



SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

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

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2023 RM'000 (Unaudited)	31 Dec 2022 RM'000 (Unaudited)	31 Dec 2023 RM'000 (Unaudited)	31 Dec 2022 RM'000 (Audited)
Revenue	26,174	20,257	106,197	65,295
Cost of sales	<u>(25,270)</u>	<u>(20,806)</u>	<u>(85,822)</u>	<u>(69,790)</u>
Gross profit/ (loss)	904	(549)	20,375	(4,495)
Other operating income	3,430	9,249	3,480	2,813
Other operating expenses	(172)	(7,626)	(314)	(38)
Administrative expenses	<u>(8,191)</u>	<u>(7,184)</u>	<u>(20,855)</u>	<u>(16,487)</u>
Operating (loss)/profit	(4,029)	(6,110)	2,686	(18,207)
Finance income	56	128	180	500
Finance expenses	(978)	(1,290)	(4,119)	(4,733)
Share of result of a jointly controlled entity	-	107	340	1,272
Loss before tax	(4,951)	(7,165)	(913)	(21,168)
Tax income/ (expense)	216	(376)	(841)	993
Loss for the financial year, net of tax	<u>(4,735)</u>	<u>(7,541)</u>	<u>(1,754)</u>	<u>(20,175)</u>
Profit/ Loss attributable to:				
Owners of the Company	(5,184)	(7,541)	(3,832)	(20,175)
Non-Controlling Interest	449	-	2,078	-
	<u>(4,735)</u>	<u>(7,541)</u>	<u>(1,754)</u>	<u>(20,175)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

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

(CONTINUED)

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2023 RM'000 (Unaudited)	31 Dec 2022 RM'000 (Unaudited)	31 Dec 2023 RM'000 (Unaudited)	31 Dec 2022 RM'000 (Audited)
Loss for the financial year, net of tax	(4,735)	(7,541)	(1,754)	(20,175)
Other comprehensive income :				
Exchange differences on translation of foreign operations	(2,543)	(6,863)	6,025	7,214
Total comprehensive (loss)/income for the financial year, net of tax	<u>(7,278)</u>	<u>(14,404)</u>	<u>4,271</u>	<u>(12,961)</u>
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(7,727)	(14,404)	2,193	(12,961)
Non-Controlling Interest	449	-	2,078	-
	<u>(7,278)</u>	<u>(14,404)</u>	<u>4,271</u>	<u>(12,961)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITIONAS AT 31 DECEMBER 2023

	As at 31 Dec 2023 RM'000 (Unaudited)	As at 31 Dec 2022 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	277,126	289,509
Investment in a joint venture	-	3,334
Amount due from a joint venture	-	3,455
	277,126	296,298
Current Assets		
Inventories	5,751	5,649
Asset held for sale	-	577
Trade and other receivables	21,007	19,310
Income tax refundable	80	537
Cash and cash equivalents	23,176	8,113
	50,014	34,186
Total Assets	327,140	330,484
EQUITY AND LIABILITIES		
Current Liabilities		
Loans and borrowings	40,080	48,510
Trade and other payables	40,535	33,950
Provision for taxation	1,083	45
	81,698	82,505
Net Current Liabilities	(31,684)	(48,319)
Non-Current Liabilities		
Loans and borrowings	2,025	9,800
Deferred tax liabilities	8,109	9,972
Other payables	12,700	13,870
	22,834	33,642
Total Liabilities	104,532	116,147
Net Assets	222,608	214,337
Equity		
Share Capital	329,087	329,087
Accumulated losses	(183,705)	(179,873)
Other components of equity	71,148	65,123
Total Equity attributable to owners of the Company	216,530	214,337
Non-controlling interest	6,078	-
Total Equity	222,608	214,337
Total Equity and Liabilities	327,140	330,484
Net asset per share (sen)	44.52	42.87

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

SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

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

	Attributable to Owners of the Parent			Total	Non-controlling interests	Total Equity (Unaudited)
	Share Capital	Distributable (Accumulated losses)/Retained earnings	Non-distributable Foreign currency translation reserve			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening balance at 1 January 2023	329,087	(179,873)	65,123	214,337	-	214,337
(Loss)/Profit for the financial year	-	(3,832)	-	(3,832)	2,078	(1,754)
Other comprehensive income for the financial year	-	-	6,025	6,025	-	6,025
Total comprehensive (loss)/income for the financial year	-	(3,832)	6,025	2,193	2,078	4,271
Non-controlling interest in subsidiary	-	-	-	-	4,000	4,000
Closing balance at 31 December 2023	329,087	(183,705)	71,148	216,530	6,078	222,608
Opening balance at 1 January 2022	329,087	(159,698)	57,909	227,298	-	227,298
Loss for the financial year	-	(20,175)	-	(20,175)	-	(20,175)
Other comprehensive income for the financial year	-	-	7,214	7,214	-	7,214
Total comprehensive (loss)/income for the financial year	-	(20,175)	7,214	(12,961)	-	(12,961)
Closing balance at 31 December 2022	329,087	(179,873)	65,123	214,337	-	214,337

Note A

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

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

	Year-to-date Ended	
	31 Dec 2023	31 Dec 2022
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Operating Activities		
Loss before tax	(913)	(21,168)
Adjustments for:		
Interest income	(180)	(500)
Interest expenses	4,119	4,733
Depreciation of property, plant and equipment	31,164	31,301
Gain on disposal of property, plant and equipment	142	(1,260)
Gain on bargain purchase	(100)	-
Impairment loss on trade and other receivables	-	369
Impairment loss on property, plant and equipment	-	3,118
Inventories written down	172	-
Reversal of impairment loss on trade receivables	(196)	(532)
Share of result of a jointly controlled entity	(340)	(1,272)
Unrealised loss/(gain) on foreign exchange	(768)	776
Reversal of impairment loss on property, plant and equipment	-	(3,360)
Total adjustments	<u>34,013</u>	<u>33,373</u>
Operating profit before working capital changes	33,100	12,205
Changes in working capital		
(Increase)/Decrease in inventories	755	(234)
(Increase)/Decrease in trade and other receivables	13,710	2,929
Increase in other current assets	(518)	-
Increase/ (Decrease) in trade and other payables	(13,290)	(11,327)
Total changes in working capital	<u>657</u>	<u>(8,632)</u>
Cash flows from operations	33,757	3,573
Interest paid	(4,119)	(4,733)
Interest received	180	500
Income tax refunded	542	223
Income tax paid	(3,912)	(570)
Net cash flows from/(used in) operating activities	<u>26,448</u>	<u>(1,007)</u>

The 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 the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023

	Year-to-date Ended	
	31 Dec 2023	31 Dec 2022
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Investing Activities		
Acquisition of investment in a joint venture	-	(167)
Purchase of property, plant and equipment	(240)	(325)
Proceeds from disposal of property, plant and equipment	435	20,970
Increased in land use rights	(808)	-
Acquisition of a subsidiary, net of acquired	5,466	-
Repayment from joint venture	-	1,971
Net cash flows from investing activities	4,853	22,449
Cash Flows From Financing Activities		
Net movement in short term deposits pledged	-	(24)
Net movement in revolving credit	(4,515)	-
Net movements in short term deposits pledged	(473)	-
Advances from a shareholder	-	500
Repayments of principal portion of lease liabilities	(237)	(20)
Repayment of loans and borrowings	(9,318)	(17,142)
Net cash flows used in financing activities	(14,543)	(16,686)
Net increase/(decrease) in Cash and Cash Equivalents	16,758	4,756
Effect of changes in foreign exchange rates	90	25
Cash and Cash Equivalents at the beginning of financial year	(10,724)	(15,505)
Cash and Cash Equivalents at the end of financial year	6,124	(10,724)
 <u>Cash and cash equivalents at the end of the period comprised the following:</u>		
Cash and bank balances	23,176	8,113
Bank overdraft	(14,363)	(17,553)
	8,813	(9,440)
Less: Fixed deposits pledged and cash at bank restricted in use	(2,689)	(1,284)
	6,124	(10,724)

The 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 the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023 FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023

(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) : INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements have been prepared on the historical cost basis, unless otherwise stated.

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by Malaysian Accounting Standards Boards ("MFRS"), the requirements of the Companies Act 2016 in Malaysia and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

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

A1.1 Changes in Accounting Policies

The accounting policies adopted in the preparation of the unaudited interim financial statements are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 31 December 2022, except for the following MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but not yet effective for the Group and for the Company:-

MFRS and amendment to MFRS effective 1 January 2023:-

- Amendments to MFRS 4, Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9
- MFRS 17 and Amendments to MFRS 17, Insurance Contracts and Amendments to MFRS 17 Insurance Contract
- Amendments to MFRS 17, Initial Application of MFRS 17 and MFRS 9 - Comparative Information
- Amendments to MFRS 101, Presentation of Financial Statements: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, Presentation of Financial Statements: Disclosure of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
- Amendments to MFRS 112, Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS (effective date deferred indefinitely):-

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

The Group and the Company intend to adopt the above standards and amended standards, if applicable, when they become effective. However, the initial application of the above standards and amendments are not expected to have any financial impact to the financial statements of the Group and of the Company.

A2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company ("Sealink International Berhad") and its subsidiaries for the year ended 31 December 2022 were not qualified.

A3. Seasonal or cyclical factors

The Group's performance is affected by the marine industry. The demand for our vessels are closely associated with the cyclical fluctuations of the marine industry.

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023****(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A4. Items of unusual nature and amount**

There was no item that affect assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the current financial quarter under review.

A5. Material changes in estimates

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

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A7. Dividends Paid

No dividend was paid in the current quarter under review.

A8. Segmental information

The results and other information of the Group as at 31 December 2023 are as follows:

	Shipbuilding	Chartering	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External sales	6,483	99,714	-	-	106,197
Inter-segment sales	4,292	73,283	-	(77,575)	0
Total revenue	<u>10,775</u>	<u>172,997</u>	<u>-</u>	<u>(77,575)</u>	<u>106,197</u>
Segment (loss)/profit (Note A)	<u>(4,114)</u>	<u>(4,872)</u>	<u>4,263</u>	<u>3,810</u>	<u>(913)</u>

Note A

The following items are added to/(deducted from) segment loss to arrive at "Loss before tax from continuing operations" presented in the condensed consolidated income statements:

Segment Loss	(4,723)
Loss from inter-segment sales	3,547
Share of results of jointly controlled entities	340
Finance costs	4,511
Unallocated corporate expenses	<u>(4,588)</u>
Loss before tax	<u><u>(913)</u></u>

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023****(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A8. Segmental information (continued)**

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total
Assets and liabilities					
Segment assets	48,335	380,601	137,339	(239,135)	327,140
Segment liabilities	53,172	270,491	47,039	(266,170)	104,532
Net assets	(4,837)	110,110	90,300	27,035	222,608
Other segmental information					
Depreciation	1,887	16,788	14,471	(1,982)	31,164

A9. Capital commitments

Capital commitments are as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Property, plant and equipment	-	-

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period reported which have not been reflected under the current quarter.

A11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter ended 31 December 2023.

A12. Contingent liabilitiesThe following is the contingent liability since the last annual balance sheet date:

	As at 31 Dec 2023 RM'000	As at 31 Dec 2022 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to a jointly controlled entity	-	-

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023****(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A13. Related party transactions**

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 31 Dec 2023 RM	Current Year-to-date 31 Dec 2023 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Manmohan's (Labuan) Sdn Bhd - Rental of office at Lot 20, Labuan	3,000	12,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd - Lease of office at Lot 1035, Piasau	45,000	180,000
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	210,000
Khoo & Co, Advocates and Solicitors - Provision of legal services	800	9,782
	<u>101,300</u>	<u>411,782</u>

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B1. Review of performance of the Company and its principal subsidiaries

(a) Financial review for current quarter and financial year to date

	Individual Period		Cumulative Period	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	RM'000	RM'000	RM'000	RM'000
Revenue	26,174	20,257	106,197	65,295
Operating (loss)/profit	(4,029)	(6,110)	2,686	(18,207)
Loss before tax	(4,951)	(7,165)	(913)	(21,168)
Loss after tax	(4,735)	(7,541)	(1,754)	(20,175)
Revenue				
- Shipbuilding Division	2,160	484	6,483	1,539
- Ship Charter Division	24,014	19,773	99,714	63,756
	<u>26,174</u>	<u>20,257</u>	<u>106,197</u>	<u>65,295</u>

OPERATING SEGMENTS REVIEW

(I) Operating Revenue

- The Group's revenue for the current quarter ended 31 December 2023 recorded at RM26 million which was RM6 million higher than the revenue in the previous corresponding quarter. The increase in revenue was mainly due to higher utilisation of vessel.
- The lower operating loss in the current period compared to the corresponding period ended 31 December 2022 was mainly attributed to higher utilization of vessel during in the current quarter.

Chartering Division

- The higher revenue for Chartering division in the current period compared to the corresponding period ended 31 December 2022 was mainly due to higher vessel utilisation.

Shipbuilding Division

- In the current period, Shipbuilding division recorded revenue of RM2.1 mil as compared to the revenue recorded in the corresponding period ended 31 December 2022 of RM484K due to increase in ship repair activities.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

	4Q 2023	3Q 2023	Variance	%
	RM'000	RM'000	RM'000	
Revenue	26,174	30,283	(4,109)	-14%
(Loss)/Profit before tax	<u>(4,951)</u>	<u>3,485</u>	(8,436)	242%

Current Quarter vs preceding quarter

The Group recorded a revenue of RM26 million for the current quarter ended 31 December 2023 which was 14% lower than the preceding quarter ended 30 September 2023. The loss before tax for the current quarter ended 31 December 2023 was mainly due to lower revenue during the current quarter.

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INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023 FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B3. Commentary on prospects

The Group is optimistic about its prospects going forward as we expect to achieve better results on the back of rising demand for our vessels as we continue to see strong momentum and demand from customers as reflected in our results. The positive outlook augurs well for the Group's financial performance

We are of the opinion that 2024 would be a bright year for the O&G industry, by and large, mirroring the outlook that Petronas has cast on the prospects of the sector. Based on the release of the Petronas Activity Outlook 2024-2026, the activity outlook for Petronas remains positive, in line with the continued recovery that we have seen throughout 2023. Specifically, Petronas mentioned that this is positive for activities relating to repair and maintenance activities required to maintain the integrity of offshore facilities. With this, the demand for offshore support vessels is expected to remain steady in 2024, especially for vessels supporting drilling and wells projects. It sees higher demand of offshore supply vessels compared with its previous forecast and this is an opportunity for us. It is expected that capex spending to continue its upwards trend in 2024, well surpassing pre-pandemic levels, on the heels of the massive under-investment throughout the past few years. This will reflect well on shipping sector.

We are confident that the demand for OSVs will continue to strengthen throughout this year. Just as encouraging as the acceleration in demand for OSVs is the continued reduction in the available supply of OSVs. The number of OSVs currently available is very limited indicating that the supply of vessels will continue to decline gradually. Accordingly, it is our view that the industry is positioned to benefit from an increase in demand over medium to long term with a slowly shrinking supply of vessels. We believe this imbalance in supply and demand will continue to provide the opportunity for day rate and utilisation to increase.

We have reduced the group's term loans significantly from RM19 million in December 2022 to about RM10 million in December 2023, a reduction of about 47%. This speaks well of the viability of the Group's business. At the same time, with reduced gearing the Group will have a stronger balance sheet to take on additional financing to fund expansion when opportunities arise. There is also a surplus in net cash flows from operating activities amounting to about RM26.5 million.

The Group will continue its emphasis on its core activities of ship building, ship charter and ship repair. The Group's shipbuilding division will be looking towards building vessels which have a niche market as well as enhancing its docking (ship repair) facilities, whilst continuous efforts will be taken towards optimising capacity utilisation of the Group's vessels. The Group is also looking at building new vessels that are more energy efficient and environmentally friendly, in line with tighter environmental regulations in the maritime industry.

Presently the Group is also looking at opportunities to diversify into sustainable investments as part of our responsible investment initiative. We have to be prepared for a drop in fossil fuel demand as consumer preference changes for cleaner and renewable energy. This pivot is necessary and inevitable, and we will be giving careful and due consideration into all factors of three factors of environment, social and corporate governance before embarking on the new initiatives. We will continue to capitalise on our capabilities and reputation in vessel chartering business. Long term sustainability of the business has been our key priority. We will remain resilient in strengthening our core business and shall continue expanding strategically into new opportunities.

We are looking forward to secure more new charters. We have already embarked on initiatives to enhance our bidding competitiveness. These will augment our business and operational resilience and help us deliver projects in line with our customers' needs and expectations. The Group will continue to pursue and seek opportunities to achieve a better financial performance this year. Moving forward, we will leverage our strengths and improve efficiency to achieve better results for the Group.

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FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B4. Variance between actual profit from forecast profit

Not applicable as no profit forecast was published.

B5. Loss before tax

Included in the loss before tax are the following items:

	12 months ended	
	31 Dec 2023	31 Dec 2022
	RM'000	RM'000
Interest income	(180)	(500)
Interest expenses	4,119	4,733
Depreciation of property, plant and equipment	31,164	31,301
Gain on disposal of property, plant and equipment	142	(1,260)
Gain on bargain purchase	(100)	-
Impairment loss on trade and other receivables	-	369
Impairment loss on property, plant and equipment	-	3,118
Inventories written down	172	-
Reversal of impairment loss on trade and receivables	(196)	(532)
Reversal of impairment loss on property, plant and equipment	-	(3,360)
Share of result of a jointly controlled entity	(340)	(1,272)
Unrealised loss/(gain) on foreign exchange	(768)	776

B6. Taxation

	Current	Year-to-date
	Quarter	Year-to-date
	31 Dec 2023	31 Dec 2023
	RM'000	RM'000
Malaysian income tax	1,576	3,183
Deferred tax reversal	(1,792)	(2,342)
Total tax	(216)	841

The effective tax rate for the Group for the financial period was lower than statutory tax rate due to reversal of deferred tax relating to temporary differences as well as the different tax rate applicable to subsidiaries of the Group in other jurisdictions.

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INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
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(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B7. Sale of unquoted investments and/or properties

There were no sales of unquoted investments and no other sales of properties for the current quarter and financial year ended 31 December 2023.

B8. Quoted securities

There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

B9. Status of corporate proposal

There is no corporate proposal announced but not completed as at end of the financial period under review.

B10. Group borrowings and debt securities

Total Group's borrowings as at 31 December 2023 were as follows:

As at 31 December 2023						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	14,363	-	-	-	14,363
- Revolving credits	-	17,500	-	-	-	17,500
- Loans (USD)	1,514	6,948	441	2,025	1,955	8,973
- Loans (RM)	-	1,218	-	-	-	1,218
- Hire purchase (RM)	-	51	-	-	-	51
- Obligations under finance leases	-	-	-	-	-	-
		40,080		2,025		42,105

As at 31 December 2022						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	17,554	-	-	-	17,554
- Revolving credits	-	22,015	-	-	-	22,015
- Loans (USD)	1,514	6,645	1,955	8,582	3,469	15,227
- Loans (RM)	-	2,286	-	1,218	-	3,504
- Obligations under finance leases	-	10	-	-	-	10
		48,510		9,800		58,310

SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2023
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B11. Derivative Financial Instruments

There are no outstanding derivatives at the reporting period.

B12. Material litigation

There was no material litigation for the current quarter and financial year to date.

B13. Dividend payable

No interim dividend has been declared for the current quarter ended 31 December 2023.

B14. Earnings per Share

	3 months ended		12 months ended	
	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022
	RM'000	RM'000	RM'000	RM'000
Loss attributable to Owners of the Parent (RM'000)	<u>(5,184)</u>	<u>(7,541)</u>	<u>(3,832)</u>	<u>(20,175)</u>
Weighted average number of shares in issue ('000)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Basic loss per share (sen)	<u>(1.04)</u>	<u>(1.51)</u>	<u>(0.77)</u>	<u>(4.04)</u>
Diluted loss per share (sen)	<u>(1.04)</u>	<u>(1.51)</u>	<u>(0.77)</u>	<u>(4.04)</u>

Basic loss per share of the Company is calculated by dividing net loss for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

The computation of diluted loss per share is the same as basic loss per share as there were no new shares issued during the reporting period.

B15. Authorisation For Issue

The quarterly report for the third quarter ended 31 December 2023 was authorised for issue by the Board resolution of the directors dated 28 February 2024.

By Order Of The Board
28-February-2024