in which the reversals are recognised.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.16 Non-current assets held for sale

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of carrying amount and fair value less costs to sell.

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Property, plant and equipment are not depreciated once classified as held for sale.

3.17 Contract assets and liabilities

Contract asset is the right to consideration for goods or services transferred to the customers. In the case of engineering contracts, contract asset is the excess of cumulative revenue earned over the billings to-date.

Where there is objective evidence of impairment, the amount of impairment losses is determined by comparing the contract asset's carrying amount and the present value of estimated future cash flows to be generated by the contract asset.

Contract asset is reclassified to trade receivables at the point at which invoices have been billed to customers.

Contract liability is the obligation to transfer goods or services to customers for which the Company has received the consideration or has billed the customer. In the case of engineering contracts, contract liability is the excess of the billings to-date over the cumulative revenue earned. Contract liabilities include down payments received from customers and other deferred income where the Company has billed or has collected the payment before the goods are delivered or services are provided to the customers. Contract liabilities are recognised as revenue when the Company satisfies its performance obligation under the contract.

3.18 Share capital

Ordinary shares

Ordinary shares are equity instruments. An equity instrument is a contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

3.19 Warrants reserve

The warrants issued are recognised in the statements of financial position as warrants reserve at fair value as at the date of issuance and credited to warrant reserve account which is non-distributable. The warrants reserve will be transferred to share capital account upon the exercise of warrants. The warrants reserve in relation to the unexercised warrants will be transferred to retained earnings account upon expiry of the exercise period of the warrants.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.20 Provisions

Provisions are recognised when the Group and the Company have a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

If the effect of the time value of money is material, provisions that are determined based on the expected future cash flows to settle the obligation are discounted using a current pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provisions due to passage of time is recognised as finance costs.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed.

3.21 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The Executive Directors of the Group, who is responsible for allocating resources and assessing performance of the operating segments, have been identified as the chief operating decision makers that make strategic decisions.

3.22 Fair value measurements

Fair value of an asset or a liability, except for share-based payment and lease transactions, is determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market or in the absence of a principal market, in the most advantageous market.

For a non-financial asset, the fair value measurement takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

When measuring the fair value of an asset or a liability, the Group and the Company use observable market data as far as possible. Fair value is categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:-

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group and the Company can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The Group and the Company recognise transfers between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfers.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.23 Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Group and of the Company.

Contingent liability is also referred as a present obligation that arises from past events but is not recognised because:-

(a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or

(b) the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities and assets are not recognised in the statements of financial position.

3.24 Government grants

Government grants are not recognised until there is reasonable assurance that the Group will comply with the conditions attaching to them and that the grants will be received.

When the grant relates to an expense item, it is recognised in profit or loss on a systematic basis over the periods in which the Group recognises as expenses the related costs for which the grants are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and transferred to profit or loss on a systematic basis over the useful lives of the related asset.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognised in profit or loss in the period in which they become receivable.

Where the Group receives non-monetary government grants, the asset and the grant are recorded at nominal amount and transferred to profit or loss on a systematic basis over the life of the depreciable asset by way of a reduced depreciation charge.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.25 Related parties

A party is related to an entity if:-

(i) directly, or indirectly through one or more intermediaries, the party:-

a) controls, is controlled by, or is under common control with, the entity (this includes holding company, subsidiary companies and fellow subsidiary companies);

b) has an interest in the entity that gives it significant influence over the entity; or

c) has joint control over the entity;

(ii) the party is an associate of the entity;

(iii) the party is a joint venture in which the entity is a venture;

(iv) the party is a member of the key management personnel of the entity or its holding company;

(v) the party is a close member of the family of any individual referred to in (i) or (iv);

(vi) the party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or

(vii) the party is a post-employment benefit plan for the benefit of employees of the entity, or of any entity that is a related party of the entity.

Close members of the family of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the entity.

Key management personnel is defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Company and of the subsidiary companies either directly or indirectly. The key management personnel include directors of the Company and directors of the subsidiary companies.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

Significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have significant effect in determining the amount recognised in the financial year include the following:-

(a) Taxes

Significant judgement is required in determining the capital allowances and deductibility of certain expenses when estimating the provision for taxation. There were transactions during the ordinary course of business for which the ultimate tax determination of whether additional taxes will be due is uncertain. The Company and its subsidiaries recognise liabilities for tax based on estimate of assessment of the tax liability due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax in the periods in which the outcome is known.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (CONT'D)

(a) Taxes (Cont'd)

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances and other deductible temporary differences to the extent that it is probable that taxable profit will be available against which the tax losses, capital allowances and other deductible temporary differences can be utilised. Significant judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits. Assumptions about generation of future taxable profits depend on the Group's estimate of projected future cash flows. These judgements and assumptions are subject to risks and uncertainty, hence there is a possibility that changes in circumstances will alter expectations, which may impact the amount of deferred tax assets recognised in the statements of financial position and the amount of unused tax losses, unabsorbed capital allowances and unutilised temporary differences that remain unrecognised.

(b) Depreciation and useful lives of property, plant and equipment

As disclosed in Note 3.11, the Group and the Company review the residual values, depreciation rates and depreciation methods at the end of each reporting period. Estimates are applied in the selection of the depreciation method, the useful lives and the residual values. The actual consumption of the economic benefits of the property, plant and equipment may differ from the estimates applied and therefore, future depreciation charges could be revised.

The carrying amounts of the Group's and the Company's property, plant and equipment are disclosed in Note 9.

(c) Revaluation and useful lives of buildings and right-of-use assets

The Group and the Company carry its buildings and right-of-use assets at valuation model, with changes in fair values being recognised in other comprehensive income. The Group and the Company engage independent valuation specialists to determine the fair value of the buildings and right-of-use assets at a regular interval of at least once in every five years with additional valuations in the intervening years where market conditions indicate that the carrying values of the revalued buildings materially differ from the market values.

(d) Impairment of investment in subsidiaries and associates

The directors review the investments in subsidiaries and associates for impairment when there is an indication of impairment. This involves measuring the recoverable amount which includes fair value less costs to sell and valuation techniques. Valuation techniques include discounted cash flows analysis and in some cases, based on current market indicators and estimates that provide reasonable approximations to the detailed computation. The carrying amounts of the investment in subsidiaries are disclosed in Note 11 and investment in associates are disclosed in Note 12.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (CONT'D)

(e) Impairment of non-financial assets

The Group assesses whether there is any indication that non-financial assets are impaired at the end of each reporting period. Impairment is measured by comparing the carrying amount of an asset with its recoverable amount. Recoverable amount is measured at the higher of the fair value less cost to sell for that asset and its value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

For certain non-financial assets, fair value less cost to sell is determined based on estimates prepared by independent expert. The fair value is estimated based on comparison of market transacted price for similar assets, and where necessary, adjusted for age, usage and conditions of the assets and expectation of future market outlook of the industry due to the uncertainty of the future economic condition.

(f) Write-down of obsolete or slow moving inventories

The Group writes down its obsolete or slow moving inventories based on the assessment of its estimated net selling price. Inventories are written down when events or changes in circumstances indicate that the carrying amounts may not be recoverable. The management specifically analyses sales trend and current economic trends when making a judgement to evaluate the adequacy of the write-down of obsolete or slow moving inventories. Where expectations differ from the original estimates, the differences will impact the carrying amount of inventories. The carrying amounts of the Group's inventories are disclosed in Note 14.

(g) Provision for expected credit loss of financial assets at amortised cost

The Group uses a provision matrix to calculate expected credit loss for trade receivables.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust the historical credit loss experience. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and expected credit loss is a significant estimate. Information about the expected credit loss is disclosed in Note 15.

(h) Share-based payment

The Group measures the cost of equity-settled transactions with employees by reference to their fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. The estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them. Details of assumptions made in respect of the share-based payment scheme are disclosed in Note 21.4.

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2023 (cont'd)

5. REVENUE

	Group 2023 RM	Group 2022 RM	Company 2023 RM	Company 2022 RM
Fabrication:				
(i) Fabrication of customised parts	43,964,346	31,190,083	-	-
(ii) Servicing charges	119,537	126,527	-	-
Sheet metal & automation:				
(i) Sheet metal fabrication	880,440	1,309,465	-	-
(ii) Design and assembly	5,360,920	2,903,485	-	-
Solar renewable energy	711,480	731,858	-	-
Gloves	9,761,339	41,871,554	-	-
Management fees	-	-	1,560,000	1,565,831
	60,798,062	78,132,972	1,560,000	1,565,831
Goods or services transferred:				
- at a point in time	55,437,142	75,229,487	1,560,000	1,565,831
- over time	5,360,920	2,903,485	-	-
	60,798,062	78,132,972	1,560,000	1,565,831

6. LOSS BEFORE TAXATION

Loss before taxation is arrived at after charging/(crediting):-

	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
Auditors' remuneration:				
- current year	153,000	145,000	46,000	54,000
- under provision prior year	7,100	8,100	-	1,000
Depreciation of property, plant and equipment	10,200,064	6,858,482	59,082	73,014
Depreciation of right-of-use assets	1,926,594	2,016,939	59,558	79,410
(Gain)/loss on disposal of property, plant and equipment	-	(1,304)	-	(1,259)
Fair value loss on investment in quoted shares	3,540,369	3,783,818	-	-
Inventories written down	19,295,338	20,376,460	-	-
Allowance for slow moving inventories	-	219,467	-	-
Impairment loss:				
- receivables	329,653	57,764	-	-
- property,plant and equipment	15,065,935	24,495,795	-	-
- right-of-use assets	-	5,667,272	-	-
- investment in subsidiaries	-	-	-	68,632,181
- investment in associates	7,789,392	40,621,390	-	20,459,056

6. (LOSS)/PROFIT BEFORE TAXATION (CONT'D)

(Loss)/profit before taxation is arrived at after charging/(crediting):- (cont'd)

	Group		Company	
	2023 RM	**2022 RM (Restated)**	**2023 RM**	**2022 RM**
Reversal of impairment loss:				
- receivables	(123,335)	(3,926,760)	-	(3,875,210)
- amount due from subsidiaries	-	-	-	(1,691,871)
- investment in associates	(903,767)	(7,927,592)	-	-
- property, plant and equipment	(20,883)	-	-	-
Property, plant and equipment written off	135,014	123,505	-	-
Loss on strike off of a subsidiary	-	-	1	-
Interest expenses on:				
- bank overdraft	17,671	407	-	-
- lease liabilities	346,662	280,337	3,027	8,030
- term loans and revolving credit	3,253,336	1,699,199	2,860,603	1,482,000
- others	53,159	63,800	-	-
Interest income from:				
- banks	(1,627,755)	(843,500)	(1,252,211)	(813,675)
- non banks	(13,610)	(11,872)	(298,829)	(11,872)
Distribution income on money market instruments	(105,451)	(330,406)	(105,451)	(330,406)
Gain on bargain purchase of investment in associates	-	(16,247,916)	-	-
Loss on dilution of interest in associates	6,101,343	4,584,838	-	-
Net loss/(gain) on foreign exchange:				
- realised	(32,008)	(115,171)	(45,190)	-
- unrealised	1,024,461	(18,125)	992,744	77,129
Personnel expenses (including key management personnel) (Note 6(a))				
- fees, salaries, bonuses and allowances	13,708,367	19,547,003	902,830	930,350
- contribution to defined contribution plan	1,449,575	1,554,321	110,291	106,644
Lease expenses relating to short-term leases:				
- premises	207,726	558,713	59,426	90,576
- equipments	270,757	2,367,183	-	-
Rental income	(639,376)	(693,200)	-	-
Share-based payment under ESOS	300,932	6,050,958	-	249,480

6. (LOSS)/PROFIT BEFORE TAXATION (CONT'D)

(Loss)/profit before taxation is arrived at after charging/(crediting):- (cont'd)

(a) Included in personnel expenses are the aggregate amounts of remuneration received and receivable by the directors of the Group and of the Company during the financial year as follows:-

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Directors of the Company				
(i) Executive directors:				
- Salaries, bonuses and allowances	718,166	600,000	150,000	156,000
- Defined contribution plan	86,268	72,655	18,000	18,720
- Estimated monetary value of benefits-in-kind	39,200	42,794	7,200	8,971
	843,634	715,449	175,200	183,691
(ii) Non-executive directors:				
- Fees	156,000	156,000	156,000	156,000
- Allowances	-	-	-	-
	156,000	156,000	156,000	156,000
Directors of the subsidiaries				
- Salaries, bonuses and allowances	67,500	60,000	-	-
- Defined contribution plan	8,460	7,855	-	-
- Estimated monetary value of benefits-in-kind	17,400	17,400	-	-
	93,360	85,255	-	-
	1,092,994	956,704	331,200	339,691

7. TAXATION

	Group 2023 RM	Group 2022 RM	Company 2023 RM	Company 2022 RM
Current tax:-				
Malaysian income tax				
- Current year	15,308	19,684	-	-
- Under provision in prior financial year	31,603	2,000	31,603	-
	46,911	21,684	31,603	-
Deferred tax (Note 22):-				
Origination and reversal of temporary differences	-	(273,859)	-	-
	-	(273,859)	-	-
Total taxation recognised in profit or loss	46,911	(252,175)	31,603	-

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% (2022: 24%) of the estimated assessable profit for the financial year.

The reconciliation of the tax amount at statutory income tax rate to the Group's and the Company's tax expense are as follows:-

	Group 2023 RM	Group 2022 RM (Restated)	Company 2023 RM	Company 2022 RM
(Loss)/profit before taxation	(82,698,252)	(124,308,133)	(2,897,948)	(87,890,415)
Tax at the Malaysian statutory income tax rate of 24% (2022: 24%)	(19,847,580)	(29,833,952)	(695,508)	(21,093,700)
Non-deductible expenses	15,424,210	26,876,254	775,785	22,123,296
Non-taxable income	(4,013,778)	(6,906,903)	(29,040)	(1,345,172)
Deferred tax assets not recognised during the financial year	7,843,128	2,418,408	-	315,576
Utilisation of deferred tax not recognised previously	(51,237)	(917)	(51,237)	-
Effect of share of results of associates	660,565	7,192,935	-	-
Under provision of income tax in prior financial year	31,603	2,000	31,603	-
Total taxation recognised in profit or loss	46,911	(252,175)	31,603	-

8. LOSS PER SHARE

Basic loss per share is calculated by dividing the Group's loss attributable to the owners of the Company by the weighted average number of ordinary shares in issue during the financial year as follows:-

	Group	
	2023	**2022 (Restated)**
Loss for the financial year attributable to owners of the Company (RM)	(82,745,163)	(124,055,958)
Weighted average number of ordinary shares in issue (unit)	6,000,621,899	4,867,644,652
Loss per share (sen):		
Basic and diluted	(1.38)	(2.55)

The diluted loss per share is equivalent to the basic loss per share as the Company does not have any dilutive potential ordinary shares during the financial year. The Company's warrants are anti-dilutive for the financial year under review.

9. PROPERTY, PLANT AND EQUIPMENT

	Buildings RM	Solar Photovoltaic Plants RM	Plant, Machinery, Tools and Equipment RM	Furniture, Fittings and Office Equipment RM	Motor Vehicles RM	Capital Work-in Progress RM	Renovation RM	Total RM
Group								
Cost/Valuation								
As at 01.04.2022								
At cost	46,364,852	8,498,545	102,429,422	12,855,787	2,709,850	5,427,450	1,662,412	179,948,318
At valuation	14,720,258	-	-	-	-	-	-	14,720,258
	61,085,110	8,498,545	102,429,422	12,855,787	2,709,850	5,427,450	1,662,412	194,668,576
Additions	265,665	-	1,155,430	164,754	15,540	4,239,497	23,620	5,864,506
Wriiten off	(136,946)	-	-	-	-	-	-	(136,946)
Reclassification	4,633,093	-	3,672,978	235,042	-	(8,541,113)	-	-
Transfer from /(to) right-of-use assets	-	-	(266,800)	-	1,649,183	-	-	1,382,383
As at 31.03.2023	65,846,922	8,498,545	106,991,030	13,255,583	4,374,573	1,125,834	1,686,032	201,778,519
Representing								
At cost	51,126,665	8,498,545	106,991,030	13,255,583	4,374,573	1,125,834	1,686,032	187,058,262
At valuation	14,720,257	-	-	-	-	-	-	14,720,257
	65,846,922	8,498,545	106,991,030	13,255,583	4,374,573	1,125,834	1,686,032	201,778,519

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Buildings RM	Solar Photovoltaic Plants RM	Plant, Machinery, Tools and Equipment RM	Furniture, Fittings and Office Equipment RM	Motor Vehicles RM	Capital Work-in Progress RM	Renovation RM	Total RM
Group								
Accumulated Depreciation								
As at 01.04.2022	816,818	2,363,560	14,902,439	5,703,041	1,197,230	-	423,416	25,406,504
Charge for the financial year	1,058,738	407,126	7,019,810	1,079,951	501,487	-	132,952	10,200,064
Disposals	-	-	-	-	-	-	-	-
Written off	(1,932)	-	-	-	-	-	-	(1,932)
Transfer from / (to) right-of-use assets	-	-	(11,117)	-	1,484,306	-	-	1,473,189
As at 31.03.2023	1,873,624	2,770,686	21,911,132	6,782,992	3,183,023	-	556,368	37,077,825
Accumulated Impairment loss								
As at 01.04.2022	9,984,367	356,018	13,838,513	1,189,623	316,105	-	253,006	25,937,632
Charge for the financial year	-	-	14,392,430	673,505	-	-	-	15,065,935
Reversal	(20,883)	-	-	-	-	-	-	(20,883)
Transfer from/(to) right-of-use assets	-	-	(48,516)	-	1,529	-	-	(46,987)
As at 31.03.2023	9,963,484	356,018	28,182,427	1,863,128	317,634	-	253,006	40,935,697
Net Carrying Amount								
At cost	43,109,885	5,371,841	56,897,471	4,609,463	873,916	1,125,834	876,658	112,865,068
At valuation	10,899,929	-	-	-	-	-	-	10,899,929
As at 31.03.2023	54,009,814	5,371,841	56,897,471	4,609,463	873,916	1,125,834	876,658	123,764,997

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Buildings RM	Solar Photovoltaic Plants RM	Plant, Machinery, Tools and Equipment RM	Furniture, Fittings and Office Equipment RM	Motor Vehicles RM	Capital Work-in Progress RM	Renovation RM	Total RM
Group								
Cost/Valuation								
As at 01.04.2021								
At cost	7,000,000	8,300,045	39,748,228	9,238,194	2,401,745	61,777,023	1,188,767	129,654,002
At valuation	14,720,258	-	-	-	-	-	-	14,720,258
	21,720,258	8,300,045	39,748,228	9,238,194	2,401,745	61,777,023	1,188,767	144,374,260
Additions	22,454	198,500	1,357,128	332,138	194,100	47,763,769	473,645	50,341,734
Disposals	-	-	(330)	-	(5,726)	-	-	(6,056)
Wriiten off	-	-	(161,093)	-	-	-	-	(161,093)
Reclassification	39,342,398	-	61,485,489	3,285,455	-	(104,113,342)	-	-
Transfer from right-of-use assets	-	-	-	-	119,731	-	-	119,731
As at 31.03.2022	61,085,110	8,498,545	102,429,422	12,855,787	2,709,850	5,427,450	1,662,412	194,668,576
Representing								
At cost	46,364,852	8,498,545	102,429,422	12,855,787	2,709,850	5,427,450	1,662,412	179,948,318
At valuation	14,720,258	-	-	-	-	-	-	14,720,258
	61,085,110	8,498,545	102,429,422	12,855,787	2,709,850	5,427,450	1,662,412	194,668,576

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Buildings RM	Solar Photovoltaic Plants RM	Plant, Machinery, Tools and Equipment RM	Furniture, Fittings and Office Equipment RM	Motor Vehicles RM	Capital Work-in Progress RM	Renovation RM	Total RM
Group								
Accumulated Depreciation								
As at 01.04.2021	360,309	1,960,569	10,696,236	4,502,388	677,028	-	273,834	18,470,364
Charge for the financial year	456,509	402,991	4,243,791	1,200,653	404,956	-	149,582	6,858,482
Disposals	-	-	-	-	(4,485)	-	-	(4,485)
Written off	-	-	(37,588)	-	-	-	-	(37,588)
Transfer from right-of-use assets	-	-	-	-	119,731	-	-	119,731
As at 31.03.2022	816,818	2,363,560	14,902,439	5,703,041	1,197,230	-	423,416	25,406,504
Accumulated Impairment loss								
As at 01.04.2021	612,622	356,018	278,739	104,361	45,265	-	44,832	1,441,837
Charge for the financial year	9,371,745	-	13,559,774	1,085,262	270,840	-	208,174	24,495,795
As at 31.03.2022	9,984,367	356,018	13,838,513	1,189,623	316,105	-	253,006	25,937,632
Net Carrying Amount								
At cost	39,119,927	5,778,967	73,688,470	5,963,123	1,196,515	5,427,450	985,990	132,160,442
At valuation	11,163,998	-	-	-	-	-	-	11,163,998
As at 31.03.2022	50,283,925	5,778,967	73,688,470	5,963,123	1,196,515	5,427,450	985,990	143,324,440

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Motor Vehicles RM	Furniture, Fittings and Office Equipment RM	Total RM
Company			
Cost			
As at 01.04.2022	98,521	644,957	743,478
Addition	-	4,424	4,424
As at 31.03.2023	98,521	649,381	747,902
Accumulated Depreciation			
As at 01.04.2022	85,361	281,611	366,972
Charge for the financial year	2,820	56,262	59,082
As at 31.03.2023	88,181	337,873	426,054
Net Carrying Amount			
As at 31.03.2023	10,340	311,508	321,848

	Motor Vehicles RM	Furniture, Fittings and Office Equipment RM	Total RM
Company			
Cost			
As at 01.04.2021	90,147	631,231	721,378
Addition	14,100	13,726	27,826
Disposals	(5,726)	-	(5,726)
As at 31.03.2022	98,521	644,957	743,478
Accumulated Depreciation			
As at 01.04.2021	72,570	225,872	298,442
Charge for the financial year	17,275	55,739	73,014
Disposals	(4,484)	-	(4,484)
As at 31.03.2022	85,361	281,611	366,972
Net Carrying Amount			
As at 31.03.2022	13,160	363,346	376,506

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

(a) Certain buildings of the Group were revalued on 31 March 2020 based on the market values given by independent professional valuers using the market comparison method that makes reference to recent transactions and sales evidences involving other similar properties in the vicinity. The most significant input to this valuation approach is price per square feet of comparable properties. Had such buildings been carried at historical cost less accumulated depreciation and accumulated impairment losses, the carrying amounts that would have been recognised in the financial statements are as follows:-

	Group	
	2023	**2022**
	RM	**RM**
Buildings	10,899,929	11,163,998

(b) The carrying amounts of property, plant and equipment of the Group that have been pledged as securities for credit facilities granted to subsidiaries of the Group as disclosed in Note 22 are as follows:-

	Group	
	2023	**2022**
	RM	**RM**
Buildings	10,899,929	11,163,998

(c) During the financial year, the acquisition of the Group's and the Company's property, plant and equipment were satisfied as follows:-

	Group		Company	
	2023	**2022**	**2023**	**2022**
	RM	**RM**	**RM**	**RM**
Cash payments	5,864,506	50,341,734	4,424	27,826

(d) The fair value hierarchy for the buildings of the Group are as follows:-

	Level 1	Level 2	Level 3	Total
	RM	**RM**	**RM**	**RM**
Group				
31.03.2023				
Buildings	-	10,899,929	-	10,899,929
31.03.2022				
Buildings	-	11,163,998	-	11,163,998

There were no transfers between Levels 1 and 2 fair value measurements during the financial year ended 31 March 2023 and in the previous financial year ended 31 March 2022.

9. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

(e) Impairment loss

During the financial year, the Group carried out impairment reviews on its non-financial assets with indication of impairments, in view of the loss-making performance of cash-generating units. As a result, the Group recorded impairment losses net of reversal of RM15,045,052 (2022: RM24,495,795) for property, plant and equipment and RM Nil (2022: RM5,667,272) for right-of-use assets (Note 10) during the financial year. The impairment losses were in respect of the following assets:

(i) Assets of the fabrication and automation business
RM Nil (2022: RM4,655,736) for property, plant and equipment and RM Nil (2022: RM3,495,946) for right-of-use assets (Note 10).

(ii) Assets of the glove business
RM15,045,052 (2022: RM19,840,059) for property, plant and equipment and RM NIL (2022: RM2,171,326) for right-of-use assets (Note 10).

During the financial year, the recoverable amounts of plant, machinery, tools and equipment and furniture, fittings and office equipment in glove business is determined based on the higher of fair value less cost to sell and value-in-use. The estimates of fair value have been determined with reference to an independent valuer on the basis of recent transacted market value. In order to determine the fair value of the stated property, plant and equipment, the Group used a valuation technique in which all significant inputs were based on observable datas.

In previous financial year, the recoverable amounts are determined based on value-in-use method by discounting the future cash flows generated from the continuing use of the assets in the cash-generating units. The Group use a range of assumptions including prices, volumes and anticipated annual revenue growth rate ranging from 0% to 8%. The projected cash flows were discounted using pre-tax discount rates ranging between 13.50% to 20.45%.

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2023 (cont'd)

10. RIGHT-OF-USE ASSETS

	Leasehold Land RM	Plant, machinery, tools and equipment RM	Motor Vehicles RM	Factory RM	Total RM
Group					
Cost/valuation					
As at 01.04.2022					
At cost	14,886,000	9,613,546	2,807,805	-	27,307,351
At valuation	18,190,533	-	-	-	18,190,533
	33,076,533	9,613,546	2,807,805	-	45,497,884
Additions	9,328,000	1,590,000	159,896	2,125,419	13,203,315
Disposal	-	-	-	-	-
Transfer to asset held for sale (Note 19)	(20,484,000)	-	-		(20,484,000)
Transfer from/(to) property, plant and equipment	-	266,800	(1,649,183)	-	(1,382,383)
	21,920,533	11,470,346	1,318,518	2,125,419	36,834,816
Representing					
At cost	3,730,000	11,470,346	1,318,518	2,125,419	18,644,283
At valuation	18,190,533	-	-	-	18,190,533
As at 31.03.2023	21,920,533	11,470,346	1,318,518	2,125,419	36,834,816
Accumulated Depreciation					
As at 01.04.2022	1,382,095	2,005,707	1,995,020	-	5,382,822
Charge for the financial year	580,192	1,012,025	216,298	118,079	1,926,594
Transfer to asset held for sale (Note 19)	(229,927)	-	-	-	(229,927)
Transfer from/(to) property, plant and equipment	-	11,117	(1,484,306)	-	(1,473,189)
As at 31.03.2023	1,732,360	3,028,849	727,012	118,079	5,606,300
Accumulated impairment loss					
As at 01.04.2022	5,269,594	1,426,825	131,672	-	6,828,091
Transfer to asset held for sale (Note 19)	(1,618,546)	-	-	-	(1,618,546)
Transfer from/(to) property, plant and equipment	-	48,516	(1,529)	-	46,987
As at 31.03.2023	3,651,048	1,475,341	130,143	-	5,256,532
Net Carrying Amount					
Representing					
At cost	2,957,047	6,966,156	461,363	2,007,340	12,391,906
At valuation	13,580,078	-	-	-	13,580,078
As at 31.03.2023	16,537,125	6,966,156	461,363	2,007,340	25,971,984

10. RIGHT-OF-USE ASSETS (CONT'D)

	Leasehold Land RM	Plant, machinery, tools and equipment RM	Motor Vehicles RM	Total RM
Group				
Cost/valuation				
As at 01.04.2021				
At cost	14,886,000	8,053,546	2,927,536	25,867,082
At valuation	18,190,533	-	-	18,190,533
	33,076,533	8,053,546	2,927,536	44,057,615
Additions	-	1,560,000	-	1,560,000
Transfer from/(to) property, plant and equipment	-	-	(119,731)	(119,731)
	33,076,533	9,613,546	2,807,805	45,497,884
Representing				
At cost	14,886,000	9,613,546	2,807,805	27,307,351
At valuation	18,190,533	-	-	18,190,533
As at 31.03.2022	33,076,533	9,613,546	2,807,805	45,497,884
Accumulated Depreciation				
As at 01.04.2021	712,562	1,112,635	1,660,417	3,485,614
Charge for the financial year	669,533	893,072	454,334	2,016,939
Transfer from/(to) property, plant and equipment	-	-	(119,731)	(119,731)
As at 31.03.2022	1,382,095	2,005,707	1,995,020	5,382,822
Accumulated impairment loss				
As at 01.04.2021	930,659	201,995	28,165	1,160,819
Charge for the financial year	4,338,935	1,224,830	103,507	5,667,272
As at 31.03.2022	5,269,594	1,426,825	131,672	6,828,091
Net Carrying Amount				
Representing				
At cost	12,467,663	6,181,014	681,113	19,329,790
At valuation	13,957,181	-	-	13,957,181
As at 31.03.2022	26,424,844	6,181,014	681,113	33,286,971

10. RIGHT-OF-USE ASSETS (CONT'D)

	Motor Vehicles RM	Total RM
Company		
Cost		
As at 01.04.2022/31.03.2023	397,057	397,057
Accumulated Depreciation		
As at 01.04.2022	337,498	337,498
Charge for the financial year	59,558	59,558
As at 31.03.2023	397,056	397,056
Net Carrying Amount		
As at 31.03.2023	1	1
Company		
Cost		
As at 01.04.2021/31.03.2022	397,057	397,057
Accumulated Depreciation		
As at 01.04.2021	258,088	258,088
Charge for the financial year	79,410	79,410
As at 31.03.2022	337,498	337,498
Net Carrying Amount		
As at 31.03.2022	59,559	59,559

10. RIGHT-OF-USE ASSETS (CONT'D)

(a) Certain leasehold lands were revalued on 31 March 2020 based on the market values given by independent professional valuers using the comparison method that makes reference to recent transactions and sales evidences involving other similar properties in the vicinity. The most significant input to this valuation approach is price per square feet of comparable properties. Had such leasehold lands been carried at historical cost less accumulated depreciation and accumulated impairment losses, the carrying amounts that would have been recognised in the financial statements are as follows:-

	Group	
	2023 **RM**	**2022** **RM**
Leasehold lands	13,580,078	13,957,181

(b) The carrying amount of right-of-use assets that have been pledged as securities for banking facilities granted to certain subsidiaries as disclosed in Note 22 to the financial statements are as follows:-

	Group	
	2023 **RM**	**2022** **RM**
Leasehold lands	13,580,078	13,957,181

(c) During the financial year, the acquisition of the Group's right-of-use assets were satisfied as follows:-

	Group	
	2023 **RM**	**2022** **RM**
Cash payments	9,328,000	-
Lease liabilities	3,875,315	1,560,000
	13,203,315	1,560,000

(d) Impairment loss

In previous financial year, the right-of-use assets of the Group are tested for impairment and the key assumptions are set out in Note 9(e).

11. INVESTMENT IN SUBSIDIARIES

	Company 2023 RM	Company 2022 RM
Unquoted shares, at cost		
At beginning of the financial year	386,767,463	269,465,986
Additional investments in subsidiaries	-	111,499,998
Strike off of a subsidiary	(121,000)	-
Share options granted to subsidiaries pursuant to ESOS	300,932	5,801,479
At end of the financial year	386,947,395	386,767,463
Less: Accumulated impairment losses	(122,110,290)	(122,231,289)
	264,837,105	264,536,174

Movements in the allowance for impairment losses of subsidiary companies are as follows:

	Company 2023 RM	Company 2022 RM
At 1 April	122,231,289	53,599,108
Impairment losses recognised	-	68,632,181
Strike off of a subsidiary	(120,999)	-
At 31 March	122,110,290	122,231,289

(a) In previous financial year, the Company subscribed for additional:

(i) 41,500,000 ordinary shares in AT Precision Tooling Sdn. Bhd. ("ATP") by way of capitalising of the intercompany balances payable by ATP to the Company;

(ii) 69,999,998 ordinary shares in AT Glove Engineering Sdn. Bhd. ("ATGE") by way of capitalisation of the intercompany balances payable ATGE to the Company.

(b) Impairment of investment in subsidiaries

In previous financial year, the Company has assessed the recoverability of its investment due to losses reported by certain subsidiaries, which indicated the existence of an impairment.

The Company has concluded that there is impairment require to reduce the carrying amount of the investments as the carrying amount are currently higher than their estimated recoverable amount. The recoverable amount of the investment is estimated based on the fair value less cost to sell, which is determined based on the net assets value of its subsidiary. A total impairment loss of RM68,632,181 were made.

11. INVESTMENT IN SUBSIDIARIES (CONT'D)

The particulars of subsidiaries are as follows:-

Name of Company	Country of Incorporation	Principal Activities	Effective Equity Interest 2023	2022
AT Engineering Solution Sdn. Bhd.	Malaysia	Design and manufacture of industrial automation systems and machinery; renewable energy operator and producer; fabrication of sheet metal parts	100%	100%
AT Precision Tooling Sdn. Bhd.	Malaysia	Fabrication of industrial and engineering parts; renewable energy operator and producer	100%	100%
AT Glove Engineering Sdn. Bhd.	Malaysia	Manufacture and sale of gloves including medical gloves	100%	100%
Yellow Choice Sdn. Bhd. #	Malaysia	Dormant (De-registered)	-	100%
Subsidiary of AT Precision Tooling Sdn. Bhd.				
AT Technology Solution Sdn. Bhd.	Malaysia	Fabrication of industrial and engineering parts	100%	100%

All the above subsidiaries are audited by Messrs. UHY, other than as indicated below:

Yellow Choice Sdn. Bhd. was struck off effective 26 April 2022 and not audited by Messrs. UHY.

12. INVESTMENT IN ASSOCIATES

	Group 2023 RM	Group 2022 RM Restated	Group 2021 RM Restated	Company 2023 RM	Company 2022 RM
Quoted shares in Malaysia, at cost	143,656,438	143,656,438	34,151,674	74,773,456	74,773,456
Share of post-acquisition results and reserves	(24,134,096)	(22,171,149)	2,940,985	-	-
Loss on dilution	(10,686,181)	(4,584,838)	-	-	-
Bargain purchase	31,251,385	31,251,385	15,003,469	-	-
	140,087,546	148,151,836	52,096,128	74,773,456	74,773,456
Less: Accumulated impairment losses	(51,405,552)	(44,519,927)	(11,826,129)	(20,459,056)	(20,459,056)
At end of the finanacial year	88,681,994	103,631,909	40,269,999	54,314,400	54,314,400
Market value of interest in associates:					
- Quoted shares	50,137,333	65,676,270	65,676,270	17,251,500	26,155,500
- Quoted warrants	4,000,258	7,125,538	7,125,538	-	-
	54,137,592	72,801,808	72,801,808	17,251,500	26,155,500

The movement in allowance for impairment loss of investment in associates are as follows:

	Group 2023 RM	Group 2022 RM Restated	Group 2021 RM Restated	Company 2023 RM	Company 2022 RM
At beginning of financial year	44,519,927	11,826,129	-	20,459,056	-
Charge for the financial year	7,789,392	40,621,390	11,826,129	-	20,459,056
Reversal of impairment loss	(903,767)	(7,927,592)	-	-	-
At end of financial year	51,405,552	44,519,927	11,826,129	20,459,056	20,459,056

12. INVESTMENT IN ASSOCIATES (CONT'D)

The particulars of the associate companies are as follows:-

Name of Company	Country of Incorporation	Principal Activities	Effective Principal Activities	
			2023	2022
D'nonce Technology Berhad ("D'nonce") *	Malaysia	Investment Holding	25.62%	29.62%
Held through subsidiaries:-				
Trive Property Group Berhad ("Trive") *	Malaysia	Investment Holding	25.68%	25.68%
AE Multi Holdings Berhad ("AEM")	Malaysia	Investment Holding	31.34%	31.34%

* Audited by firms of auditors other than Messrs UHY.

(a) Investment in associates is measured at cost less impairment losses, if any, and accounted for using the equity method in the consolidated financial statements.

(b) Trive has a different financial year end from the Group. In applying the equity method of accounting, the audited financial statements of Trive for the financial year ended 31 July 2022 have been used and appropriate adjustments have been made for the effects of significant transaction between 31 July 2022 and 31 March 2023.

(c) During the financial year, Trive and D'nonce changed this accounting policies for the measurement of investment properties from cost model to fair value model. The impact of the changes were accounted for retrospectively, in accordance with Malaysian Financial Reporting Standards 108 Accounting Policies, Changes in Accounting Estimates and Errors. The effects of the restatement are disclosed in Note 35(b).

(d) Acquisition and changes of interest in associates:-

D'nonce Technology Berhad ("D'nonce")

During the financial year, Pursuant to the issuance of new ordinary shares arising from the private placement exercise in D'nonce, the Company's equity interest in D'nonce has decreased from 29.62% to 25.62%. This gave rise to a loss on dilution of interest of RM6,101,343 as disclosed in Note 6.

In previous financial year, the Company:

(i) On 10 September 2021, the Company announced that it has entered into a share sale agreement ("SSA") with Blackstream Investments Pte. Ltd. And Scoria Pte. Ltd. (collectively, the "Vendors") for the proposed acquisition of 81.2 million shares in D'nonce Technology Berhad ("D'nonce") ("Sale Shares") held by the Vendors, representing approximately 25.93% equity interest in D'nonce, for an aggregate consideration of RM64.96 million at RM0.80 per Sale Share.

12. INVESTMENT IN ASSOCIATES (CONT'D)

(d) Acquisition and changes of interest in associates:-(cont'd)

D'nonce Technology Berhad ("D'nonce") (Cont'd)

In previous financial year, the Company: (Cont'd)

The Sale Shares were subsequently transferred to the Company on 13 September 2021 by way of direct business transactions and the proposed acquisition was completed on even date. The said acquisition has resulted in a premium of acquisition of RM 27,937,254.

(ii) Pursuant to the issuance of new ordinary shares arising from the private placement exercise in D'nonce, the Company's equity interest in D'nonce has decreased from 25.93% to 22.00%. This gave rise to a loss on dilution of interest of RM1,544,873 as disclosed in Note 6.

(iii) From December 2021 to February 2022, the Company further acquired interest in D'nonce from open market in stages, for a total cash consideration of RM9,742,199. The said acquisition has resulted in an increase of interest in D'nonce from 22.00% to 29.62%. This gave rise to a bargain purchase on acquisition of RM2,856,516 as disclosed in Note 6.

AE Multi Holdings Berhad ("AEM")

In previous financial year, the Group announced that its wholly-owned subsidiary, AT Precision Tooling Sdn. Bhd. has subscribed 600,080,000 new ordinary shares of AEM via the subscription of rights and excess shares at an issue price of RM0.05 each ("Rights Shares") for a total cash consideration of RM 30,004,000 pursuant to Rights Issue with Warrants of AEM.

The Rights Shares were listed on the Main Market of Bursa Malaysia Securities Berhad on 20 August 2021. Upon listing of Rights Shares, the Group holds 31.34% of the total enlarged issued and paid-up share capital of AEM. The said acquisition has resulted in a bargain purchase on acquisition of RM13,391,400.

Trive Property Group Berhad ("Trive")

In previous financial year, the Company:

(i) Pursuant to the issuance of new ordinary shares arising from the private placement exercise in Trive, the Group's equity interest in Trive decreased from 29.30% to 24.42%. This gave rise to a loss on dilution of interest of RM3,039,965 as disclosed in Note 6.

(ii) During the month of January 2022, the Group further acquired interest in Trive from open market in stages, for a total cash consideration of RM1,612,276. The said acquisition has resulted in an increase of interest in Trive from 24.42% to 25.68%. This gave rise to a premium of acquisition RM312,739.

12. INVESTMENT IN ASSOCIATES (CONT'D)

(e) Impairment of investment in associates:-

The Group assessed whether there are any indications of impairment during the year under review. In doing this, management considered the business environments and performance of its associates. Management has considered the drop in market values of quoted shares and/or warrants in certain associates as well as results reported by certain associates as impairment indications.

(i) Trive

As at 31 March 2023 and 31 March 2022, the fair value of the Group's investment in quoted shares and warrants of Trive are based on Level 1 of the fair value hierarchy. The recoverable amount, being the market value of these Group's interest, representing its fair value as at 31 March 2023, is RM24,466,749 (2022: RM28,586,984).

In current financial year 31 March 2023, the recoverable amount is lower than its carrying value, hence an impairment loss of RM7,789,392 was recognised.

In previous financial year 31 March 2022, the recoverable amount is higher than its carrying value, hence a reversal of impairment loss of RM7,927,592 was recognised.

(ii) AEM

As at 31 March 2023 and 31 March 2022, the fair value of the Group's investment in quoted shares and warrants of AEM are based on Level 1 of the fair value hierarchy. The recoverable amount, being the market value of these Group's interest, representing its fair value as at 31 March 2023, is RM12,419,343 (2022: RM18,059,324).

In current financial year 31 March 2023, the recoverable amount is higher than its carrying value, hence a reversal of impairment loss of RM903,767 was recognised.

In current financial year 31 March 2022, the recoverable amount is lower than its carrying value, hence an impairment loss of RM12,652,370 was recognised.

(iii) D'nonce

As at 31 March 2023 and 31 March 2022, the market value of the Group's interest in quoted shares of D'nonce is RM17,251,500 (2021: RM26,155,500). The market value of these Group's interest is below its carrying value as at 31 March 2023 and 31 March 2022.

D'nonce has been reporting profit for the past financial years and current reporting year. The Group is of the view that the carrying value of the investment in D'nonce should not be impacted by the fluctuation of the share price of D'nonce.

The Group has estimated the fair value less cost to sell based on the valuation techniques prepared by independent valuer. Arising from this, the Group has provided for an impairment loss of RM Nil (2022: RM 27,969,020).

12. INVESTMENT IN ASSOCIATES (CONT'D)

The summarised financial information of the associates are as follows:-

Group 2023	Trive RM	AEM RM	D'nonce RM	Total RM
Assets and liabilities				
Non-current assets	95,675,884	38,564,673	151,846,658	286,087,215
Current assets	60,784,812	126,332,929	137,492,030	324,609,771
Non-current liabilities	(2,725,591)	(1,519,095)	(34,308,091)	(38,552,777)
Current liabilities	(14,163,690)	(86,250,864)	(47,010,838)	(147,425,392)
Non-controlling interest	-	-	(5,725,975)	(5,725,975)
Net assets	139,571,415	77,127,643	202,293,784	418,992,842
Results:				
Revenue	10,786,811	109,260,773	174,861,115	290,120,923
Profit/(loss) for the financial year	16,380,291	(21,366,106)	65,063	348,132
Total comprehensive income/(loss) for the financial year	14,287,306	(20,734,271)	2,067,373	2,981,235
Share of results of associates during the year	3,929,779	(6,652,057)	(30,077)	2,351,147
Loss on dilution of interest in associates	-	-	(6,101,343)	(6,101,343)
Gain on bargain purchase	-	-	-	-
	3,929,779	(6,652,057)	(6,131,420)	(8,853,698)
Share of other comprehensive income/(loss) during the year	(260,622)	108,308	941,722	789,408

12. INVESTMENT IN ASSOCIATES (CONT'D)

The summarised financial information of the associates are as follows:

Group 2022	**Trive RM**	**AEM RM**	**D'nonce RM**	**Total RM**
Assets and liabilities				
Non-current assets	88,962,900	52,537,710	120,817,002	262,317,612
Current assets	51,477,131	149,065,160	137,951,863	338,494,154
Non-current liabilities	-	(1,427,302)	(25,224,715)	(26,652,017)
Current liabilities	(15,156,613)	(102,164,734)	(35,915,984)	(153,237,331)
Non-controlling interest	-	-	(5,131,993)	(5,131,993)
Net assets	125,283,418	98,010,834	192,496,173	415,790,425
Results:				
Revenue	10,546,912	137,116,068	166,406,010	314,068,990
Profit/(loss) for the financial year	(54,348,518)	(57,416,619)	8,462,233	5,394,132
Total comprehensive income/(loss) for the financial year	(46,332,013)	(57,750,439)	24,131,729	12,713,303
Share of results of associates during the year	(13,367,682)	(16,549,903)	3,898,903	(26,018,682)
Loss on dilution of interest in associates	(3,039,965)	-	(1,544,873)	(4,584,838)
Gain on bargain purchase	-	13,391,400	2,856,516	16,247,916
	(16,407,647)	(3,158,503)	5,210,546	(14,355,604)
Share of other comprehensive income/(loss) during the year	288,266	751,167	4,970,617	6,010,050

12. INVESTMENT IN ASSOCIATES (CONT'D)

Reconciliation of summarised financial information of the associates to the carrying amount of interest in associates are as follows:-

Group 2023	**Trive RM**	**AEM RM**	**D'nonce RM**
Reconciliation of net assets/(liabilities) to carrying amount:			
Net assets	139,571,415	77,127,643	202,293,784
Proportion of ownership interest held by the Group	25.680%	31.335%	25.620%
Equity attributable to the Group	35,841,939	24,167,947	51,827,667
Impairment loss	(11,687,929)	(11,748,603)	(27,969,020)
Goodwill on acquisition	312,739	-	27,937,254
Carrying amount in the statement of financial position	24,466,749	12,419,344	51,795,901
Market value of associates	24,466,749	12,419,343	17,251,500

Group 2022	**Trive RM (Restated)**	**AEM RM**	**D'nonce RM (Restated)**
Reconciliation of net assets/(liabilities) to carrying amount:			
Net assets	125,283,418	98,010,834	192,496,173
Proportion of ownership interest held by the Group	25.680%	31.335%	29.620%
Equity attributable to the Group	32,172,782	30,711,695	57,017,366
Impairment loss	(3,898,537)	(12,652,370)	(27,969,020)
Goodwill on acquisition	312,739	-	27,937,254
Carrying amount in the statement of financial position	28,586,984	18,059,325	56,985,600
Market value of associates	28,586,984	18,059,324	26,155,500

The Group does not have any capital commitment of contingent liabilities in relation to its interest in the associates as at 31 March 2023.

13. MARKETABLE SECURITIES

	Group	
	2023 RM	2022 RM
Fair value through profit or loss		
Quoted shares, in Malaysia	11,565,474	5,056,000

14. INVENTORIES

	Group	
	2023 RM	2022 RM
At cost:		
Raw materials	2,453,029	15,909,776
Work-in-progress	3,608,779	5,116,050
Finished goods	1,285,525	1,738,387
	7,347,333	22,764,213
Allowance for slow moving inventories	(411,061)	(411,061)
	6,936,272	22,353,152
At net realisable value:		
Finished goods	2,366,449	18,166,390

During the financial year, the cost of inventories of the Group recognised as expense in cost of sales amounted to RM55,814,705 (2022: RM26,246,616).

During the financial year, the inventories written down to net realisable value was RM19,295,338 (2022: RM20,595,927).

15. RECEIVABLES, DEPOSITS AND PREPAYMENTS

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Non-Current				
Deposit	4,400,000	-	-	-
Less: Accumulated impairment losses	(74,800)	-	-	-
	4,325,200	-	-	-
Current				
Trade receivables	7,489,632	7,697,555	1,054,597	179,597
Less: Accumulated impairment losses	(236,596)	(105,078)	-	-
Trade receivables, net	7,253,036	7,592,477	1,054,597	179,597
Other receivables:				
- Subsidiaries	-	-	12,073,191	-
- Third parties	2,228,206	2,366,761	1,785,084	1,789,934
	2,228,206	2,366,761	13,858,275	1,789,934
Less: Accumulated impairment losses				
- Subsidiaries	-	-	-	-
- Third parties	(1,879,477)	(1,879,477)	(1,780,084)	(1,780,084)
	(1,879,477)	(1,879,477)	(1,780,084)	(1,780,084)
Other receivables, net	348,729	487,284	12,078,191	9,850
Deposits	3,128,888	22,454,970	51,219	6,047,239
Prepayments	1,260,224	4,506,838	158,182	151,548
	11,990,877	35,041,569	13,342,189	6,388,234
	16,316,077	35,041,569	13,342,189	6,388,234

The foreign currency exposure profile of receivables, deposits and prepayments of the Group is as follows:-

	Group	
	2023 RM	2022 RM
United States Dollar	2,386,760	2,657,320

(a) Trade receivables

(i) Credit term

The Group's normal trade credit term extended to customers ranged from 30 to 90 days (2022: 30 to 90 days).

15. RECEIVABLES, DEPOSITS AND PREPAYMENTS (CONT'D)

(a) Trade receivables (Cont'd)

(ii) Ageing analysis

The ageing analysis of the trade receivables of the Group is as follows:-

	Group	
	2023	**2022**
	RM	**RM**
Neither past due nor impaired	6,987,405	7,054,332
1 to 30 days past due but not impaired	162,936	251,533
31 to 120 days past due but not impaired	95,195	286,612
More than 121 days past due but not impaired	7,500	-
	265,631	538,145
Impaired	236,596	105,078
	7,489,632	7,697,555

Receivables that are neither past due nor impaired
Trade receivables that are neither past due nor impaired are creditworthy debtors with long term relationship and good payment records with the Group. None of the Group's trade receivables that are neither past due nor impaired have been renegotiated during the financial year.

Receivables that are past due but not impaired
Trade receivables that are past due but not impaired are creditworthy debtors who, by past trade practices, have paid after the expiry of the trade credit terms and the Group is currently still in active trading with the debtors. The Group does not anticipate recovery problems in respect of these debtors.

Receivables that are impaired
The trade receivables that are impaired at the reporting date and the movement of allowance accounts used to record the impairment are as follows:-

	Group	
	2023	**2022**
	RM	**RM**
At beginning of the financial year	105,078	98,865
Charge for the financial year:		
- Individually assessed	206,174	93,251
- Collectively assessed	48,679	15,077
Reversal of impairment loss:		
- Individually assessed	(86,459)	(83,115)
- Collectively assessed	(36,876)	(19,000)
At end of the financial year	236,596	105,078

15. RECEIVABLES, DEPOSITS AND PREPAYMENTS (CONT'D)

(b) Other receivables

(i) Amounts owing by subsidiaries are unsecured, bear interest at a rate of 0% (2022: 3%) per annum and is repayable on demand in cash.

(ii) Included in deposits of the Group are:-

a) Deposit and advancement of RM4,325,200 (2022: RM4,400,000) paid in relation to the Share Sale Agreement ("SSA") for the proposed acquisition of the entire issued share capital of Pearl Glove (Malaysia) Sdn Bhd ("PGSB"). Due to the non-fulfilment of the condition precedent of the SSA, the Group had on 11 November 2020 issued notice of termination to the vendors and requested for the refund of such deposit and advancement. On 31 December 2020, a civil suit was commenced by the Group against the vendors of PGSB, as disclosed in Note 33.

b) Refundable deposit of RM1,254,625 (2022: RM1,200,000) paid in relation to the proposed acquisition of machineries for the fabrication business of the Group.

c) Refundable deposit of RM Nil (2022: RM9,000,000) paid for the acquisition of leasehold industrial lands. During the financial year, approval letter in relation to the purchase and transfer of the said lands obtained from Pejabat Pengarah Tanah dan Galian Negeri Perak ("PPTGP"). Accordingly, the condition precedents have been fulfilled and acquisition was deemed completed and unconditional.

d) Refundable deposit of RM Nil (2022: RM6,000,000) paid in relation of a proposed acquisition of a flatted factory. During the financial year, the Company has terminated the proposed acquisition and accordingly, full sum of deposit was refunded to the Group.

(iii) The movements in allowance for impairment loss of other receivables are as follows:-

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
At beginning of the financial year	1,879,477	8,235,319	1,780,084	9,827,797
Charge for the financial year:				
- other receivables	-	-	-	-
- deposits	74,800	-	-	-
Reversal of impairment loss:				
- other receivables	-	(3,875,210)	-	(3,875,210)
- amount due from subsidiaries	-	-	-	(1,691,871)
Written off	-	(2,480,632)	-	(2,480,632)
At end of the financial year	1,954,277	1,879,477	1,780,084	1,780,084

Other receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

16. TAX ASSETS

Income tax which is recoverable in future from tax authorities.

17. MONEY MARKET INSTRUMENTS

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Short term fund	21,097,320	16,038,467	21,097,320	16,038,467

Short term fund represents investment in unit trust funds that invest only in very low risk, highly liquid short-term money market instruments, including placement with Shariah-compliant deposits with licensed financial institutions.

The currency exposure profile of the Group's money market instruments is as follows:-

	Group	
	2023 RM	2022 RM
Australia Dollar	15,364,615	16,038,467

18. CASH AND BANK BALANCES

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Deposits placed with licensed banks	33,750,643	68,706,948	30,064,356	65,087,795
Cash and bank balances	5,575,303	23,809,179	1,741,668	15,043,227
	39,325,946	92,516,127	31,806,024	80,131,022

The deposits placed with licensed banks earn interest at 1.50% to 2.70% (2022: 1.50% to 1.85%) per annum and are pledged with licensed banks for term loan and revolving credit facilities granted to the Group as mentioned in Note 22.

The currency exposure profile of the Group's cash and bank balances is as follows:-

	Group	
	2023 RM	2022 RM
Singapore Dollar	737	788
United States Dollar	667,819	4,150,331
Others	329	340

19. ASSETS HELD FOR SALE

	Group	
	2023 RM	2022 RM
Leasehold land held for sale	18,635,527	-

During the financial year, the management of AT Glove Engineering Sdn. Bhd. ("ATGE"), a wholly-owned subsidiary approved to dispose three pieces of leasehold lands and ATGE is actively looking for purchasers.

20. SHARE CAPITAL

	Group/Company			
	2023		2022	
	Number of shares Unit	Amount RM	Number of shares Unit	Amount RM
Ordinary shares Issued and fully paid:				
At beginning of the financial year	5,905,209,399	478,425,474	4,229,101,608	392,934,157
Issuance of shares:				
- Exercise of share options	95,412,500	2,018,356	1,676,107,791	85,491,317
At end of the financial year	6,000,621,899	480,443,830	5,905,209,399	478,425,474

During the financial year, the Company issued 95,412,500 new ordinary shares pursuant to the options exercised under the ESOS at exercise prices ranging from RM0.018 per ordinary share for cash.

The new ordinary shares issued during the financial year rank pari passu in all respects with the existing ordinary shares of the Company.

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions and rank equally with regard to the Company's residual interests.

21. OTHER RESERVES

		Group		Company	
	Note	2023 RM	2022 RM	2023 RM	2022 RM
Warrants reserve	21.1	9,261,382	9,261,382	9,261,308	9,261,308
Revaluation reserve	21.2	5,629,614	5,343,714	-	-
Translation reserve	21.3	1,191,229	427,609	-	-
Share option reserve	21.4	35,430	295,542	-	-
		16,117,655	15,328,247	9,261,308	9,261,308

21. OTHER RESERVES (CONT'D)

21.1 Warrants reserve

Included in the the warrants reserve mainly are is in respect of the Company's Warrants C, which was listed on 22 May 2020.

The main features of the Warrants C are as follow:-

	Tenure year	Issued date	Expiry date	Exercise price
Warrants C	5	22-May-20	17-May-25	RM 0.035

The movement of the Warrants during the financial year are as follows:-

	Number of Warrants over ordinary shares			
	As at 01.04.2022	Issued	Converted	As at 31.03.2023
Warrants C	469,053,650	-	-	469,053,650
	As at 01.04.2021	**Issued**	**Converted**	**As at 31.03.2022**
Warrants C	469,053,650	-	-	469,053,650

21.2 Revaluation reserve

Revaluation reserves represents the surplus on revaluation of the Group's interest in freehold lands, leasehold lands, and buildings, net of tax, and share of associates' revaluation reserve, and are not available for distribution to the shareholders by way of dividends.

21.3 Translation reserve

This is in respect of the Group's share of associates' translation reserve.

21. OTHER RESERVES (CONT'D)

21.4 Share option reserve

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Company's ESOS	-	-	-	-
Share of associates' option reserve	35,430	295,542	-	-
	35,430	295,542	-	-

The Group operates an equity-settled share options pursuant to the Company's Employees' Share Option Scheme ("ESOS"). The share option reserve represents the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of the equity-settled share options, and is reduced by the expiry or exercise of the share options.

ESOS

On 12 April 2021, the Company obtained approval from the shareholders at the Extraordinary General Meeting for the issuance of share options under ESOS of not exceeding in aggregate thirty percent (30%) of the Company's total issued share capital at any point of time during the duration of the ESOS with effect from 20 April 2021. The ESOS shall be allocated to any eligible employees of the Company and its subsidiaries who fulfilled the eligibility criteria for participation in the ESOS.

Each ESOS option entitles the eligible employees to subscribe for such number of ordinary shares in the Company pursuant to an offer duly accepted by the eligible employees at the exercise price to be determined by the ESOS Committee at its discretion based on the 5-day weighted average market price (5D-VWAMP) of the Company's shares as quoted in Bursa Securities, immediately prior to the date of offer made by the ESOS Committee with a discount of not more than 10%, if deemed appropriate.

The ESOS shall be valid for a duration of five years from the effective date of the ESOS, and may upon the recommendation of the ESOS Committee, be extended for a further five years.

21. OTHER RESERVES (CONT'D)

21.4 Share option reserve

ESOS (Cont'd)

The movements in the Company's ESOS are as follows:-

Date of offer	Exercise price	Number of options over ordinary shares As at 01.04.2022 '000	Granted '000	Lapsed '000	Exercised '000	As at 30.03.2023 '000
8 April, 2022	RM0.018	-	95,412	-	(95,412)	-
		-	95,412	-	(95,412)	-

The fair value of the share options granted under the ESOS is estimated at the grant date using the Black-Scholes Option Pricing Model, taking into account the terms and conditions upon which the instruments were granted. The fair values of the share options measured at grant date and the assumptions used are as follows:-

ESOS	Granted on 8 April, 2022
Fair value of share options at the grant date	0.0032
Option tenure (days)	8
Share price on grant date (RM)	0.020
Exercise price (RM)	0.018
Expected volatility (%)	178.20
Expected dividends (%)	-
Risk free interest rate (%)	1.780

The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome. No other features of the option was incorporated into the measurement of fair value.

During the financial year, share option expenses of RM 300,932 (2022: RM 6,050,958) had been recognised in the Group and in the Company respectively as share-based payment.

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2023 (cont'd)

22. LOANS AND BORROWINGS

		Group		Company	
	Note	2023 RM	2022 RM	2023 RM	2022 RM
Non-current liabilities:					
Secured					
Term loan I	(a)	927,430	1,148,929	-	-
Term loan II	(b)	1,260,063	1,694,166	-	-
Term loan III	(c)	3,970,638	4,608,261	-	-
Term loan IV	(d)	150,501	511,712	-	-
Lease liabilities	(h)	2,725,030	2,892,810	84,242	-
		9,033,662	10,855,878	84,242	-
Unsecured					
Lease liability	(g)	1,306,810	20,687	-	-
		10,340,472	10,876,565	84,242	-
Current liabilities:					
Secured					
Term loan I	(a)	229,526	231,911	-	-
Term loan II	(b)	441,186	430,158	-	-
Term loan III	(c)	655,132	644,300	-	-
Term loan IV	(d)	364,072	353,973	-	-
Revolving credit	(e)	30,135,625	65,177,370	30,135,625	65,177,370
Lease liabilities	(h)	1,965,338	1,923,309	39,310	167,381
Bank overdraft	(f)	268,520	298,595	-	-
		34,059,399	69,059,616	30,174,935	65,344,751
Unsecured					
Lease liability	(g)	722,965	26,021	-	-
		34,782,364	69,085,637	30,174,935	65,344,751
Total loans and borrowings		45,122,836	79,962,202	30,259,177	65,344,751
Term loans		7,998,548	9,623,410	-	-
Revolving credit		30,135,625	65,177,370	30,135,625	65,177,370
Lease liabilities		6,720,143	4,862,827	123,552	167,381
Bank overdraft		268,520	298,595	-	-
		45,122,836	79,962,202	30,259,177	65,344,751

22. LOANS AND BORROWINGS (CONT'D)

(a) Term loan I

The term loan I bears interest at a rate of 3.70% to 4.95% (2022: 3.70%) per annum and is repayable over a period of 15 years by 180 equal monthly instalments of RM23,259 commencing upon full disbursement of the facility or the first day of the 37th month from the date of first drawdown, whichever is earlier.

The term loan I is secured by:-
(i) fixed legal charge over the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10); and
(ii) corporate guarantee by the Company.

(b) Term loan II

The term loan II bears interest at a rate of 4.20% to 5.45% (2022: 4.20%) per annum and is repayable over a period of 10 years by 120 equal monthly instalments of RM44,598 commencing upon full disbursement of the facility or the first day of the 37th month from the date of first drawdown, whichever is earlier.

The term loan II is secured by:-
(i) fixed legal charge over the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10); and
(ii) corporate guarantee by the Company.

(c) Term loan III

The term loan III bears interest at a rate of 4.10% to 5.10% (2022: 4.10%) per annum and is repayable over a period of 10 years by 120 equal monthly instalments of RM74,740 commencing upon full disbursement of the facility or the first day of the 37th month from the date of first drawdown, whichever is earlier. The amount has been fully paid during the year 2021.

The term loan III is secured by:-
(i) fixed legal charge over the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10);
(ii) fixed deposit of the Group (Note 18) ;
(iii) rental proceeds derived from the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10); and
(iv) corporate guarantee by the Company.

(d) Term loan IV

The term loan IV bears interest at a rate of 4.01% to 5.19% (2022: 4.01% to 4.05%) per annum and is repayable over a period of 4 years by 48 equal monthly instalments of RM31,854 commencing upon full disbursement of the facility.

The term loan IV is secured by:-
(i) fixed legal charge over the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10); and
(ii) corporate guarantee by the Company.

22. LOANS AND BORROWINGS (CONT'D)

(e) Revolving credit

The revolving credit is rolled-over on 180-days basis and bears interest at rate of 4.15% to 5.69% (2022: 4.15%) per annum. The interest rates are fixed at the date of each drawdown and might be revised at the commencement of each roll-over period. The revolving credit facility is secured by the fixed deposit of the Company as disclosed in Note 18.

(f) Bank overdraft

The bank overdraft bears interest at a rate of 6.10% to 7.35% (2022: 6.10%) per annum.

The bank overdraft is secured by:-
(i) fixed legal charge over the property, plant and equipment and right-of-use assets of the Group (Note 9 & 10); and
(ii) corporate guarantee by the Company.

(g) Unsecured Lease liability and Lease Liabilities

	Group		Company	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
Unsecured lease liabilities	2,029,775	46,708	-	-
Secured lease liabilities	4,690,368	4,816,119	123,552	167,381
	6,720,143	4,862,827	123,552	167,381

The unsecured lease liability bear discounted rate of 3.15% to 6.90% (2022: 6.90%) per annum.

	Group		Company	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
At beginning of the financial year	4,862,827	4,984,363	167,381	210,856
Additions	3,875,315	1,560,000	-	-
Interest expenses	346,662	280,337	3,027	8,030
Interest payment	(346,662)	(280,337)	(3,027)	(8,030)
Payment of principal	(2,017,999)	(1,681,536)	(43,829)	(43,475)
At end of the financial year	6,720,143	4,862,827	123,552	167,381

22. LOANS AND BORROWINGS (CONT'D)

(g) Unsecured Lease liability and Lease Liabilities (Cont'd)

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Gross instalment payments	7,208,354	5 ,318,254	137,501	169,611
Less: Future finance charges	(488,211)	(455,428)	(13,949)	(2,230)
Total present value of lease liabilities	6,720,143	4 ,862,826	123,552	167,381
Current				
Payable within 1 year				
Gross instalment payments	2,935,101	2 ,187,373	47,148	169,611
Less: Future finance charges	(246,798)	(238,044)	(7,838)	(2,230)
Present value of finance lease liabilities	2,688,303	1 ,949,329	39,310	167,381
Non-current				
Payable after 1 year but not later than 2 years				
Gross instalment payments	2,019,475	1 ,703,793	47,148	-
Less: Future finance charges	(148,106)	(125,171)	(4,650)	-
Present value of finance lease liabilities	1,871,369	1 ,578,622	42,498	-
Payable after 2 years but not later than 5 years				
Gross instalment payments	2,253,778	1,381,562	43,205	-
Less: Future finance charges	(93,307)	(91,291)	(1,461)	-
Present value of finance lease liabilities	2,160,471	1,290,271	41,744	-
Payable later than 5 years				
Gross instalment payments	-	45,526	-	-
Less: Future finance charges	-	(922)	-	-
Present value of finance lease liabilities	-	44,604	-	-
Total present value of finance lease liabilities	6,720,143	4 ,862,826	123,552	167,381
Analysed as:-				
Payable within 1 year	2,688,303	1 ,949,329	39,310	167,381
Payable after 1 year	4,031,840	2 ,913,497	84,242	-
	6,720,143	4 ,862,826	123,552	167,381

22. LOANS AND BORROWINGS (CONT'D)

(g) Unsecured Lease liability and Lease Liabilities (Cont'd)

The lease liabilities of the Group bear effective interest at rates ranging from 2.16% to 4.79% (2022: 2.16% to 4.79%) per annum and secured by corporate guarantee by the Company.

23. DEFERRED TAX LIABILITIES

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when deferred taxes relate to the same tax authority. The following amounts, determined after appropriate offsetting, are shown in the statements of financial position:-

	Group	
	2023	**2022**
	RM	**RM**
At beginning of the financial year	-	273,859
Recognised in profit or loss	-	(273,859)
At end of the financial year	-	-
Deferred tax liabilities are in respect of taxable temporary differences of property, plant and equipment	-	-

23. DEFERRED TAX LIABILITIES (CONT'D)

Based on existing tax legislation:-

(i) The unutilised tax losses can be carried forward for 10 (2022:10) consecutive year of assessment ("YA") immediately following that YA.

(ii) The unabsorbed capital allowance, unabsorbed investment tax allowances and unutilised increased export allowance does not expire under current tax legislation.

The unutilised tax losses will expire in the following years of assessment:

	Group		Company	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
Year of Assessment:				
2033	28,892,088	-	-	-
2032	2,909,807	2,909,807	-	213,488
2031	1,902,958	1,902,958	-	-
2030	2,223,673	2,223,673	-	-
2029	2,911,962	2,911,962	-	-
2028	3,845,061	3,845,061	-	-
	42,685,549	13,793,461	-	213,488

Deferred tax assets have not been recognised in respect of these items as it is not probable that future taxable profit will be available against which the unused tax losses and tax credits can be utilised before they expire.

The estimated amount of temporary differences for which no deferred tax assets is recognised in the financial statements are as follows:-

	Group		Company	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
Unabsorbed capital allowances	27,276,758	23,611,253	-	-
Unutilised reinvestment allowances	18,577,861	18,455,754	-	-
Unutilised tax losses	42,685,549	13,793,461	-	213,488
	88,540,168	55,860,468	-	213,488

24. PAYABLES, DEPOSITS RECEIVED AND ACCRUALS

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Trade payables	5,802,697	7,382,328	-	-
Other payables:				
Third parties	10,132,262	5,640,450	5,323	120,448
Deposits received	32,042,924	35,813,873	-	-
Accruals	4,050,362	1,643,808	120,472	85,266
	46,225,548	43,098,131	125,795	205,714
	52,028,245	50,480,459	125,795	205,714

The foreign currency exposure profile of payables, deposits received and accruals of the Group is as follows:-

	2023 RM	2022 RM
United States Dollar	2,146,666	2,768,953

(a) Trade payables

Trade payables are unsecured, interest-free and the normal trade credit terms granted to the Group ranged from 30 to 90 days (2022: 30 to 90 days).

(b) Other payables

(i) Amounts owing to third parties mainly consist of sundry payables for operating expenses and payable for construction of power substation and structural works for waste water treatment plant, canteen and building works, which are generally due within 14 to 90 days (2022: 14 to 90 days).

Included herein is a balance amount of RM3,400,000, being compensation payable to supplier for the early termination before contract due.

(ii) Amounts owing to subsidiaries were unsecured, interest free and repayable on demand.

(iii) Included in deposits received of the Group is refundable deposit of RM29,967,829 received for glove orders from the customers.

25. CONTRACT LIABILITIES

	Group		Company	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
Contract liabilities relating to contract works	484,767	1,953,576	-	-

(i) The contract liabilities represent the time differences in revenue recognition and the milestone billings in respect of the contract projects.

(ii) The significant changes to contract liabilities during the financial year:-

	Group	
	2023 RM	**2022 RM**
At beginning of the financial year	1,953,576	-
Revenue recognised in profit or loss during the financial year	(2,728,809)	(1,540,285)
Billing to customers during the financial year	1,260,000	3,493,861
At end of the financial year	484,767	1,953,576

26. FINANCIAL INSTRUMENTS

(a) Categories of financial instruments

The following table analyses the financial instruments in the statements of financial position by the classes of financial instruments to which they are assigned:-

(i) Fair value through profit or loss;
(ii) Financial assets at amortised cost; and
(iii) Financial liabilities at amortised cost.

	Group		Company	
	2023 RM	2022 RM	2023 RM	2022 RM
Financial assets at fair value through profit or loss				
Marketable securities	11,565,474	5,056,000	-	-
Financial assets at amortised cost				
Receivables and deposits, net of prepayments	15,055,853	30,534,731	13,184,007	6,236,686
Cash and bank balances	39,325,946	92,516,127	31,806,024	80,131,022
	54,381,799	123,050,858	44,990,031	86,367,708
Financial liabilities at amortised cost				
Payables, deposits received and accruals	52,028,245	50,480,459	125,795	205,714
Contract liabilities	484,767	1,953,576	-	-
Lease liabilities	6,720,143	4,862,827	123,552	167,381
Term loans	7,998,548	9,623,410	-	-
Revolving credit	30,135,625	65,177,370	30,135,625	65,177,370
Bank overdraft	268,520	298,595	-	-
	97,635,848	132,396,237	30,384,972	65,550,465

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management

The Group and the Company are exposed to financial risks arising from their operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk, foreign currency risk, interest rate risk and equity price risk.

The Group's and the Company's financial risk management policies seek to ensure that adequate financial resources are available for the development of the Group's and the Company's businesses whilst minimising the potential adverse impacts of financial risks on their financial position, performance and cash flows. The Group and the Company operate within clearly defined guidelines that are approved by the Board of Directors. It is, and has been throughout the current financial year and previous financial year, the Group's and Company's policy that no derivatives shall be undertaken. The Group and the Company do not apply hedge accounting.

The Group's and the Company's exposure to the financial risks and the objectives, policies and processes put in place to manage these risks are discussed below:-

(i) Credit risk

Trade and other receivables

Credit risk is the risk of financial loss to the Group and the Company that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group's and the Company's exposure to credit risk arises primarily from trade and other receivables. The Group and the Company have a credit policy in place and the exposure to credit risk is managed through the application of credit approvals, credit limits and monitoring procedures.

As at the end of the reporting year, the maximum exposure to credit risk arising from trade and other receivables is represented by their carrying amounts in the statements of financial position.

The carrying amount of trade and other receivables are not secured by any collateral or supported by any other credit enhancements. In determining the recoverability of these receivables, the Group and the Company consider any change in the credit quality of the receivables from the date the credit was initially granted up to the reporting date. The Group and the Company have adopted a policy of dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults.

The Group and the Company use ageing analysis to monitor the credit quality of the trade receivables. The ageing of trade receivables as at the end of the financial year is disclosed in Note 15. Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company. A significant portion of these trade receivables are regular customers that have been transacting with the Group and the Company. Management has taken reasonable steps to ensure that trade receivables are stated at their realisable values. Impairment are made on specific receivables when there is objective evidence that the Group and the Company will not be able to collect all amounts due.

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(i) Credit risk (cont'd)

Trade and other receivables (cont'd)

The Group and the Company monitor the results of the subsidiaries and related companies in determining the recoverability of these intercompany balances.

Credit risk concentration profile

As at 31 March 2023, there were 2 (2022: 3) major customers that accounted for 10% or more of the Group's total trade receivables and the total outstanding balances due from these major customers amounted to RM5,253,194 (2022: RM6,013,575).

Inter-company balances

The Company provides unsecured advances to subsidiaries. The Company monitors the results of the subsidiaries on monthly basis. The Company does not specifically monitor the ageing of the advances to the subsidiaries. Nevertheless, these advances are not regarded as overdue and are repayable on demand. As at the end of the reporting year, the maximum exposure to credit risk is represented by their carrying amounts in the statement of financial position.

Other financial assets

For other financial assets (including other investments and cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties. At the reporting date, the Group's and the Company's maximum exposure to credit risk arising from other financial assets are represented by the carrying amount of each class of financial assets recognised in the statements of financial position.

Financial guarantees

The Company is exposed to credit risk in relation to financial guarantees given to financial institutions for credit facilities granted to subsidiaries and to certain suppliers for credit term granted to subsidiaries. The maximum exposure to credit risk in relation to the financial guarantees given amounted to approximately RM13,171,993 (2022: RM14,570,743) as at the end the reporting period, representing the outstanding banking facilities with the financial institutions and trade payables with certain trade suppliers by the subsidiaries as at the end of financial year.

The Company monitors the results of the subsidiaries and their repayment on an on-going basis. At the reporting date, there was no indication that any subsidiaries would default on repayment. The financial guarantees have not been recognised as it is unlikely the subsidiaries will default within the guarantee period.

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(ii) Liquidity risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations when they fall due. The Group's and the Company's exposure to liquidity risk arise primarily from mismatches of the maturities between financial assets and liabilities. The Group's and the Company's exposure to liquidity risk arise principally from trade and other payables, loans and borrowings.

The Group and the Company actively manage their operating cash flows and the availability of funding so as to ensure that all repayment and funding needs are met. As part of their overall prudent liquidity management, the Group and the Company maintain sufficient levels of cash to meet their working capital requirements

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(ii) Liquidity risk (cont'd)

Maturity analysis

The maturity analysis of the Group's financial liabilities by their relevant maturity at the reporting date based on contractual undiscounted repayment obligations are as follows:-

		Contractual Undiscounted Cash Flows				
	Carrying amount RM	On demand or within 1 year RM	1 to 2 years RM	2 to 5 years RM	Over 5 years RM	Total RM
2023						
Group						
Financial liabilities:						
Payables, deposits received and accruals	52,028,245	52,028,245	-	-	-	52,028,245
Contract liabilities	484,767	484,767	-	-	-	484,767
Lease liabilities	6,720,143	2,935,101	2,019,475	2,253,778	-	7,208,354
Term loans	7,998,548	2,056,692	1,826,847	4,189,436	1,008,660	9,081,635
Revolving credit	30,135,625	30,135,625	-	-	-	30,135,625
Bank overdraft	268,520	268,520	-	-	-	268,520
	97,635,848	87,908,950	3,846,322	6,443,214	1,008,660	99,207,146

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(ii) Liquidity risk (cont'd)

Maturity analysis (cont'd)

The maturity analysis of the Group's financial liabilities by their relevant maturity at the reporting date based on contractual undiscounted repayment obligations are as follows:- (cont'd)

		Contractual Undiscounted Cash Flows				
	Carrying amount RM	On demand or within 1 year RM	1 to 2 years RM	2 to 5 years RM	Over 5 years RM	Total RM
2022						
Group						
Financial liabilities:						
Payables, deposits received and accruals	50,480,459	50,480,459	-	-	-	50,480,459
Contract liabilities	1,953,576	1,953,576	-	-	-	1,953,576
Lease liabilities	4,862,827	2,159,173	1,682,643	1,381,562	45,526	5,268,904
Term loans	9,623,410	2,020,224	2,020,224	1,782,618	5,013,029	10,836,095
Revolving credit	65,177,370	65,177,370	-	-	-	65,177,370
Bank overdraft	298,595	298,595	-	-	-	298,595
	132,396,237	122,089,397	3,702,867	3,164,180	5,058,555	134,014,999

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(ii) Liquidity risk (cont'd)

Maturity analysis (cont'd)

The maturity analysis of the Company's financial guarantees showing the remaining maturities are as follows:-

	Carrying amount RM	Contractual Undiscounted Cash Flows: On demand or within 1 year RM	1 to 2 years RM	2 to 5 years RM	Over 5 years RM	Total RM
2023						
Company						
Financial liabilities:						
Payables, deposits received and accruals	125,795	125,795	-	-	-	125,795
Lease liabilities	123,552	47,148	47,148	43,205	-	137,501
Revolving credit	30,135,625	30,135,625	-	-	-	30,135,625
	30,384,972	30,308,568	47,148	43,205	-	30,398,921
2022						
Company						
Financial liabilities:						
Payables, deposits received and accruals	205,714	205,714	-	-	-	205,714
Lease liabilities	167,381	169,611	-	-	-	169,611
Revolving credit	65,177,370	65,177,370	-	-	-	65,177,370
	65,550,465	65,552,695	-	-	-	65,552,695

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(ii) Liquidity risk (cont'd)

Maturity analysis (cont'd)

The maturity analysis of the Company's financial guarantees based on the maximum amount that can be called for under the financial guarantee contracts are as follows:-

		Contractual Undiscounted Cash Flows				
	Maximum amount RM	On demand or within 1 year RM	1 to 2 years RM	2 to 5 years RM	Over 5 years RM	Total RM
2023						
Company						
Financial guarantee contracts	13,171,993	4,222,573	2,664,218	6,285,202	-	13,171,993
2022						
Company						
Financial guarantee contracts	14,570,743	3,714,865	3,286,594	6,564,352	1,004,933	14,570,743

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(iii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Group's exposure to currency risk arises mainly from transactions entered into by individual entities within the Group in currencies other than their functional currencies. The functional currency within the Group is Ringgit Malaysia ("RM") whereas the major foreign currency transacted is United States Dollar ("USD"), Singapore Dollar ("SGD") and Australia Dollar ("AUD").

The Group observes the movements in exchange rates and acts accordingly to minimise its exposure to currency risk.

The Group also holds cash and bank balances denominated in foreign currencies for working capital purposes. At the end of the reporting year, such foreign currency balances amounted to RM668,885 (2022: RM4,151,459) for the Group.

<u>Sensitivity analysis for foreign currency risk</u>

The following demonstrates the sensitivity of the Group's profit or loss after tax and equity to a 10% strengthening in the USD, SGD and AUD against the RM, with all other variables held constant and based on the financial assets and liabilities that are exposed to foreign currency risk as at the end of the reporting period:-

		2023 RM	2022 RM
		Effect on profit or loss for the financial year and equity	
USD	-strengthened by 10% (2022:10%)	69,001	306,941
	-weakened by 10% (2022:10%)	(69,001)	(306,941)
SGD	-strengthened by 10% (2022:10%)	56	60
	-weakened by 10% (2022:10%)	(56)	(60)
AUD	-strengthened by 10% (2022:10%)	1,167,711	1,218,923
	-weakened by 10% (2022:10%)	(1,167,711)	(1,218,923)

(iv) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments would fluctuate because of changes in market interest rates.

The Group's and the Company's exposure to interest rate risk relates to interest bearing financial assets and financial liabilities. Interest bearing financial assets includes bank balances with licensed banks, deposits placed with a licensed bank and amount owing by subsidiaries. Interest bearing financial liabilities includes lease liabilities, revolving credit, term loans and bank overdraft.

26. FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial risk management (cont'd)

(iv) Interest rate risk (cont'd)

The term loans of RM7,998,548 (2022: RM9,623,410), revolving credit of RM30,135,625 (2022: RM65,177,370) and bank overdraft of RM268,520 (2022: RM298,595) at floating rates expose the Group to cash flow interest rate risk whilst lease liabilities of RM6,720,143 (2022: RM4,862,827) at fixed rates expose the Group to fair value interest rate risk.

The Group adopts a strategy of mixing fixed and floating rate borrowings to minimise exposure to interest rate risk. The Group also reviews its debt portfolio to ensure favourable rates are obtained.

Sensitivity analysis for interest rate risk

If the interest rate had been 50 basis point higher/lower and all other variables held constant, the Group's profit or loss after tax and equity would increase/decrease by RM83,678 (2022: RM127,130) as a result of exposure to floating rate deposits, money market instruments and borrowings.

(v) Equity price risk

The Group is exposed to equity price risk arising from its investment in quoted equity instruments. The quoted equity instruments in Malaysia are listed on the Bursa Malaysia Securities Berhad. These instruments are classified as fair value through profit or loss financial assets. The Group does not have exposure to commodity price risk.

Sensitivity analysis for equity price risk

A 10% increase in the market price of the investment as at the end of the reporting period would have increased the Group's profit or loss after tax and equity by RM1,156,547 (2022: RM505,600). A 10% decrease in market price would have had equal but opposite effect on equity.

(c) Fair value measurement

The fair value of the following classes of financial assets and liabilities are as follows:-

(i) Cash and cash equivalents, receivables, payables, revolving credit and bank overdraft

The carrying amounts approximate fair values due to the relatively short term maturity of these financial assets and liabilities.

(ii) Term loans

The carrying amounts of current portion of borrowings are reasonable approximation of fair values due to the insignificant impact of discounting.

The carrying amounts of floating rate term loans approximate fair values as the loans will be re-priced to market interest rate on or near reporting date.

26. FINANCIAL INSTRUMENTS (CONT'D)

(c) Fair value measurement (cont'd)

(iii) Lease liabilities

The fair value of finance lease liabilities is estimated using discounted cash flow analysis, based on current lending rate for similar type of lease arrangements.

The carrying amounts of the Group's and of the Company's financial assets and liabilities at reporting date approximate their fair values except as follows:-

	Group	
	Carrying Amount RM	**Fair Value RM**
2023		
Financial Liabilities		
Lease liabilities	6,720,143	6,977,402
2022		
Financial Liabilities		
Lease liabilities	4,862,827	5,222,812

The fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at market rate of interest at the end of the financial year.

26. FINANCIAL INSTRUMENTS (CONT'D)

(c) Fair value measurement (cont'd)

The following table provides the fair value measurement hierarchy of the Group's financial instruments:-

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value					
	Level 1 RM	Level 2 RM	Level 3 RM	Total RM	Level 1 RM	Level 2 RM	Level 3 RM	Total RM	Total fair value RM	Carrying Amount RM
Group										
2023										
Financial assets at fair value through profit or loss										
- Quoted investment	11,565,474	-	-	11,565,474	-	-	-	-	11,565,474	11,565,474
- Money market instruments	21,097,320	-	-	21,097,320	-	-	-	-	21,097,320	21,097,320
2022										
Financial assets at fair value through profit or loss										
- Quoted investment	5,056,000	-	-	5,056,000	-	-	-	-	5,056,000	5,056,000
- Money market instruments	16,038,467	-	-	16,038,467	-	-	-	-	16,038,467	16,038,467

26. FINANCIAL INSTRUMENTS (CONT'D)

(c) Fair value measurement (cont'd)

The following table provides the fair value measurement hierarchy of the Company's financial instruments:-

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value					
	Level 1 RM	Level 2 RM	Level 3 RM	Total RM	Level 1 RM	Level 2 RM	Level 3 RM	Total RM	Total fair value RM	Carrying Amount RM
Company										
2023										
Financial assets at fair value through profit or loss										
- Money market instruments	21,097,320	-	-	21,097,320	-	-	-	-	21,097,320	21,097,320
Company										
2022										
Financial assets at fair value through profit or loss										
- Money market instruments	16,038,467	-	-	16,038,467	-	-	-	-	16,038,467	16,038,467

During the financial year ended 31 March 2023 and 31 March 2022, there was no transfer of financial instruments between fair value measurement hierarchy.

27. CAPITAL COMMITMENT

	Group 2023 RM	2022 RM
Contracted but not provided for:-		
(i) Capital expenditure for the Group's glove business	3,939,650	6,721,914
(ii) Capital expenditure for the Group's fabrication businesss	3,370,000	8,929,000
	7,309,650	15,650,914

28. CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

The table below details changes in the liabilities of the Group and of the Company arising from the financing activities, including both cash and non-cash changes as follows:-

	As at 01.04.2022 RM	Net Cash Flows RM	Non-cash Changes RM	As at 31.03.2023 RM
Group				
Term loans	9,623,410	(1,624,862)	-	7,998,548
Revolving credit	65,177,370	(35,041,745)	-	30,135,625
Lease liabilities	4,862,827	(2,017,999)	3,875,315	6,720,143
	79,663,607	(38,684,606)	3,875,315	44,854,316
Company				
Revolving credit	65,177,370	(35,041,745)	-	30,135,625
Lease liabilities	167,381	(43,829)	-	123,552
	65,344,751	(35,085,574)	-	30,259,177

	As at 01.04.2021 RM	Net Cash Flows RM	Non-cash Changes RM	As at 31.03.2022 RM
Group				
Term loans	1,206,766	8,416,644	-	9,623,410
Revolving credit	-	65,177,370	-	65,177,370
Lease liabilities	4,984,363	(1,681,536)	1,560,000	4,862,827
	6,191,129	71,912,478	1,560,000	79,663,607
Company				
Revolving credit	-	65,177,370	-	65,177,370
Lease liabilities	210,856	(43,475)	-	167,381
	210,856	65,133,895	-	65,344,751

Non-cash changes represent drawdown of term loans, drawdown of facilities for acquisition of property, plant and equipment through loans and lease financing.

29. RELATED PARTIES

(a) Identity of related parties

For the purposes of these financial statements, parties are considered to be related to the Group or to the Company if the Group or the Company has the ability to directly or indirectly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The Group and the Company have a related party relationship with its subsidiaries, related parties and key management personnel. Related parties refer to companies or enterprise in which certain directors of the Company or persons connected to them have substantial financial interests.

(b) Significant related party transactions

	Company	
	2023 RM	2022 RM
Received or receivable from subsidiaries:		
- Management fee income	1,560,000	1,565,831

	Group	
	2023 RM	2022 RM
Received or receivable from associates:		
- Sales	103,278	327,300
- Rental income	220,000	180,000
- Purchase	-	3,196,117

(c) Compensation of key management personnel

Key management personnel are the persons who have authorities and responsibilities for planning, directing and controlling the activities of the Group or the Company either directly or indirectly. This includes any Director, whether executive or otherwise, of the Group and the Company.

The remuneration of members of key management during the financial year are as follows:-.

	Group	
	2023 RM	2022 RM
- Salaries, bonuses and allowances	1,675,776	1,448,856
- Defined contribution plan	215,313	187,233
	1,891,089	1,636,089

30. CAPITAL MANAGEMENT

The primary objective of the Group's and the Company's capital management is to ensure that they maintain a healthy capital ratio in order to support their business and maximise shareholders' value.

The Group and the Company manage their capital structure and make adjustments to it, in light of changes in economic conditions. To maintain or adjust capital structure, the Group and the Company may return capital to shareholders or issue new shares. No changes were made in the objectives, policies and processes during the financial year ended 31 March 2023 and 31 March 2022.

Pursuant to the requirements of Guidance Note 3 of Bursa Malaysia Securities Berhad, the Group is required to maintain a consolidated shareholders' equity equal to or not less than 25% of the of the issued and paid-up capital (excluding treasury shares). The Company has complied with this requirement for the financial year ended 31 March 2023.

The Group is not subject to any other externally imposed capital requirements.

The Group and the Company monitor capital using a gearing ratio, which is total external borrowings divided by total equity. The gearing ratio as at 31 March 2023 and 31 March 2022, which are within the Group's and Company's objectives of capital management are as follows:-

	Group		**Company**	
	2023 RM	**2022 RM**	**2023 RM**	**2022 RM**
Total external borrowings	45,122,836	79,962,202	30,259,177	65,344,751
Total equity	257,278,091	337,215,490	355,552,740	356,463,935
Gearing ratio	0.18	0.24	0.09	0.18

31. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

(a) On 30 March 2022, TA Securities Holdings Berhad ("TA Securities"), on behalf of the Company announced that the Company proposes to undertake a proposed private placement of up to 643,161,500 new ordinary shares in ATS, representing 10% of the total number of issued shares of the Company, to independent third-party investor(s) to be identified later at an issue price to be determined later ("Private Placement").

Bursa Securities has, vide its letter dated 11 April 2022, approved the listing and quotation of up to 643,161,500 Placement Shares to be issued pursuant to the Private Placement.

On 19 October 2022, TA Securities, on behalf of the Company announced that Bursa Securities had, vide its letter dated 19 October 2022, resolved to grant the Company an extension of time until 10 April 2023 to implement the Private Placement.

32. SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

(a) Subsequent to the significant event stated in Note 31(a), the Company completed the Private Placement subsequently on 3 April 2023. A total of 600,062,000 new ordinary shares has been listed and cash proceeds of RM5,460,000 was raised.

(b) On 5 April 2023, the Company has offered options to eligible employees under its ESOS. The number of options offered is 208,300,000 units with exercise price of RM0.009 each.

(c) On 13 April 2023, the Company increased its issued and paid up share capital through the issuance of 185,420,000 new ordinary shares pursuant to the exercise of ESOS at exercise price of RM0.009 per ordinary share.

33. MATERIAL LITIGATION

On 26 June 2020, AT Glove Engineering Sdn. Bhd. ("AGESB"), a wholly-owned subsidiary of the Group entered into a Share Sale Agreement ("SSA") with Hai Hong Capital Sdn Bhd, P'ng Sim Guan, P'ng Lai Heng, Hai Hong Holdings Sdn Bhd and Aaron Khoo Teng Soon (collectively the "Vendors") for the acquisition by AGESB of the entire issued share capital of Pearl Glove (Malaysia) Sdn Bhd ("PGSB"), for a total purchase consideration of RM22 million to be satisfied entirely by cash ("Proposed Acquisition"). Pursuant to the SSA, AGESB had paid a deposit and advances totalling RM4,400,000.

The Proposed Acquisition is subject to several conditions precedent being obtained / fulfilled or waived (as the case may be) by the day falling 30 days from the date of the SSA, or such later date as the parties may mutually agree upon.

Subsequently,

(i) On 30 July 2020, the Group announced that AGESB and the Vendors ("the Parties") have mutually agreed to extend the period to fulfil the conditions precedent as stated in Appendix I – Salient Terms of the SSA ("Conditions Precedent") for a period of two (2) months from 27 July 2020 as the Parties have yet to obtain/fulfil the Conditions Precedent;

(ii) On 25 September 2020, the Group announced that the Parties have mutually agreed to extend the cut-off date for a period of two (2) weeks from 27 September 2020 as the Parties have yet to obtain/ fulfil the Conditions Precedent;

(iii) On 12 October 2020, the Group announced that the Parties have mutually agreed to extend the cut-off date for a period of one (1) month to facilitate further discussion by the Parties.

(iv) On 11 November 2020, the Group announced that AGESB, upon reviewing the due diligence reports provided by the professional advisers appointed by AGESB in relation to the due diligence exercise conducted on PGSB, its business, assets, legal and financial position ("Due Diligence Exercise"), determined that the board of directors of AGESB is not satisfied with the outcome and findings of the Due Diligence Exercise.

Accordingly, AGESB has on even date issued a notice of termination to the Vendors to terminate the SSA in accordance with the terms and conditions stated in the SSA, and requested for the refund of the deposit and advancement of RM4,400,000. The Vendors have yet to refund the deposit and advancement to the Group.

Following the above, a civil suit was commenced by AGESB (as Plaintiff) against the Vendors (as Defendants) on 31 December 2020 at the High Court of Malaya, Kuala Lumpur. The civil suit was subsequently transferred to the High Court of Penang following an application made by the Defendants which was heard on 11 March 2021 at the High Court of Malaya, Kuala Lumpur. The High Court of Penang has initially fixed the trial for the case from 5 December 2022 to 7 December 2022. The trial dates for the case were subsequently changed to 12 August 2024 to 14 August 2024 by the High Court of Penang.

34. SEGMENT INFORMATION

For management purposes, the Group is organised into operating segments based on a similar basis to that for internal reporting. The Group's chief operation decision maker reviews the decision on resource allocation and assesses the performance of the reportable segment.

(a) Operating segments

The reportable operating segments are as follows:-

Fabrication and automation	Fabrication of industrial and engineering parts; Design and manufacturing of industrial automation systems and machinery.
Renewable energy and property	Renewable energy operator and property letting.
Gloves	Manufacturing and sale of medical grade nitrile gloves.
Others	Investment holding and provision of management services, neither which are of a sufficient size to be reported separately.

The accounting policies of operating segments are the same as those described in the summary of significant accounting policies.

Inter-segment transactions are entered in the ordinary course of business based on terms mutually agreed upon by the parties concerned.

Segment assets and liabilities information are neither included in the internal management reports nor provided regularly to the management. Hence, no disclosures are made on segment assets and liabilities.

Reconciliations of reportable segment revenue to the corresponding amounts of the Group are as follows:-

	Group	
	2023 RM	2022 RM
Revenue		
Total revenue for reportable segments	62,358,062	79,698,803
Elimination of inter-segmental revenue	(1,560,000)	(1,565,831)
Revenue of the Group per consolidated statement of profit or loss and other comprehensive income	60,798,062	78,132,972

34. SEGMENT INFORMATION (CONT'D)

(a) Operating segments (cont'd)

	Fabrication and automation RM	Renewable energy and property RM	Gloves RM	Others RM	Adjustments and eliminations RM	Total RM
2023						
Revenue						
External revenue	50,325,243	711,480	9,761,339	-	-	60,798,062
Inter-segment revenue	-	-	-	1,560,000	(1,560,000)	-
Total revenue	50,325,243	711,480	9,761,339	1,560,000	(1,560,000)	60,798,062
Results						
Interest income	22,525	-	67,800	1,551,040	-	1,641,365
Finance costs	(753,669)	-	(53,529)	(2,863,630)	-	(3,670,828)
Share of result in associates	-	-	-	(2,752,355)	-	(2,752,355)
Segment (loss)/profit	(8,459,985)	689,271	(56,305,576)	(18,668,873)	-	(82,745,163)
Other material non-cash items:						
- Inventories written down	-	-	(19,295,338)	-	-	(19,295,338)
- Depreciation of property, plant and equipment	(2,871,725)	(435,590)	(6,833,667)	(59,082)	-	(10,200,064)
- Depreciation of right-of-use assets	(1,453,362)	(153,874)	(259,800)	(59,558)	-	(1,926,594)
- Unrealised loss on foreign exchange, net	(31,849)	-	132	(992,744)	-	(1,024,461)
- Fair value loss on investment in quoted shares	(3,540,369)	-	-	-	-	(3,540,369)
- Reversal of impairment loss on receivables	123,335	-	-	-	-	123,335
- Reversal of impairment loss on investment in associate	-	-	-	903,767	-	903,767
- Reversal of impairment loss on property, plant and equipment	-	-	20,883	-	-	20,883

34. SEGMENT INFORMATION (CONT'D)

(a) Operating segments (cont'd)

	Fabrication and automation RM	Renewable energy and property RM	Gloves RM	Others RM	Adjustments and eliminations RM	Total RM
Results						
Other material non-cash items: (cont'd)						
- Impairment loss on receivables	(254,853)	-	(74,800)	-	-	(329,653)
- Impairment loss of property, plant and equipment	-	-	(15,065,935)	-	-	(15,065,935)
- Impairment loss of right-of-use assets	-	-	-	-	-	-
- Impairment loss of investment in associates	-	-	-	(7,789,392)	-	(7,789,392)
- Share-based payments	(300,932)	-	-	-	-	(300,932)
- Loss on dilution of interest in associates	-	-	-	(6,101,343)	-	(6,101,343)

34. SEGMENT INFORMATION (CONT'D)

(a) Operating segments (cont'd)

	Fabrication and automation RM	Renewable energy and property RM	Gloves RM	Others RM	Adjustments and eliminations RM	Total RM
2022						
Revenue						
External revenue	35,529,561	731,857	41,871,554	-	-	78,132,972
Inter-segment revenue	-	-	-	1,565,831	(1,565,831)	-
Total revenue	35,529,561	731,857	41,871,554	1,565,831	(1,565,831)	78,132,972
Results						
Interest income	29,399	-	426	825,547	-	855,372
Finance costs	(486,810)	(353)	(66,551)	(1,490,029)	-	(2,043,743)
Share of result in associates	-	-	-	(31,122,189)	-	(31,122,189)
Segment (loss)/profit	(22,246,530)	317,205	(46,876,353)	(55,250,280)	-	(124,055,958)
Other material non-cash items:						
- Inventories written down	-	-	(20,376,460)	-	-	(20,376,460)
- Depreciation of property, plant and equipment	(2,948,937)	(448,446)	(3,388,085)	(73,014)	-	(6,858,482)
- Depreciation of right-of-use assets	(1,500,949)	(136,538)	(300,042)	(79,410)	-	(2,016,939)
- Unrealised gain on foreign exchange, net	95,316	-	(62)	(77,129)	-	18,125
- Fair value loss on investment in quoted shares	(3,783,818)	-	-	-	-	(3,783,818)
- Reversal of impairment loss on receivables	2,601,550	-	-	1,325,210	-	3,926,760
- Reversal of impairment loss on property, plant and equipment	-	-	-	-	-	-
- Reversal of impairment loss on investment in associate	-	-	-	7,927,592	-	7,927,592

34. SEGMENT INFORMATION (CONT'D)

(a) Operating segments (cont'd)

	Fabrication and automation RM	Renewable energy and property RM	Gloves RM	Others RM	Adjustments and eliminations RM	Total RM
Results						
Other material non-cash items: (cont'd)						
- Impairment loss on receivables	(57,764)	-	-	-	-	(57,764)
- Impairment loss of property, plant and equipment	(4,655,736)	-	(19,840,059)	-	-	(24,495,795)
- Impairment loss of right-of-use assets	(3,495,946)	-	(2,171,326)	-	-	(5,667,272)
- Impairment loss of investment in associates	-	-	-	(40,621,390)	-	(40,621,390)
- Gain on disposal of property, plant and equipment	-	-	45	1,259	-	1,304
- Gain on bargain purchase from investment in associates	-	-	-	16,247,916	-	16,247,916
- Share-based payments	(5,801,478)	-	-	(249,480)	-	(6,050,958)
- Allowance for slow moving inventoires	(219,467)	-	-	-	-	(219,467)
- Loss on dilution of interest in associates	-	-	-	(4,584,838)	-	(4,584,838)

34. SEGMENT INFORMATION (CONT'D)

(b) Geographical information

The Group's operations, assets and liabilities are in Malaysia, hence no geographical segment is presented.

Segment revenue based on geographical location of the Group's customers is as follows:-

	Group	
	2023 **RM**	**2022** **RM**
Malaysia	33,102,650	64,657,894
India	22,711,650	10,138,220
China	4,730,845	2,774,151
Switzerland	3,995	221,547
United Kingdom	2,400	216,852
Australia	15,006	93,379
USA	3,954	2,100
Europe	12,528	-
Thailand	215,034	-
Others	-	28,829
	60,798,062	78,132,972

(c) Major customer information

The following details relate to major customers with revenue equal or more than 10% of the Group's total revenue:-

	RM	**%**
2023		
Fabrication and automation		
Customer A	22,711,650	37%
Customer B	10,833,749	18%
2022		
Fabrication and automation		
Customer A	11,619,785	15%
Customer B	10,138,220	13%
Glove		
Customer A	13,000,000	17%
Customer B	10,939,327	14%

35. COMPARATIVE FIGURE

(a) Reclassification of account

The following comparative items in the statement of profit or loss and other comprehensive income have been reclassified to conform to current year's presentation.

	As previously stated RM	Reclassification RM	As reclassified RM
2022			
Group			
Administrative and general expenses	(36,635,599)	57,764	(36,577,835)
Other expenses	(85,149,547)	3,783,818	(81,365,729)
Other income	29,131,093	(3,926,760)	25,204,333
Net (loss)/gain of impairment on financial instruments	-	85,718	85,718
Company			
Other income	6,663,032	(3,875,210)	2,787,822
Net (loss)/gain of impairment on financial instruments	-	3,875,210	3,875,210

(b) Prior year adjustments

During the financial year, as disclosed in Note 12, the Group has restated its prior year Financial Statements as a result of changes in accounting policy adopted by the associates. The associates changed the accounting policy for the measurement of investment properties from cost model to fair value model. The restatement was accounted for retrospectively in accordance with Malaysia Financial Reporting Standards 108 *Accounting Policies, Changes in Accounting Estimates and Errors.*

(i) Trive

As at 1 April 2021, the adoption of the fair value model resulted that Trive recorded a fair value gain on investment property amounted to RM19,873,449. Accordingly, the group's share of result has increased by RM5,103,502, from share of loss of RM2,162,517 to share of profit of RM2,940,985. However, due to the indication of impairment of its investment, management has assessed the recoverable amount of its investment and is of the opinion that the recoverable amount of its investment in Trive is RM40,269,999. Consequently, a further impairment of RM5,103,502 has been recognised to profit or loss, due to increase in share of result which arises from the fair value gain that resulted from the change in accounting policy as mentioned above. Accordingly, the accumulated loss increased from RM6,722,672 to RM11,826,129 and there is no impact to the retained earnings of the Group and of the Company.

In 2022, there is no changes in the fair value of the investment property of Trive. The recoverable amount of investment in associate, being the market value of Trive, is higher than its carrying value. Accordingly, a further reversal of impairment loss of RM1,204,965 had been recorded, due to the increase in the accumulated impairment loss to RM11,826,129 as mentioned above. The increase in the reversal of impairment loss had been restated retrospectively and the effect is disclosed as per below.

35. COMPARATIVE FIGURE (CONT'D)

(ii) D'nonce

As at 31 March 2022, the adoption of the fair value model resulted that D'nonce recorded a fair value gain on investment property amounted to RM9,820,726. Accordingly, the share of results from D'nonce increased for RM2,724,545. However, due to the indication of impairment of its investment, management has assessed the recoverable amount of its investment and and a further impairment of RM53,345 has been recognised to profit or loss. The increase in the shares of result and further of impairment loss had been restated retrospectively and the effect is disclosed as per below.

The disclosure set out below explain how the impact of the prior year adjustments has affected the financial position, financial performance and cash flows of the Group.

	As previously stated RM	Prior year adjusment RM	As restated RM
2022			
Group			
Statement of Profit or Loss and Other Comprehensive Income			
Other income	25,204,333	1,204,965	26,409,298
Other expenses	(81,365,729)	(53,345)	(81,419,074)
Shares of results of associates	(33,846,729)	2,724,545	(31,122,184)
Statement of Financial Position			
Accumulated losses	(160,414,396)	3,876,165	(156,538,231)
Investment in associates	99,755,744	3,876,165	103,631,909

STATEMENT BY DIRECTORS

Pursuant to Section 251(2) of the Companies Act 2016

We, **CHOONG LEE AUN** and **MAK SIEW WEI**, being two of the directors of AT Systematization Berhad, do hereby state that, in the opinion of the directors, the accompanying financial statements of the Group and of the Company are drawn up in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2023 and of their financial performance and the cash flows for the financial year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the directors:

………………………………………..
CHOONG LEE AUN
Director

………………………………………..
MAK SIEW WEI
Director

Date: 25 July 2023

STATUTORY DECLARATION

Pursuant to Section 251(1) of the Companies Act 2016

I, **YONG MAN CHAI**, (MIA CA: 27475) being the officer primarily responsible for the financial management of AT Systematization Berhad, do solemnly and sincerely declare that the financial statements of the Group and of the Company are to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

……………………………………..
YONG MAN CHAI

Subscribed and solemnly declared by the abovenamed at Kuala Lumpur in the Federal Territory on 25 July 2023.

Before me,

Commissioner for Oaths

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AT SYSTEMATIZATION BERHAD

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of AT Systematization Berhad, which comprise the statements of financial position as at 31 March 2023 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 64 to 167.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 March 2023 and of their financial performance and cash flows for the financial year then ended in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the *International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AT SYSTEMATIZATION BERHAD (cont'd)

Key Audit Matters (cont'd)

We have fulfilled the responsibilities described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements of the Group and of the Company. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key Audit Matter	How we addressed the key audit matters
Impairment of property, plant and equipment ("PPE") for gloves segment	
As at 31 March 2023, the carrying amount of PPE for gloves segment of the Group is RM98,009,428 (2022: RM115,390,237), it represented 27.61% (2022 : 23.82%) of group total assets. The Group is required to assess at each reporting date whether there is any indication that the PPE may be impaired. If such indication exists, the Group shall estimate the recoverable amount of the PPE, which is the higher of fair value less cost to sell or value-in-use. The impairment review was significant in this respect due to the assessment process is complex and is based on assumptions that are highly judgmental. During the financial year, an independent consultant was engaged by the management to perform impairment review on its PPE, an impairment loss in respect of PPE amounting to RM15,045,052 was recognised in the profit or loss.	We have obtained an understanding of the management control process in respect of the determination of the net realisable value of the inventories and evaluated the design and implementation of the relevant controls. We evaluated the independent consultant's competency, capability and objectivity. We reviewed the valuation methodologies and key assumptions adopted by the independent consultant, and assessed whether such methodologies are consistent with those used in the industry. We interviewed the consultant, discussed and challenged the key assumptions of the basis applied based on our knowledge of the industry. We tested the accuracy of the underlying model to assess whether the processes are applied to the correct input data and the outputs are mapped accurately. We tested management's sensitivity analysis in relation to the key inputs to the impairment test model, as well as performing our own sensitivity analysis which include changes to key assumption

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AT SYSTEMATIZATION BERHAD (cont'd)

Key Audit Matters (cont'd)

We have fulfilled the responsibilities described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements of the Group and of the Company. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key Audit Matter	How we addressed the key audit matters
Valuation of inventories In accordance to accounting policies, inventories are measured at lower of cost and net realisable value. The management applied significant judgement and estimation in determining the net realisable value as the net realisable value of the Group's inventories are dependent on the constant changes in the market demand and the assumptions are based on latest available market As at 31 March 2023, the Group's had written down the inventories which amounted to RM19,295,338 (2022: RM20,376,460) to net realisable value, and this amount had been recorded in profit or loss.	We have obtained an understanding of the management control process in respect of the determination of the net realisable value of the inventories and evaluated the design and implementation of the relevant controls. We have tested the accuracy of the aging of inventories by testing the age profile of the inventory balances to the respective goods received notes. We have evaluated the Group's inventory net realisable values for finished goods as at 31 March 2023 by comparing the carrying value of the inventories to sales made to external customers subsequent to financial period end. We have tested management's assessment on the net realisable value by comparing it to the recent transacted price and taking into consideration the estimation selling costs and market sentiments.

Information Other Than the Financial Statements and Auditors' Report Thereon

The directors of the Company are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Group and of the Company and auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AT SYSTEMATIZATION BERHAD (cont'd)

Responsibilities of the Directors for the Financial Statements

The directors of the Company are responsible for the preparation of the financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.

Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)

- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current financial year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

(a) The financial statements of the Company for the financial year ended 31 March 2022 were audited by another auditors and are presented here merely for comparative purposes. The report issued by the predecessor auditors, which was dated 27 July 2022, expressed an unmodified opinion.

(b) This report for the audited financial statement for the financial year ended 31 March 2023 is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content for this report.

UHY
AF: 1411
Chartered Accountants

OOI CHI YEE
03684/08/2024 (J)
Chartered Accountant

Kuala Lumpur,
Date:

LIST OF LANDED PROPERTIES

Postal Address/ Location of the Property	Description/ Existing Use	Tenure & Date of Expiry of Lease/ Approximate Age of Building	Land Area/ Built-up Area (sq.ft.)	Net Carrying Amount as at 31 March 2022	Date of Revaluation/ Acquisition
Plot 49, Hilir Sungai Keluang 2, Taman Perindustrian, Bayan Lepas Fasa 4, 11900, Pulau Pinang. (H.S. (D) 8750 [H.S.(D) 18966], PN 2998, Lot 12340, Mukim 12, Daerah Barat Daya, Pulau Pinang)	The subject site is erected with: (i) a double storey detached factory cum office block (ii) a double storey detached factory cum office block	60 years lease expiring on 18 October 2055 25 Years 8 Years	56,166/ 37,954	6,543,670	31 March 2020 (Date of valuation)
Plot 82, Lintang Bayan Lepas Fasa 4 Taman Perindustrian Bayan Lepas Mk. 12, Pulau Pinang. (H.S (D) No.16415, P.T. No. 5057, Mukim 12, Daerah Barat Daya, Pulau Pinang)	The subject site is erected with: (i) a double storey factory (ii) a 3 storey office block and a double storey production building (iii) a double storey factory	60 years lease expiring on 22 January 2062 22 Years 17 Years 4 Years	109,426/ 89,845	17,936,337	31 March 2020 (Date of valuation)
No. 9, Jalan Chepor, 11/7 Kawasan Perusahaan Seramik Chepor, 31200 Chemor, Perak.	The subject site is erected with:	33 years lease expiring on 26 October 2053 for both	Land Area: (i) Lot 207448 - 100,309 (ii) Lot 207449 - 74,185	46,006,932	23 October 2020 (Date of acquisition)

LIST OF LANDED PROPERTIES (cont'd)

Postal Address/ Location of the Property	Description/ Existing Use	Tenure & Date of Expiry of Lease/ Approximate Age of Building	Land Area/ Built-up Area (sq.ft.)	Net Carrying Amount as at 31 March 2022	Date of Revaluation/ Acquisition
(H.S. (D) 29242, (PN 115509) Lot 207448, Mukim Hulu Kinta, Daerah Kinta, Perak) (H.S.(D) 28643, (PN 115510) Lot 207449, Mukim Hulu Kinta, Daerah Kinta, Perak)	(i) two single storey factory (ii) a four storey office building (ii) a single storey office building, a single storey warehouse, toilet and guard house	9 years 1 year 9 years	Built-up Area: 76,400 4,962 11,876		31 March 2022 (Date of completion)
Kawasan Perindustrian Kamunting, Mukim Asam Kumbang, District of Larut & Matang, Perak Darul Redzuan. (H.S. (D) 29242, (PN 380411), Lot 313646, Mukim Asam Kumbang, Daerah, Larut & Matang, Perak)	Land for factory	99 years lease expiring on 14 June 2111	783,324	9,307,527	26 March 2021 (Date of acquisition)
(H.S. (D) 29243, (PN 380412), Lot 313647, Mukim Asam Kumbang, Daerah, Larut & Matang, Perak)		99 years lease expiring on 14 June 2111	569,846	7,776,720	1 March 2023 (Date of acquisition)
(H.S. (D) 31938, Lot PT 24244, Mukim Asam Kumbang, Daerah, Larut & Matang, Perak)		99 years lease expiring on 22 July 2113	114,615	1,551,280	1 March 2023 (Date of acquisition)

ANALYSIS OF SHAREHOLDINGS
AS AT 13 JULY 2023

Class of Equity Securities	:	Ordinary Shares
Number of Ordinary Shares	:	6,786,103,899
Number of holders of Ordinary Shares	:	30,902
Voting Rights	:	One vote per Share

DISTRIBUTION SCHEDULE OF SHAREHOLDERS

Size of Holdings	No. of Holders	No. of Shares	%
Less than 100	887	40,708	0.00
100 – 1,000	1,396	790,400	0.01
1,001 – 10,000	6,380	42,555,613	0.63
10,001 – 100,000	14,480	670,551,455	9.88
100,001 – <5% of issued shares	7,758	5,438,183,723	80.14
5% and above of issued shares	1	633,982,000	9.34
Total	**30,902**	**6,786,103,899**	**100.00**

DIRECTORS' SHAREHOLDING
(As per the Register of Directors' Shareholdings)

Name	Direct Shareholding	%	Indirect Shareholding	%
Dato' Nik Ismail Bin Dato' Nik Yusoff	700,000	0.01	-	-
Dr. Ch'ng Huck Khoon	-	-	-	-
Mak Siew Wei	453,645,666*	6.68	-	-
Choong Lee Aun	-	-	-	-
Tan Lay Chee	-	-	-	-
Ong Poh Lin Abdullah	-	-	-	-

** Held through nominee company*

SUBSTANTIAL SHAREHOLDERS
(As per the Register of Substantial Shareholdings)

Name	Direct Shareholding	%	Indirect Shareholding	%
Mak Siew Wei	453,645,666*	6.68	-	-

** Held through nominee company*

ANALYSIS OF SHAREHOLDINGS
AS AT 13 JULY 2023 (cont'd)

THIRTY LARGEST SECURITIES HOLDERS

No.	Name	Shareholdings	%
1	M & A Nominee (Tempatan) Sdn Bhd Exempt an for Sanston Financial Group Limited (Account client)	633,982,000	9.34
2	Affin Hwang Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Yeat Sew Chuong	112,357,600	1.66
3	Azman Bin Sutan Aman	90,000,000	1.33
4	Siti Munajat Binti Md Ghazali	85,000,000	1.25
5	M & A Nominee (Tempatan) Sdn Bhd Pledged Securities Account for Soh Choh Piau (M&A)	74,444,100	1.10
6	Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Ta Kin Yan	62,400,000	0.92
7	Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Kuek Eng Mong	47,000,000	0.69
8	Leong Wye Keong	33,300,000	0.49
9	Public Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Kho Chong Yau (E-TSA)	31,400,000	0.46
10	Gan Wee Yong	30,000,000	0.44
11	Wang Yen Liang	27,500,000	0.40
12	Public Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Tan Kong Han (SS2/PIV)	27,000,000	0.40
13	Alliancegroup Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Ta Kin Yan (7000778)	23,500,000	0.35
14	UOB Kay Hian Nominees (Asing) Sdn Bhd Exempt an for UOB Kay Hian Pte Ltd (A/C Clients)	20,648,000	0.30
15	Yue Fook Cheong	20,000,000	0.29
16	Shafii Bin Rasdi	17,000,000	0.25
17	SC Advance Rubber Sdn Bhd	16,455,000	0.24
18	Maybank Nominees (Tempatan) Sdn Bhd Maybank Private Wealth Management for Muthukumar A/L Ayarpadde (PW-M00144) (550548)	16,333,400	0.24
19	Lee Chee Kuen	16,016,000	0.24
20	Goh Boon Soo @ Goh Yang Eng	16,000,000	0.24
21	Tan Kong Han	16,000,000	0.24
22	Jagdeep Singh A/L Balbir Singh	15,521,000	0.23
23	Kenanga Nominees (Tempatan) Sdn Bhd Rakuten Trade Sdn Bhd for Lee Phay Chian	15,000,000	0.22
24	Yap Su Ling	15,000,000	0.22
25	Felicia Ong Man Ling	14,849,900	0.22
26	Affin Hwang Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Lim Teck Huat	14,400,000	0.21
27	Teng Pok Sang @ Teng Fook Sang	14,020,000	0.21
28	Adenan Bin Awang	13,463,800	0.20
29	Vincent Wong Zhi Shen	12,500,000	0.18
30	Hu Xin	11,500,000	0.17
	TOTAL	**1,542,590,800**	**22.73**

ANALYSIS OF WARRANTS C HOLDINGS

AS AT 13 JULY 2023

Class of Securities	:	Warrants C
Number of warrants	:	469,053,650
Number of warrant holder	:	2,458
Exercise price of Warrant C	:	RM0.035
Exercise Period of Warrant C	:	18 May 2020 to 17 May 2025
Exercise Rights	:	Each Warrants C entitles the holder to subscribe for one new ordinary share in the Company during the Exercise Period
Voting Rights in the meeting of warrant holder	:	One vote per warrant holder

DISTRIBUTION SCHEDULE OF WARRANTS C HOLDERS

Size of Holdings	No. of Holders	No. of Warrants	%
Less than 100	11	505	0.00
100 – 1,000	111	60,100	0.01
1,001 – 10,000	476	3,213,748	0.69
10,001 – 100,000	1,158	52,341,998	11.16
100,001 – < 5% of issued warrants	623	413,437,299	88.14
5% and above of issued warrants	-	-	-
Total	**2,379**	**469,053,650**	**100.00**

DIRECTORS' WARRANTS C HOLDING

(As per the Register of Directors' Warrants C Holdings)

Name	Direct No. of Warrants held	%	Indirect No. of Warrants held	%
Dato' Nik Ismail Bin Dato' Nik Yusoff	-	-	-	-
Dr. Ch'ng Huck Khoon	-	-	-	-
Mak Siew Wei	260,100,000	55.45	-	-
Choong Lee Aun	-	-	-	-
Tan Lay Chee	-	-	-	-
Ong Poh Lin Abdullah	-	-	-	-

ANALYSIS OF WARRANTS C HOLDINGS
AS AT 13 JULY 2023 (cont'd)

THIRTY LARGEST WARRANTS C HOLDERS

No.	Name	No. of Warrants	%
1	Maybank Nominees (Tempatan) Sdn Bhd Derrick Chin Sze Leong	21,200,000	4.52
2	Tan Kong Han	10,377,800	2.21
3	Selamat Bin Goon	9,800,000	2.09
4	Maybank Nominees (Tempatan) Sdn Bhd Hwong Giin Shing	9,650,000	2.06
5	Affin Hwang Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Lim Teck Huat	7,607,500	1.62
6	Faizal Bin Zakaria	6,999,900	1.49
7	W Mohd Sharif Bin Wan Muda	6,800,000	1.45
8	Kua Hock Lai	5,865,100	1.25
9	Aw Peng Meng	5,500,000	1.17
10	Cheong Wai Hong	5,000,000	1.07
11	Ng Yem Seong	4,500,000	0.96
12	Lee Kok Guan	4,463,000	0.95
13	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Lee Kok Guan (100317)	4,289,999	0.91
14	Hu Xin	4,118,300	0.88
15	Teo Lian Teng	4,000,000	0.85
16	Tan Kim Hong	3,988,000	0.85
17	Lee Koon Weng	3,602,000	0.77
18	Adenan Bin Awang	3,515,000	0.75
19	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Wong Wai Sum (7005166)	3,250,000	0.69
20	Hon Wee Mien	3,140,700	0.67
21	Ho Heng Chuan	3,100,000	0.66
22	Ting Mee Tai	3,000,000	0.64
23	Wong Yit Lee	3,000,000	0.64
24	Yau Hong Sing	2,800,000	0.60
25	Yeoh Thiam Poh	2,756,200	0.59
26	Gan Hwa Kok @ Gan Hwa Ann	2,700,000	0.58
27	Norzaidee Bin Zainal Abidin	2,575,000	0.55
28	Khor Hock Yeam	2,500,000	0.53
28	Public Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Kong Han (SS2/PIV)	2,500,000	0.53
30	Public Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Koh Ah Hai (E-TSA)	2,430,000	0.52
	TOTAL	**155,028,499**	**33.05**

NOTICE OF NINETEENTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Nineteenth Annual General Meeting of the Company will be conducted on a virtual basis from the Broadcast Venue at Lot 4.1, Level 4, Menara Lien Hoe, No. 8, Persiaran Tropicana, Tropicana Golf & Country Resort, 47410 Petaling Jaya, Selangor Darul Ehsan and online remote voting using the remote participation and voting platform on Tuesday, 26 September 2023 at 2.00 p.m. for the following purposes :

AGENDA

1. To receive the Audited Financial Statements for the year ended 31 March 2023 together with the Directors' and Auditors' Reports thereon. (Please refer to Note 4)

2. To approve the payment of Directors' fees of up to RM260,000.00 for the financial year ending 31 March 2024 to the Directors of the Company and its subsidiaries. **Ordinary Resolution 1**

3. To approve the payment of benefits other than Directors' fees of up to RM28,000.00 to the Non-Executive Directors of the Company from 27 September 2023 until the next Annual General Meeting of the Company. **Ordinary Resolution 2**

4. To re-elect the following Directors retiring under the respective provisions of the Constitution of the Company, and who, being eligible offer themselves for re-election:-

(i) Dato' Nik Ismail Bin Dato' Nik Yusoff	Clause 131	Ordinary Resolution 3
(ii) Mr. Tan Lay Chee	Clause 131	Ordinary Resolution 4
(iii) Madam Ong Poh Lin Abdullah	Clause 136	Ordinary Resolution 5

5. To re-appoint Messrs. UHY as Auditors of the Company and to authorize the Board of Directors to fix their remuneration. **Ordinary Resolution 6**

AS SPECIAL BUSINESS

To consider and, if thought fit, to pass with or without modifications, the following resolution as Ordinary Resolutions:-

6. <u>Power to Issue Shares pursuant to Sections 75 and 76 of the Companies Act 2016</u> **Ordinary Resolution 7**

   "THAT subject always to the Companies Act 2016 ("Act"), Constitution of the Company and approvals of the relevant regulatory authorities, where such approval is necessary, the Directors be and are hereby empowered, pursuant to Sections 75 and 76 of the Act, to issue and allot shares in the Company from time to time at such price, upon such terms and conditions and for such purposes as the Directors may in their absolute discretion deem fit provided that the aggregate number of shares to be issued pursuant to this Resolution does not exceed 10% of the total number of issued shares of the Company for the time being and that the Directors be and are also empowered to obtain the approval from Bursa Malaysia Securities Berhad for the listing of and quotation for the additional shares so issued and that such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company or the expiration of the period within which the next Annual General Meeting is required by law to be held or revoked/varied by resolution passed by the shareholders in general meeting whichever is the earlier.

   AND THAT pursuant to Section 85 of the Act read together with Clause 14 of the Constitution of the Company, approval be and is hereby given to waive the statutory pre-emptive rights of the shareholders of the Company to be offered new shares ranking equally to the existing issued shares arising from any issuance of new shares pursuant to Sections 75 and 76 of the Act."

7. To transact any other business for which due notice shall have been given in accordance with the Companies Act 2016.

By Order of the Board

ADELINE TANG KOON LING
(LS 0009611)
(SSM PRACTISING CERTIFICATE NO. 202008002271)

WONG YUET CHYN
(MAICSA 7047163)
(SSM PRACTISING CERTIFICATE NO. 202008002451)
Company Secretaries

Date : 31 July 2023
Penang

NOTES:

1. (a) The Nineteenth Annual General Meeting ("AGM") will be conducted on a virtual basis from the Broadcast Venue. Members are advised to refer to the Administrative Guide on the registration and voting process for the said meeting.

   (b) The Broadcast Venue is strictly for the purpose of compliance with Section 327(2) of the Act and Clause 79 of the Constitution of the Company which require the Chairman of the Meeting to be present at the main venue of the Meeting. Members/proxies will not be allowed to be physically present at the Broadcast Venue.

2. Appointment of Proxy

(1) A proxy may but need not be a member of the Company and a member may appoint any person to be his proxy without restriction as to the qualification of the proxy.

(2) Subject to Paragraph (3) below, a member entitled to attend and vote is entitled to appoint two (2) or more proxies to attend and vote instead of him. Where a member appoints more than one (1) proxy to attend and vote at the same meeting, the appointment shall be invalid unless the member specifies the proportion of his holdings to be represented by each proxy.

(3) Where a member of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.

(4) The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing, or if the appointor is a corporation, either under its seal or under the hand of an officer or attorney duly authorised.

(5) The instrument appointing a proxy and the power of attorney or other authority (if any), which is signed or a notarially certified copy thereof, must be deposited with the Share Registrar's office at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur, W. P. Kuala Lumpur or fax to 03-6413 3271 or email to infosr@wscs.com.my not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof..

(6) Pursuant to Rule 8.31A of the ACE Market Listing Requirements of Bursa Securities, all the resolutions set out above will be put to vote by way of poll.

3. Members entitled to attend the Nineteenth AGM

For the purpose of determining a member who shall be entitled to attend the Nineteenth AGM, the Company shall be requesting Bursa Malaysia Depository Sdn. Bhd., in accordance with Clause 81(b) of the Constitution of the Company and Section 34(1) of the Securities Industry (Central Depositories) Act 1991, to issue a General Meeting Record of Depositors as at 18 September 2023. Only a Depositor whose name appears in the Record of Depositors as at 18 September 2023 shall be regarded as a member entitled to attend and vote or to appoint a proxy or proxies to attend and vote at the Nineteenth Annual General Meeting.

4. Audited Financial Statements for the financial year ended 31 March 2023

The audited financial statements are laid in accordance with Section 340(1)(a) of the Companies Act 2016 for discussion only under Agenda 1. They do not require shareholders' approval and hence, will not be put for voting.

5. Ordinary Resolution No. 1 – Proposed payment of Directors' fees

Pursuant to Section 230(1) of the Companies Act, the Company shall at every AGM approve the fees of the Directors of the Company and its subsidiaries. The Directors' fees payable to the Directors have been reviewed by the Remuneration Committee and the Board of Directors of the Company. The Directors' fees are in accordance with the remuneration framework of the Group. The proposed Ordinary Resolution 1 is to facilitate the payment of Directors fees on current year basis. In the event the Directors' fees proposed is insufficient, the Board will seek the approval from the shareholders at the next AGM for additional fees to meet the shortfall.

6. Ordinary Resolution No. 2 – Proposed payment of Directors' benefits (excluding Directors' fees)

The Directors' benefits (excluding Directors' fees) comprises the allowances and other benefits. The total estimated amount of Directors' benefits payable is calculated based on the number of scheduled Board and Board Committee meetings for the period from 27 September 2023 until the next AGM. This authority, unless revoked or varied by the Company in a general meeting, will expire at the conclusion of the next AGM of the Company.

7. Ordinary Resolutions No. 3 and 4 - Re-election of Director who retires in accordance with Clause 131 of the Constitution of the Company

Clause 131 of the Constitution of the Company provides that an election of directors shall take place each year. 1/3 of the directors for the time being shall retire from office at each AGM but shall be eligible for re-election at the said meeting. If the total number of the directors is not 3 or a multiple of 3, the number nearest to 1/3 will retire. The Directors to retire in every year shall be those who have been longest in office since their last election.

Dato' Nik Ismail Bin Dato' Nik Yusoff and Mr. Tan Lay Chee who will be retiring and offering themselves for re-election at the Nineteenth AGM were evaluated by the Nominating Committee and the Board. Based on the evaluation outcome, the Nominating Committee and the Board were of the view that their performances were satisfactory and recommended their re-election for shareholders' approval.

8. Ordinary Resolution No. 5 - Re-election of Director who retires in accordance with Clause 136 of the Constitution of the Company

Clause 136 of the Constitution of the Company provides that any Director appointed to fill a casual vacancy or as an addition to the existing Directors shall hold office only until the next following annual general meeting, and shall then be eligible for re-election but shall not be taken into account in determining the Directors who are to retire by rotation at that meeting.

Madam Ong Poh Lin Abdullah was newly appointed to the Board on 31 May 2023 and will be retiring and offering herself for re-election at the Nineteenth AGM.

9. Ordinary Resolution No. 7 - Proposed power to issue shares pursuant to Sections 75 and 76 of the Companies Act 2016

The proposed resolution, if passed, will grant a renewed general mandate ("Renewed Mandate") and empower the Directors of the Company to issue and allot shares up to an amount not exceeding 10% (ten per centum) of the total number of issued shares of the Company from time to time and for such purposes as the Directors consider would be in the interest of the Company. The Renewed Mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to further placing of shares, for purpose of funding future investment, capital expenditure, working capital and/or acquisitions. In order to avoid any delay and costs involved in convening a general meeting, it is considered appropriate to seek shareholders' approval for a Renewed Mandate. This Renewed Mandate, unless revoked or varied by the Company in general meeting, will expire at the next Annual General Meeting of the Company.

By approving the issuance and allotment of shares pursuant to Sections 75 and 76 of the Companies Act 2016 and the Constitution of the Company, the shareholders having agreed to irrevocably waive their statutory pre-emptive rights pursuant to Section 85 of the Companies Act 2016 read together with Clause 14 of the Constitution of the Company, which will result in a dilution to their shareholding percentage in the Company.

As at the date of this notice, 600,062,000 new shares have been issued pursuant to the general mandate to issue and allot shares granted to the Directors at the Eighteenth AGM held on 23 September 2022 which will lapse at the conclusion of the Nineteenth AGM.

Personal Data Privacy

By registering for the meeting via remote participation and electronic voting and/or submitting an instrument appointing proxy(ies) and/or representatives to attend, speak and vote at the AGM and/or any adjournment thereof, a member of the Company: (i) consents to the processing of the member's personal data by the Company (or its agents): (a) for processing and administration of proxies and representatives appointed for the AGM; (b) for preparation and compilation of the attendance lists, minutes and other documents relating to the AGM (which includes any adjournments thereof); and (c) for the Company's (or its agents") compliance with any applicable laws, listing rules, regulations and/or guidelines (collectively "the Purpose"); (ii) warrants that he/she has obtained such proxy(ies)' and/or representative(s)' prior consent for the Company's (or its agents') processing of such proxy(ies)' and/or representative(s)' personal data for the Purposes; and (iii) agrees that the member will indemnify the Company for any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty.

Note: The term "processing" and "personal data" shall have the meaning as defined in the Personal Data Protection Act, 2010.

ADMINISTRATIVE GUIDE FOR THE 19TH ANNUAL GENERAL MEETING ("19TH AGM")

Date	Time	Broadcast Venue
Tuesday, 26th September 2023	2.00 p.m.	Broadcast Venue at Lot 4.1, 4th Floor Menara Lien Hoe, No. 8, Persiaran Tropicana Tropicana Golf & Country Resort 47410 Petaling Jaya, Selangor Darul Ehsan

MODE OF MEETING

The 19th AGM will be conducted entirely through live streaming from the Broadcast Venue.

The Broadcast Venue is strictly for the purpose of complying with Section 327 (2) of the Companies Act 2016 which stipulates that the Chairman of the Meeting shall be at the main venue of the AGM. Shareholders of the Company (**Members**) are **NOT REQUIRED** to be physically present **NOR ADMITTED** at the Broadcast Venue on the day of the AGM.

Members whose names appear on the General Meeting Record of Depositors on 19 September 2023 shall be eligible to participate in the 19th AGM remotely by using the Remote Participation and Voting (**RPV**) Facilities as per the details set out below.

RPV

The 19th AGM will be conducted entirely through live streaming and online remote voting. Members are encouraged to participate the 19th AGM by using the RPV Facilities. With the RPV Facilities, Members may exercise their rights to participate (including to pose any questions to the Board of Directors (**Board**) and the Management of the Company) and vote at the 19th AGM.

Individual Members are strongly encouraged to take advantage of RPV Facilities to participate and vote remotely at the 19th AGM.

If an Individual Members is unable to participate the 19th AGM, he/she is encouraged to appoint proxy(ies) or the Chairman of the Meeting to participate on his/her behalf and indicate the voting instructions in the Form of Proxy in accordance with the notes and instructions printed therein.

Corporate Members (through Corporate Representative(s) or appointed proxy(ies) are also strongly advised to participate and vote remotely at the 19th AGM by using the RPV Facilities. Corporate Members who wish to participate and vote remotely at the 19th AGM will be required to provide the following documents to the Share Registrar's office at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur, W. P. Kuala Lumpur no later than **Sunday, 24 September 2023** at **2.00 p.m.**:

i. Certificate of Appointment of its Corporate Representative or Form of Proxy under the Seal of the Corporation;
ii. Copy of the Corporate Representative's or Proxy's MyKad (front and back) / Passport; and
iii. Corporate Representative's or Proxy's email address and mobile phone number.

ADMINISTRATIVE GUIDE FOR THE 19TH ANNUAL GENERAL MEETING ("19TH AGM") (cont'd)

If a Corporate Member (through Corporate Representative(s) or appointed proxy(ies)) is unable to participate the 19th AGM, the Corporate Member is encouraged to appoint the Chairman of the Meeting as its proxy and indicate the voting instructions in the Form of Proxy in accordance with the notes and instructions printed therein.

In respect of **Members** who is an **Authorised Nominee and Exempt Authorised Nominee** (**Nominee Company**), the beneficial owners of the shares under a Nominee Company's CDS account are also strongly advised to participate and vote remotely at the 19th AGM using RPV Facilities. Beneficial owner, who wish to participate and vote remotely at the 19th AGM, can request its Nominee Company to appoint him/her as a proxy to participate and vote remotely at the 19th AGM. Nominee Company will be required to provide the following documents to the Share Registrar's office at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur, W. P. Kuala Lumpur not later than **Sunday, 24 September 2023** at **2.00 p.m.**:

i. Form of Proxy under the Seal of the Nominee Company;
ii. Copy of the Proxy's MyKad (front and back) / Passport; and
iii. Proxy's email address and mobile phone number.

If a beneficial owner is unable to participate in the 19th AGM, it is encouraged to request its Nominee Company to appoint the Chairman of the Meeting as its proxy and indicate the voting instructions in the Form of Proxy in accordance with the notes and instructions printed therein.

The procedures for the RPV Facilities in respect of the live streaming and remote voting at the 19th AGM are as follows:

Procedures		Action
Before the AGM		
1.	Register as participant for the 19th AGM	• Using your computer, access the registration website at http://rebrand.ly/AT-AGM • If you are using mobile devices, you can also scan the QR provided on the left to access the registration page. • Click **Register** and enter your email followed by **Next** to fill in your details to register for the 19th AGM session. • Upon submission of your registration, you will receive an email notifying you that your registration has been received and is pending verification. • The event is powered by Cisco Webex. You are recommended to download and install Cisco Webex Meetings (available for PC, Mac, Android and iOS). Refer to the tutorial guide posted on the same page for assistance.
2.	Submit your online registration	• Members, who wish to participate and vote remotely at the 19th AGM via RPV Facilities, are required to register prior to the Meeting. The registration will open from **2.00 p.m.** on **Monday, 31 July 2023** and close at **2.00 p.m.** on **Sunday, 24 September 2023**. • Clicking on the link mentioned in item 1 will redirect you to the 19th AGM event page. Click on the **Register** link for the online registration form.

ADMINISTRATIVE GUIDE FOR THE 19TH ANNUAL GENERAL MEETING ("19TH AGM") (cont'd)

Procedures		Action
Before the AGM		
		• Complete your particulars in the registration page. Your name **MUST** match your CDS account name (not applicable for proxy). • Insert your CDS account number(s) and indicate the number of shares you hold. • Read and agree to the Terms & Conditions and confirm the Declaration. • Please ensure all information given is accurate before you click **Submit** to register your remote participation. Failure to do so will result in your registration being rejected. • System will send an email to notify that your registration for remote participation is received and will be verified. • After verification of your registration with the General Meeting Record of Depositors of the Company as at **19 September 2023**, the system will send you an email to notify you if your registration is approved or rejected after **18 September 2023**. • If your registration is rejected, you can contact the Company's Poll Administrator for clarifications or to appeal.
On the day of AGM		
3.	Attending 19th AGM	• Two reminder emails will be sent to your inbox. First email will be sent one day before the date of the 19th AGM, while the second email will be sent 1 hour before the commencement of the 19th AGM session. • Click **Join Event** in the reminder email to participate the RPV.
4.	Participate with live video	• You will be given a short brief about the system. • Your microphone is muted throughout the whole session. • If you have any questions for the Chairman/Board, you may use the **Q&A panel** to send in your questions. The Chairman/Board will try to respond to the relevant questions if time permits. All relevant questions will be collected throughout the session and replied later through your registered email. • The whole session will be recorded. • Take note that the quality of the live streaming is dependent on the bandwidth and stability of the internet connection at your location.
5.	Online Remote Voting	• The Chairman will announce the commencement of the voting session and the duration allowed at the 19th AGM. • The list of resolutions for voting will appear at the right-hand side of your computer screen. You are required to indicate your votes for the resolutions within the given stipulated time frame. • Click on the **Submit** button when you have completed. • Votes cannot be changed once it is submitted.
6.	End of RPV Facility	Upon the announcement by the Chairman on the closure of the 19th AGM, the live session will end.

APPOINTMENT OF PROXY

Members, who appoint proxy(ies) to participate via RPV Facilities in the 19th AGM, shall deposit the completed duly executed Form of Proxy at Share Registrar's office at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur, W. P. Kuala Lumpur or fax to 03-6413 3271 or email to infosr@wscs.com.my not later than **Sunday, 24 September 2023** at **2.00 p.m.**.

ADMINISTRATIVE GUIDE FOR THE 19TH ANNUAL GENERAL MEETING ("19TH AGM") (cont'd)

Please note that if an Individual Member has submitted his/her Form of Proxy prior to the 19th AGM and subsequently decides to personally participate in the 19th AGM via RPV Facilities, the Individual Member shall inform Share Registrar using the contact details as set out below to revoke the appointment of his/her proxy(ies) not later than **Sunday, 24 September 2023** at **2.00 p.m.**.

POLL VOTING

The voting at the 19th AGM will be conducted by poll in accordance with Rule 8.31A of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The Company has appointed Workshire Share Registration Sdn Bhd as Poll Administrator to conduct the poll by way of electronic means and Symphony Corporate Services Sdn Bhd as Scrutineers to verify the poll results.

The Scrutineers will verify the poll results and the Chairman will declare whether the resolutions are duly passed or otherwise.

NO RECORDING OR PHOTOGRAPHY

Strictly **NO recording or photography** of the proceedings of the 19th AGM is allowed.

NO BREAKFAST/LUNCH PACKS, DOOR GIFTS OR FOOD VOUCHERS

There will be **NO** distribution of breakfast / lunch packs, door gifts or food vouchers to the Members or Proxy(ies) who participate in the 19th AGM.

ENQUIRY

If you have any enquiry prior to the meeting, please contact the following officers during the office hours from 9.00 a.m. to 5.30 p.m. on Mondays to Fridays (except public holidays) at:

For registration, logging in and system related:

InsHub Sdn. Bhd.

Name: Ms. Eris/ Ms Jey
Telephone: 03-7688 1013
Email: vgm@mlabs.com

For Proxy and other matters:

Workshire Share Registration Sdn Bhd

Name: Mr. Vemalan / Mr. Tee Yee Loon
Telephone: 03-6413 3271
Email: infosr@wscs.com.my

AT SYSTEMATIZATION BERHAD
Registration No. 200401006297 (644800-X)
(Incorporated in Malaysia)

PROXY FORM

CDS Account No.	
No. of Shares held	

I/We, ...Tel. No.: ....
[Full name in block and NRIC No. / Registration No.]

of ....
[Address]

being a member/members of AT Systematization Berhad, hereby appoint:-

Full Name (in block)	**NRIC/Passport/Registration No.**	**Proportion of Shareholdings**	
		No. of Shares	**%**

and / or (delete as appropriate)

or failing whom, the Chairman of the meeting as my/our proxy to vote for me/us on my/our behalf at the Eighteenth Annual General Meeting of the Company to be conducted on a virtual basis from the Broadcast Venue at Lot 4.1, Level 4, Menara Lien Hoe, No. 8, Persiaran Tropicana, Tropicana Golf & Country Resort, 47410 Petaling Jaya, Selangor Darul Ehsan and online remote voting using the remote participation and voting platform on Tuesday, 26 September 2023 at 2.00 p.m. or any adjournment thereof, and to vote as indicated below:-

	RESOLUTION		**FOR**	**AGAINST**
1.	To approve the payment of Directors' fees of up to RM260,000.00 for the financial year ending 31 March 2024 to the Directors of the Company and its subsidiaries.			
2.	To approve the payment of benefits other than Director's fees of up to RM28,000 to the Non-Executive Directors of the Company from 27 September 2023 until the next Annual General Meeting of the Company.			
	To re-elect the following Directors retiring under the respective provisions of the Constitution of the Company, and who, being eligible offer themselves for re-election:-			
3.	Dato' Nik Ismail Bin Dato' Nik Yusoff	Clause 131		
4.	Mr. Tan Lay Chee	Clause 131		
5.	Madam Ong Poh Lin Abdullah	Clause 136		
6.	To re-appoint Messrs. UHY as Auditors of the Company and to authorize the Board of Directors to fix their remuneration.			
7.	To empower the Director's to issue and allot shares up to 10% of the total number of issued shares of the Company pursuant to Sections 75 and 76 of the Companies Act 2016.			

Please indicate with an 'X' in the space provided whether you wish your votes to be cast for or against the resolution. In the absence of specific direction, your proxy may vote or abstain as he thinks fit.

____
Signature of Shareholder(s) / Common Seal

Dated this .... day of.................................., 2023.

Notes:-

(1) *Only a Depositor whose name appear in the Record of Depositors as at 18 September 2023 shall be regarded as a member entitled to attend and vote or to appoint a proxy or proxies to attend and vote at the Nineteenth Annual General Meeting.*

(2) *A proxy may but need not be a member of the Company and a member may appoint any person to be his proxy without restriction as to the qualification of the proxy.*

(3) *Subject to Paragraph (4) below, a member entitled to attend and vote is entitled to appoint two (2) or more proxies to attend and vote instead of him. Where a member appoints more than one (1) proxy to attend and vote at the same meeting, the appointment shall be invalid unless the member specifies the proportion of his holdings to be represented by each proxy.*

(4) *Where a member of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.*

(5) *The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing, or if the appointor is a corporation, either under its seal or under the hand of an officer or attorney duly authorised.*

(6) *The instrument appointing a proxy and the power of attorney or other authority (if any), which is signed or a notarially certified copy thereof, must be deposited with the Share Registrar's office at A3-3-8, Solaris Dutamas, No. 1, Jalan Dutamas 1, 50480 Kuala Lumpur, W. P. Kuala Lumpur or fax to 03-6413 3270 or email to infosr@wscs.com.my not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof.*

(7) *Pursuant to Rule 8.31A of the ACE Market Listing Requirements of Bursa Securities, all the resolutions set out above will be put to vote by way of poll.*

(8) *The Nineteenth Annual General Meeting will be conducted on a virtual basis at the Broadcast Venue. Members are advised to refer to the Administrative Guide on the registration and voting process for the said meeting.*

Please fold accross the line and close

Stamp

The Share Registrar of
AT SYSTEMATIZATION BERHAD
c/o Workshire Share Registration Sdn Bhd
A3-3-8, Solaris Dutamas,
No. 1, Jalan Dutamas 1,
50480 Kuala Lumpur,
W. P. Kuala Lumpur

Please fold accross the line and close

AT SYSTEMATIZATION BERHAD
Registration No. 200401006297 (644800-X)

Lot 11.2, Level 11, Menara Lien Hoe, No. 8, Persiaran Tropicana
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