



*"the shipping people"*

Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER AND PERIOD ENDED 31 MARCH 2023**



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**For The First Quarter and Financial Period Ended 31 March 2023**

	Note	Quarter Ended			Year Ended		
		31.03.2023	31.03.2022	Changes	31.03.2023	31.03.2022	Changes
		RM'000	RM'000	%	RM'000	RM'000	%
Revenue	B1	34,311	30,703	12	34,311	30,703	12
Cost of sales		(24,634)	(29,854)	17	(24,634)	(29,854)	17
Gross profit		9,677	849	>100	9,677	849	>100
Administrative expenses		(3,068)	(2,805)	(9)	(3,068)	(2,805)	(9)
Other operating income/(expenses) :							
- Net gain/(loss) on foreign exchange		91	(776)	>100	91	(776)	>100
- Other income	B3	2,887	179	>100	2,887	179	>100
- Gain on disposal of assets		-	110	(>100)	-	110	(>100)
Results from Operating activities		9,587	(2,443)	>100	9,587	(2,443)	>100
Finance income		159	29	>100	159	29	>100
Finance costs		(2,256)	(2,183)	(3)	(2,256)	(2,183)	(3)
Profit/(loss) before tax		7,490	(4,597)	>100	7,490	(4,597)	>100
Taxation	B6	-	-	(100)	-	-	(100)
Profit/(loss) for the period		7,490	(4,597)	>100	7,490	(4,597)	>100
Profit/(loss) attributable to:							
Owners of the Company		7,490	(4,597)	>100	7,490	(4,597)	>100

  

	Note	Quarter Ended		Year Ended	
		31.03.2023	31.03.2022	31.03.2023	31.03.2022
Earnings Per Share attributable to owners of the Company					
Basic EPS (sen)	B12	1.41	(0.87)	1.41	(0.87)

*The above Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.*



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statement of Financial Position**  
**as at 31 March 2023**

	Note	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000 (Audited)
<b>Assets</b>			
Property, plant and equipment	A9	423,740	411,994
Right-of-use assets		1,936	1,977
Deferred tax assets		10,350	10,350
<b>Non-current assets</b>		<b>436,026</b>	<b>424,321</b>
Inventories		99	1,042
Trade, other receivables and contract assets		36,792	24,587
Tax recoverable		249	216
Cash, bank balances and deposits		26,468	60,602
		63,608	86,447
Non-current assets held for sale		19,892	19,892
<b>Current assets</b>		<b>83,500</b>	<b>106,339</b>
<b>Total assets</b>		<b>519,526</b>	<b>530,660</b>
<b>Equity and liabilities</b>			
Share capital		179,755	179,755
Accumulated Losses		(134,758)	(142,248)
<b>Total equity</b>		<b>44,997</b>	<b>37,507</b>
Loans and borrowings	B8	111,529	121,737
Lease liabilities		2,156	2,170
<b>Non-current liabilities</b>		<b>113,685</b>	<b>123,907</b>
Trade, other payables and contract liabilities		308,918	317,047
Lease liabilities		366	384
Loans and borrowings	B8	51,250	51,491
Current tax liabilities		310	324
<b>Current liabilities</b>		<b>360,844</b>	<b>369,246</b>
<b>Total liabilities</b>		<b>474,529</b>	<b>493,153</b>
<b>Total equity and liabilities</b>		<b>519,526</b>	<b>530,660</b>
		<b>RM</b>	<b>RM</b>
<b>Net assets per share attributable to owners</b>			
<b>of the Company</b>		<b>0.08</b>	<b>0.07</b>

*The above Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.*



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**Unaudited Condensed Consolidated Statement of Changes in Equity**  
**For The Period Ended 31 March 2023**

	<b>Non-distributable</b>		
	<b>Share capital RM'000</b>	<b>Accumulated losses RM'000</b>	<b>Total equity RM'000</b>
<b>At 1 January 2022</b>	179,755	(162,291)	17,464
Profit and total comprehensive income for the period	-	(4,597)	(4,597)
<b>At 31 March 2022</b>	<u>179,755</u>	<u>(166,888)</u>	<u>12,867</u>
<b>At 1 January 2023</b>	179,755	(142,248)	37,507
Profit and total comprehensive income for the period	-	7,490	7,490
<b>At 31 March 2023</b>	<u>179,755</u>	<u>(134,758)</u>	<u>44,997</u>

*The above Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.*



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**Unaudited Condensed Consolidated Statement of Cash Flows**  
**For The Period Ended 31 March 2023**

	Note	Period Ended	
		31.03.2023 RM'000	31.03.2022 RM'000
<b>Cash flows from operating activities</b>			
Profit/(loss) before tax		7,490	(4,597)
Adjustments for:			
Property, plant and equipment			
Gain on disposal		-	(110)
Depreciation		7,593	6,552
Right-of-use-assets:			
Depreciation		42	39
Finance costs on:			
Conventional financing		422	682
Profit charge on Islamic financing		1,795	1,465
Accretion of interest on lease liabilities		39	36
Interest on fixed deposits		(159)	(29)
Reversal for impairment losses on receivable		(1,127)	-
Unrealised foreign exchange loss		(177)	(228)
Operating profit before changes in working capital		15,918	3,810
Changes in working capital:			
Inventories		943	4
Trade, other receivables and contract assets		(11,044)	980
Trade, other payables and contract liabilities		(7,867)	5,438
Cash generated (used in)/from operations		(2,050)	10,232
Interest received		159	29
Interest paid on conventional financing		(461)	(633)
Profit paid on Islamic financing		(1,795)	(1,550)
Tax paid		(47)	(42)
<b>Net cash generated (used in)/from operating activities</b>		<b>(4,194)</b>	<b>8,036</b>
<b>Cash flows from investing activities</b>			
Redemption in short term deposits, fixed and security deposits pledged		35,885	380
Additions to property, plant and equipment		(19,339)	(153)
Proceeds from disposal of property, plant and equipment		-	4,252
<b>Net cash generated from investing activities</b>		<b>16,546</b>	<b>4,479</b>

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**Unaudited Condensed Consolidated Statement of Cash Flows**  
**For The Period Ended 31 March 2023 (continued)**

	Note	Period Ended	
		31.03.2023	31.03.2022
		RM'000	RM'000
<b>Cash flows from financing activities</b>			
Repayment of conventional term loan		(5,156)	(10,483)
Repayment of Islamic term financing facilities		(4,623)	(2,051)
Drawdown from Islamic term financing facilities		-	192
Net repayment of finance lease		-	(4)
Repayment of lease liabilities		(32)	(32)
<b>Net cash used in financing activities</b>		<b>(9,811)</b>	<b>(12,378)</b>
<b>Net increase in cash and cash equivalents</b>		<b>2,541</b>	<b>137</b>
Cash and cash equivalents at beginning of financial year		11,154	959
<b>Cash and cash equivalents at end of financial year</b>	<b>(i)</b>	<b>13,695</b>	<b>1,096</b>

(i) Cash and cash equivalents

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following amounts:

	Period Ended	
	31.03.2023	31.03.2022
	RM'000	RM'000
Cash and bank balances	15,356	6,589
Fixed and security deposits with licensed banks	11,112	3,785
	<b>26,468</b>	<b>10,374</b>
Less: Bank overdrafts	(1,661)	(5,493)
	24,807	4,881
Less: Fixed and security deposits pledged	(11,112)	(3,785)
	<b>13,695</b>	<b>1,096</b>

*The above Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.*



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023**

**A1 BASIS OF PREPARATION**

The interim financial report has been prepared in accordance with Main Market Listing Requirements of the Bursa Malaysia Securities Berhad, Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act, 2016 in Malaysia.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022.

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

**Description**

- Amendments to MFRS 17 Insurance Contracts
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Policies
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Standards, amendments and interpretations issued but not yet effective

The amendments that are issued but not yet effective up to the date of issuance of the Group's and of the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards and interpretations, if applicable, when they become effective.

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
• Amendments to MFRS 101 Presentation of Financial Statements - Non-current liabilities with covenants	1 January 2024
• Amendment to MFRS 16 Leases - Lease Liability in a Sale and Leaseback	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

The Directors expect that the adoption of the above amendments will have no material impact on the financial statements in the period of initial application.



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**A2 AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS**

Auditor did not express an opinion to the audit report of the annual financial statements for the financial year ended 31 December 2022.

**A3 SEASONALITY OR CYCLICALITY OF OPERATIONS**

The business operations have not been significantly affected by any seasonal or cyclical trend.

**A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flow during the current quarter under review.

**A5 CHANGE IN ACCOUNTING ESTIMATES**

There were no changes in accounting estimates or errors that have a material effect in the current quarter under review.

**A6 DEBT AND EQUITY SECURITIES**

There were no cancellation, resale and prepayment of debt and equity securities during the current quarter other than loans repayments in accordance with the Group's loans repayment schedules.

**A7 DIVIDENDS**

There was no dividend paid during the quarter.

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**A8 SEGMENT REPORTING**

Operating segments are reported in a manner consistent with the internal management reporting as follows:

**(i) Marine transport and Floating Storage Unit / Floating, Storage and Offloading Vessel (FSU/FSO)**

Our product tankers are used to transport refined petroleum products from oil refineries to end-users.

FSU/FSOs are typically used as storage facility at offshore Oil & Gas.

Fast crew boats are primarily used to transport personnel between shore and platform, platform and platform or other offshore facilities.

**(ii) Port Marine Services**

The port marine services provided by the Company are towage services comprising of towing, pushing or manoeuvring vessels.

**(iii) Marine Engineering Services**

Marine Engineering services is ship building and ship repairs.

**(iv) Others**

Other operating segments include mooring services activities.

The Group assesses the performance of the operating segments based on revenue and earnings before interest, taxation, depreciation and amortisation (EBITDA).

**Revenue**

	First Quarter Ended		Period Ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM'000	RM'000	RM'000	RM'000
Marine transport and FSO	16,553	10,537	16,553	10,537
Port marine services	17,758	20,166	17,758	20,166
	34,311	30,703	34,311	30,703

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**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**A8 SEGMENT REPORTING (CONTINUED)**

**EBITDA**

	First Quarter Ended		Period Ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM'000	RM'000	RM'000	RM'000
Marine transport and FSO	8,308	(2,980)	8,308	(2,980)
Port marine services	8,914	7,128	8,914	7,128
	17,222	4,148	17,222	4,148

**A9 VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

The Group has carried out valuation on its property, plant and equipment in the current financial quarter.

**A10 MATERIAL EVENTS**

**a) Classification as PN17 Issuer**

On 25 February 2022, the Company announced to Bursa Malaysia Securities Berhad (Bursa) that the Company is classified as a PN17 issuer as it has triggered the prescribed criteria pursuant to Paragraph 8.04 of the Chapter 8, Paragraph 2.1(a) and Paragraph 2.1(e) of PN17 of the Listing Requirements.

Pursuant to PN17, the Company is required to submit a regularisation plan to either Bursa or Securities Commission (SC) for approval within 12 months from the announcement date and to complete the implementation of the plan within the timeframe set by Bursa or SC.

On 9 February 2023, the Company has submitted an extension application to Bursa for a 6 months extension from 24 February 2023 to submit its regularisation plan. Bursa had vide its letter dated 2 March 2023, resolved to grant the Company the said extension of time.

On 26 April 2023, the Company has submitted its regularisation plan application to Bursa. An announcement in relation to the outcome of the application will be released in due course.

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**(Incorporated in Malaysia)**

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**A10 MATERIAL EVENTS (CONTINUED)**

**b) Proposed debt restructuring exercise**

On 28 February 2022, the High Court had granted the following orders to the company:

- i. a restraining order pursuant to Section 368 of the Act ("Restraining Order") for a period of three months which is valid until 28 May 2022.
- ii. an order pursuant to Section 366(1) of the Act to summon meetings of the creditors of the Company. Permission is given to the Company to hold the Court Convene Meeting ("CCM") within three months from the date of this order.

The duration of three months for the initial restraining order and for permission to hold the CCM can be extended by way of a further Court Order upon application.

On 25 May 2022, the Company announced that, the High Court of Malaya at Kuala Lumpur ("High Court") granted, among others, an extension of time for leave to convene the creditors' meeting and an extension of the restraining order for a further six (6) months from 28 May 2022.

On 5 December 2022 the Court-convened creditors' meeting pursuant to section 366 of the Companies Act 2016 ("Act") was held by the Company. The proposed scheme of arrangement presented in the Court-convened creditors' meeting has been approved by the requisite majority in value of the creditors present and voting at the Court convened meeting, obtaining a 90.95% in value approval.

On 4 January 2023, the Company, has obtained from the High Court of Malaya at Kuala Lumpur the following Order pursuant to section 366 of the Companies Act 2016 to sanction the Company's scheme of arrangement ("Order"). The Order sets out, among others:

- i. That the Scheme of Arrangement contained in the Explanatory Statement, read together with the Updated List of Adjudicated Scheme Debts of the Company and the Errata dated 30.11.2022, is approved and sanctioned by this Honourable Court so as to be binding upon the Company, and the Scheme Creditors as defined therein; and
- ii. That an office copy of the Order shall be lodged with the Companies Commission of Malaysia.

On 12 January 2023, the Company, had lodged with the Companies Commission of Malaysia the sealed Order granted on 4 January 2023, sanctioning the Company's scheme of arrangement ("Sanction Order"). With the lodgment of the Sanction Order, the schemes of arrangement have now taken effect.

Further developments on the above matter will be announced to Bursa Malaysia Securities Berhad in due course.



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**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**A11 CHANGES IN THE COMPOSITION OF THE GROUP**

There are no material changes in the composition of the Group during the current quarter.

**A12 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

Since the last Statement of Financial Position, there were no material changes in contingent liabilities and contingent assets.

**A13 CAPITAL COMMITMENTS**

There is no capital commitments provided for in the interim financial report as at 31 March 2023.



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
**(Incorporated in Malaysia)**

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023**

**B1 REVIEW OF THE PERFORMANCE OF THE GROUP**

**Review of performance for the cumulative quarter 3 months ended 31 March 2023**

	Period Ended		Changes %
	31.03.2023 RM'000	31.03.2022 RM'000	
Revenue	34,311	30,703	12
Cost of sales	(24,634)	(29,854)	17
Gross profit	9,677	849	>100
Profit/(Loss) before tax	7,490	(4,597)	>100
Profit/(Loss) for the financial year	7,490	(4,597)	>100

The Group recorded a revenue of RM34.3 million for the period ended 31 March 2023 as compared to RM30.7 million in the previous corresponding year, resulted in increase of RM3.6 million in revenue. Higher revenue mainly due to commencement of time charter contract for the two new tankers in February 2023 and higher utilisation rate of vessels.

The Group recorded a profit before tax (PBT) of RM7.5 million for the period ended 31 March 2023, as compared to a loss before tax (LBT) of RM4.6 million in the previous corresponding year. The PBT was mainly due higher revenue afore-mentioned, lower laid up cost of vessels disposed and insurance claim.



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B1 REVIEW OF THE PERFORMANCE OF THE GROUP (CONTINUED)**

**Review of performance for the current quarter 3 months ended 31 March 2023**

	<b>First Quarter Ended</b>		
	<b>31.03.2023</b>	<b>31.03.2022</b>	<b>Changes</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	34,311	30,703	12
Cost of sales	(24,634)	(29,854)	17
Gross profit	9,677	849	>100
Profit/(loss) before tax	7,490	(4,597)	>100
Profit/(loss) for the financial period	7,490	(4,597)	>100

The Group recorded a revenue of RM34.3 million for the period ended 31 March 2023 as compared to RM30.7 million in the previous corresponding year, resulted in increase of RM3.6 million in revenue. Higher revenue mainly due to commencement of time charter contract for the two new tankers in February 2023 and higher utilisation rate of vessels.

The Group recorded a PBT of RM7.5 million for the period ended 31 March 2023, as compared to a LBT of RM4.6 million in the previous corresponding year. The PBT was mainly due higher revenue afore-mentioned, lower laid up cost of vessels disposed and insurance claim.

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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B2 MATERIAL CHANGES IN THE QUARTERLY RESULTS**

Review of performance for the current quarter compared to immediate preceding quarter

	Quarter Ended		
	31.03.2023 RM'000	31.12.2022 RM'000	Changes %
Revenue	34,311	41,726	(18)
Cost of sales	(24,634)	(38,777)	36
Gross profit	9,677	2,949	>100
Profit before tax	7,490	11,914	(37)
Profit for the financial period	7,490	22,980	(67)

The Group recorded a revenue of RM34.3 million for the current quarter ended 31 March 2023, as compared to RM41.7 million in the preceding quarter, a decrease of RM7.4 million due to lower vessels' utilisation rate.

The Group posted a PBT of RM7.5 million for the quarter ended 31 March 2023, as compared to a PBT of RM11.9 million in the preceding quarter. The decrease was mainly due to gain on disposal of vessel, gain on foreign exchange and realised profit on disposed vessels built by Johor Shipyard and Engineering Sdn Bhd (JSE) in 2022.

**B3 OTHER INCOME**

	First Quarter Ended			Period Ended		
	31.03.2023 RM'000	31.03.2022 RM'000	Changes %	31.03.2023 RM'000	31.03.2022 RM'000	Changes %
Insurance claim	2,773	6	>100	2,773	6	>100
Other income	114	173	(34)	114	173	(34)
Total other income	2,887	179	>100	2,887	179	>100



Company No : 256516-W

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B4 COMMENTARY ON PROSPECTS**

As at 31 March 2023, the Group's order book was RM228.4 million with additional RM334.3 million for extension period.

One of the main contract that the Company has been awarded to is contract by PETCO Trading Labuan Company Limited ("PTLCL") for Provision of Long-term Charter Coastal Vessel Services for new tankers on 8 May 2019. The duration of the contract is for a primary period of five years with five extension options of one year each at PTLCL's option. The contract value is approximately RM106.3 million, excluding the option period. This contract has commenced in February 2023 and will contribute positively to the earnings and net tangible assets of the Company for the financial year ending 31 December 2023 and beyond.

The company continues to improve on operational efficiencies to maximise vessel's utilisation rate, implement cost savings and containment through strategic procurement program, ensure extension of existing contracts and effective cash management. The Company is continuously looking for new businesses and contracts which will contribute positively to the earning stability and cash flow certainty.

On 26 April 2023, the Company has submitted its regularisation plan application to Bursa and is currently pending Bursa's decision. The Proposed Regularisation Plan is undertaken as part of the Group's plan to raise the requisite funding for the Group's 'Scheme of Arrangement'. Barring any unforeseen circumstances, upon completion of the Proposed Regularisation Plan and the Scheme of Arrangement, the Group will be in a better footing to regularise its operations and financial position as well as to uplift itself from its PN17 status.

**B5 PROFIT FORECAST / GUARANTEE**

The Group is not subject to any variance of actual profit from forecast profit/profit guarantee for the current financial period under review.

**B6 TAXATION**

	First Quarter Ended			Period Ended		
	31.03.2023	31.03.2022	Changes	31.03.2023	31.03.2022	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Income Tax :						
Current taxation	-	-	-	-	-	-
Under provision of tax in prior year	-	-	-	-	-	-
Deferred tax :						
Temporary differences	-	-	-	-	-	-
<b>Total taxation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



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**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B6 TAXATION (CONTINUED)**

The Company has unabsorbed tax losses of RM223.2 million and unutilised capital allowances of RM145.7 million. Pursuant to the Finance Act 2018, unabsorbed tax losses in a year of assessment can only be carried forward for a maximum period of 10 consecutive years of assessment. The unutilised capital allowances do not expire under the current tax legislation.

**B7 STATUS OF CORPORATE PROPOSALS**

The Company had obtained the approval of its shareholders at an EGM held on 12.09.2022 for the disposal of a marine vessel, namely Nautica Muar ("NMR"), to a non-related third party to be identified for a total cash consideration of at least USD4.86 million. The Company had until 11.03.2023 to enter into a Memorandum of Agreement ("MOA") for the said disposal. On 09.03.2023, the Company had entered into a MOA with Alpha Metallum DMCC ("Alpha") for the disposal of NMR for a cash consideration of USD5.20 million.

However, on 03.05.2023, the Company had decided to terminate the MOA dated 09.03.2023 for the NMR Disposal. This is due to the Company has yet to receive the deposit for the NMR Disposal from Alpha within the stipulated timeframe. Presently, the Company is in the midst of sourcing a new buyer for NMR. Further announcements, if required, will be made in due course in relation to the disposal of NMR.

**E.A. TECHNIQUE (M) BERHAD (256516-W)**  
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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B8 LOANS AND BORROWINGS**

Details of the Group's borrowings are as follows:

	As at 31.03.2023					
	Long Term		Short Term		Total Borrowings	
	Foreign RM'000	Ringgit RM'000	Foreign RM'000	Ringgit RM'000	Foreign RM'000	Ringgit RM'000
<b>Secured</b>						
<b>Islamic financing</b>						
Term Loans	3,501	101,234	16,007	9,596	19,508	110,830
Bank Overdraft	-	-	-	1,661	-	1,661
<b>Conventional financing</b>						
Term Loans	-	6,794	-	19,720	-	26,514
Revolving Credits	-	-	-	4,266	-	4,266
	3,501	108,028	16,007	35,243	19,508	143,271

Note :

Foreign denomination refers to borrowing in USD currency with a foreign exchange of USD/RM:4.187.

	As at 31.12.2022					
	Long Term		Short Term		Total Borrowings	
	Foreign RM'000	Ringgit RM'000	Foreign RM'000	Ringgit RM'000	Foreign RM'000	Ringgit RM'000
<b>Secured</b>						
<b>Islamic financing</b>						
Term Loans	8,614	101,918	14,747	9,596	23,361	111,514
Bank Overdraft	-	-	-	2,451	-	2,451
<b>Conventional financing</b>						
Term Loans	-	11,205	-	20,413	-	31,618
Revolving Credits	-	-	-	4,284	-	4,284
	8,614	113,123	14,747	36,744	23,361	149,867

Note :

Foreign denomination refers to borrowing in USD currency with a foreign exchange of USD/RM:4.406.

**B9 FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISK**

The Group does not have any derivative financial instruments as at the period ended 31 March 2023.



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**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS  
FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2023 (CONTINUED)**

**B10 MATERIAL LITIGATIONS**

The Group does not have any material litigations during the period ended 31 March 2023.

**B11 DIVIDEND PAYABLE**

There was no dividend payment proposed during the period.

**B12 EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY**

**Basic earnings per share**

Basic earnings per share of the Group is calculated by dividing the Group's net profit attributable to ordinary equity holders by the average number of ordinary shares in issue during the financial period.

	<b>Year Ended</b>	
	<b>31.03.2023</b>	<b>31.03.2022</b>
Profit/(loss) for the financial period attributable to equity holders of the Company (RM'000)	7,490	(4,597)
Weighted average number of ordinary shares in issue ('000)	530,500	530,500
Basic earnings per share (sen)	1.41	(0.87)

By Order of the Board  
**E.A. TECHNIQUE (M) BERHAD**

**NURALIZA BINTI A. RAHMAN, MAICSA 7067934**  
**SABARUDIN BIN HARUN, MIA 30423**  
(Secretaries)