



BOILERMECH HOLDINGS BERHAD
Registration No. 201001013463 (897694-T)
(Incorporated in Malaysia)

Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

Unaudited Condensed Consolidated Statements of Profit or Loss

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Mar-2023 RM'000	Preceding Year Corresponding Quarter 31-Mar-2022 RM'000	Current Year to Date 31-Mar-2023 RM'000	Preceding Year Corresponding Period 31-Mar-2022 RM'000
Revenue	116,819	87,507	377,684	317,760
Cost of sales	(95,614)	(72,587)	(318,517)	(262,305)
Gross profit	21,205	14,920	59,167	55,455
Other operating income and expenses	(10,561)	(10,059)	(38,109)	(29,520)
Finance costs	(51)	(50)	(191)	(226)
Profit before taxation	10,593	4,811	20,867	25,709
Income tax expense	(2,768)	(1,114)	(4,709)	(6,460)
Profit after taxation	7,825	3,697	16,158	19,249
Profit after taxation attributable to :				
Owners of the Company	6,489	2,740	14,081	16,975
Non-controlling interests	1,336	957	2,077	2,274
	7,825	3,697	16,158	19,249
Weighted average no. of ordinary shares in issue ('000)	516,000	516,000	516,000	516,000
Earnings per share attributable to owners of the Company:				
Basic (sen)	1.26	0.53	2.73	3.29
Diluted (sen)	1.26	0.53	2.73	3.29

Notes :

The Unaudited Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

Unaudited Condensed Consolidated Statements of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Mar-2023 RM'000	Preceding Year Corresponding Quarter 31-Mar-2022 RM'000	Current Year to Date 31-Mar-2023 RM'000	Preceding Year Corresponding Period 31-Mar-2022 RM'000
Profit after taxation	7,825	3,697	16,158	19,249
Other Comprehensive Income/(Expenses), Net of Tax				
<i>Items that will not be reclassified subsequently to Profit or Loss</i>				
- Remeasurement of defined benefit plans, net of tax	(1)	1	(1)	1
<i>Items that will be reclassified subsequently to Profit or Loss</i>				
- Cash flow hedge	656	(206)	(76)	(598)
- Foreign currency translation differences	1,389	104	198	678
	2,044	(101)	121	81
Total Comprehensive Income	9,869	3,596	16,279	19,330
Total comprehensive income attributable to :				
Owners of the Company	8,533	2,639	14,202	17,056
Non-controlling interests	1,336	957	2,077	2,274
	9,869	3,596	16,279	19,330

Notes :

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

Unaudited Condensed Consolidated Statement of Financial Position

	UNAUDITED	AUDITED
	As at	As at
	31-Mar-2023	31-Mar-2022
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	90,461	93,480
Investment property	5,734	5,842
Trade receivables	5,160	3,660
Deferred tax assets	3,090	1,055
Goodwill	5,831	5,831
	<hr/>	<hr/>
	110,276	109,868
Current assets		
Inventories	64,511	47,138
Contract cost assets	850	1,075
Contract assets	52,993	51,694
Trade receivables	93,309	69,403
Other receivables, deposits and prepayments	15,840	12,416
Current tax assets	3,551	3,002
Derivative assets	-	23
Cash and cash equivalents	50,029	57,492
	<hr/>	<hr/>
	281,083	242,243
	<hr/>	<hr/>
TOTAL ASSETS	391,359	352,111
EQUITY AND LIABILITIES		
Equity		
Share capital	51,600	51,600
Merger deficit	(21,810)	(21,810)
Reserves	207,090	207,652
	<hr/>	<hr/>
Equity attributable to owners of the Company	236,880	237,442
Non-controlling interests	14,012	15,584
	<hr/>	<hr/>
Total Equity	250,892	253,026
Non-current liabilities		
Borrowings	3,255	3,509
Employee benefit	386	411
Deferred tax liabilities	1,519	1,356
	<hr/>	<hr/>
	5,160	5,276
Current liabilities		
Contract liabilities	70,518	51,760
Trade payables	55,011	34,995
Other payables and accruals	8,423	5,722
Short-term borrowings	1,002	1,097
Current tax liabilities	353	235
	<hr/>	<hr/>
	135,307	93,809
	<hr/>	<hr/>
TOTAL LIABILITIES	140,467	99,085
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	391,359	352,111
	<hr/>	<hr/>
Net assets per share attributable to owners of the Company (RM)	0.46	0.46

Notes :

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

Unaudited Condensed Consolidated Statement of Cash Flows

	Current Year to Date 31-Mar-2023 RM'000	Preceding Year Corresponding Period 31-Mar-2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	20,867	25,709
<i>Adjustments for :</i>		
Allowance for impairment losses on contract assets	42	135
Depreciation	5,281	5,347
Equipment written off	44	13
Employee benefits	90	151
Interest expenses	191	226
Inventories written off	21	1
Inventories written down	335	1,038
Fair value gain on derivatives	-	(1,564)
Gain on disposal/derecognition of equipment and right-of-use assets	(88)	(91)
Interest income and income distribution on liquid investments	(1,133)	(1,199)
Net impairment loss on trade receivables	2,399	1,013
Unrealised loss/(gain) on foreign exchange	428	(250)
Operating profit before changes in working capital	<u>28,477</u>	<u>30,529</u>
Changes in working capital:		
Inventories	(17,677)	(6,820)
Contract cost assets	225	2,221
Contract assets	(1,320)	(26,314)
Trade and other receivables	(31,003)	5,873
Contract liabilities	18,734	(16,606)
Trade and other payables	22,400	(845)
Cash generated from/(used in) operations	<u>19,836</u>	<u>(11,962)</u>
Interest paid	(28)	(32)
Employee benefit paid	(119)	-
Tax paid	(7,011)	(9,517)
Net cash generated from/(used in) operating activities	<u>12,678</u>	<u>(21,511)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received and income distribution on liquid investments	959	1,187
Proceeds from disposal of equipment	87	85
Purchase of property, plant and equipment	(1,225)	(1,756)
Placement of short-term deposits with licensed banks with tenure more than 3 months	-	(83)
Net cash used in investing activities	<u>(179)</u>	<u>(567)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(163)	(194)
Acquisition of non-controlling interests	(8,830)	-
Payment of lease liabilities	(323)	(631)
Repayment of hire purchase liabilities	(395)	-
Repayment of term loans	(438)	(433)
Dividends paid	(9,583)	(9,399)
Net cash used in financing activities	<u>(19,732)</u>	<u>(10,657)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(7,233)</u>	<u>(32,735)</u>
EFFECTS OF FOREIGN EXCHANGE	<u>(234)</u>	<u>100</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	<u>57,306</u>	<u>89,941</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>49,839</u>	<u>57,306</u>
CASH AND CASH EQUIVALENTS COMPRISE		
Liquid investments	6,773	24,287
Deposits with licensed banks	15,235	10,347
Cash and bank balances	28,021	22,858
	<u>50,029</u>	<u>57,492</u>
Less: Deposits with licensed banks with tenure more than 3 months	(190)	(186)
	<u>49,839</u>	<u>57,306</u>

Note :

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

Unaudited Condensed Consolidated Statements of Changes in Equity

	Attributable to owners of the Company					Distributable Retained Profits RM'000	Total RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Cash Flow Hedge Reserve RM'000	Other Reserve RM'000	Foreign Currency Translation Reserve RM'000				
Balance as at 1 April 2022	51,600	(21,810)	76	16	(342)	207,902	237,442	15,584	253,026
Profit after taxation for the financial period	-	-	-	-	-	14,081	14,081	2,077	16,158
Other comprehensive income for the financial period:									
Cash flow hedge	-	-	(76)	-	-	-	(76)	-	(76)
Remeasurement of defined benefit liability	-	-	-	(1)	-	-	(1)	-	(1)
Foreign currency translation differences for foreign operation	-	-	-	-	198	-	198	-	198
Total comprehensive income for the financial period	-	-	(76)	(1)	198	14,081	14,202	2,077	16,279
Distributions to owners of the Company:									
Dividends	-	-	-	-	-	(9,030)	(9,030)	-	(9,030)
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(553)	(553)
Total transactions with owners	-	-	-	-	-	(9,030)	(9,030)	(553)	(9,583)
Changes in ownership interests in a subsidiary	-	-	-	-	-	(5,734)	(5,734)	(3,096)	(8,830)
Balance as at 31 March 2023	51,600	(21,810)	-	15	(144)	207,219	236,880	14,012	250,892
Balance as at 1 April 2021	51,600	(21,810)	674	15	(1,020)	199,957	229,416	13,679	243,095
Profit after taxation for the financial period	-	-	-	-	-	16,975	16,975	2,274	19,249
Other comprehensive income for the financial period:									
Cash flow hedge	-	-	(598)	-	-	-	(598)	-	(598)
Remeasurement of defined benefit liability	-	-	-	1	-	-	1	-	1
Foreign currency translation differences for foreign operation	-	-	-	-	678	-	678	-	678
Total comprehensive income for the financial period	-	-	(598)	1	678	16,975	17,056	2,274	19,330
Distributions to owners of the Company:									
Dividends	-	-	-	-	-	(9,030)	(9,030)	-	(9,030)
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(369)	(369)
	-	-	-	-	-	(9,030)	(9,030)	(369)	(9,399)
Balance as at 31 March 2022	51,600	(21,810)	76	16	(342)	207,902	237,442	15,584	253,026

Note :

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 4th Quarter ended 31 March 2023

A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

1. Basis of Preparation

This condensed interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited consolidated financial statements of the Company for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial report.

(A) Standards issued and effective

During the current financial year, the Group has adopted the following new accounting standard(s) and/or IC interpretation(s) (including the consequential amendments, if any): -

- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 – 2020

The adoption of the accounting standard(s) and/or IC interpretation(s) (including the consequences amendments, if any) did not have any material impact on the Group’s financial statement upon its initial application.

(B) Standards issued and not yet effective

The Group has not applied the following accounting standard(s) and/or IC interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial year: -

i) Effective for annual periods commencing on or after 1 January 2023

- MFRS 17: Insurance Contracts
- Amendments to MFRS 17: Insurance Contracts and Initial Application of MFRS 17 and MFRS 9 - Comparative Information
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies
- Amendments to MFRS 108: Definition of Accounting Estimates
- Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

ii) Effective for annual periods commencing on or after 1 January 2024

- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101: Non-current Liabilities with Covenants

iii) Deferred

- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture



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1. Basis of Preparation (cont'd)

(B) Standards issued and not yet effective (cont'd)

The adoption of the above accounting standard(s) and/or IC interpretation(s) (including the consequences amendments, if any) is expected to have no material impact on the financial statements of the Group upon its initial application.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding annual audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2022 was not subject to any qualification.

3. Seasonal or Cyclical Factors

The Group's business operations were not significantly affected by any major seasonal factors save for cyclical factors in palm oil industries.

4. Significant Unusual Items

There were no significant unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review and financial year to-date.

5. Material Changes in Estimates

There were no material changes in estimates of amount reported that have a material effect on the current quarter under review and financial year to-date.

6. Details of Changes in Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current quarter under review and financial year to-date.

7. Dividend paid

There was no dividend paid during the current quarter.



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8. Segmental Reporting

	12-month Financial Period ended 31 Mar 2023			
	Bio-Energy *	Water Treatment ^	Solar Energy #	Group
	RM'000	RM'000	RM'000	RM'000
REVENUE				
External sales	292,040	48,014	37,630	377,684
RESULTS				
Segments results	13,543	6,069	1,446	21,058
Finance costs				(191)
Profit before taxation				20,867
Income tax expense				(4,709)
Consolidated Profit after taxation				16,158

* Bio-Energy segment is principally engaged in Engineering, Procurement & Construction (EPC) including design, manufacturing, installation and repair for Biomass boiler, Oil & Gas boilers and Heat Recovery Steam Generators.

^ Water Treatment segment is principally engaged in Engineering, Procurement & Construction (EPC) activities for Industrial effluent treatment system, Palm Oil Mill effluent treatment & Biogas capture system, Membrane system for process water and tertiary treatment and supply of Water treatment chemical.

Solar Energy segment is principally engaged in Engineering, Procurement & Construction (EPC) for Solar PV system for Commercial & Industrial, Residential and Independent Power Plant (IPP).

Geographical Segments for Revenue

	Current Year Quarter 31 Mar 2023 RM'000	Current Year to-Date 31 Mar 2023 RM'000
Local	52,352	202,451
Overseas	64,467	175,233
Total	116,819	377,684



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9. Changes in the Composition of the Group

During the period under review, the Company acquired an additional 35% interest in TERA VA Sdn Bhd, increasing its ownership from 65% to 100%, to be a wholly owned subsidiary company.

10. Contingent Liabilities

The Company provides unsecured financial guarantees to banks for banking facilities granted to certain subsidiaries.

Possible obligation that arise from past event and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events is a contingent liability and shall be disclosed unless the possibility of any outflow in settlement is remote.

There were no contingent liabilities require disclosure as at the end of the financial period.

11. Material Events Subsequent to the End of the Interim Reporting Period

There were no material events subsequent to the end of current quarter that have not been reflected in the financial statements.

12. Related Party Disclosures

Identities of related parties

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

	Current Year to-Date 31 Mar 2023 RM'000
Sales to related companies & parties	10,132
Purchase from related companies & parties	2,290



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B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE LISTING REQUIREMENTS OF BURSA SECURITIES

1. Review of Performance

	Individual Quarter			Cumulative Quarter		
	Current year Quarter 4	Preceding year Quarter 4	Variance	Current year Quarter 4	Preceding year Quarter 4	Variance
	1.1.23 to 31.3.23	1.1.22 to 31.3.22		1.4.22 to 31.3.23	1.4.21 to 31.3.22	
Revenue	Revenue		Revenue	Revenue		
	RM'000	RM'000	%	RM'000	RM'000	%
Bio-Energy	86,002	59,519	44%	292,040	246,063	19%
Water Treatment	21,216	14,822	43%	48,014	37,355	29%
Solar Energy	9,601	13,166	(27%)	37,630	34,342	10%
Total	116,819	87,507	33%	377,684	317,760	19%

	Individual Quarter			Cumulative Quarter		
	Current year Quarter 4	Preceding year Quarter 4	Variance	Current year Quarter 4	Preceding year Quarter 4	Variance
	1.1.23 to 31.3.23	1.1.22 to 31.3.22		1.4.22 to 31.3.23	1.4.21 to 31.3.22	
Profit Before Tax	Profit Before Tax		Profit Before Tax	Profit Before Tax		
	RM'000	RM'000	%	RM'000	RM'000	%
Bio-Energy	5,772	1,638	>100%	13,541	18,241	(26%)
Water Treatment	4,054	2,846	42%	5,885	4,986	18%
Solar Energy	767	327	>100%	1,441	2,482	(42%)
Total	10,593	4,811	>100%	20,867	25,709	(19%)

Bio-Energy Segment

The revenue in current quarter was RM86.0 million, an increase of 44% due to higher production activity and boiler project delivery during the current quarter.

Whereas, the revenue in current year to date was RM292.0 million, having increased by 19% due to higher boiler delivery during the period under review.

The PBT in the current quarter was RM5.8 million, an increase of more than 100%. The increase was in line with the increase in revenue during the current quarter.

The PBT in current year to date was RM13.5 million, a decrease of 26% mainly due to the higher foreign exchange losses, impairment of receivables and increase in other costs.



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1. Review of Performance (cont'd)

Water Treatment Segment

The revenue in current quarter and current year to date was RM21.2 million and RM48.0 million, an increase of 43% and 29% respectively. The increase was due mainly to higher projects delivery during the periods under review.

The PBT in current quarter and current year to date was RM4.1 million and RM5.9 million, an increase of 42% and 18% respectively. The increase was mainly due to higher project delivery during the periods under review.

Solar Energy Segment

The revenue in current quarter was RM9.6 million, a decrease of 27%. The decrease was due to lower project delivery in current quarter. The revenue in current year to date was RM37.6 million, an increase of 10%. The increase in current year to date was due to higher project delivery during the period under review as compared to preceding year which was affected by the movement restriction.

The PBT in the current quarter was RM0.8 million, an increase of more than 100%. The increase was due to delivery of projects with higher margin and better cost management during the current quarter.

The PBT in current year to date was RM1.4 million, a decrease of 42% mainly due to impairment of receivables and an increase foreign exchange losses.

Group

The Group registered revenue of RM116.8 million in the current quarter and RM377.7 million in the current year to date, an increase of 33% and 19% respectively.

The PBT of RM10.6 million and RM20.9 million in the current year quarter and current year to date represents an increase of more than 100% from the preceding year quarter but shows a decrease of 19% from the preceding year to date by the respective segments as set out above.



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2. Material Changes to The Results of The Preceding Quarter

	Current year Quarter 4 (3 Months)	Current year Quarter 3 (3 Months)	Variance	Current year Quarter 4 (3 Months)	Current year Quarter 3 (3 Months)	Variance
	1.1.23 to 31.3.23	1.10.22 to 31.12.22		1.1.23 to 31.3.23	1.10.22 to 31.12.22	
	Revenue	Revenue		Profit Before Tax	Profit/(Loss) Before Tax	
	RM'000	RM'000	%	RM'000	RM'000	%
Bio-Energy	86,002	58,669	47%	5,772	433	>100%
Water Treatment	21,216	9,679	>100%	4,054	384	>100%
Solar Energy	9,601	15,424	(38%)	767	1,018	(25%)
Total	116,819	83,772	39%	10,593	1,835	>100%

Bio-Energy Segment

The revenue in current quarter increased by 47% as compared to the preceding quarter, mainly due to the higher boiler delivery during the current period.

The PBT in the current quarter increased in line with higher revenue.

Water Treatment Segment

The revenue for the current quarter increased by more than 100% as compared to the preceding quarter due to the higher project delivery during the current period.

The PBT in the current quarter increased by more than 100% mainly due to higher in revenue and lower impairment of receivables made.

Solar Energy Segment

The revenue in current quarter decreased by 38% as compared to the preceding quarter mainly due to the lower projects completed during the current period.

The PBT in the current quarter has decreased in line with the lower revenue and higher impairment of receivables made in the current quarter.

Group

The Group's revenue and PBT in the current quarter increased by 39% and more than 100% respectively as compared to the preceding quarter due to better performance by the respective segments.



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3. Prospects

The Malaysian government has set a target to increase the share of renewable energy in the country's power mix to exceed 30% by 2025 and to remove fuel and other subsidies. This accords ample opportunities for sustainable green energy and environmental players in the industry. In addition, there has been increasing interest in sustainable development and green initiatives in Malaysia in recent years, which would further augment the growth of the industry and augurs well for us.

Nevertheless, we continue to face headwinds from volatilities in raw material cost and foreign exchange as well as escalating cost of doing business.

Coupled with the recovery and overall increase in business and commercial activities, the Board will strive to continue to deliver satisfactory growth and improved profitability for the forthcoming financial year subject to prevailing external factors not within the control of the Company.

4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

5. Income Tax Expense

The taxation figures are as follows:

	Current Year Quarter 31 Mar 2023 RM'000	Current Year to-Date 31 Mar 2023 RM'000
Current tax	3,251	6,579
Deferred tax	(483)	(1,870)
	<u>2,768</u>	<u>4,709</u>

The effective tax rate of the Group for the current year to date was lower than the statutory rate principally due to utilisation of temporary differences that was previously unrecognised.

6. Status of Corporate Proposals

There were no corporate proposals announced but not completed at the date of issue of this interim financial report.



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7. Borrowings and Lease Liabilities

	As at 31 Mar 2023 RM'000	As at 31 Mar 2022 RM'000
Short-term: -		
<u>Secured</u>		
Hire purchase liabilities	227	353
Term loan	445	441
	<u>672</u>	<u>794</u>
<u>Unsecured</u>		
Lease liabilities	330	303
	<u>1,002</u>	<u>1,097</u>
Long-term: -		
<u>Secured</u>		
Hire purchase liabilities	461	223
Term loan	2,409	2,851
	<u>2,870</u>	<u>3,074</u>
<u>Unsecured</u>		
Lease liabilities	385	435
	<u>3,255</u>	<u>3,509</u>
Total borrowings and lease liabilities	<u>4,257</u>	<u>4,606</u>

The Group borrowings and lease liability consist of: -

Fixed rate	1,403	1,314
Floating rate	2,854	3,292
	<u>4,257</u>	<u>4,606</u>

All the Group's borrowings are denominated in Ringgit Malaysia.

8. Financial Instruments

There were no outstanding derivatives as at the date of this interim report.



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9. Material Litigation

There were no material litigations involving the Group as at the date of this interim report.

10. Dividend

The Board of Directors has recommended a final single tier dividend of 1.75 sen per ordinary share amounting to RM9,030,000 in respect of FYE 31 March 2023 subject to approval from shareholders at the forthcoming Annual General Meeting.

11. Earnings Per Share

i. Basic

The basic earnings per share is calculated by dividing the profit attributable to owners of the Company for the period by the weighted average number of ordinary shares in issue during the financial period under review.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
Profit after Taxation attributable to owners of the Company (RM'000)	6,489	2,740	14,081	16,975
Weighted average number of ordinary shares in issue ('000)	516,000	516,000	516,000	516,000
Basic earnings per share (sen)	1.26	0.53	2.73	3.29

ii. Diluted

The Company does not have any convertible share or convertible financial instruments for the current quarter under review and financial year to-date.



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12. Trade Receivables

	As at 31 Mar 2023 RM'000	As at 31 Mar 2022 RM'000
<u>Non-current</u>		
Trade receivables – third parties	900	837
Trade receivables – related companies	4,260	2,823
	5,160	3,660
<u>Current</u>		
Trade receivables – third parties	94,080	71,115
Trade receivables – related companies/parties	6,181	5,066
Retention receivables – third parties	4,507	2,411
	104,768	78,592
Allowance for impairment loss	(11,459)	(9,189)
	93,309	69,403
	98,469	73,063

The ageing analysis of the Group is as follows: -

	As at 31 Mar 2023 RM'000	As at 31 Mar 2022 RM'000
Not past due	56,936	38,045
Past due	41,533	35,018
	98,469	73,063

The Group's normal credit terms granted to related and non-related parties range from 30 to 90 days.



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13. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Income / (Expenses)	Current Year Quarter 31 Mar 2023 RM'000	Current Year to-Date 31 Mar 2023 RM'000
Interest income and income distribution on liquid investments	332	1,133
Other income including investment income	145	983
Interest expense	(51)	(191)
Depreciation and amortisation	(1,330)	(5,281)
(Provision for) / Reversal of and (write off) of receivables	(1,172)	(2,399)
Reversal / (Provision for) and (write off) of inventories	228	(356)
Provision for contract assets	(42)	(42)
Gain or (loss) on disposal and write off of equipment and right-of-use assets	14	44
Gain or (loss) on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain or (loss)	62	(2,799)
Fair value gain or (loss) on derivatives	(132)	-
Exceptional Items (with details)	Not Applicable	Not Applicable

14. Authorisation for issue

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