STATEMENT OF DIRECTORS' RESPONSIBILITIES

Cypark Resources Berhad is required under Paragraph 15.26(a) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad to ensure that its Board of Directors make a statement explaining the Board of Directors' responsibility for preparing the annual audited financial statements.

The Group's consolidated annual audited financial statements for the financial period ended 30 April 2023 are drawn up in accordance with the applicable approved accounting standards in Malaysia and the Companies Act 2016 ("CA 2016") to give a true and fair view of the affairs of the Company and its Group. The Statement by the Directors pursuant to Section 251(2) of the CA 2016 is set out in the section headed "Statement by Directors" of the Directors' Report enclosed with the Group's consolidated annual audited financial statements for the financial period ended 30 April 2023.

In order to ensure that the financial statements are properly drawn up, the Board has taken the following measures:-

i. ensure the adoption of appropriate, adequate and applicable accounting standards and policies and applied them consistently;

ii. ensured that applicable approved accounting standards have been followed;

iii. where applicable, judgments and estimates are made on a reasonable and prudent basis; and

iv. upon due inquiry into the state of affairs of the Company, there are no material matters that may affect the ability of the Company to continue in business on a going concern basis.

The Board has ensured that the quarterly reports and annual audited financial statements of the Group are released to Bursa Malaysia Securities Berhad in a timely manner in order to keep our investing public informed of the Group's latest performance and developments.

The Board has also ensured that the Company maintains accounting records that disclose with reasonable accuracy the financial position of the Company, and which enable the Board to ensure the financial statements comply with the CA 2016.

The Board has taken the necessary steps that are reasonably available to the Board to safeguard the assets of the Company, and to prevent and detect fraud and other irregularities.

DIRECTORS' REPORT

The Directors hereby submit their report together with the audited financial statements of the Group and of the Company for the financial period ended 30 April 2023.

CHANGE OF FINANCIAL YEAR END

During the current financial period, the Company changed its financial year end from 31 October to 30 April. The Group and the Company hereby present their eighteen (18) month financial statements from 1 November 2021 to 30 April 2023.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding, environmental engineering, landscaping and infrastructure, maintenance, renewable energy and the provision of management services. The subsidiaries are principally engaged in the businesses of renewable energy, construction and engineering, green technology and environment services, waste management and waste-to-energy ("WTE"), investment holding and the provision of management services. The principal activities of its subsidiaries are disclosed in Note 8 to the financial statements.

There have been no significant changes in the nature of these activities during the financial period.

FINANCIAL RESULTS

	Group RM'000	Company RM'000
Loss for the financial period, net of tax	(265,335)	(62,960)
Loss attributable to:		
Owners of the Company	(246,040)	(62,960)
Non-controlling interests	(19,295)	-
	(265,335)	(62,960)

DIVIDENDS

Further to the approval of Dividend Reinvestment Scheme ("DRS") at the Tenth Annual General Meeting of the Company held on 21 April 2015, the shareholders had approved the renewal of authority for the issuance and allotment of new ordinary shares in the Company ("Cypark Resources Berhad ("CRB") Shares") for the purpose of DRS at the Annual General Meeting of the Company held on 28 March 2022.

The DRS provides an option to the shareholders to reinvest either all or a portion of the declared dividends in new shares in lieu of receiving cash. Shareholders who elect not to participate in the option to reinvest will receive the entire dividend in cash.

No dividend has been paid or declared by the Company since the end of the previous financial year.

The Directors do not recommend the payment of any dividend for the financial period ended 30 April 2023.

RESERVES AND PROVISIONS

All material transfers to or from reserves or provisions during the financial period have been disclosed in the financial statements.

Issue of shares and debentures

During the financial period, the Company increased its total number of issued and paid-up share capital from 578,061,453 ordinary shares amounting to RM496,904,153 to 782,167,635 ordinary shares amounting to RM585,597,276, by way of:

(a) issuance of 3,398,290 new ordinary shares through private placement exercise at an issue price of RM0.950 per ordinary share on 1 December 2021;
(b) issuance of 15,000,000 new ordinary shares through private placement exercise at an issue price of RM0.950 per ordinary share on 17 December 2021;
(c) issuance of 176,648,892 new ordinary shares through private placement exercise at an issue price of RM0.380 per ordinary share on 4 January 2023;
(d) issuance of 9,059,000 new ordinary shares at an exercise price of RM0.380 per ordinary share pursuant to the exercise of options under the Employees' Share Option Scheme ("ESOS") on 14 February 2023;
(e) sale of 2,600,000 treasury shares into the open market for a total consideration of RM2,086,500 on 6 April 2023;
(f) sale of 4,570,100 treasury shares into the open market for a total consideration of RM3,744,105 on 7 April 2023; and
(g) sale of 460,000 treasury shares into the open market for total consideration of RM386,900 on 11 April 2023.

Out of the total issuance of 204,106,182 ordinary shares identified above, items (a) and (b) were the balance of tranches on the private placement announced on 16 June 2021. The private placement exercise was for the development cost for a solar power plant facility and partial repayment of bank borrowings.

On 8 November 2022, the Company announced to undertake a private placement of up to 30% of the total number of issued shares, and the first and final tranches of the placements were completed on 4 January 2023. The private placement exercise was for the working capital for SMART WTE plant at Ladang Tanah Merah and development of the Large Scale Solar Phase 2 comprising Floating Solar projects at Danau Tok Uban.

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

There were no issue of debentures by the Company during the financial period.

EMPLOYEES' SHARE OPTION SCHEME ("ESOS")

No options were granted to any person to take up the unissued shares of the Company during the financial period other than issue of options pursuant to ESOS of the Company.

The Company's ESOS is governed by the By-Laws which was approved by the shareholders at the Tenth Annual General Meeting held on 21 April 2015. The ESOS was implemented on 19 October 2015 and is in force for a period of 5 years from the date of implementation. On 9 October 2020, the Company announced that the Existing ESOS has been extended for a further period of 1 year from 19 October 2020 and will expire on 18 October 2021. On 9 July 2021, the Company announced that the existing ESOS has been further extended from 19 October 2021 and will expire on 30 June 2022. On 30 June 2022, upon the recommendation of Option Committee, the Company announced that the duration of the ESOS scheme will be extended for a period from 1 July 2022 to 30 June 2024. The unexercised ESOS options ("2020 Options") and ("2021 Options") had lapsed on 30 June 2022 as the shares were trading below the exercise prices of the ESOS options.

DIRECTORS' REPORT

EMPLOYEES' SHARE OPTION SCHEME (CONTINUED)

On 28 December 2022, a total of 49,894,000 ESOS options ("2022 Options") under the ESOS scheme were offered to eligible Directors and employees at RM0.38 and were fully accepted by all the eligible Directors and employees on 31 January 2023.

Movements of the Company's ESOS during the financial period are as follows:

	Number of options over ordinary shares					
	At 1.11.2021	Lapsed	Granted	Exercised	At 30.04.2023	Expiry date
ESOS	33,530,000	(33,530,000)	49,894,000	(9,059,000)	40,835,000	30 June 2024

Details on the exercise price, exercise period, basis upon which the share options may be exercised and other information about the ESOS of the Company are set out in Note 17 to the financial statements.

TREASURY SHARES

As at the beginning of the financial period, the Company held 7,630,100 treasury shares at a carrying amount of RM5,790,060. Treasury shares relate to ordinary shares of the Company that are repurchased and held by the Company in accordance with the requirement of Section 127 of the Companies Act 2016 in Malaysia.

On 6 and 7 April 2023, the Company resold a total of 2,600,000 treasury shares and 4,570,100 treasury shares respectively, into the open market for a total consideration of RM5,830,605. On 11 April 2023, the Company resold the remaining of 460,000 treasury shares into the open market for a total consideration of RM386,900.

As at 30 April 2023, there were no treasury shares held by the Company after the above resale. Further details are disclosed in Note 18 to the financial statements.

DIRECTORS

The Directors in office during the financial period and during the period from the end of the financial period to the date of this report are:

Dato' Hamidah binti Moris	(Appointed on 30.3.2023)
Tan Sri Razali bin Ismail *	
Dato' Daud bin Ahmad *	
Datuk Megat Abdul Munir bin Megat Abdullah Rafaie	
Norsimah binti Noordin	(Appointed on 18.4.2022)
Dato' Ir. Dr. Hasnul bin Mohamad Salleh	(Appointed on 7.6.2022)
Muhammad Ashraf bin Muhammad Amir	(Appointed on 14.2.2023)
Datuk Mohd Adzahar bin Abdul Wahid	(Appointed on 14.2.2023)
Dato' Dr. Freezailah bin Che Yeom	(Resigned on 5.5.2023)
Datuk Abdul Malek bin Abdul Aziz	(Resigned on 5.5.2023)
Headir bin Mahfidz	(Resigned on 12.7.2023)

DIRECTORS' REPORT

DIRECTORS (CONTINUED)

* These Directors are also Directors of the Company's subsidiaries.

The names of the Directors of subsidiaries are set out in the respective subsidiaries' financial statements and the information is deemed incorporated herein by such reference thereof.

No Directors' remuneration was paid or payable by these subsidiaries during the financial period.

DIRECTORS' INTERESTS

According to the Register of Directors' Shareholdings, particulars of interests in the shares and/or share options under the ESOS of the Company and its related corporations during the financial period of those Directors who held office at the end of the financial period were as follows:

	Number of ordinary shares in the Company			
	At 1.11.2021	Additions	Disposals	At 30.4.2023
Direct interest:				
Tan Sri Razali bin Ismail	35,541,820	-	(21,179,600)	14,362,220
Dato' Daud bin Ahmad	59,005,884	3,085,000	(19,752,300)	42,338,584
Datuk Megat Abdul Munir bin Megat Abdullah Rafaie	455,800	850,000	-	1,305,800
Dato' Dr. Freezailah bin Che Yeom	815,900	200,000	-	1,015,900
Datuk Abdul Malek bin Abdul Aziz	212,400	25,000	(200,000)	37,400
Headir bin Mahfidz	386,650	740,000	(300,000)	826,650

	Number of shares options under the ESOS of the Company				
	At 1.11.2021	Lapsed	Granted	Exercised	At 30.4.2023
Direct interest:					
Tan Sri Razali bin Ismail	4,000,000	(4,000,000)	1,000,000	-	1,000,000
Dato' Daud bin Ahmad	19,525,000	(19,525,000)	40,000,000	(2,500,000)	37,500,000
Datuk Megat Abdul Munir bin Megat Abdullah Rafaie	-	-	200,000	(200,000)	-
Dato' Dr. Freezailah bin Che Yeom	-	-	200,000	(200,000)	-
Datuk Abdul Malek bin Abdul Aziz	50,000	(50,000)	200,000	(25,000)	175,000
Headir bin Mahfidz	-	-	200,000	(200,000)	-

None of the other Directors in office at the end of the financial period held any interest in the shares of the Company or its related corporations during the financial period.

DIRECTORS' REPORT

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 Note 27 to the financial statements) by reason of a contract made by the Company or a related corporation with the 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, except as disclosed in Note 32 to the financial statements.

Neither during nor at the end of the financial period was the Company a party to any arrangement whose object was 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 ESOS.

INDEMNITY AND INSURANCE COSTS FOR DIRECTORS, OFFICERS AND AUDITORS

(a) Directors and Officers

The Directors and Officers of the Group and of the Company are covered by Directors' and Officers' Liability Insurance ("DOL Insurance") basis for the purpose of Section 289 of the Companies Act 2016. During the financial period, the total amount of indemnity coverage and insurance premium paid for the Directors and for the officers of the Group and of the Company are RM15,000,000 and RM32,522 respectively.

(b) Auditors

Any indemnity given to or insurance effected for the auditors of the Company is to be made to the extent as permitted under Section 289 of the Companies Act 2016. To the extent permitted by law, the Company has agreed to indemnify its auditors, Nexia SSY PLT, as part of the terms of its audit engagement against claims by third parties arising from the audit for an unspecified amount. No payment has been made to indemnify Nexia SSY PLT during the financial period and up to the date of this report.

OTHER STATUTORY INFORMATION

Before the financial statements of the Group and of the Company were prepared, the Directors took reasonable steps:

(a) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and had satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and

(b) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount to which they might be expected so to realise.

At the date of this report, the Directors are not aware of any circumstances:

(a) which would render the amounts written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or

(b) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or

DIRECTORS' REPORT

OTHER STATUTORY INFORMATION (CONTINUED)

At the date of this report, the Directors are not aware of any circumstances (continued):

(c) 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; or

(d) not otherwise dealt with in this report or the financial statements, which would render any amount stated in the financial statements misleading.

In the opinion of the Directors:

(a) the results of the Group's and of the Company's operations during the financial period were not substantially affected by any item, transaction or event of a material and unusual nature; and

(b) no contingent or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial period which will or may affect the ability of the Group and of the Company to meet their obligations when they fall due, except as disclosed in the financial statements.

In the interval between the end of the financial period and the date of this report:

(a) no item, transaction or event of a material and unusual nature has arisen which, in the opinion of the Directors, would affect substantially the results of the operations of the Group and of the Company for the financial period in which this report is made; and

(b) no charge has arisen on the assets of the Group and of the Company which secures the liability of any other person nor has any contingent liability arisen in the Group and in the Company.

SIGNIFICANT AND SUBSEQUENT EVENTS

The details of significant and subsequent events are disclosed in Note 36 to the financial statements.

AUDITORS

The auditors, Nexia SSY PLT, have indicated their willingness to continue in office.

The auditors' remuneration is disclosed in Note 26 to the financial statements.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 25 August 2023.

Tan Sri Razali Bin Ismail
Director

Dato' Daud Bin Ahmad
Director

STATEMENTS OF FINANCIAL POSITION

AS AT 30 APRIL 2023

		Group		Company	
			Restated		
	Note	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
ASSETS					
Non-current assets					
Plant and equipment	5	**656,004**	484,485	**135**	237
Right-of-use assets	6	**4,956**	5,946	**-**	-
Intangible assets	7	**968,418**	916,049	**-**	19,202
Investment in subsidiaries	8	**-**	-	**46,151**	46,151
Investment in an associate	9	**2,907**	3,273	**-**	-
Other investment	10	**24,000**	8,000	**-**	-
Deferred tax assets	11	**67,024**	-	**18,879**	77
		1,723,309	1,417,753	**65,165**	65,667
Current assets					
Trade and other receivables	12	**98,559**	195,294	**641,016**	550,186
Contract assets	13	**753,651**	826,298	**-**	79,050
Tax assets		**9,889**	1,794	**161**	-
Deposits, cash and bank balances	14	**155,624**	298,457	**34,935**	74,457
		1,017,723	1,321,843	**676,112**	703,693
TOTAL ASSETS		**2,741,032**	2,739,596	**741,277**	769,360

STATEMENTS OF FINANCIAL POSITION

AS AT 30 APRIL 2023 (CONTINUED)

	Note	Group 30.4.2023 RM'000	Group Restated 31.10.2021 RM'000	Company 30.4.2023 RM'000	Company 31.10.2021 RM'000
EQUITY AND LIABILITIES					
Equity					
Share capital	15	**585,597**	496,904	**585,597**	496,904
Reverse acquisition reserve	16	**(36,700)**	(36,700)	**-**	-
Employee share option reserve	17	**1,090**	2,338	**1,090**	2,338
Treasury shares	18	**-**	(5,790)	**-**	(5,790)
Retained earnings		**257,966**	523,410	**48,762**	109,384
Equity attributable to owners of the Company		**807,953**	980,162	**635,449**	602,836
Perpetual sukuk	19	**232,964**	208,895	**-**	-
Non-controlling interests	8(d)	**(17,818)**	1,477	**-**	-
TOTAL EQUITY		**1,023,099**	1,190,534	**635,449**	602,836
Non-current liabilities					
Loans and borrowings	20	**1,183,294**	1,099,486	**-**	-
Lease liabilities	21	**5,219**	5,882	**-**	-
Deferred tax liabilities	11	**-**	14,745	**-**	-
		1,188,513	1,120,113	**-**	-
Current liabilities					
Trade and other payables	22	**264,966**	163,506	**41,866**	134,011
Loans and borrowings	20	**263,723**	256,972	**63,962**	27,497
Lease liabilities	21	**501**	645	**-**	-
Tax liabilities		**230**	7,826	**-**	5,016
		529,420	428,949	**105,828**	166,524
TOTAL LIABILITIES		**1,717,933**	1,549,062	**105,828**	166,524
TOTAL EQUITY AND LIABILITIES		**2,741,032**	2,739,596	**741,277**	769,360

The accompanying notes form an integral part of these financial statements

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023

	Note	Group		Company	
		Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Revenue from contracts with customers and other revenue	23	**311,985**	315,323	**45,565**	71,304
Cost of operations	24	**(254,777)**	(210,246)	**(7,339)**	(16,217)
Gross profit		**57,208**	105,077	**38,226**	55,087
Other income		**5,231**	3,235	**1,435**	720
Administrative and general expenses		**(12,776)**	(7,120)	**(14,320)**	(5,743)
Net impairment losses on financial assets and contract assets		**(106,453)**	-	**(81,090)**	-
Net impairment losses on non-financial assets		**(77,256)**	-	**(25,004)**	-
Provisions		**(91,439)**	-	**-**	-
Other expenses		**(104,485)**	-	**-**	-
Operating (loss)/profit		**(329,970)**	101,192	**(80,753)**	50,064
Finance costs	25	**(15,624)**	(4,398)	**(84)**	(34)
Share of results of an associate		**(366)**	(159)	**-**	-
(Loss)/profit before taxation	26	**(345,960)**	96,635	**(80,837)**	50,030
Taxation	29	**80,625**	(21,381)	**17,877**	(5,718)
(Loss)/profit for the period/year		**(265,335)**	75,254	**(62,960)**	44,312
Other comprehensive income, net of tax		**-**	-	**-**	-
Total comprehensive (loss)/income for the period/year		**(265,335)**	75,254	**(62,960)**	44,312
(Loss)/profit for the period/year attributable to:					
Owners of the Company		**(246,040)**	75,414	**(62,960)**	44,312
Non-controlling interests		**(19,295)**	(160)	**-**	-
		(265,335)	75,254	**(62,960)**	44,312
Total comprehensive (loss)/income attributable to:					
Owners of the Company		**(246,040)**	75,414	**(62,960)**	44,312
Non-controlling interests		**(19,295)**	(160)	**-**	-
		(265,335)	75,254	**(62,960)**	44,312
(Loss)/earnings per share					
- Basic (sen)	30	**(42.75)**	12.85		
- Diluted (sen)	30	**(42.53)**	12.49		

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023

	Note	Non-distributable Share capital RM'000	Reverse acquisition reserve RM'000	Employee share option reserve RM'000	Treasury shares RM'000	Distributable Retained earnings RM'000	Attributable to owners of the Company RM'000	Perpetual sukuk RM'000	Non-controlling interests RM'000	Total equity RM'000
Group										
At 1 November 2021		496,904	(36,700)	2,338	(5,790)	523,410	980,162	208,895	1,477	1,190,534
Total comprehensive loss for the period		-	-	-	-	(246,040)	(246,040)	-	(19,295)	(265,335)
		496,904	(36,700)	2,338	(5,790)	277,370	734,122	208,895	(17,818)	925,199
Contributions by and distributions to owners of the Company:										
Issuance of ordinary shares via:										
- Exercise of ESOS	15,17	3,684	-	(242)	-	-	3,442	-	-	3,442
- Private placement	15	84,605	-	-	-	-	84,605	-	-	84,605
ESOS granted	17	-	-	1,332	-	-	1,332	-	-	1,332
ESOS lapsed	17	-	-	(2,338)	-	2,338	-	-	-	-
Proceeds from sale of treasury shares	15,18	404	-	-	5,790	-	6,194	-	-	6,194
Balance carried forward		88,693	-	(1,248)	5,790	2,338	95,573	-	-	95,573

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

	Note	Non-distributable				Distributable				
		Share capital RM'000	Reverse acquisition reserve RM'000	Employee share option Reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Attributable to owners of the Company RM'000	Perpetual sukuk RM'000	Non-controlling interests RM'000	Total equity RM'000
Group (continued)										
Balance brought forward		88,693	-	(1,248)	5,790	2,338	95,573	-	-	95,573
Issuance of perpetual sukuk (net of expenses)	19	-	-	-	-	-	-	23,754	-	23,754
Distribution paid to perpetual sukuk holders	19	-	-	-	-	-	-	(21,427)	-	(21,427)
Distribution to perpetual sukuk holders	19	-	-	-	-	(21,742)	(21,742)	21,742	-	-
Total transactions with owners		88,693	-	(1,248)	5,790	(19,404)	73,831	24,069	-	97,900
At 30 April 2023		585,597	(36,700)	1,090	-	257,966	807,953	232,964	(17,818)	1,023,099

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

		Non-distributable				Distributable				
	Note	Share capital RM'000	Reverse acquisition reserve RM'000	Employee share option reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Attributable to owners of the Company RM'000	Perpetual sukuk RM'000	Non-controlling interests RM'000	Total equity RM'000
Group										
At 1 November 2020		409,543	(36,700)	3,011	(5,790)	460,611	830,675	118,470	1,392	950,537
Total comprehensive income for the year		-	-	-	-	75,414	75,414	-	(160)	75,254
		409,543	(36,700)	3,011	(5,790)	536,025	906,089	118,470	1,232	1,025,791
Contributions by and distributions to owners of the Company:										
Issuance of ordinary shares via:										
- Exercise of ESOS	15,17	7,609	-	(942)	-	-	6,667	-	-	6,667
- Private placement	15	79,752	-	-	-	(364)	79,388	-	-	79,388
ESOS granted	17	-	-	269	-	-	269	-	-	269
Non-controlling interests arising on acquisition of new subsidiaries	8(c)	-	-	-	-	-	-	-	245	245
Balance carried forward		87,361	-	(673)	-	(364)	86,324	-	245	86,569

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

		Non-distributable				Distributable				
	Note	Share capital RM'000	Reverse acquisition reserve RM'000	Employee share option reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Attributable to owners of the Company RM'000	Perpetual sukuk RM'000	Non-controlling interests RM'000	Total equity RM'000
Group (continued)										
Balance brought forward		87,361	-	(673)	-	(364)	86,324	-	245	86,569
Issuance of perpetual sukuk (net of expenses)	19	-	-	-	-	-	-	89,426	-	89,426
Distribution paid to perpetual sukuk holders	19	-	-	-	-	-	-	(11,252)	-	(11,252)
Distribution to perpetual sukuk holders	19	-	-	-	-	(12,251)	(12,251)	12,251	-	-
Total transactions with owners		87,361	-	(673)	-	(12,615)	74,073	90,425	245	164,743
At 31 October 2021		496,904	(36,700)	2,338	(5,790)	523,410	980,162	208,895	1,477	1,190,534

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

		Non-distributable			Distributable	
	Note	Share capital RM'000	Employee share option reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total Equity RM'000
Company						
At 1 November 2021		**496,904**	**2,338**	**(5,790)**	**109,384**	**602,836**
Total comprehensive loss for the period		**-**	**-**	**-**	**(62,960)**	**(62,960)**
		496,904	**2,338**	**(5,790)**	**46,424**	**539,876**
Contributions by and distributions to owners of the Company:						
- Issuance of ordinary shares via exercise of ESOS	15,17	**3,684**	**(242)**	**-**	**-**	**3,442**
- Issuance of ordinary shares via private placement	15	**84,605**	**-**	**-**	**-**	**84,605**
- ESOS granted	17	**-**	**1,332**	**-**	**-**	**1,332**
- ESOS lapsed	17	**-**	**(2,338)**	**-**	**2,338**	**-**
- Proceeds from sale of treasury shares	15,18	**404**	**-**	**5,790**	**-**	**6,194**
Total transactions with owners		**88,693**	**(1,248)**	**5,790**	**2,338**	**95,573**
At 30 April 2023		**585,597**	**1,090**	**-**	**48,762**	**635,449**
At 1 November 2020		409,543	3,011	(5,790)	65,436	472,200
Total comprehensive income for the year		-	-	-	44,312	44,312
		409,543	3,011	(5,790)	109,748	516,512
Contributions by and distributions to owners of the Company:						
- Issuance of ordinary shares via exercise of ESOS	15,17	7,609	(942)	-	-	6,667
- Issuance of ordinary shares via private placement	15	79,752	-	-	(364)	79,388
- ESOS granted	17	-	269	-	-	269
Total transactions with owners		87,361	(673)	-	(364)	86,324
At 31 October 2021		496,904	2,338	(5,790)	109,384	602,836

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023

	Note	Group		Company	
		Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Cash flows from operating activities					
(Loss)/profit before taxation		**(345,960)**	96,635	**(80,837)**	50,030
Adjustments for:					
Amortisation of intangible assets		**23,995**	3,640	**1,195**	4,778
Depreciation of:					
- plant and equipment		**13,534**	8,043	**180**	136
- right-of-use assets		**990**	840	**-**	-
ESOS expenses		**1,332**	269	**1,332**	269
Gain on disposals of:					
- right-of-use assets		**(52)**	(200)	**-**	(200)
Impairment losses on:					
- financial assets and contract assets		**106,453**	-	**81,090**	-
- intangible assets		**56,119**	-	**25,004**	-
- plant and equipment		**21,137**	-	**-**	-
Interest expense		**61,773**	35,416	**84**	34
Interest income		**(5,016)**	(2,801)	**(1,435)**	(713)
Provision for Liquidated Ascertained Damages ("LAD")		**91,439**	-	**-**	-
Share of results of an associate		**366**	159	**-**	-
Unrealised foreign exchange gain		**(50)**	(2)	**-**	-
Operating profit before changes in working capital		**26,060**	141,999	**26,613**	54,334
(Increase)/decrease in contract assets		**(27,537)**	(124,195)	**866**	328
Increase/(decrease) in trade and other receivables		**90,516**	(75,610)	**10,371**	(2,674)
Increase/(decrease) in trade and other payables		**10,021**	(1,667)	**1,511**	(196)
Cash generated from/(used in) operations		**99,060**	(59,473)	**39,361**	51,792
Tax paid		**(16,835)**	(29,297)	**(6,102)**	(5,732)
Net cash generated from/(used in) operations		**82,225**	(88,770)	**33,259**	46,060

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

		Group		Company	
	Note	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Cash flows used in investing activities					
Additions to plant and equipment	5(a)	**(206,190)**	(199,451)	**(78)**	(19)
Additions to intangible assets		**(106,246)**	(12,911)	**(6,997)**	(4,631)
Additions to right-of-use assets		**-**	(15)	**-**	-
Advances to subsidiaries		**-**	-	**(104,107)**	(79,185)
Interests received		**5,016**	2,801	**1,435**	713
Issuance of ordinary shares to a non-controlling shareholder of a subsidiary		**-**	245	**-**	-
Investment in Redeemable Convertible Unsecured Islamic Debt Securities		**(16,000)**	(8,000)	**-**	-
(Placement)/uplift of short term deposits with licensed banks		**(39)**	2,560	**-**	-
Decrease/(increase) in fixed deposits pledged		**23,184**	(7,029)	**(7,619)**	(306)
Proceeds from disposals of:					
- right-of-use assets		**52**	200	**-**	200
Net cash used in investing activities		**(300,223)**	(221,600)	**(117,366)**	(83,228)
Cash flows from financing activities	(b)				
Proceeds from exercise of ESOS		**3,442**	6,667	**3,442**	6,667
Proceeds from issuance of Perpetual Sukuk, net of expenses		**23,754**	89,426	**-**	-
Proceeds from sale of treasury shares		**6,194**	-	**6,194**	-
Distribution to perpetual sukuk holders		**(21,427)**	(11,252)	**-**	-
Proceeds from issuance of private placements		**84,605**	79,752	**84,605**	79,752
Share issuance expenses		**-**	(364)	**-**	(364)
Drawdown of term loans		**118,646**	139,506	**-**	-
Repayment of term loans		**(3,851)**	-	**-**	-
Interest paid		**(88,010)**	(55,840)	**(84)**	(34)
Net (repayments)/drawdowns of other borrowings	(a)	**(24,595)**	(87)	**36,465**	1,793
Repayments of lease liabilities	(a),(b)	**(807)**	(795)	**-**	-
Repayments to subsidiaries	(a)	**-**	-	**(93,656)**	(50,625)
Net cash generated from financing activities		**97,951**	247,013	**36,966**	37,189

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

	Note	Group		Company	
		Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Net (decrease)/increase in cash and cash equivalents		**(120,047)**	(63,357)	**(47,141)**	21
Cash and cash equivalents at beginning of the period/year		**217,129**	280,486	**61,003**	60,982
Cash and cash equivalents at end of the period/year	14	**97,082**	217,129	**13,862**	61,003

Note:

In accordance with MFRS 107: Statement of Cash Flows, the below additional information is relevant to users in understanding the liquidity of the Group.

Contract assets of the Group include unbilled work performed of a wholly-owned subsidiary of the Company, for three solar photovoltaic power plant projects, which involve special financing arrangement and are payable on deferred payment arrangement over the next 22 years upon completion of the projects as disclosed in Notes 13 and 33(b)(i) to the financial statements. These projects are financed by Islamic medium-term notes issued pursuant to Sri Sukuk Murabahah Programme ("Sukuk") of RM550.0 million in nominal value as disclosed in Note 20(b) to the financial statements. The proceeds of RM550.0 million were received during the financial year ended 31 October 2019.

The effect of the utilisation of the proceeds from Sukuk against the Group's net cash used in operating activities is as follows:

	Group	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Net cash generated from/(used in) operating activities	**82,225**	(88,770)
Add: Utilisation of Sukuk proceeds	**54,890**	92,951
	137,115	4,181

The accompanying notes form an integral part of these financial statements

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

(a) Reconciliation of liabilities arising from financing activities:

	1.11.2021 RM'000	Cash flows RM'000	30.4.2023 RM'000
Group			
Lease liabilities	**6,527**	**(807)**	**5,720**
Loans and borrowings (excluding bank overdrafts)	**1,353,424**	**90,200**	**1,443,624**
	1,359,951	**89,393**	**1,449,344**
Company			
Amount due to subsidiaries	**128,470**	**(93,656)**	**34,814**
Loans and borrowings (excluding bank overdrafts)	**27,497**	**36,465**	**63,962**
	155,967	**(57,191)**	**98,776**

	1.11.2020 RM'000	Cash flows RM'000	31.10.2021 RM'000
Group			
Lease liabilities	7,322	(795)	6,527
Loans and borrowings (excluding bank overdrafts)	1,214,005	139,419	1,353,424
	1,221,327	138,624	1,359,951
Company			
Amount due to subsidiaries	179,095	(50,625)	128,470
Loans and borrowings (excluding bank overdrafts)	25,704	1,793	27,497
	204,799	(48,832)	155,967

(b) Total cash outflows for leases as a lessee:

		Group		Company	
	Note	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Included in net cash from operating activities:					
Payments relating to low value assets	26	**102**	334	**18**	11
Payments relating to short-term leases	26	**2,069**	1,235	**173**	113
Included in net cash from financing activities:					
Interest paid in relation to lease liabilities	21	**464**	423	**-**	-
Repayments of lease liabilities	21	**807**	795	**-**	-
Total cash outflows for leases		**3,442**	2,787	**191**	124

The accompanying notes form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023

1. Corporate information

Cypark Resources Berhad ("the Company") is a public limited company, incorporated and domiciled in Malaysia and is listed on the Main Market of Bursa Malaysia Securities Berhad.

The registered office of the Company is located at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur.

The principal place of business is located at Unit 13A-09, Block A, Phileo Damansara II, No. 15, Jalan 16/11, 46350 Petaling Jaya, Selangor Darul Ehsan.

The principal activities of the Company are investment holding, environmental engineering, landscaping and infrastructure, maintenance, renewable energy and the provision of management services. The subsidiaries are principally engaged in the businesses of renewable energy, construction and engineering, green technology and environment services, waste management and waste-to-energy ("WTE"), investment holding and the provision of management services.

The principal activities of its subsidiaries are disclosed in Note 8. There have been no significant changes in the nature of these activities during the financial period.

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

2. Basis of preparation of the financial statements

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 amendments/improvements to MFRSs

The Group and the Company have adopted the following amendments/improvements to MFRSs for the current financial period:

<u>Amendments/Improvements to MFRSs</u>

MFRS 4:	Insurance Contracts
MFRS 7:	Financial Instruments: Disclosures
MFRS 9:	Financial Instruments
MFRS 16:	Leases
MFRS 139:	Financial Instruments: Recognition and Measurements

The adoption of the above amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group's and to the Company's existing accounting policies.

2. Basis of preparation of the financial statements (continued)

2.3 New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective

The Group and the Company have not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective:

Title		Effective date
Amendments to MFRS 1:	First-time adoption of Malaysian Financial Reporting Standards	1 January 2022
Amendments to MFRS 3:	Business Combinations	1 January 2022
Amendments to MFRS 9:	Financial Instruments	1 January 2022
Amendments to MFRS 116:	Property, Plant and Equipment	1 January 2022
Amendments to MFRS 137:	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022
Amendments to MFRS 141:	Agriculture	1 January 2022
MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17:	Insurance Contracts	1 January 2023
Amendments to MFRS 101:	Presentation of Financial Statements	1 January 2023
Amendments to MFRS 108:	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
Amendments to MFRS 112:	Incomes Taxes	1 January 2023
Amendments to MFRS 7	Financial Instruments: Disclosures	1 January 2024
Amendments to MFRS 16:	Leases	1 January 2024
Amendments to MFRS 101:	Presentation of Financial Statements	1 January 2024
Amendments to MFRS 107:	Statement of Cash Flows	1 January 2024
Amendments to MFRS 10:	Consolidated Financial Statements	Deferred
Amendments to MFRS 128:	Investments in Associates and Joint Ventures	Deferred

The Group and the Company plan to adopt the above applicable new MFRS and amendments/improvements to MFRSs when they become effective. The initial application of the applicable new MFRS and amendments/improvements to MFRSs is not expected to have material impact to the current and prior periods financial statements.

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 consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company's functional currency, and has been rounded to the nearest thousand, unless otherwise stated.

2.5 Basis of measurement

The financial statements of the Group and of the Company have been prepared under the historical cost convention, unless otherwise indicated in the summary of significant accounting policies (Note 3).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. 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 and associates 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.

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.

The accounting policy for goodwill is set out in Note 3.6(c).

On 1 October 2006, the Company acquired Cypark Sdn. Bhd. (''CSB'') for a consideration satisfied by the issuance of 80,000,000 shares of RM0.50 each to the vendors. In accordance to MFRS 3: Business Combinations, this transaction meets the criteria of a Reverse Acquisition. The consolidated financial statements have therefore been prepared under the reverse acquisition accounting method as set out by the said Standard, with CSB being treated as the accounting acquirer of the Company.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.1 Basis of consolidation (continued)

(a) Subsidiaries and business combination (continued)

In accordance with the principles of reverse acquisition, the consolidated financial statements have been prepared as if it had been in existence in its current group form since 1 November 2005. The consolidated financial statements therefore, represent a continuation of CSB's financial statements.

The key features of the basis of consolidation under reverse acquisition are as follows:

- The cost of the business combination is deemed to have been incurred by CSB in the form of equity instruments issued to the owners of the Company. CSB's shares were not listed prior to the acquisition and consequently the cost of the business combination has been based on the fair value of the Company's shares in issue immediately before the reverse acquisition;
- The assets and liabilities of CSB are recognised and measured in the consolidated financial statements at their pre-combination carrying amounts. The retained earnings and other equity balances recognised in the consolidated financial statements are those of CSB immediately before the business combination;
- CSB has been consolidated from the date of the reverse acquisition using the fair value of the identifiable assets, liabilities and contingent liabilities at that date. The cost of business combination was RM2 and therefore, goodwill of RM127,316 arose from the reverse acquisition; and
- The amount recognised as issued instruments in the consolidated financial statements is determined by adding the cost of business combination to the issued equity of CSB immediately before the business combination. However, the equity structure appearing in the consolidated financial statements is of the Company. Therefore, a reverse acquisition reserve of RM36,700,000 has been created, being the difference between the required Group's equity structure and the reported equity of the Company.

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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.1 Basis of consolidation (continued)

(a) Subsidiaries and business combination (continued)

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.

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 or a 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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.1 Basis of consolidation (continued)

(c) 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.

(d) 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.2 Separate financial statements

In the Company's statement of financial position, investment in subsidiaries is 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 3.9(b).

3.3 Financial instruments

Financial instruments are recognised in the statements of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument.

Except for the trade receivables that do not contain a significant financing component or for which the Group and the Company have applied the practical expedient, the financial instruments are recognised initially at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset and financial liability. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Trade receivables that do not contain a significant financing component or for which the Group and the Company have applied the practical expedient are measured at the transaction price determined under MFRS 15: Revenue from Contracts with Customers.

An embedded derivative is recognised separately from the host contract and accounted for as a derivative if, and only if, it is not closely related to the economic characteristics and risks of the host contract; it is a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and the hybrid 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 the policy applicable to the nature of the host contract.

A derivative embedded within a hybrid contract containing a financial asset host is not accounted for separately. The financial asset host together with the embedded derivative is required to be classified in its entirety as a financial asset at fair value through profit or loss.

(a) Subsequent measurement

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

(i) Financial assets

For the purposes of subsequent measurement, financial assets are classified in two categories:
- Financial assets at amortised cost; and
- Financial assets at fair value through profit or loss

3. Significant accounting policies (continued)

3.3 Financial instruments (continued)

(a) Subsequent measurement (continued)

(i) Financial assets (continued)

The classification depends on the entity's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

The Group and the Company reclassify financial assets when and only when their business models for managing those assets change.

<u>Debt instruments</u>

Subsequent measurement of debt instruments depends on the Group's and the Company's business model for managing the asset and the cash flow characteristics of the asset. The measurement category into which the Group and the Company classify their debt instruments:

- **Amortised cost**

  Financial assets that are held for collection of contractual cash flows and those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets at amortised cost are subsequently measured using the effective interest method and are subject to impairment. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9(a). Gains and losses are recognised in profit or loss when the financial asset is derecognised, modified or impaired.

- **Fair value through profit or loss ("FVPL")**

  Financial assets at FVPL include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for debt instruments to be classified at amortised cost, as described above, debt instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

  Financial assets at fair value through profit or loss are carried in the statements of financial position at fair value with net changes in fair value recognised in the profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.3 Financial instruments (continued)

(a) Subsequent measurement (continued)

(ii) Financial liabilities

The Group and the Company classify their financial liabilities at amortised cost.

Subsequent to initial recognition, all financial liabilities are measured at amortised cost using effective interest method. Gains and losses are recognised in profit or loss when the financial liabilities are derecognised and through the amortisation process.

(b) 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 contracts are recognised initially as a liability at fair value, net of transaction costs that are directly attributable to the issuance of the guarantee. Subsequent to initial recognition, the liability is measured at the higher of the amount of the loss allowance determined in accordance with Section 5.5 of MFRS 9 and the amount initially recognised, when appropriate, the cumulative amount of income recognised in accordance with the principles of MFRS 15.

(c) 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 (i.e. the date the Group and the Company commit themselves to purchase or sell an asset).

Trade date accounting refers to:

(i) the recognition of an asset to be received and the liability to pay for it on the trade date; and
(ii) 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.

Generally, interest does not start to accrue on the asset and corresponding liability until the settlement date when title passes.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.3 Financial instruments (continued)

(d) Derecognition

A financial asset or a part of it is derecognised when, and only when:

(i) the contractual rights to receive cash flows from the financial asset expire; or

(ii) the Group and the Company have transferred their rights to receive cash flows from the asset or have assumed an obligation to pay the received cash flows in full without material delay to a third party; and either (a) the Group and the Company have transferred substantially all the risks and rewards of the asset, or (b) the Group and the Company have neither transferred nor retained substantially all the risks and rewards of the asset, but have transferred control of the asset.

The Group and the Company evaluate if, and to what extent, they have retained the risks and rewards of ownership. When they have neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group and the Company continue to recognise the transferred asset to the extent of their continuing involvement. In that case, the Group and the Company also recognise an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group and the Company have retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group and the Company could be required to repay.

On derecognition of a financial asset, the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including any new asset obtained less any new liability assumed) 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, cancelled or expired. On derecognition of a financial liability, the difference between the carrying amount and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

(e) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is presented in the statements of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

In accounting for a transfer of a financial asset that does not qualify for derecognition, the entity shall not offset the transferred asset and the associated liability.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.4 Plant and equipment

(a) Recognition and measurement

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 3.9(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 3.15.

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

(b) Subsequent costs

The cost of replacing a part of an item of 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 to 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 profit or loss as incurred.

(c) Depreciation

Assets under construction included in plant and equipment are not depreciated as these assets are not yet available for use.

All other plant and equipment are depreciated on a straight-line basis by allocating their depreciable amounts over their remaining useful lives.

	Useful lives (years)
Machinery, furniture and site equipment	5
Office equipment and renovation	5 - 10
Motor vehicles	5
Computer and peripherals	3 - 5
Solar plant	30

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 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.5 Leases

(a) Definition of lease

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:

- the contract involves the use of an identified asset;
- the Group and the Company have the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and
- the Group and the Company have the right to direct the use of the asset.

(b) Lessee accounting

At the lease commencement date, the Group and the Company recognise a right-of-use asset and a lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets.

The Group and the Company present right-of-use assets and lease liabilities as separate lines in the statements of financial position.

Right-of-use asset

The right-of-use asset is initially recognised 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 is subsequently measured at cost less accumulated depreciation and any accumulated impairment losses, and adjust for any remeasurement of the lease liabilities. The right-of-use asset is 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. If it expects to exercise a purchase option, the right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts from the commencement date of the underlying asset. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9(b).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.5 Leases (continued)

(b) Lessee accounting (continued)

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 by using the rate implicit in the lease. If this rate cannot be readily determined, the Group and the Company use their incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:
- fixed lease payments (including in-substance fixed payments), less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of a purchase option, if the lessee is reasonably certain to exercise that option; and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability and by reducing the carrying amount to reflect the lease payments made.

The Group and the Company remeasure the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:
- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, whichever the case may be the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in this case a revised discount rate is used).
- a lease contract is modified and the lease modification is not accounted for as a separate lease, in this case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

Variable lease payments that do not depend on an index or a rate are not included in the measurement the lease liability and the right-of-use asset. The related payments are recognised as an expense in the period in which the event or condition that triggers those payments occurs and are included in the line "other expenses" in the statements of comprehensive income.

The Group and the Company have elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.5 Leases (continued)

(b) Lessee accounting (continued)

Short-term leases and leases of low value assets

The Group and the Company have elected not to recognise right-of-use assets and lease liabilities for short-term leases and leases of low value assets. The Group and the Company recognise the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

3.6 Goodwill and other intangible assets

(a) Intangible asset recognised pursuant to IC Interpretation 12: Service Concession Arrangements ("IC 12")

Intangible asset comprising concession rights (intangible asset model, as defined in IC 12) is stated as cost less accumulated amortisation and impairment losses.

Intangible asset is amortised during the year as the concession asset commenced operation on 14 December 2022. The amortisation begins when the concession asset is completed and ready for it to be capable of operating in the manner intended by management. The Group amortises the intangible asset to the end of the estimated useful life of the intangible asset, which is determined at 18 years expiring in year of 2041.

At end of each reporting period, the Group assesses whether there is any indication of impairment. If such indication exists, the carrying amount is assessed and written down immediately to its recoverable amount.

The intangible asset model, as defined in IC 12, applies to service concession arrangements where the grantor has not provided a contractual guarantee in respect of the amount receivable for constructing and operating the asset. Under this model, during construction or upgrade phase, the Group records an intangible asset representing the right to charge users of the public service and recognised profits from the construction or upgrade of the public service infrastructure. Income and expenses associated with construction contracts are recognised in accordance with MFRS 15: Revenue from Contracts with Customers.

Borrowing costs incurred in connection with an arrangement falling within the scope of IC 12 will be expensed as incurred, unless the Group recognises an intangible asset under the interpretation. In this case, borrowing costs are capitalised in accordance with the general rules of MFRS 123: Borrowing Costs.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.6 Goodwill and other intangible assets (continued)

(b) Development expenditure

Research expenditures are recognised in profit or loss as incurred.

An intangible asset arising from development is recognised when the following criterias are met:

- it is technically feasible to complete the intangible asset so that it will be available for use or sale;
- management intends to complete the intangible asset and use or sell it;
- there is an ability to use or sell the asset;
- it can be demonstrated how the intangible asset will generate probable future economic benefits;
- adequate resources to complete the development and to use or sell the intangible asset are available; and
- the expenditures attributable to the intangible asset during its development can be reliably measured.

Other development costs that do not meet these criterias are recognised in profit or loss as incurred. Development costs previously recognised as an expense are not recognised as an intangible asset in a subsequent period.

Capitalised development costs are measured at cost less accumulated amortisation and accumulated impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9(b).

The development expenditure is amortised on a straight-line basis over its useful life ranging from two to three years from the point at which the asset is ready for sale or use. In the event that the expected future economic benefits are no longer probable of being recovered, the development expenditure is written down to its recoverable amount.

The amortisation method, useful lives and residual value are reviewed, and adjusted if appropriate, at the end of each reporting period.

(c) Goodwill

Goodwill arising from business combinations is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. After initial recognition, goodwill is measured at cost less any accumulated impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9(b).

In respect of equity-accounted associates, goodwill is included in the carrying amount of the investment and is not tested for impairment individually. Instead, the entire carrying amount of the investment is tested for impairment as a single asset when there is objective evidence of impairment.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.7 Contract assets

Contract asset is the right to consideration for goods or services transferred to the customers when that right is conditioned on something other than the passage of time (for example, the Company's future performance). The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9(a).

3.8 Cash and cash equivalents

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

3.9 Impairment of assets

(a) Impairment of financial assets and contract assets

Financial assets measured at amortised cost, contract assets and financial guarantee contracts will be subject to the impairment requirement in MFRS 9: Financial Instruments which is related to the accounting for expected credit losses on the financial assets. Expected credit losses are the weighted average of credit losses with the respective risks of a default occurring as the weights.

The Group and the Company measure loss allowance at an amount equal to lifetime expected credit losses, except for the following, which are measured as 12-month expected credit losses:

- debt securities that are determined to have low credit risk at the reporting date; and
- other debt securities and bank balances for which credit risk (i.e. risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

For trade receivables and contract assets, the Group and the Company apply the simplified approach permitted by MFRS 9 to measure the loss allowance at an amount equal to lifetime expected credit losses.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit loss, the Group and the Company consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's and the Company's historical experience and informed credit assessment and including forward-looking information.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.9 Impairment of assets (continued)

(a) Impairment of financial assets and contract assets (continued)

The Group and the Company assume that the credit risk on a financial asset has increased significantly if it is more than 90 days past due.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

12-month expected credit losses are the portion of lifetime expected credit losses that represent the expected credit losses that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

The maximum period considered when estimating expected credit losses is the maximum contractual period over which the Group and the Company are exposed to credit risk.

Expected credit losses are a probability-weighted estimate of credit losses (i.e. the present value of all cash shortfalls) over the expected life of the financial instrument. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive.

Expected credit losses are discounted at the effective interest rate of the financial assets.

At each reporting date, the Group and the Company assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired include observable data about the following events:

- significant financial difficulty of the debtor;
- a breach of contract, such as a default of past due event;
- the lender(s) of the debtor, for economic or contractual reasons relating to the debtor's financial difficulty, having granted to the debtor a concession(s) that the lender(s) would not otherwise consider; or
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation.

The amount of expected credit losses (or reversal) shall be recognised in profit or loss, as an impairment gain or loss.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.9 Impairment of assets (continued)

(a) Impairment of financial assets and contract assets (continued)

The gross carrying amount of a financial asset is written off (either partially or in 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 source 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 procedure for recovery of amounts due.

(b) Impairment of non-financial assets

The carrying amounts of non-financial assets (except for inventories, contract assets and deferred tax assets) are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the Group and the Company make an estimate of the asset's recoverable amount. For goodwill and intangible assets that have indefinite useful life and are not yet available for use, the recoverable amount is estimated at each reporting date.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of non-financial assets or cash-generating units ("CGUs"). Subject to an operating segment ceiling test, for the purpose of goodwill impairment testing, CGUs 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 CGU or a group of CGUs that are expected to benefit from the synergies of business combination.

The recoverable amount of an asset or a CGU is the higher of its fair value less costs of disposal and its value-in-use. 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 CGU. In determining the fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

Where the carrying amount of an asset exceed its recoverable amount, the carrying amount of asset is reduced to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

Impairment losses are recognised in profit or loss, except for assets that were previously revalued with the revaluation surplus recognised in other comprehensive income. In the latter case, the impairment is recognised in other comprehensive income up to the amount of any previous revaluation.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.9 Impairment of assets (continued)

(b) Impairment of non-financial assets (continued)

Impairment losses in respect of goodwill are not reversed. For other assets, an assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. An impairment loss is reversed only if there has been a change in the estimates used to determine the assets recoverable amount since the last impairment loss was recognised. Reversal of impairment loss is restricted by the asset's carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss unless the asset is measured at revalued amount, in which case the reversal is treated as a revaluation increase.

3.10 Share capital

(a) 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.

(b) Sukuk Musharakah ("perpetual sukuk")

Perpetual sukuk is classified as equity instruments as there is no contractual obligation to redeem the instrument. Cost directly attributable to the issuance of the instrument, net of tax, are treated as a deduction from the proceeds.

Perpetual sukuk holders' entitlement is accounted for as a distribution recognised in the statement of changes in equity in the period in which it is declared.

(c) Treasury shares

When share capital recognised as equity is repurchased, the amount of consideration paid is recognised directly in equity. Repurchased shares that have not been cancelled including any attributable transaction costs are classified as treasury shares and presented as a deduction from total equity.

When treasury shares are sold or reissued subsequently, the difference between the sales consideration and the carrying amount is presented as a movement in equity.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.11 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 Group and the Company.

(b) Defined contribution plan

As required by law, the Group and the Company 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.

3.12 Share-based payments

Equity-settled share-based payment

The cost of equity-settled share-based payment is determined by the fair value at the date when the grant is made using an appropriate valuation model. Details regarding the determination of the fair value of equity-settled share-based payments are set out in Note 17.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the employee share option reserve.

3.13 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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.14 Revenue and other income

The Group and the Company recognise revenue that depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the Group and the Company expect to be entitled in exchange for those goods or services.

Revenue recognition of the Group and of the Company are applied for each contract with a customer or a combination of contracts with the same customer (or related parties of the customer).

Revenue from sale of goods are recognised at a point in time when control of the products has been transferred, being when the customer accepts the delivery of the goods.

A receivable is recognised when the customer accepts the delivery of the goods as the consideration is unconditional other than the passage of time before the payment is due.

The Group and the Company measure revenue from sale of good or service at its transaction price, being the amount of consideration to which the Group and the Company expect to be entitled in exchange for transferring promised good or service to a customer, excluding amounts collected on behalf of third parties, adjusted for the effects of any variable consideration, constraining estimates of variable consideration, significant financing components, non-cash consideration and consideration payable to customer. If the transaction price includes variable consideration, the Group and the Company use the expected value method by estimating the sum of probability-weighted amounts in a range or possible consideration amounts, or the most likely outcome method, depending on which method the Group and the Company expect to better predict the amount of consideration to which it is entitled.

For contract with separate performance obligations, the transaction price is allocated to the separate performance obligations on the relative stand-alone selling price basis. If the stand-alone selling price is not directly observable, the Group and the Company estimate it by using the costs plus margin approach.

Revenue from contracts with customers is recognised by reference to each distinct performance obligation in the contract with customer, i.e. when or as a performance obligation in the contract with customer is satisfied. A performance obligation is satisfied when or as the customer obtains control of the good or service underlying the particular performance obligation, which the performance obligation may be satisfied at a point in time or over time.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.14 Revenue and other income (continued)

3.14.1 Renewable energy, construction and engineering, green technology and environment services, waste management and WTE contracts

(a) Renewable energy, construction and engineering, waste management and WTE contract

The Group involves in the renewable energy, construction and engineering, waste management and WTE contracts with customers. Renewable energy, construction and engineering, waste management and WTE service contracts comprise multiple deliverables that require significant integration service and therefore accounted as a single performance obligation.

Under the terms of the contracts, control is transferred over time as the Group create or enhance an asset that the customer controls as the asset is created or enhanced. Revenue is recognised over the period of the contract by reference to the progress towards complete satisfaction of that performance obligation. The progress towards complete satisfaction of a performance obligation is determined by the proportion of construction costs incurred for work performed to date bear to the estimated total construction costs (an input method).

Sales are made with a credit term from 30 to 90 days, which is consistent with market practice, therefore, no element of financing is deemed present. The Group become entitled to invoice customers based on achieving a series of performance-related milestones.

The Group recognised a contract asset for any excess of revenue recognised to date over the billings-to-date. Any amount previously recognised as a contract asset is reclassified to trade receivables at the point when invoice is issued or timing for billing is due to passage of time. If the milestone billing exceeds the revenue recognised to date and any deposit or advances received from customers then the Group recognise a contract liability for the difference.

The defect liability period of the Group ranges between 12 and 36 months.

(b) Sale of electricity generated from renewable energy park

The performance obligation to deliver electricity is satisfied over time as the customers simultaneously received and consumed the benefits provided by the Group. Hence, sale of electricity is recognised over time by the Group when electricity is consumed by customers. The revenue recognised is the amount to which the Group has a right to invoice as it corresponds directly with the value to the customer of the Group's performance that is completed to date. This revenue also includes an estimated value of the electricity delivered from the date of their last meter reading and period end.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.14 Revenue and other income (continued)

3.14.1 Renewable energy, construction and engineering, green technology and environment services, waste management and WTE contracts (continued)

(c) Green technology and environment services

Revenue from a contract to provide services is recognised over time as the services are rendered because the customer receives and uses the benefits simultaneously. This is determined based on the time elapsed (output method).

(d) Sale of goods

Revenue from sale of goods is recognised at the point in time upon delivery of products and customer's acceptance.

(e) Tipping fees

Revenue from tipping fees is recognised at the point in time upon collection of waste pursuant to the relevant concession agreement.

3.14.2 Significant financing component in the contracts with customers

In determining the transaction price, the promised amount of consideration is adjusted for the effects of the time value of money if the timing of payments agreed to by the parties to the contract (either explicitly or implicitly) provides the customer or the entity with a significant benefit of financing the transfer of goods or services to the customer.

The Group has applied the practical expedient for not to adjust the promised amount of consideration for the effects of a significant financing components if the Group expects that the period between the transfer of the promised goods or services to the customer and payment by the customer will be one year or less.

3.14.3 Management fees

Management fees is recognised at a point in time when services are rendered.

3.14.4 Interest income

Interest income is recognised using the effective interest method.

3.14.5 Dividend income

Dividend income is recognised when the right to receive payment is established.

3. Significant accounting policies (continued)

3.15 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 taking 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, as well as the related borrowing costs and have 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.

3.16 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 or receivable on the taxable income or loss 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.

(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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.16 Income tax (continued)

(b) Deferred tax (continued)

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, 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 asset 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 substantively 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.

(c) Sales and service tax

Revenue, expenses and assets are recognised net of the amount of sales and service tax except:

- where the sales and service tax incurred in a purchase of assets or services is not recoverable from the taxation authority, in which case the sales and service tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables that are stated with the amount of sales tax included.

The net amount of sales and service tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statements of financial position.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.17 Earnings per share

The Group presents basic and diluted earnings per share ("EPS") 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.

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, for the effects of all dilutive potential ordinary shares.

3.18 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The segment managers responsible for allocating resources and assessing performance of the operating segments, has been identified as the chief operating decision maker that makes strategic decisions.

3.19 Fair value measurements

Fair value of an asset or a liability 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.

3.20 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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

3. Significant accounting policies (continued)

3.20 Contingencies (continued)

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.

3.21 Related parties

Parties are considered to be related to the Group or to the Company if the Group or to the Company has the ability, directly or indirectly, to 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 individual or other entities.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly.

4. Significant accounting judgement and estimates

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 judgement 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 that have the most significant effect on the Group's and the Company's financial statements, or areas where assumptions and estimates that have a significant risk of resulting in a material adjustment to the Company's financial statements within the next financial year are disclosed as follows:

(a) Depreciation of plant and equipment

The Group depreciates plant and equipment over their estimated useful lives after taking into account their estimated residual values, using the straight-line method. The estimated useful lives applied by the Group as disclosed in Note 3.4(c) reflect the Directors' estimates of the periods that the Group expects to derive future economic benefits from the use of the Group's plant and equipment. Technological advancements could impact the useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

The carrying amount of plant and equipment as at reporting date is disclosed in Note 5.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

4. Significant accounting judgement and estimates (continued)

(b) Impairment of plant and equipment

The Group carries out the impairment test based on a variety of estimation including the value-in-use of the cash-generating unit (CGU) to which the plant and equipment are allocated. Estimating the value-in-use requires the Group to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

The carrying amount of plant and equipment as at reporting date is disclosed in Note 5.

(c) Impairment of intangible assets

The Group tests concession asset and development expenditure not yet available for use for impairment in accordance with its accounting policy. The Group makes an estimate of concession asset's and development expenditure's recoverable amounts based on the value-in-use calculation using the cash flow projections from financial budgets approved by the Directors covering the remaining period of the concession agreement and development expenditure.

Significant judgement is required in the estimation of the present value of future cash flows generated from the concession asset and development expenditure, which involve uncertainties and are significantly affected by assumptions used and judgement made regarding estimates of future cash flows and discount rate.

The carrying amount of intangible assets as at reporting date is disclosed in Note 7.

(d) Impairment of investment in subsidiaries and associates

The investments are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable in accordance with the accounting policy. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss. The Group and the Company carry out the impairment test based on a variety of estimations including value-in-use of the CGUs to which the investment in subsidiaries and associates are allocated to. Estimating the value-in-use requires the Group and the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

There could be further adjustments to the carrying value of the investments as at the reporting date as disclosed in Notes 8 and 9 should the going concern basis be inappropriate.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

4. Significant accounting judgement and estimates (continued)

(e) Impairment of financial assets and contract assets

The impairment provisions for financial assets and contract assets are based on assumptions about risk of default and expected loss rate. The Group and the Company use judgement in making these assumptions and selecting inputs to the impairment calculation, based on the Group's and the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The carrying amounts of financial assets and contract assets are disclosed in Notes 12, 13 and 14.

(f) Revenue recognition for construction and engineering activities

The Group and the Company recognised construction and engineering activities revenue in profit or loss by using the progress towards complete satisfaction of performance obligation. The progress towards complete satisfaction of performance obligation is determined by the proportion that construction costs incurred for work performed to date bear to the estimated total construction costs.

Significant judgement is required in determining the progress towards complete satisfaction of performance obligation, the extent of the construction costs incurred, the estimated total construction revenue and costs, as well as the recoverability of the construction contracts projects. The estimated total revenue and costs are affected by a variety of uncertainties that depend on the outcome of future events.

(g) Income taxes

Judgement is involved in determining the provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business.

The Group and the Company recognise liabilities for tax based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

The recognition of provision for income taxes for the Group and the Company as at the reporting date are disclosed in Note 29.

(h) Deferred tax assets

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances, unabsorbed investment tax allowances and other deductible temporary differences to the extent that it is probable that taxable profit will be available against which the unused tax losses, unabsorbed capital allowances, unabsorbed investment tax allowances and other deductible temporary differences can be utilised. Significant management 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 together with future tax planning strategies.

The carrying value of recognised and unrecognised deferred tax assets for the Group and for the Company as at the reporting date are disclosed in Note 11.

4. Significant accounting judgement and estimates (continued)

(i) Contingent liabilities

Recognition and measurement for contingent liabilities is based on management's view of the expected outcome of the contingencies after consulting legal counsel for litigation cases and experts, internal and external to the Group and to the Company, for matters in the ordinary course of business.

The Group's material litigations are disclosed in Note 36.

(j) Fair value estimates of certain financial instruments

The Group carries certain financial assets and liabilities at fair value, which required extensive use of accounting estimates and judgement. While significant components of fair value measurement were determined using verifiable objective evidence, the amount of changes in fair value will differ if the Group uses different valuation methodologies. Any changes in fair value of these assets and liabilities would affect profit or loss/equity.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

5. Plant and equipment

Group	Note	Machinery, furniture and site equipment RM'000	Office equipment and renovation RM'000	Motor vehicles RM'000	Computer and peripherals RM'000	Solar plant RM'000	Capital work-in-progress RM'000	Total RM'000
Cost								
At 1 November 2021		3,706	1,502	97	1,902	268,381	316,255	591,843
Additions		6	23	-	62	42,413	163,686	206,190
At 30 April 2023		3,712	1,525	97	1,964	310,794	479,941	798,033
Accumulated depreciation								
At 1 November 2021		2,980	1,257	97	1,747	101,277	-	107,358
Charge for the financial period	26	380	198	-	139	12,817	-	13,534
At 30 April 2023		3,360	1,455	97	1,886	114,094	-	120,892
Accumulated impairment losses								
At 1 November 2021		-	-	-	-	-	-	-
Impairment for the financial period	26	-	-	-	-	-	21,137	21,137
At 30 April 2023		-	-	-	-	-	21,137	21,137
Carrying amount								
At 30 April 2023		352	70	-	78	196,700	458,804	656,004

5. Plant and equipment (continued)

Group	Note	Machinery, furniture and site equipment RM'000	Office equipment and renovation RM'000	Motor vehicles RM'000	Computer and peripherals RM'000	Solar plant RM'000	Capital work-in-progress RM'000	Total RM'000
Cost								
At 1 November 2020		3,706	1,498	97	1,882	265,743	119,466	392,392
Additions		-	4	-	20	2,638	196,789	199,451
At 31 October 2021		3,706	1,502	97	1,902	268,381	316,255	591,843
Accumulated depreciation								
At 1 November 2020		2,868	1,088	97	1,645	93,617	-	99,315
Charge for the financial year	26	112	169	-	102	7,660	-	8,043
At 31 October 2021		2,980	1,257	97	1,747	101,277	-	107,358
Accumulated impairment losses								
At 1 November 2020/ 31 October 2021		-	-	-	-	-	-	-
Carrying amount								
At 31 October 2021		726	245	-	155	167,104	316,255	484,485

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

5. Plant and equipment (continued)

Company	Note	Office equipment and renovation RM'000	Motor vehicles RM'000	Computer and peripherals RM'000	Total RM'000
Cost					
At 1 November 2021		**661**	**30**	**693**	**1,384**
Additions		**23**	**-**	**55**	**78**
At 30 April 2023		**684**	**30**	**748**	**1,462**
Accumulated depreciation					
At 1 November 2021		**570**	**30**	**547**	**1,147**
Charge for the financial period	26	**49**	**-**	**131**	**180**
At 30 April 2023		**619**	**30**	**678**	**1,327**
Carrying amount					
At 30 April 2023		**65**	**-**	**70**	**135**
Cost					
At 1 November 2020		661	30	674	1,365
Additions		-	-	19	19
At 31 October 2021		661	30	693	1,384
Accumulated depreciation					
At 1 November 2020		529	30	452	1,011
Charge for the financial year	26	41	-	95	136
At 31 October 2021		570	30	547	1,147
Carrying amount					
At 31 October 2021		91	-	146	237

(a) The additions of plant and equipment during the financial period/year are financed by:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Cash payments	**206,190**	199,451	**78**	19

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

5. Plant and equipment (continued)

(b) Certain capital work-in-progress relate to expenditures for renewable energy plants in the course of construction, which has been pledged as security to secure the term loan, as disclosed in Note 20(c).

(c) The Group's plant and equipment includes borrowing costs arising from bank loans borrowed specifically for the purpose of the construction of the plants. During the financial period/year, the borrowing costs capitalised in capital work-in-progress amounted to RM19,614,129 (31.10.2021: RM5,611,334), as disclosed in Note 25.

6. Right-of-use assets

Group	Note	Leasehold land RM'000	Motor vehicles RM'000	Total RM'000
Cost				
At 1 November 2021		**6,290**	**3,540**	**9,830**
Disposals		**-**	**(668)**	**(668)**
At 30 April 2023		**6,290**	**2,872**	**9,162**
Accumulated depreciation				
At 1 November 2021		**848**	**3,036**	**3,884**
Charge for the financial period	26	**635**	**355**	**990**
Disposals		**-**	**(668)**	**(668)**
At 30 April 2023		**1,483**	**2,723**	**4,206**
Carrying amount				
At 30 April 2023		**4,807**	**149**	**4,956**
Cost				
At 1 November 2020		6,275	4,639	10,914
Additions		15	-	15
Disposals		-	(1,099)	(1,099)
At 31 October 2021		6,290	3,540	9,830
Accumulated depreciation				
At 1 November 2020		425	3,718	4,143
Charge for the financial year	26	423	417	840
Disposals		-	(1,099)	(1,099)
At 31 October 2021		848	3,036	3,884
Carrying amount				
At 31 October 2021		5,442	504	5,946

(a) The Group leases several parcels of leasehold land with lease terms between 19 and 23 (31.10.2021: 19 and 23) years as sites for its solar plant. The lessors generally do not impose any restrictions.

(b) The Group also leases motor vehicles with lease terms between 2 and 7 (31.10.2021: 2 and 7) years and have options to purchase the assets at the end of the contract term.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

7. Intangible assets

Group	Intangible asset recognised pursuant to IC 12 RM'000	Development expenditure RM'000	Club membership RM'000	Goodwill RM'000	Total RM'000
Cost					
At 1 November 2021	**901,872**	**29,948**	**170**	**462**	**932,452**
Additions	**127,999**	**4,484**	**-**	**-**	**132,483**
At 30 April 2023	**1,029,871**	**34,432**	**170**	**462**	**1,064,935**
Accumulated amortisation					
At 1 November 2021	**-**	**16,403**	**-**	**-**	**16,403**
Charge for the financial period	**23,085**	**910**	**-**	**-**	**23,995**
At 30 April 2023	**23,085**	**17,313**	**-**	**-**	**40,398**
Accumulated impairment losses					
At 1 November 2021	**-**	**-**	**-**	**-**	**-**
Impairment for the financial period	**39,000**	**17,119**	**-**	**-**	**56,119**
At 30 April 2023	**39,000**	**17,119**	**-**	**-**	**56,119**
Carrying amount					
At 30 April 2023	**967,786**	**-**	**170**	**462**	**968,418**
Cost					
At 1 November 2020	871,168	27,317	170	462	899,117
Additions	30,704	2,631	-	-	33,335
At 31 October 2021	901,872	29,948	170	462	932,452
Accumulated amortisation					
At 1 November 2020	-	12,763	-	-	12,763
Charge for the financial year	-	3,640	-	-	3,640
At 31 October 2021	-	16,403	-	-	16,403
Accumulated impairment losses					
At 1 November 2020/ 31 October 2021	-	-	-	-	-
Carrying amount					
At 31 October 2021	901,872	13,545	170	462	916,049

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

7. Intangible assets (continued)

Company	Development expenditure RM'000
Cost	
At 1 November 2021	**40,749**
Additions	**6,997**
At 30 April 2023	**47,746**
Accumulated amortisation	
At 1 November 2021	**21,547**
Charge for the financial period	**1,195**
At 30 April 2023	**22,742**
Accumulated impairment losses	
At 1 November 2021	**-**
Impairment for the financial period	**25,004**
At 30 April 2023	**25,004**
Carrying amount	
At 30 April 2023	-
Cost	
At 1 November 2020	36,118
Additions	4,631
At 31 October 2021	40,749
Accumulated amortisation	
At 1 November 2020	16,769
Charge for the financial year	4,778
At 31 October 2021	21,547
Accumulated impairment losses	
At 1 November 2020/ 31 October 2021	-
Carrying amount	
At 31 October 2021	19,202

(a) Intangible asset recognised pursuant to IC 12

On 9 November 2015, a wholly-owned subsidiary of the Company, Cypark Smart Technology Sdn. Bhd. ("CST") entered into a Concession Agreement ("CA") with the Solid Waste and Public Cleansing Management Corporation and the Government of Malaysia, which was represented by the Ministry of Housing and Local Government.

Pursuant to the Solid Waste and Public Cleansing Management Act 2007 (Act 672) and on a Public Private Partnership basis, the Government awarded to CST, the rights to undertake the design, construction, maintenance, operation and management of Solid Waste Modular Advanced Recovery and Treatment Systems incorporating Waste-to-Energy system (the "SMART WTE System") at Ladang Tanah Merah, Negeri Sembilan under Build-Operate-Manage-Transfer concept for a period of 25 years, subject to the terms and conditions of the CA.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

7. Intangible assets (continued)

(a) Intangible asset recognised pursuant to IC 12 (continued)

The SMART WTE System entails SMART WTE technology and design which utilises 100% clean technology concepts and system to produce renewable source for the production of renewable energy. The system consists of the following:

- Waste Receiving Facility
- Waste Segregation Facility
- Waste Recycling Facility
- Waste to Energy Plant
- Fully Anaerobic Bioreactor System
- Sanitary Landfill

Under the CA, the Government shall deliver the municipal waste from designated scheme areas to CST for treatment and disposal at the SMART WTE System. CST is entitled to be paid an agreed fee as defined in the CA known as tipping fees. CST shall also be generating revenue from sales of electricity for converting the waste to clean renewable energy under the Sustainable Energy Development Authority Malaysia ("SEDA") Act. CST has successfully secured the Feed-in Tariff ("FiT") quota to supply 25MW renewable energy from waste to energy source by SEDA pursuant to Section 7 of the Renewable Energy Act 2011.

Intangible asset represents fair value of the consideration receivable for the construction of the SMART WTE System during the construction stage on a mark-up basis of the cost incurred in connection with the CA.

Intangible asset is amortised during the period as the construction of the concession asset was completed and has commenced operation on 14 December 2022. The amortisation began when the construction of the concession asset was completed and ready for it to be capable of operating in the manner intended by Management. The Group amortises the intangible asset to the end of the estimated useful life of the intangible asset, which is determined at 18 years expiring in year of 2041.

The recoverable amount has been determined based on its value in use using cash flows projections covering a period of 18 years (31.10.2021: 20 years) from financial budgets approved by the Directors.

The Group applies pre-tax discount rate of 8% (31.10.2021: 8%) to the relevant future cash flows.

As at the end of the financial period, the Group performed an impairment assessment on the intangible assets based on discounted cash flow computation. Included in the anticipated recoverable amount computation is the revised tipping fee which is pending approval. The revised tipping fee was computed based on the agreed upon formula pursuant to Clause 16A and Appendix 9 of the CA, whereby CST is allowed to submit the tipping fee review request every three years and the tipping fee will be revised accordingly upon its approval. Despite the revised tipping fee which has yet to be formally approved by the Government as of the balance sheet date, the Management has been liasing closely with the relevant authorities to discuss the tipping fee review, and the feedback was positive as the revised tipping fee requested is within the range of the available current market rates as awarded to other developers. In view of the uncertainty surrounding the approval of the revised tipping fee and on prudent basis, an impairment loss of RM39,000,000 (31.10.2021: RMNil) was recognised.

During the financial period, the borrowing costs capitalised in the intangible asset amounted to RM26,237,014 (31.10.2021: RM20,423,939), as disclosed in Note 25.

The intangible asset is pledged as a security for the borrowings, as disclosed in Note 20(c).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

7. Intangible assets (continued)

(b) Development expenditure

Development expenditure comprises expenditures incurred on designing and testing of new or substantially improved products and processes relating to the use of a special technique and design of tools in renewable energy industry. Management believes that it will increase the yield and profit streams principally from renewable energy segment where it can be reasonably anticipated that the costs will be recovered through commercialisation, sale and marketing of all the resulting products or services from the development.

The useful life of completed development projects ranged between two and three years. The amortisation of development expenditure is included in cost of sales.

The Group conducted a prudent assessment on the recoverable amount of the development expenditure and believed that it would not commercialise and hence impairment was fully provided in the current financial period.

The Group applies pre-tax discount rate of 10% (31.10.2021: 10%) to the relevant future cash flows.

(c) Goodwill

Goodwill arises from the reverse acquisition of the Company and also the business combination of certain subsidiaries in renewable energy segment. Goodwill is allocated, at acquisition date, to CGU that are expected to benefit from that business combination.

The Group tests the goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

(i) Goodwill arises from reverse aquisition

The recoverable amount of this goodwill has been determined based on value in use calculation using cash flow projections from financial budgets approved by the Directors covering a five-year period.

(ii) Goodwill allocated to subsidiaries in sale of renewable energy segment

The recoverable amount of this goodwill has been determined based on value in use calculation using cash flow projections covering a period of 18 to 19 years (31.10.2021: 19 to 20 years) from financial budgets approved by the Directors.

The Group believes that any possible change in the above key assumptions applied is not likely to materially cause recoverable amount to be lower than its carrying amount.

The Group applies pre-tax discount rate of 10% (31.10.2021: 10%) per annum to the relevant future cash flows.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries

	Company	
	30.4.2023 RM'000	31.10.2021 RM'000
Unquoted shares, at cost		
At beginning/end of the period/year	**46,151**	46,151

Details of the subsidiaries, all incorporated in Malaysia and having principal place of business in Malaysia, are as follows:

		Equity interest held	
Name of company	Principal activities	30.4.2023	31.10.2021
Cypark Sdn. Bhd.	Landscape specialist that offers integrated turnkey contract services, management services, planning and design services for external built environment and landscape maintenance services, project management services and infrastructure developments	**100%**	100%
Cypark Renewable Energy Sdn. Bhd.	Investment holding and renewable energy specialist that offers environmental engineering and integrated turnkey contract services, management services and planning and design services	**100%**	100%
Cypark Smart Resources Sdn. Bhd.	Investment holding	**100%**	100%
Cypark FMS Sdn. Bhd.*	Investment holding	**100%**	100%
Cypark Green Tech Sdn. Bhd.*	Investment holding	**100%**	100%
Cypark Green Resources Sdn. Bhd.	Investment holding	**100%**	100%
Cypark PDT Smart WTE (Bukit Payong) Sdn. Bhd.**	Dormant	**80%**	80%
Cypark Suria Merchang Sdn. Bhd.	Renewable energy	**70%**	70%
Forenergy Sdn. Bhd. *	Dormant	**100%**	100%

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

Details of the subsidiaries, all incorporated in Malaysia and having principal place of business in Malaysia, are as follows (continued):

Name of company	Principal activities	Equity interest held 30.4.2023	Equity interest held 31.10.2021
Subsidiaries of Cypark Renewable Energy Sdn. Bhd.			
Kenari Pasifik Sdn. Bhd.*#	Investment holding	**-**	-
Tiara Insight Sdn. Bhd.*#	Investment holding	**-**	-
Semangat Sarjana Sdn. Bhd.*#	Investment holding	**-**	-
Cypark Lakeview Solar Sdn. Bhd.*@	Investment holding	**100%**	100%
Cypark Suria (Negeri Sembilan) Sdn. Bhd.	Investment holding	**100%**	100%
Cypark Ref Sdn. Bhd.	Renewable energy and solar business	**100%**	100%
Cypark Suria (Sua Betong) Sdn. Bhd.	Dormant	**100%**	100%
Subsidiaries of Cypark Suria (Negeri Sembilan) Sdn. Bhd.			
Cypark Suria (Pajam) Sdn. Bhd.	Renewable energy	**100%**	100%
Cypark Suria (Kuala Sawah) Sdn. Bhd.	Renewable energy	**100%**	100%
Cypark Suria (Bukit Palong) Sdn. Bhd.	Dormant	**100%**	100%
Subsidiary of Kenari Pasifik Sdn. Bhd.			
Gaya Dunia Sdn. Bhd. *#	Renewable energy	**100%**	100%
Subsidiary of Tiara Insight Sdn. Bhd.			
Rentak Raya Sdn. Bhd.*#	Renewable energy	**100%**	100%
Subsidiary of Semangat Sarjana Sdn. Bhd.			
Ambang Fiesta Sdn. Bhd.*#	Renewable energy	**100%**	100%

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

Details of the subsidiaries, all incorporated in Malaysia and having principal place of business in Malaysia, are as follows (continued):

Name of company	Principal activities	Equity interest held 30.4.2023	Equity interest held 31.10.2021
Subsidiary of Cypark Smart Resources Sdn. Bhd.			
Cypark Smart Technology Holdings Sdn. Bhd.	Investment holding	**100%**	100%
Subsidiary of Cypark Smart Technology Holdings Sdn. Bhd.			
Cypark Smart Technology (NS) Sdn. Bhd.	Investment holding	**100%**	100%
Subsidiary of Cypark Smart Technology (NS) Sdn. Bhd.			
Cypark Smart Technology Sdn. Bhd.	Waste management facilities	**100%**	100%
Subsidiary of Cypark FMS Sdn. Bhd.			
Aomori Kogaku Sdn. Bhd. *	Dormant	**70%**	70%
Subsidiaries of Cypark Green Tech Sdn. Bhd.			
Reviva Sdn. Bhd. *	Investment holding	**100%**	100%
Cypark RE Store Sdn. Bhd. *	Dormant	**100%**	100%
Subsidiaries of Reviva Sdn. Bhd.			
BAC Biogas (Kg Gajah) Sdn. Bhd. ***	Renewable energy	**51%**	51%
Reviva BACRE (Ulu Remis) Sdn. Bhd. **	Renewable energy	**51%**	51%
BACRE Reviva Biogas Holdings Sdn. Bhd. +	Renewable energy	**51%**	-
Subsidiary of BACRE Reviva Biogas Holdings Sdn. Bhd.			
BACRE Reviva Biogas (Kemaman) Sdn. Bhd.+	Renewable energy	**80%**	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

Details of the subsidiaries, all incorporated in Malaysia and having principal place of business in Malaysia, are as follows (continued):

Name of company	Principal activities	Equity interest held 30.4.2023	Equity interest held 31.10.2021
Subsidiary of Ambang Fiesta Sdn. Bhd.			
Ambang Fiesta Solar Sdn. Bhd.*@	Investment holding	**100%**	100%
Subsidiary of Gaya Dunia Sdn. Bhd.			
Northsun Sdn. Bhd.*@	Investment holding	**100%**	100%
Subsidiary of Northsun Sdn. Bhd.			
Viva Solar Sdn. Bhd.*@	Renewable energy	**85%**	85%

* Audited by auditors other than Nexia SSY PLT.

** Subsidiaries are consolidated based on management accounts for the financial period ended 30 April 2023. The statutory financial year end of the subsidiaries was 31 July and thus do not coincide with the Company's financial year end. The subsidiaries are audited by a firm other than Nexia SSY PLT.

*** Subsidiary is consolidated based on management accounts for the financial period ended 30 April 2023. The statutory financial year end of the subsidiary was 31 December and thus does not coincide with the Company's financial year end. The subsidiary is audited by a firm other than Nexia SSY PLT.

Subsidiaries consolidated, details to refer to Note 8(a).

@ Subsidiaries not consolidated, details to refer to Note 8(b).

\+ Subsidiaries not consolidated as at 30 April 2023, as the control of the subsidiaries were not obtained, further they have been dormant, as there were no transactions since they were incorporated.

(a) Business combination

On 30 April 2013, the wholly owned subsidiary of the Company, Cypark Renewable Energy Sdn. Bhd. ("CRE") has entered into three management service agreements with three group of companies as follows:-

(i) Kenari Pasifik Sdn. Bhd. together with its wholly owned subsidiary, Gaya Dunia Sdn. Bhd.
(ii) Tiara Insight Sdn. Bhd. together with its wholly owned subsidiary, Rentak Raya Sdn. Bhd.
(iii) Semangat Sarjana Sdn. Bhd. together with its wholly owned subsidiary, Ambang Fiesta Sdn. Bhd.

The Group does not hold any equity interest in these three groups of companies. However, based on the agreements entered, the Group has control over the finance and operations of these entities and therefore receives substantially all the benefits related to their operations and net assets. Consequently, the Group consolidates these six companies as subsidiaries.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

(b) Non-consolidation of subsidiaries

Northsun Sdn. Bhd., Ambang Fiesta Solar Sdn. Bhd. and Viva Solar Sdn. Bhd.

Although Gaya Dunia Sdn. Bhd. ("GDSB") and Ambang Fiesta Sdn. Bhd. ("AFSB") own 100% of the ordinary shares in Northsun Sdn. Bhd. ("NSB") and Ambang Fiesta Solar Sdn. Bhd. ("AFSSB") respectively, it has been determined that the Group does not have control in NSB and AFSSB by virtue of the management services agreements entered into between the ultimate ordinary shareholders of GDSB and AFSB and a third party on 22 December 2017. Based on the terms of the agreements, it has been agreed that the rights, controls and returns of NSB and AFSSB would be given away to the other party. As such, despite Viva Solar Sdn. Bhd. ("VSSB") is an 85% equity owned subsidiary of NSB (and a further 10% equity interest owned by AFSSB), the Group has no rights, controls and returns to it. Accordingly, the Group does not consolidate NSB, AFSSB and VSSB.

Cypark Lakeview Solar Sdn. Bhd.

Although Cypark Renewable Energy Sdn. Bhd. ("CRE") owns 100% of the ordinary shares in Cypark Lakeview Solar Sdn. Bhd. ("CLSSB"), it had been determined that the Group does not have control of CLSSB by virtue of the management services agreement entered into between CRE and a third party on 22 December 2017. Based on the terms of the agreement, it has been agreed that the rights, controls and returns of CLSSB would be given away to the other party. Accordingly, the Group does not consolidate CLSSB.

(c) Acquisition of subsidiaries

30.4.2023

(i) BACRE Reviva Biogas Holdings Sdn. Bhd. ("BRBH") is a dormant company owned by BAC Renewable Energy Sdn. Bhd. ("BACRE") since its incorporation on 7 August 2017. On 19 August 2022, Reviva Sdn. Bhd. ("Reviva") subscribed to 510 ordinary shares of BRBH, representing 51% of equity interest for a total consideration of RM510. The remaining 49% ordinary shares of BRBH are owned by BACRE. Although Reviva owns 51% equity interest in BRBH, the Group does not consolidate BRBH as the Group has no control over the finance of BRBH, and does not receive any benefit related to their operations and net assets. Furthermore, BRBH is dormant and immaterial to the Group, as such it has no impact to the Group's financial results as at the date of acquisition and as at the date of the financial period end.

(ii) BACRE Reviva Biogas (Kemaman) Sdn. Bhd. ("BRBK") is a dormant company owned by AM Paw Industries Sdn. Bhd. ("AMPI") since its incorporation on 29 March 2017. On 19 August 2022, BRBH subscribed to 160,000 ordinary shares of BRBK, representing 80% of equity interest for a total consideration of RM160,000. The remaining 20% ordinary shares of BRBK are owned by AMPI. On 24 August 2022, BRBK secured the Feed-in Tariff with SEDA Act for an Installed Capacity of 1.5Mw to carry on the Biogas Power Plant belonging to Kilang Sawit Panji Alam Sdn. Bhd., at Kemaman, Terengganu. Although BRBH owns 80% equity interest of BRBK, the Group does not consolidate BRBK as the Group has no control over the finance of BRBK, and does not receive any benefit related to their operations and net assets. Furthermore, BRBK is dormant and immaterial to the Group, as such it has no impact to the Group's financial results as at the date of acquisition and as at the date of the financial period end.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

(c) Acquisition of subsidiaries (continued)

31.10.2021

(i) On 25 March 2021, Reviva BACRE (Ulu Remis) Sdn. Bhd. ("RBACRE") was incorporated as a special purpose vehicle and Reviva Sdn. Bhd. ("Reviva"), a wholly owned indirect subsidiary of the Company subscribed to 510 ordinary shares of RBACRE representing 51% of equity interest for a total consideration of RM510. The remaining 49% ordinary shares of RBACRE are owned by BAC Renewable Energy Sdn. Bhd. ("BACRE"). RBACRE was incorporated to facilitate Reviva and BACRE in the development of Biogas project at Ulu Remis Palm Oil Mill.

On 13 August 2021, Reviva subscribed to an additional 254,490 ordinary shares of RBACRE representing 51% of equity interest for a total consideration of RM254,490. The remaining 49% ordinary shares of RBACRE are owned by BACRE.

(ii) On 19 April 2021, Cypark PDT Smart WTE (Bukit Payong) Sdn. Bhd. ("CPDT") was incorporated as a special purpose vehicle and the Company subscribed to 80 ordinary shares of CPDT representing 80% of equity interest for a total consideration of RM80. The remaining 20% ordinary shares of CPDT are owned by Permodalan Darul Ta'zim Sdn. Bhd. ("PDT"). CPDT was incorporated to facilitate CRB and PDT in the tendering for Waste-to-Energy facility at Bukit Payong, Johor.

(d) Non-controlling interest

The non-controlling interest at the end of the reporting period comprise the following:

Name of subsidiary	Proportion of ownership interests and voting rights held by non-controlling interests		(Loss)/profit allocated to non-controlling interests		(Capital deficiency)/total equity of non-controlling interests	
	30.4.2023	31.10.2021	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Cypark Suria Merchang Sdn. Bhd.	**30%**	30%	**(20,490)**	(40)	**(20,530)**	(40)
BAC Biogas (Kg Gajah) Sdn. Bhd.	**49%**	49%	**1,204**	(122)	**2,480**	1,276
Other individually immaterial subsidiaries			**(9)**	2	**232**	241
			(19,295)	(160)	**(17,818)**	1,477

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

(d) Non-controlling interest (continued)

Summarised financial information for each subsidiary that has non-controlling interests that are material to the Group is set out below. The summarised financial information below represents amounts before inter-company eliminations.

(i) Summarised statements of financial position

	Cypark Suria Merchang Sdn. Bhd.	
	30.4.2023 RM'000	31.10.2021 RM'000
Non-current assets	**469,906**	318,650
Current assets	**7,427**	12,181
Non-current liabilities	**(308,246)**	(210,840)
Current liabilities	**(237,523)**	(120,125)
Net liabilities	**(68,436)**	(134)
Loss attributable to owners of the Company	**(47,906)**	(94)
Non-controlling interest	**(20,530)**	(40)
Capital deficiency	**(68,436)**	(134)

	BAC Biogas (Kg. Gajah) Sdn. Bhd.	
	30.4.2023 RM'000	31.10.2021 RM'000
Non-current assets	**15,160**	12,495
Current assets	**1,396**	74
Non-current liabilities	**(10,949)**	(6,290)
Current liabilities	**(545)**	(3,674)
Net assets	**5,062**	2,605
Equity attributable to owners of the Company	**2,582**	1,329
Non-controlling interest	**2,480**	1,276
Total equity	**5,062**	2,605

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

(d) Non-controlling interest (continued)

(ii) Summarised statements of profit or loss and other comprehensive income

	Cypark Suria Merchang Sdn. Bhd.	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Revenue	-	-
Loss before taxation	(89,889)	(118)
Taxation	21,588	(15)
Loss for the period/year, representing total comprehensive loss for the period/year	(68,301)	(133)
Loss attributable to owners of the Company	(47,811)	(93)
Non-controlling interest	(20,490)	(40)
	(68,301)	(133)

	BAC Biogas (Kg. Gajah) Sdn. Bhd.	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Revenue	6,327	-
Profit/(loss) before taxation	2,457	(248)
Taxation	-	-
Profit/(loss) for the period/year, representing total comprehensive profit/(loss) for the period/year	2,457	(248)
Profit/(loss) attributable to owners of the Company	1,253	(126)
Non-controlling interest	1,204	(122)
	2,457	(248)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

8. Investment in subsidiaries (continued)

(d) Non-controlling interest (continued)

iii Summarised statements of cash flows

	Cypark Suria Merchang Sdn. Bhd.	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Net cash generated (used in)/generated from operating activities	**(9,230)**	35,930
Net cash used in investing activities	**(129,537)**	(173,038)
Net cash generated from financing activities	**135,612**	135,821
Net decrease in cash and cash equivalents	**(3,155)**	(1,287)

	BAC Biogas (Kg Gajah) Sdn. Bhd.	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Net cash generated from operating activities	**415**	1,291
Net cash used in investing activities	**(3,322)**	(7,129)
Net cash generated from financing activities	**3,877**	2,656
Net increase/(decrease) in cash and cash equivalents	**970**	(3,182)

9. Investment in an associate

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
Unquoted shares, at cost	**3,364**	3,364
Share of post-acquisition reserves	**(457)**	(91)
	2,907	3,273

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

9. Investment in an associate (continued)

Details of the associates, which is incorporated in Malaysia are as follows:

Name of company	Principal activities	Equity interest held 30.4.2023	31.10.2021
Associate of Reviva Sdn. Bhd.			
BAC Biomass (Kg Gajah) Sdn. Bhd. *	Design, develop, operate and maintain biomass based renewable energy facilities	**40%**	40%
Associate of Cypark Lakeview Solar Sdn. Bhd.			
Cypark Estuary Solar Sdn. Bhd. ("CESSB") *@	Operation of generation facilities that produce electric energy and other business support service activities	**40%**	40%

* Audited by auditors other than Nexia SSY PLT.

@ Equity method is not adopted for the investment in CESSB although the Group holds 40% equity interest in CESSB through Cypark Lakeview Solar Sdn. Bhd. ("CLSSB") as the Group does not have significant influence in CESSB by virtue of the agreement entered into between Cypark Renewable Energy Sdn. Bhd., which owns 100% equity interest in CLSSB and a third party on 22 December 2017, as mentioned in Note 8(b).

The summarised financial information of the associate is not disclosed as the financial effect is immaterial to the Group.

10. Other investment

	Group 30.4.2023 RM'000	31.10.2021 RM'000
Financial assets measured at fair value through profit or loss ("FVPL"):		
At fair value:		
- Redeemable Convertible Unsecured Islamic Debt Security	**24,000**	8,000

The debt instrument is entitled to a profit distribution on a fixed profit rate as follows:

Calendar year	Fixed profit rate (% per annum)
2021 – 2032	23.5
2033	12.5
2034 – 2037	5.0

11. Deferred tax assets/(liabilities)

	Group 30.4.2023 RM'000	Group 31.10.2021 RM'000	Company 30.4.2023 RM'000	Company 31.10.2021 RM'000
At beginning of the period/year	**(14,745)**	(13,172)	**77**	47
Recognised in the statements of comprehensive income (Note 29)	**81,769**	(1,573)	**18,802**	30
At end of the period/year	**67,024**	(14,745)	**18,879**	77

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

11. Deferred tax assets/(liabilities) (continued)

(a) Presented after appropriate offsetting as follows:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Deferred tax assets	**214,267**	48,583	**18,894**	77
Deferred tax liabilities	**(147,243)**	(63,328)	**(15)**	-
	67,024	(14,745)	**18,879**	77

(b) The components of deferred tax assets/(liabilities) prior to offsetting are as follows:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Deferred tax assets				
Impairment of receivables and contract assets	**22,170**	-	**18,824**	-
Provisions	**21,680**	108	**70**	66
Unabsorbed tax losses	**112,422**	29,487	**-**	-
Unutilised capital allowances	**49,855**	12,618	**-**	-
Unutilised investment tax allowances	**8,140**	6,370	**-**	-
Differences between the carrying amount of property, plant and equipment and their tax bases	**-**	-	**-**	11
	214,267	48,583	**18,894**	77
Deferred tax liabilities				
Differences between the carrying amount of property, plant and equipment and their tax bases	**(74,969)**	(8,887)	**(15)**	-
Borrowing cost capitalised	**(37,620)**	(34,274)	**-**	-
Contract assets	**(34,654)**	(20,167)	**-**	-
	(147,243)	(63,328)	**(15)**	-

The deferred tax assets and liabilities are not available for set-off as they arise from different taxable entities within the Group.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

11. Deferred tax assets/(liabilities) (continued)

Subject to the agreement by Inland Revenue Board, the amount of temporary difference as at the end of the reporting period/year are as follows:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Impairment of receivables and contract assets	**106,451**	-	**81,089**	-
Provisions	**94,043**	2,827	**3,999**	2,650
Unabsorbed tax losses	**468,496**	123,656	**-**	-
Unutilised capital allowances	**207,729**	52,575	**-**	-
Unutilised investment tax allowances	**234,202**	239,870	**-**	-
Others	**598**	372	**-**	48
	1,111,519	419,300	**85,088**	2,698
Deferred tax assets arising in respect of the above temporary difference	**266,765**	100,632	**20,422**	648
Deferred tax assets recognised	**(214,267)**	(48,583)	**(18,894)**	(77)
Deferred tax assets not recognised due to uncertainties of realisation of profit	**52,498**	52,049	**1,528**	571

The availability of unabsorbed for offsetting against future taxable profits of the respective subsidiaries in Malaysia are subject to requirements under the Income Tax Act, 1967 and guidelines issued by the tax authority.

The unabsorbed tax losses are available for offset against future taxable profits of the Group which will expire in the following year assessment:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
2025	**71**	71	**-**	-
2031	**468,425**	123,585	**-**	-
	468,496	123,656	**-**	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

12. Trade and other receivables

	Note	Group 30.4.2023 RM'000	Group Restated 31.10.2021 RM'000	Company 30.4.2023 RM'000	Company 31.10.2021 RM'000
Trade					
External parties	(a)	**83,401**	118,279	**3,097**	14,935
Retention sums	(a)	**4,454**	5,247	**118**	236
Amount due from subsidiaries	(a)	**-**	-	**3,014**	700
		87,855	123,526	**6,229**	15,871
Non-trade					
Amounts due from subsidiaries	(b)	**-**	-	**636,571**	532,464
Other receivables		**8,359**	3,703	**331**	300
Advance payments to suppliers		**-**	58,725	**-**	-
Deposits		**6,959**	7,503	**557**	1,429
Prepayments		**1,655**	1,837	**234**	122
		16,973	71,768	**637,693**	534,315
Less: allowance for impairment losses					
- trade		**(4,955)**	-	**(2,656)**	-
- non-trade		**(1,314)**	-	**(250)**	-
		(6,269)	-	**(2,906)**	-
Total trade and other receivables		**98,559**	195,294	**641,016**	550,186

(a) Trade receivables

The Group's and the Company's normal trade credit terms ranged from 30 to 90 (31.10.2021: 30 to 90) days. Other credit terms are assessed and approved on a case-by-case basis. Trade receivables are recognised at their original invoice amounts which represent their fair values on initial recognition.

The retention sums are due upon the expiry of the defect liability period stated in the respective contracts. The defect liability periods ranged from 12 to 36 (31.10.2021: 12 to 36) months.

The information about the credit exposures are disclosed in Note 33(b)(i).

(b) Amounts due from subsidiaries

Amounts due from subsidiaries are advances and payment on behalf, which are unsecured, non-interest bearing, receivable on demand and/or expected to recover in the next twelve months in cash.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

13. Contract assets

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Contract assets relating to:				
- Renewable energy	**772,660**	744,402	**-**	-
- Construction and engineering	**31,106**	31,106	**30,000**	30,000
- Green technology and environment services	**48,184**	49,050	**48,184**	49,050
- Waste management and waste-to-energy	**1,885**	1,740	**-**	-
	853,835	826,298	**78,184**	79,050
Less: allowance for impairment losses	**(100,184)**	-	**(78,184)**	-
	753,651	826,298	**-**	79,050

(a) Revenue from contracts with customers are recognised over time, while the customers are billed via progress billings according to contractual milestones.

(b) A contract asset is recognised in respect of the right to consideration for work performed which has not been billed at the reporting date. Contract assets are reclassified to trade receivables at the point at which it is billed to the customers and none of the amounts are past due at the reporting date.

(c) Included in the contract assets of the Group and of the Company is an amount of RMNil (31.10.2021: RM30,000,000) which pertains to work performed but yet to be billed to a customer in respect of a property development project. The progress of the project was delayed due to a change in the proposed development project. The contract negotiations with the said customer and relevant approvals from authorities were delayed due to unforeseen circumstances in previous financial years. During the financial period, a full impairment of RM30,000,000 was provided for.

(d) Included in the contract assets of the Group are amounts of approximately RM753,650,706 (31.10.2021: RM826,298,216) in relation to work performed but yet to be billed to customers in respect of the ongoing projects, of which approximately RM746,981,787 (31.10.2021: RM740,328,007) will be billed and paid based on agreed terms with the customers.

(e) The changes to contract assets balances during the financial period/year are summarised below:

	Group		Company	
	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
At beginning of the period/year	**826,298**	702,103	**79,050**	79,378
Revenue recognised in profit or loss during the financial period/year	**179,955**	353,739	**3,265**	3,861
Progress billings issued during the period/year	**(152,418)**	(229,544)	**(4,131)**	(4,189)
Impairment losses on contract assets	**(100,184)**	-	**(78,184)**	-
At end of the period/year	**753,651**	826,298	**-**	79,050

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

14. Deposits, cash and bank balances

		Group		Company	
	Note	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Cash and bank balances		**19,391**	41,938	**2,689**	4,639
Short-term deposits	(a)				
- less than 3 months		**135,243**	255,568	**32,246**	69,818
- more than 3 months		**990**	951	**-**	-
		155,624	298,457	**34,935**	74,457

For the purpose of the statements of cash flows, cash and cash equivalents comprise of the following:

		Group		Company	
	Note	30.4.2023 RM'000	31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Cash and bank balances		**19,391**	41,938	**2,689**	4,639
Short-term deposits (less than 3 months)	(a)	**135,243**	255,568	**32,246**	69,818
		154,634	297,506	**34,935**	74,457
Less:					
Bank overdrafts	20	**(3,393)**	(3,034)	**-**	-
Fixed deposits pledged with financial insitutions		**(54,159)**	(77,343)	**(21,073)**	(13,454)
		(57,552)	(80,377)	**(21,073)**	(13,454)
		97,082	217,129	**13,862**	61,003

(a) The deposits placed with licensed banks are placements that bear interest at rates ranging from 1.50% to 2.90% (31.10.2021: 1.35% to 3.03%) per annum.

(b) Included in short-term deposits of the Group and of the Company amounting to RM54,158,736 (31.10.2021: RM77,342,650) and RM21,073,426 (31.10.2021: RM13,454,497) respectively are pledged to licensed banks for credit facilities granted to the Group and to the Company as disclosed in Note 20, which are restricted and not available for general use.

15. Share capital

	Group and Company			
	30.4.2023 Unit'000	31.10.2021 Unit'000	30.4.2023 RM'000	31.10.2021 RM'000
Issued and fully paid ordinary shares				
At beginning of the period/year	**578,061**	480,257	**496,904**	409,543
Issued during the financial period/year:				
- Exercise of ESOS	**9,059**	11,204	**3,442**	6,667
- Private placement	**195,047**	86,600	**84,605**	79,752
Transfer from reserves:				
- Sale of treasury shares	**-**	-	**404**	-
- Exercise of ESOS	**-**	-	**242**	942
At end of the period/year	**782,167**	578,061	**585,597**	496,904

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

15. Share capital (continued)

The holders of ordinary shares (except treasury shares) are entitled to receive dividends as and when declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

During the financial period, the Company increased its total number of issued and paid-up share capital from 578,061,453 ordinary shares amounting to RM496,904,153 to 782,167,635 ordinary shares amounting to RM585,597,276, by way of:

(a) issuance of 3,398,290 new ordinary shares through private placement exercise at an issue price of RM0.950 per ordinary share on 1 December 2021;
(b) issuance of 15,000,000 new ordinary shares through private placement exercise at an issue price of RM0.950 per ordinary share on 17 December 2021;
(c) issuance of 176,648,892 new ordinary shares through private placement exercise at an issue price of RM0.380 per ordinary share on 4 January 2023;
(d) issuance of 9,059,000 new ordinary shares at an exercise price of RM0.380 per ordinary share pursuant to the exercise of options under the Employees' Share Option Scheme ("ESOS") on 14 February 2023;
(e) sale of 2,600,000 treasury shares into the open market for a total consideration of RM2,086,500 on 6 April 2023;
(f) sale of 4,570,100 treasury shares into the open market for a total consideration of RM3,744,105 on 7 April 2023; and
(g) sale of 460,000 treasury shares into the open market for total consideration of RM386,900 on 11 April 2023.

Out of the total issuance of 204,106,182 ordinary shares identified above, items (a) and (b) were the balance of tranches on the private placement announced on 16 June 2021. The private placement exercise was for the development cost for a solar power plant facility and partial repayment of bank borrowings.

On 8 November 2022, the Company announced to undertake a private placement of up to 30% of the total number of issued shares, and the first and final tranches of the placement were completed on 4 January 2023. The private placement exercise was for the working capital of SMART WTE plant at Ladang Tanah Merah and development of the Large Scale Solar Phase 2 comprising Floating Solar projects at Danau Tok Uban.

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

In the previous financial year, the Company increased its total number of issued and paid-up share capital from 480,257,053 ordinary shares to 578,061,453 ordinary shares by way of issuance of 11,204,400 new ordinary shares at an exercise price of RM0.595 per ordinary share pursuant to the exercise of options under the ESOS and 86,600,000 new ordinary shares through three (3) private placement exercises at the issued price of RM0.900, RM0.920 and RM0.950 respectively.

Dividend Reinvestment Scheme ("DRS")

The DRS was established upon the approval from shareholders at the Annual General Meeting held on 21 April 2015. The DRS provides shareholders with the option to reinvest their dividends partially or wholly in new CRB shares in lieu of receiving cash.

Shareholders are expected to benefit from their participation in the DRS as the new shares may be issued at a discount and the DRS provides flexibility for the shareholders to choose to receive the dividends in cash or reinvesting them into the Company.

The DRS will also benefit the Company as the reinvestment of dividends by the shareholders in new shares will enlarge the share capital base and strengthen the capital position of the Company. The cash retained will be preserved to fund the Group's continuing growth and expansion plan and for the Group's working capital purpose.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

15. Share capital (continued)

Dividend Reinvestment Scheme ("DRS") (continued)

In relation to dividends to be declared, the Board of Directors ("Board") may, at its absolute discretion, determine whether to offer shareholders the reinvestment option and where applicable, the Electable Portion of the dividends to which the reinvestment option applies. The Company is not obliged to undertake the DRS for every dividend to be declared.

In this respect, the Electable Portion may encompass the whole dividends declared or only a portion of the dividends. In the event the Electable Portion is not applicable for the whole dividends declared, the Non-Electable Portion will be paid in cash.

The issue price of such new shares will be fixed by the Board on the price fixing date and shall be determined based on the 5-day Volume Weighted Average Price ("VWAP") of the CRB Shares immediately preceding the price fixing date, with a discount of not more than ten percent (10%). The VWAP shall be adjusted ex-dividends before applying the said discount in fixing the Issue Price. In any event, the Issue Price will not be lower than the par value of CRB Shares of RM0.50 each.

16. Reverse acquisition reserve

In accordance with the principles of reverse acquisition in MFRS 3: Business Combinations, the amount recognised as issued instruments in the consolidated financial statements is determined by adding the cost of the business combination to the issued equity of the subsidiary being acquired immediately before the business combination. However, the equity structure appearing in the consolidated financial statements is of the Company.

Therefore, a reverse acquisition reserve of RM36,700,000 has been created, being the difference between the required Group's equity structure and the reported equity of the Company.

17. Employee share option reserve

Employee share option reserve represents the equity-settled share options granted to the Directors and employees. The reserve is made up of the cumulative value of services received from the Directors and employees recorded over the vesting period commencing from the grant date of equity-settled share options, and is reduced by the expiry or exercise of the share options.

The ESOS was implemented on 19 October 2015. The ESOS allows the Company to grant share options to eligible employees and Directors of the Group of up to 15% of the issued and paid-up share capital of the Company. The ESOS is governed by the By-Laws which was approved by the shareholders at the Tenth Annual General Meeting on 21 April 2015. The ESOS shall be in force for a period of 5 years up to 18 October 2020 and pursuant to By-Laws 21, the Board shall have the discretion to extend the duration of the ESOS for a maximum period of 5 years.

17. Employee share option reserve (continued)

The salient features of the ESOS are as follows:

(a) Option Committee is appointed by the Board to administer the ESOS, may from time to time grant options to eligible employees and Directors of the Group to subscribe for new ordinary shares;

(b) The total number of new ordinary shares to be offered under the ESOS shall not exceed in aggregate fifteen percent (15%) of the issued and paid-up share capital of the Company at any point in time during the existence of the ESOS. In addition, not more than 10% of the new ordinary shares available under the ESOS shall be allocated to any individual Director or employee who, either singly or collectively through person(s) connected with him/her, holds 20% or more in the issued and paid-up capital of the Company;

(c) Eligible persons are employees and Directors of the Group that have attained the age of eighteen (18) years, in full time confirmed employment and payroll or such person is serving in a specific designation under an employee contract for a fixed duration of at least one (1) year, not a participant of any other employee share option scheme within the Group which is in force for the time being and such person has fulfilled any other eligibility criteria determined by the Option Committee. For the avoidance of doubt, the Option Committee may determine any other eligibility criteria and/or waive any of the conditions of eligibility as set out in the By-Laws, for purposes of selecting an eligible person at any time and from time to time, in the Option Committee's discretion;

(d) The criterion of allotment of new ordinary shares is by reference to the category of the eligible persons in consideration with due regard to, amongst others, the performance in the Group and seniority of the eligible persons;

(e) The price at which the grantee is entitled to subscribe for each new ordinary share under the ESOS shall be determined based on the five (5)-day VWAP of the ordinary shares immediately preceding the date of offer, with a discount of not more than ten percent (10%) or such other percentage of discount as may be permitted by Bursa Malaysia Securities Berhad or any other relevant authorities from time to time during the duration of the ESOS. In any event, the exercise price of the ESOS options will not be lower than the par value of the Company's share of RM0.50 each;

(f) All new ordinary shares issued upon exercise of the options granted under the ESOS will rank pari passu in all respects with the existing ordinary shares except that the new CRB Shares issued will not be entitled to any dividend, rights or other distributions declared, made or paid to shareholders prior to the date of allotment; and

(g) The options granted under ESOS are not assignable

Grant date:	26.3.2020	19.1.2021	28.12.2022
Number of options:	48,600,000	8,950,000	49,894,000
Exercise period:	26.3.2020 to 30.6.2022 (lapsed)	19.1.2021 to 30.6.2022 (lapsed)	28.12.2022 to 30.6.2024
Exercise price:	RM0.595	RM1.160	RM0.380

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

17. Employee share option reserve (continued)

The movements in the number of ESOS of the Group and of the Company during the financial period/year are as follows:

	Number of options Units '000	Weighted average exercise price RM	Weighted average share price at exercise date RM
At 1 November 2020	35,784		
Granted	8,950	1.160	
Exercised	(11,204)	0.595	1.330
At 31 October 2021	33,530		
Lapsed	(33,530)		
Granted	49,894	0.380	
Exercised	(9,059)	0.380	1.030
At 30 April 2023	40,835		

A total of 23,100,000 ESOS options ("2017 Options") under the ESOS Scheme were offered to eligible Directors and employees at RM2.120 on 26 April 2017 and were fully accepted by all eligible Directors and employees on 16 May 2017.

A total of 33,800,000 ESOS options ("2019 Options") under the ESOS Scheme were offered to eligible Directors and employees at RM1.240 on 30 December 2019 and were fully accepted by all eligible Directors and employees on 23 January 2020.

However, all the outstanding ESOS options of 2017 Options and 2019 Options totalling 46,973,000 units were cancelled upon the mutual agreement with the respective ESOS Options holders on 11 March 2020.

The cancellation was mainly due to the outstanding ESOS Options which no longer serve as the effective tool to motivate, encourage, reward and retain the eligible employees and the Directors since the CRB shares have predominantly been trading below the exercise prices of the ESOS Options.

Subsequent to the cancellation, a total of 48,600,000 ESOS options ("2020 Options") under the ESOS Scheme were offered to eligible Directors and employees at RM0.595 on 26 March 2020 and were fully accepted by all the eligible Directors and employees on 17 April 2020.

Upon the recommendation of Option Committee, the Company had on 9 October 2020 announced that the duration of the ESOS will be extended for a further one (1) year period from 19 October 2020 to 18 October 2021.

A total of 8,950,000 new ESOS options ("2021 Options") under the ESOS Scheme were offered to eligible Directors and employees at RM1.16 on 19 January 2021 and were fully accepted by all eligible employees on 8 February 2022.

On 9 July 2021, the Board further approved the extension of the duration of ESOS upon the recommendation from Option Committee which will be expiring on 18 October 2021 for a period from 19 October 2021 to 30 June 2022.On 30 June 2022, the Board further approved the extension of the duration of ESOS upon the recommendation from Option Committee which will be expiring on 30 June 2022 for a period from 1 July 2022 to 30 June 2024.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

17. Employee share option reserve (continued)

The unexercised ESOS options ("2020 Options") and ("2021 Options") had lapsed on 30 June 2022 as the shares were trading below the exercise prices of the ESOS Options.

A total of 48,894,000 ESOS options ("2022 Options") under the ESOS Scheme were offered to eligible Directors and employees at RM0.380 on 28 December 2022 and were fully accepted by all eligible Directors and employees on 31 January 2023.

Exercisable ESOS as at the end of the reporting period is 40,835,000 (31.10.2021: 33,530,000) options.

Fair value of share options granted

The fair values of the share options granted under the ESOS was determined using the binomial option pricing model, taking into account the terms and conditions upon which the instruments were granted by. The model simulates the total shareholder return. It takes into account historic dividends, share price fluctuation covariance of the Company and each entity of the group of competitors to predict the distribution of relative share performance.

The significant inputs to the model were as follows:

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
Weighted average share price (RM)	**0.42**	1.39
Weighted average exercise price (RM)	**0.38**	1.16
Expected volatility (%)	**64.92**	50.31
Expected life (years)	**1.51**	0.67
Risk-free interest rate (%)	**3.72**	1.94

The expected life of the share options is based on historical data and is not necessarily indicative of the exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility of share price is indicative of future trends, which may also not necessarily be the actual outcome.

18. Treasury shares

	Group and Company			
	30.4.2023 Unit'000	31.10.2021 Unit'000	30.4.2023 RM'000	31.10.2021 RM'000
At beginning of the period/year	**7,630**	7,630	**5,790**	5,790
Treasury shares sold	**(7,630)**	-	**(5,790)**	-
At end of the period/year	**-**	7,630	**-**	5,790

Treasury shares relate to ordinary shares of the Company that are repurchased and held by the Company. The Company's share buyback scheme was approved by the Company's shareholders in the Annual General Meeting held on 8 April 2021 for the Company to repurchase up to 10% of its issued ordinary shares within a 5-year period. The share repurchases made to date were financed by internally generated funds and are being held as treasury shares in accordance with the requirement of Section 127 of the Companies Act 2016 in Malaysia.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

18. Treasury shares (continued)

On 6 April 2023, the Company resold a total of 2,600,000 treasury shares into the open market for a total consideration of RM2,086,500. The total number of treasury shares held after the resale was 5,030,100 units. On 7 April 2023, the Company resold a total of 4,570,100 treasury shares into the open market for a total consideration of RM3,744,105. The total number of treasury shares held after the resale was 460,000 units.

Subsequently, on 11 April 2023, the Company resold the balance of 460,000 treasury shares into the open market for a total consideration of RM386,900. There are no treasury shares held after the above resale at the end of financial period under review.

19. Perpetual sukuk

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
Issuance nominal value	**235,000**	209,600
Less: Total transaction costs, net of tax	**(4,493)**	(2,847)
	230,507	206,753
Distribution paid to perpetual sukuk holders to date	**(32,679)**	(11,252)
Distribution to perpetual sukuk holders to date	**35,136**	13,394
	232,964	208,895

On 4 September 2020 and 7 October 2020, a wholly owned subsidiary of the Company, Cypark Renewable Energy Sdn. Bhd. ("CRE") issued RM97,250,000 and RM22,100,000 nominal value of Perpetual Sukuk Musharakah ("perpetual sukuk") identified as Tranche 1 Series 1 and Tranche 1 Series 2 respectively, under the Perpetual Sukuk Musharakah programme of up to RM500 million. These issued perpetual sukuk are part of the first tranche of the programme. The proceeds from the issuance of the perpetual sukuk are for refinancing of existing financings/borrowings, working capital, investment, capital expenditure and general corporate purposes.

On 19 November 2020, CRE issued RM30,250,000 of Tranche 1 Series 3 nominal value of perpetual sukuk. It was followed with the issuance of Tranche 1 Series 4 amounting to RM15,400,000 and Tranche 1 Series 5 amounting to RM30,100,000 on 30 December 2020 and 22 February 2021 respectively. Subsequently, CRE issued Tranche 1 Series 6 amounting to RM8,000,000 on 12 April 2021, Tranche 1 Series 7 amounting to RM6,500,000 on 5 October 2021, Tranche 1 Series 8 amounting to RM10,400,000 on 27 April 2022, Tranche 1 Series 9 amounting to RM6,550,000 on 27 September 2022, and Tranche 1 Series 10 amounting to RM8,450,000 on 8 February 2023. These issued perpetual sukuk are part of the first tranche of the programme.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

19. Perpetual sukuk (continued)

The perpetual sukuk is accounted for as an equity instrument as there is no contractual obligation to redeem the instrument.

The salient features of the perpetual sukuk are as follows:

(a) The perpetual sukuk is issued under the Shariah principle of Musharakah and unrated.

(b) The perpetual sukuk is structured with a perpetual tenure and there is no fixed maturity date where CRE is required to redeem the perpetual sukuk mandatorily.

(c) The perpetual sukuk shall at all times constitute direct, secured or unsecured (as the case may be), unconditional and subordinated obligations of CRE under the laws of Malaysia and shall at all times rank pari passu among themselves and as follows:

  (i) in respect of such issuance of the secured perpetual sukuk, rank pari passu, without priority among themselves but each issuance of perpetual sukuk will be secured by their respective security and shall rank at least pari passu with all other present and future unsecured, unconditional and subordinated obligations of CRE and with any Parity Obligations; and

  (ii) in respect of such issuance of the unsecured perpetual sukuk, rank pari passu, without priority amongst themselves, and rank at least pari passu with all other present and future unsecured, unconditional and subordinated obligations of CRE and with any Parity Obligations.

(d) CRE may opt to defer payment of the Expected Periodic Distribution Amount (in whole or in part) which is otherwise scheduled to be paid on a Periodic Distribution Date by giving an irrevocable optional deferral notice not less than fifteen (15) days and not more than thirty (30) days prior to the relevant Periodic Distribution Date, provided that no Compulsory Periodic Distribution Payment Event has occurred.

  A Compulsory Periodic Distribution Payment Event shall have occurred if, during the six (6)-month period ending on the day before the relevant scheduled Periodic Distribution Date, either or both of the following have occurred:

  (i) CRE has declared or paid any dividends or made other payments to holders of Junior Obligations or Parity Obligations; or
  (ii) CRE has redeemed, reduced, cancelled or bought back any of holders of Junior Obligations or Parity Obligations.

(e) All matters or resolutions which require the sukukholders' consent under the perpetual sukuk program shall be carried out on a per tranche basis, unless the matter is in relation to the program would affect sukukholders of all tranches.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

19. Perpetual sukuk (continued)

The salient features of the perpetual sukuk are as follows (continued):

(f) CRE has the option to redeem the perpetual sukuk under the following circumstances:

(i) CRE has redeemed, reduced, cancelled or bought back any of holders of Junior Obligations or Parity Obligations;
(ii) Accounting Event Redemption - if the perpetual sukuk is or will no longer be recorded as equity as a result of changes to accounting standards;
(iii) Tax Event Redemption - if CRE is or will become obliged to pay additional amount due to changes in tax laws or regulations;
(iv) Leverage Event Redemption - if the Net Debts Equity Ratio of CRE exceeds 0.75 times;
(v) Shareholder/Shareholding Event Redemption - if the shareholding of CRE changed; and
(vi) Sinking Fund Event Redemption - if CRE fails to comply with the Sinking Fund Top Up schedule of the respective tranche.

(g) The perpetual sukuk issued during the year carried an initial fixed periodic distribution rate of 6.5% per annum payable on semi-annual basis in arrears. The periodic distribution rate of any tranche of perpetual sukuk will be reset at the aggregate of the initial period distribution rate plus step-up margin provided that such rate is capped at maximum rate.

(h) The first tranche of perpetual sukuk is secured by the following:

(i) first ranking specific debenture over the building, plant and machinery in relation to the First Tranche Eligible Projects and these projects owners are CRE's subsidiaries;
(ii) first ranking legal assignment and charge over the First Tranche Designated Accounts and the credit balances therein as well as the Permitted Investments;
(iii) first ranking legal assignment over intercompanies advances agreements entered into between CRE and its subsidiaries, including the assignment over the rights, titles and benefits (including proceeds from the sale of electricity) under the Renewable Energy Power Purchase Agreements ("REPPA") entered into between the subsidiaries and Tenaga Nasional Berhad ("TNB") in relation to the First Tranche Eligible Projects; and first ranking assignment over all insurance contracts in relation to the First Tranche Eligible Projects; and
(iv) first ranking assignment over all insurance contracts in relation to the First Tranche Eligible Projects.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

20. Loans and borrowings

	Note	Group 30.4.2023 RM'000	Group 31.10.2021 RM'000	Company 30.4.2023 RM'000	Company 31.10.2021 RM'000
Non-current					
Secured					
Islamic medium term notes ("IMTNs")	(b)	**509,919**	527,856	**-**	-
Term loans	(c)	**673,375**	571,630	**-**	-
		1,183,294	1,099,486	**-**	-
Current					
Secured					
Bank overdrafts	(a)	**3,393**	3,034	**-**	-
Islamic medium term notes ("IMTNs")	(b)	**19,612**	9,775	**-**	-
Term loans	(c)	**33,140**	20,090	**-**	-
Trust receipts	(d)	**91,256**	100,652	**26,962**	25,497
Revolving credits	(e)	**116,322**	123,421	**37,000**	2,000
		263,723	256,972	**63,962**	27,497
		1,447,017	1,356,458	**63,962**	27,497
Total loans and borrowings:					
Bank overdrafts	(a)	**3,393**	3,034	**-**	-
Islamic medium term notes ("IMTNs")	(b)	**529,531**	537,631	**-**	-
Term loans	(c)	**706,515**	591,720	**-**	-
Trust receipts	(d)	**91,256**	100,652	**26,962**	25,497
Revolving credits	(e)	**116,322**	123,421	**37,000**	2,000
		1,447,017	1,356,458	**63,962**	27,497

The breakdown of Islamic and Conventional loans and borrowings are as follows:

	Group 30.4.2023 RM'000	Group 31.10.2021 RM'000	Company 30.4.2023 RM'000	Company 31.10.2021 RM'000
Non-current				
Islamic	**1,183,294**	1,099,486	**-**	-
Current				
Islamic	**224,287**	221,247	**63,962**	27,497
Conventional	**39,436**	35,725	**-**	-
	263,723	256,972	**63,962**	27,497
	1,447,017	1,356,458	**63,962**	27,497

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

20. Loans and borrowings (continued)

(a) Bank overdrafts

Bank overdrafts of the Group bear interests at base lending rate ("BLR") + 1.00% (31.10. 2021: BLR + 1.00%) per annum.

(b) Islamic medium-term notes ("IMTNs")

In previous financial years, a wholly owned subsidiary of the Company, Cypark Ref Sdn. Bhd. ("CREF") issued IMTNs pursuant to Sri Sukuk Murabahah Programme ("Sukuk Murabahah") of RM550 million in nominal value. Such IMTNs were issued in 19 series with maturities commencing from year 2022 to 2040. The profit margin ranges from 4.60% to 5.99% per annum.

The utilisation of the proceeds from the issuances shall include, but not limited to finance the costs and expenses associated with the design, procurement, construction and commission, of three (3) 30MWAC solar photovoltaic power plant projects under Large Scale Solar ("LSS") 2, the profit payment of the IMTNs during the construction period and to defray any expenses incurred in relation to the IMTNs.

The IMTNs are secured by the following:

(i) the debenture incorporating a first ranking fixed and floating charge over the present and future assets of CREF;
(ii) the assignment of Issuer's Material Project Documents;
(iii) the assignment and Charge of Designated Accounts (Issuer);
(iv) the assignment of Takaful Contracts/Insurance Policies;
(v) the assignment of Project Bonds (Issuer);
(vi) the Tripartite Security Deeds under which the assignment of all revenue proceeds of those Power Purchase Agreements ("PPA") signed with TNB where the 3 projects were created; and
(vii) Letter of Undertaking (Contingent Equity Support) by the Company.

CREF shall at all times after the project completion to ensure the following are met during the tenure of the SRI Sukuk:

(i) Financial Service Coverage Ratio with cash of at least 1.10 times; and
(ii) Finance to Equity ratio shall not exceed 80:20.

(c) Term loans

Term loans of the Group bear interests ranging from cost of funds ("COF") + 1.50% to COF + 2.25% (31.10.2021: COF + 1.50% to COF + 2.50%) per annum.

Term loans are secured by the following:

(i) A debenture over the fixed and floating charges over present and future assets of projects funded, as disclosed in Note 5;
(ii) An assignment over all revenue proceeds from the projects funded;
(iii) An assignment of all insurance policies relating to the projects funded;
(iv) A charge over the designated bank accounts of the project funded;
(v) The Facility Agreement between the Bank and a subsidiary;
(vi) Charge over the shares of a subsidiary; and
(vii) Corporate guarantee by the Company.

20. Loans and borrowings (continued)

(d) Trust receipts

Trust receipts of the Group and of the Company bear interests ranging from BLR + 1.25%, base financing rate ("BFR") + 0.75% to BFR + 6.70% and COF + 1.00% to COF + 2.00% (31.10.2021: BLR + 1.25%, BFR + 0.75% to BFR + 6.70% and COF + 1.00% to COF + 2.00%) per annum.

Trust receipts are secured by the following:
(i) Deposits pledged to the financial institutions, as disclosed in Note 14(b); and
(ii) Corporate guarantee by the Company.

(e) Revolving credit

Revolving credits of the Group and of the Company bear interest ranging from COF + 1.30% to COF + 2.50% (31.10.2021: from COF + 1.30% to COF + 2.50%) and BFR + 0.75% (31.10.2021: BFR + 0.75%) per annum.

Revolving credits are secured by the following:
(i) Deposits pledged to the financial institutions, as disclosed in Note 14(b); and
(ii) Corporate guarantee by the Company.

21. Lease liabilities

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
At beginning of the period/year	**6,527**	7,322
Interest expense recognised in profit or loss	**464**	423
Repayment of principal	**(807)**	(795)
Repayment of interest	**(464)**	(423)
At end of the period/year	**5,720**	6,527
Analysed by:		
Non-current	**5,219**	5,882
Current	**501**	645
	5,720	6,527

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

21. Lease liabilities (continued)

Future minimum lease payments together with the present value of net minimum lease payments are as follows:

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
Minimum lease payments		
- not later than 1 year	847	992
- later than 1 year and not later than 5 years	2,829	3,120
- later than 5 years	4,473	5,307
Total minimum lease payments	8,149	9,419
Less: Future finance charges on lease liabilities	(2,429)	(2,892)
Present value of lease liabilities	5,720	6,527
Present value of minimum lease payments		
- not later than 1 year	501	645
- later than 1 year and not later than 5 years	1,746	3,690
- later than 5 years	3,473	2,192
Total present value of minimum lease payments	5,720	6,527
Less: Amount due within 12 months	(501)	(645)
Amount due after 12 months	5,219	5,882

Certain lease liabilities of the Group are secured by the Group's motor vehicles under the hire purchase arrangements, as disclosed in Note 6, with lease terms of 2 to 7 years (31.10.2021: 2 to 7 years).

The incremental borrowing rates applied to lease liabilities ranged from 2.32% to 6.79% (31.10.2021: 2.32% to 6.79%) per annum.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

22. Trade and other payables

	Note	Group		Company	
		30.4.2023 RM'000	Restated 31.10.2021 RM'000	30.4.2023 RM'000	31.10.2021 RM'000
Trade					
Third parties	(a)	**73,913**	72,220	**298**	558
Retention sums	(a)	**50,933**	47,353	**373**	373
Amounts due to subsidiaries		**-**	-	**1,423**	874
		124,846	119,573	**2,094**	1,805
Non-trade					
Other payables		**26,430**	15,627	**712**	617
Accruals		**22,251**	28,306	**4,246**	3,119
Provisions		**91,439**	-	**-**	-
Amounts due to subsidiaries	(b)	**-**	-	**34,814**	128,470
		140,120	43,933	**39,772**	132,206
Total trade and other payables		**264,966**	163,506	**41,866**	134,011

(a) Trade payables

These amounts are non-interest bearing. The normal trade credit terms granted to the Group and to the Company ranged from 30 to 90 (31.10.2021: 30 to 90) days although it is customary for the credit terms to be extended beyond 90 days based on case-by-case basis.

Included in trade payables of the Group is an amount due to a company in which certain Directors of the Company have financial interests, CyEn Resources Sdn. Bhd., of RM1,942,679 (31.10.2021: RM1,330,940), which is subject to normal trade terms.

The retention sums are payable to the contractors upon the expiry of the defect liability period stated in the respective contracts ranging from 12 to 36 (31.10.2021: 12 to 36) months.

(b) Amounts due to subsidiaries

Amounts due to subsidiaries represents advances and payments on behalf, which are unsecured, non-interest bearing and repayable on demand in cash.

For explanations on the Group's and the Company's liquidity risk management processes, refer to Note 33(b)(ii).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

23. Revenue

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Revenue from contracts with customers				
Renewable energy	**111,998**	210,236	**1,300**	5,200
Construction and engineering	**6,392**	23,732	**1,775**	-
Green technology and environment services	**7,817**	3,862	**1,490**	3,861
Waste management and Waste-to-Energy ("WTE")	**127,234**	38,224	**-**	18,843
Management fee	**-**	-	**16,000**	17,400
	253,441	276,054	**20,565**	45,304
Dividend income	**-**	-	**25,000**	26,000
	253,441	276,054	**45,565**	71,304
Financing revenue arising from contracts with customers	**58,544**	39,269	**-**	-
	311,985	315,323	**45,565**	71,304

Revenue from contracts with customers is recognised over time except for an amount of RM22,073,395 (31.10.2021: RM84,501,347) of the Group which is recognised at point in time.

As at 30 April 2023, the aggregate amount of the transaction price allocated to the remaining performance obligations of the Group in respect of renewable energy is RM6,550,995 (31.10.2021: RM17,236,070) and will recognise this revenue over the next 12 months (31.10.2021: 12 months).

Included in the revenue of waste management and WTE of the Group is an amount of RM101,763,279 (31.10.2021: RM10,279,676) which represents revenue from construction related to concession asset.

24. Cost of operations

Included in the cost of operations of the Group is an amount of RM46,148,621 (31.10.2021: RM31,017,825) which represents finance cost relating to contracts with customers.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

25. Finance costs

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Profit/interest expenses on:				
- Bank guarantee commissions	**2,203**	86	**33**	34
- Bank overdrafts	**101**	280	**-**	-
- Lease liabilities	**464**	423	**-**	-
- Letter of credits	**72**	290	**-**	-
- Revolving credits	**6,461**	2,573	**-**	-
- Term loans	**50,152**	23,503	**-**	-
- Trust receipts	**1,098**	2,661	**-**	-
- Others	**924**	93	**51**	-
Accretion of interest on retention sums	**-**	523	**-**	-
	61,475	30,432	**84**	34
Less: Borrowings cost capitalised				
- Plant and equipment (Note 5)	**(19,614)**	(5,610)	**-**	-
- Intangible assets (Note 7)	**(26,237)**	(20,424)	**-**	-
	(45,851)	(26,034)	**-**	-
	15,624	4,398	**84**	34

26. (Loss)/profit before taxation

Other than disclosed elsewhere in the financial statements, the following items have been charged/(credited) in arriving at (loss)/profit before taxation:

		Group		Company	
	Note	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Auditors' remuneration:					
(a) Auditors of the Company					
- Statutory		**480**	243	**157**	73
- Non-statutory		**-**	28	**-**	28
(b) Other auditors					
- Statutory		**42**	32	**-**	-
Amortisation of intangible assets	7	**23,995**	3,640	**1,195**	4,778
Depreciation of:					
- plant and equipment	5	**13,534**	8,043	**180**	136
- right-of-use assets	6	**990**	840	**-**	-
Directors' remuneration	27	**14,361**	6,447	**14,361**	6,447
Employee benefits expense	28	**25,656**	15,275	**239**	444
Gain on realised foreign exchange		**(101)**	-	**-**	-
Gain on unrealised foreign exchange		**(50)**	(2)	**-**	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

26. (Loss)/profit before taxation (continued)

Other than disclosed elsewhere in the financial statements, the following items have been charged/(credited) in arriving at (loss)/profit before taxation (continued):

		Group		Company	
	Note	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Gain on disposal of:					
- right-of-use assets		**(52)**	(200)	**-**	(200)
Impairment losses on:					
- financial assets and contract assets	12,13	**106,453**	-	**81,090**	-
- intangible assets	7	**56,119**	-	**25,004**	-
- plant and equipment	5	**21,137**	-	**-**	-
Interest income		**(5,016)**	(2,801)	**(1,435)**	(713)
Rental income		**(23)**	-	**-**	-
Leases expense on:					
- short-term leases		**2,069**	1,235	**173**	113
- low value assets		**102**	334	**18**	11
Provision for Liquidated Ascertained Damages ("LAD")	22	**91,439**	-	**-**	-

27. Directors' remuneration

	Group and Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Executive:		
Salaries, bonus and emoluments	**11,811**	5,133
Defined contribution plan	**1,152**	616
	12,963	5,749
Non-executive		
Fees	**1,398**	698
	14,361	6,447

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

28. Employee benefits expense

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Defined contribution plan:				
- current	**2,574**	1,606	**863**	569
- oveprovision in prior years	**(291)**	(278)	**(172)**	(163)
ESOS expenses	**75**	269	**75**	269
Other staff related expenses	**1,982**	1,500	**1,371**	738
Salaries and bonuses:				
- current	**23,591**	14,412	**7,719**	5,190
- oveprovision in prior years	**(2,423)**	(2,320)	**(1,435)**	(1,360)
Social security contributions	**148**	86	**46**	29
Staff cost reimbursement				
- charged by subsidiaries	**-**	-	**2,418**	1,578
- charged to subsidiaries	**-**	-	**(10,646)**	(6,406)
	25,656	15,275	**239**	444

29. Taxation

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Malaysian income tax				
- current period/year	**1,291**	19,369	**830**	5,820
- (over)/underprovision in prior years	**(147)**	439	**95**	(72)
	1,144	19,808	**925**	5,748
Deferred tax (Note 11)				
- Relating to origination and reversal of temporary differences	**(81,370)**	928	**(18,802)**	(30)
- underprovision in prior years	**(399)**	645	**-**	-
	(81,769)	1,573	**(18,802)**	(30)
	(80,625)	21,381	**(17,877)**	5,718

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

29. Taxation (continued)

Reconciliations of income tax expense applicable to the results of the Group and of the Company at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and of the Company are as follows:

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
(Loss)/profit before taxation	**(345,960)**	96,635	**(80,837)**	50,030
Tax at Malaysian statutory tax rate of 24% (31.10.2021: 24%)	**(83,030)**	23,192	**(19,401)**	12,007
Tax effects of:				
- share of results of an associate	**88**	38	**-**	-
- income not subject to tax	**(23,996)**	(2,776)	**(6,000)**	(6,295)
- expenses not deductible for tax purposes	**32,142**	5,706	**6,472**	78
- utilisation of deferred tax assets not recognised previously	**(3,249)**	(2,923)	**-**	-
- effect from deductibility of borrowing costs capitalised in intangible assets	**(5,732)**	(2,940)	**-**	-
- deferred tax assets not recognised during the financial period/year	**3,698**	-	**957**	-
(over)/underprovision in prior years				
- income tax	**(147)**	439	**95**	(72)
- deferred tax	**(399)**	645	**-**	-
	(80,625)	21,381	**(17,877)**	5,718

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

30. (Losses)/earnings per share

(a) Basic (losses)/earnings per share amounts are based on (loss)/profit for the financial period/year attributable to owners of the Company and the weighted average number of ordinary shares in issue during the financial period/year, calculated as follows:

	Group	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
(Loss)/profit attributable to the owners of the Company	(246,040)	75,414
Distribution to perpetual sukuk holders	(21,742)	(12,251)
	(267,782)	63,163

	30.4.2023 Unit'000	31.10.2021 Unit'000
Weighted average number of ordinary shares for basic earnings per share	626,443	491,515
Basic (loss)/earnings per ordinary share (sen)	(42.75)	12.85

(b) Diluted (losses)/earnings per share are based on the (loss)/profit for the financial period/year attributable to owners of the Company (after adjusting for interest on the convertible bonds) and the weighted average number of ordinary shares outstanding during the financial period/year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares, calculated as follows:

	Group	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
(Loss)/profit attributable to the owners of the Company	(246,040)	75,414
Distribution to perpetual sukuk holders	(21,742)	(12,251)
	(267,782)	63,163

	30.4.2023 Unit'000	31.10.2021 Unit'000
Weighted average number of ordinary shares for basic earnings per share	626,443	491,515
Potential shares issued pursuant to ESOS	3,214	13,888
Adjusted weighted average number of ordinary shares	629,657	505,403
Diluted (losses)/earnings per ordinary share (sen)	(42.53)	12.49

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

31. Capital commitments

(a) The Group made commitments for the following capital expenditures:

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
In respect of capital expenditure approved and contracted for:		
- Plant and equipment	**106,643**	146,210
- Intangible assets recognised pursuant to IC 12 (Note 7(a))	**-**	1,536
	106,643	147,746

(b) The Group made the following future lease commitments, as lessee:

	Group	
	30.4.2023 RM'000	31.10.2021 RM'000
Future minimum lease payments		
- not later than 1 year	**1,595**	1,595
- later than 1 year and not later than 5 years	**6,738**	6,380
- later than 5 years	**40,249**	43,000
	48,582	50,975

32. Related parties

(a) Identity of related parties

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

Related parties of the Group include:

(i) Subsidiaries;
(ii) Associate;
(iii) Entities in which Directors have substantial financial interests; and
(iv) Key management personnel of the Group and of the Company, comprise persons (including Directors) having the authority and responsibility for planning, directing and controlling the activities directly or indirectly.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

32. Related parties (continued)

(b) Significant related parties transactions

Significant related party transactions other than disclosed elsewhere in the financial statements are as follows:

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Subsidiaries				
Amount charged by, for work performed on:				
- Development expenditure	**-**	-	**2,400**	2,400
- Maintenance works projects	**-**	-	**1,581**	3,496
Amount charged to, for work performed on:				
- Renewable energy projects	**-**	-	**(1,300)**	(5,200)
Dividend income	**-**	-	**(25,000)**	(26,000)
Management fees	**-**	-	**(16,000)**	(17,400)
Interest income	**-**	-	**(1,642)**	(108)
Staff costs reimbursement				
- Charged by	**-**	-	**(10,646)**	(6,407)
- Charged to	**-**	-	**3,134**	2,221
	-	-	**(47,473)**	(46,998)
Related party				
Amount charged by, for work performed on:				
- maintenance works projects*	**1,186**	3,044	**-**	-
- renewable energy projects*	**-**	6,124	**-**	-
- waste management and WTE projects*	**11,571**	2,189	**-**	-
Amount charged to, for work performed on:				
- renewable energy projects*	**(45)**	-	**-**	-
- waste management and WTE projects*	**-**	(3,087)	**-**	(3,087)
	12,712	8,270	**-**	(3,087)
Total transactions with subsidiaries and related party	**12,712**	8,270	**(47,473)**	(50,085)

* Related party refers to a company in which certain Directors have financial interests, namely CyEn Resources Sdn. Bhd.

The Company provides secured corporate guarantees to banks in respect of banking facilities granted to the subsidiaries as disclosed in Note 33(b)(ii).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

32. Related parties (continued)

(c) Compensation of key management personnel

The key management personnel include Directors and certain members of senior management of the Group.

The remuneration of the key management personnel is as follows:

	Group		Company	
	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000	Financial period from 1.11.2021 to 30.4.2023 RM'000	Financial year from 1.11.2020 to 31.10.2021 RM'000
Short-term employees benefits	**16,038**	8,069	**13,754**	6,367
Defined contribution plan	**1,557**	884	**1,283**	680
ESOS expenses	**1,257**	138	**1,180**	15
Other benefits	**6**	5	**4**	2
	18,858	9,096	**16,221**	7,064

Included in the key management personnel are Directors' remuneration as disclosed in Note 27.

33. 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:

	Carrying amount RM'000	Amortised cost RM'000
Group		
30.4.2023		
Non-derivative financial assets		
Trade and other receivables, excluding advance payments to suppliers and prepayments	**96,904**	**96,904**
Deposits, cash and bank balances	**155,624**	**155,624**
	252,528	**252,528**
Non-derivative financial liabilities		
Trade and other payables	**264,966**	**264,966**
Loans and borrowings	**1,447,017**	**1447,017**
Lease liabilities	**5,720**	**5,720**
	1,717,703	**1,717,703**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(a) Categories of financial instruments (continued)

	Carrying amount RM'000	Amortised cost RM'000
Group		
31.10.2021		
Non-derivative financial assets		
Trade and other receivables, excluding advance payments to suppliers and prepayments	134,732	134,732
Deposits, cash and bank balances	298,457	298,457
	433,189	433,189
Non-derivative financial liabilities		
Trade and other payables	163,506	163,506
Loans and borrowings	1,356,458	1,356,458
Lease liabilities	6,527	6,527
	1,526,491	1,526,491
Company		
30.4.2023		
Non-derivative financial assets		
Trade and other receivables, excluding advance payments to suppliers and prepayments	**640,782**	**640,782**
Deposits, cash and bank balances	**34,935**	**34,935**
	675,717	**675,717**
Non-derivative financial liabilities		
Trade and other payables	**41,866**	**41,866**
Loans and borrowings	**63,962**	**63,962**
	105,828	**105,828**
31.10.2021		
Non-derivative financial assets		
Trade and other receivables, excluding advance payments to suppliers and prepayments	550,064	550,064
Deposits, cash and bank balances	74,457	74,457
	624,521	624,521
Non-derivative financial liabilities		
Trade and other payables	134,011	134,011
Loans and borrowings	27,497	27,497
	161,508	161,508

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management

The Group's and the Company's activities are exposed to a variety of financial risks arising from their operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk and interest rate risk. The Group's and the Company's overall financial risk management objective is to optimise value for their shareholders.

The Group and the Company operate within an established risk management framework and clearly defined guidelines that are regularly reviewed by the Group's Chief Financial Officer and does not trade in derivative financial instruments. Financial risk management is carried through internal control systems and adherence to Group's and the Company's financial risk management policies.

The following sections provide details regarding the Group's and the Company's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

(i) Credit risk

Credit risk is the risk of financial loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Company is exposed to the credit risk arises primarily from contract assets and other receivables. For deposits, cash and bank balances, the Company minimises credit risk by dealing exclusively with high credit rating financial institutions.

The Group's and the Company's credit risk is primarily attributable to contract assets, trade and other receivables. The Group and the Company trade only with recognised and creditworthy third parties. It is the Group's and the Company's policies that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis and the Group's and the Company's exposure to bad debts is not significant.

The credit risk of the Group's and of the Company's other financial assets, which comprise deposit, cash and bank balances arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets.

<u>Exposure to credit risk</u>

As at the end of the reporting date, the Group's and the Company's maximum exposure to credit risk is represented by:

- The carrying amount of each class of financial assets recognised in the statements of financial position; and
- An amount of RM1,328,020,000 (31.10.2021: RM1,366,520,000) relating to a corporate guarantee provided by the Company to bank for subsidiaries' bank borrowings.

As at the reporting date, there was no indication that the subsidiaries would default on repayment since the utilisation of the banking facilities.

The financial guarantee has not been recognised as the fair value on initial recognition was immaterial since the financial guarantees provided by the Company did not contribute towards credit enhancement of the subsidiaries' borrowings in view of the security pledged by the subsidiaries and it is unlikely that the subsidiaries will default within the guarantee provided.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables and contract assets

Credit risk concentration profile

The Group and the Company determine the credit risk concentration of its trade receivables and contract assets by industry sector profile on an ongoing basis. The credit risk concentration profile of the Group's and of the Company's trade receivables and contract assets at the reporting date are as follows:

Trade receivables

At the reporting date, the Group has a significant concentration of credit risk in the form of outstanding balances from three customers (31.10.2021: five customers) representing approximately 75% (31.10.2021: 77%) of the total trade receivables.

Management concluded that the credit risk in respect of trade receivables is insignificant. These receivables are not secured by any collateral.

Contract assets

At the reporting date, the Group has a significant concentration of credit risk in the form of contract assets from three customers (31.10.2021: three customers) representing approximately 99% (31.10.2021: 90%) of the total contract assets.

The credit risk is minimal and low as the contract assets are secured by a formal assignment to the Group of all solar energy sales proceeds collectable from Tenaga Nasional Berhad ("TNB") over the period of the Tripartite Security Deeds under which the assignment of all revenue proceeds of those PPA signed with TNB, as disclosed in Note 20(b).

Management applies simplified approach (i.e. lifetime expected credit losses) in measuring the loss allowance for trade receivables and contract assets. The expected credit losses on trade receivables and contract assets are estimated by reference to past default experience of the debtors and an analysis of the debtors' current financial position, adjusted for factors that are specific to the debtors, general economic outlook of the energy industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

During the financial period, certain receivables have been identified by the Group and by the Company as credit impaired.

Management writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Other receivables and other financial assets

For other receivables and other financial assets (including cash and cash equivalents), 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 receivables and other financial assets is represented by the carrying amount of each class of financial assets recognised in the statements of financial position.

The Group and the Company consider the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Group and the Company compare the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information. Especially the following indicators are incorporated.

Regardless of the analysis above, a significant increase in credit risk is presumed if a debtor is more than 90 days past due in making a contractual payment.

As at the end of the reporting date, the Group and the Company consider the certain other receivables and other financial assets as credit impaired. Refer to Note 3.9(a) for the Group's and the Company's other accounting policies for impairment of financial assets.

Amounts due from subsidiaries

At the reporting date, the Company has a significant concentration of credit risk in the form of outstanding balances from three subsidiaries (31.10.2021: three subsidiaries) representing approximately 99% (31.10.2021: 99%) of the total amounts due from subsidiaries.

Management assesses the credit risk of amounts due from subsidiaries with reference to the financial position, business performance of the subsidiaries and probability of default.

The amounts due from subsidiaries are considered to have low credit risk as the Company has control over the operating, investing and financing activities of its subsidiaries. The use of advances to assist with the subsidiaries' cash flow management is in line with the Group's treasury management. There has been no significant increase in the credit risk of the amounts due from subsidiaries since initial recognition.

Management has assessed and concluded that any credit risk in respect of amounts due from subsidiaries to be considered insignificant.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables and contract assets (continued)

The information about the exposure to credit risk and the loss allowances calculated under MFRS 9 for trade and other receivables (Note 12) and contract assets (Note 13) are summarised below:

	Gross amount RM	Individual impairment RM	Collective impairment RM	Carrying amount RM
Group				
30.4.2023				
Current, not past due	**16,204**	**-**	**-**	**16,204**
1 to 30 days, past due	**275**	**-**	**-**	**275**
31 to 90 days, past due	**194**	**-**	**-**	**194**
More than 90 days, past due	**66,227**	**-**	**-**	**66,227**
Credit impaired	**4,955**	**(4,955)**	**-**	**-**
Trade receivables	**87,855**	**(4,955)**	**-**	**82,900**
Other receivables	**15,318**	**(1,314)**	**-**	**14,004**
Contract assets	**853,835**	**(78,184)**	**(22,000)**	**753,651**
	957,008	**(84,453)**	**(22,000)**	**850,555**
31.10.2021				
Current, not past due	113,626	-	-	113,626
1 to 30 days, past due	387	-	-	387
31 to 90 days, past due	2,369	-	-	2,369
More than 90 days, past due	7,144	-	-	7,144
Credit impaired	-	-	-	-
Trade receivables	123,526	-	-	123,526
Other receivables	11,206	-	-	11,206
Contract assets	826,928	-	-	826,928
	961,660	-	-	961,660

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables and contract assets (continued)

The information about the exposure to credit risk and the loss allowances calculated under MFRS 9 for trade and other receivables (Note 12) and contract assets (Note 13) are summarised below (continued):

	Gross amount RM	Individual impairment RM	Collective impairment RM	Carrying amount RM
Company				
30.4.2023				
Current, not past due	**875**	**-**	**-**	**875**
1 to 30 day, past due	**-**	**-**	**-**	**-**
31 to 90 days, past due	**-**	**-**	**-**	**-**
More than 90 days, past due	**2,698**	**-**	**-**	**2,698**
Credit impaired	**2,656**	**(2,656)**	**-**	**-**
Trade receivables	**6,229**	**(2,656)**	**-**	**3,573**
Other receivables	**888**	**(250)**	**-**	**638**
Amount due from subsidiaries	**636,571**	**-**	**-**	**636,571**
Contract assets	**78,184**	**(78,184)**	**-**	**-**
	721,872	**(81,090)**	**-**	**640,782**
31.10.2021				
Current, not past due	12,452	-	-	12,452
1 to 30 day, past due	-	-	-	-
31 to 90 days, past due	100	-	-	100
More than 90 days, past due	3,319	-	-	3,319
Credit impaired	-	-	-	-
Trade receivables	15,871	-	-	15,871
Other receivables	1,729	-	-	1,729
Amount due from subsidiaries	532,464	-	-	532,464
Contract assets	79,050	-	-	79,050
	629,114	-	-	629,114

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Impairment on receivables and contract assets

The movement of the allowance for impairment loss on the Group's and the Company's receivables and contract assets is as follows:

	Trade receivables			Contract assets		
	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000
Group						
At 1 November 2021	-	-	-	-	-	-
Charge for the financial period	-	4,955	4,955	22,000	78,184	100,184
At 30 April 2023	-	4,955	4,955	22,000	78,184	100,184
At 1 November 2020/ 31 October 2021	-	-	-	-	-	-

	Other receivables which are financial assets		
	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000
Group			
At 1 November 2021	-	-	-
Charge for the financial period	-	1,314	1,314
At 30 April 2023	-	1,314	1,314
At 1 November 2020/ 31 October 2021	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(i) Credit risk (continued)

Impairment on receivables and contract assets (continued)

The movement of the allowance for impairment loss on the Group's and the Company's receivables and contract assets is as follows (continued):

	Trade receivables			Contract assets		
	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000
Company						
At 1 November 2021	-	-	-	-	-	-
Charge for the financial period	-	2,656	2,656	-	78,184	78,184
At 30 April 2023	-	2,656	2,656	-	78,184	78,184
At 1 November 2020/ 31 October 2021	-	-	-	-	-	-

	Other receivables which are financial assets			Amount due from subsidiaries		
	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000	Lifetime ECL allowance RM'000	Credit impaired (Note i) RM'000	Total allowance RM'000
Company						
At 1 November 2021	-	-	-	-	-	-
Charge for the financial period	-	250	250	-	-	-
At 30 April 2023	-	250	250	-	-	-
At 1 November 2020/ 31 October 2021	-	-	-	-	-	-

i Receivables that are individually determined to be credit impaired at the financial period/year end relate to debtors who are in significant financial difficulties and have defaulted on payments.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(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, and lease liabilities.

The Group and the Company maintain a level of cash and cash equivalents and bank facilities deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meets its liabilities when they fall due.

Maturity analysis

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

Group	Effective interest rate %	Carrying amount RM'000	Contractual undiscounted cash flows RM'000	Maturity: Less than 1 year RM'000	Maturity: Between 1 and 5 years RM'000	Maturity: More than 5 years RM'000
30.4.2023						
Trade and other payables	-	**264,966**	**268,210**	**227,923**	**40,287**	-
Loans and borrowings	**4.04 - 7.87**	**1,447,017**	**1,635,743**	**274,131**	**537,695**	**823,917**
Lease liabilities	**2.32 - 6.79**	**5,720**	**8,149**	**847**	**2,829**	**4,473**
		1,717,703	**1,912,102**	**502,901**	**580,811**	**828,390**
31.10.2021						
Trade and other payables	-	163,506	166,749	123,022	43,727	-
Loans and borrowings	3.82 - 7.39	1,356,458	1,463,545	286,375	444,058	733,112
Lease liabilities	2.32 - 6.79	6,527	9,419	992	3,120	5,307
		1,526,491	1,639,713	410,389	490,905	738,419

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(b) Financial risk management (continued)

(ii) Liquidity risk (continued)

Maturity analysis (continued)

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

Company	Effective interest rate %	Carrying amount RM'000	Contractual undiscounted cash flows RM'000	Maturity Less than 1 year RM'000	Maturity Between 1 and 5 years RM'000	Maturity More than 5 years RM'000
30.4.2023						
Trade and other payables	**-**	**41,866**	**41,866**	**41,866**	**-**	**-**
Loans and borrowings	**5.30 - 7.20**	**63,962**	**63,962**	**63,962**	**-**	**-**
Financial guarantee contracts*	**-**	**-**	**842,970**	**842,970**	**-**	**-**
		105,828	**948,798**	**948,798**	**-**	**-**
31.10.2021						
Trade and other payables	-	134,011	134,011	134,011	-	-
Loans and borrowings	5.45 - 5.95	27,497	28,417	28,417	-	-
Financial guarantee contracts*	-	-	786,799	786,799	-	-
		161,508	949,227	949,227	-	-

* The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. The maximum exposure to the Company amounted to RM842,970,165 (31.10.2021: RM786,798,994) representing banking facilities utilised by the subsidiaries at the reporting date. The amount represents maximum guarantees which could be recalled. At the reporting date, the Company does not consider it probable that a claim will be made against the Company under the intra-group financial guarantees.

33. Financial instruments (continued)

(b) Financial risk management (continued)

(iii) Interest rate risk

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. As the Group and the Company have no significant interest-bearing financial assets, the Group's and the Company's income and operating cash flows are substantially independent of changes in market interest rates. The Group's and the Company's interest-bearing financial assets are mainly short-term in nature and have been mostly placed in deposits with licensed banks.

The Group's and the Company's interest rate risk arises primarily from interest-bearing borrowings. Borrowings at floating rates expose the Group and the Company to cash flow interest rate risk. Borrowings obtained at fixed rates expose the Group and the Company to fair value interest rate risk. The Group and the Company manage their interest rate exposure by maintaining a mix of fixed and floating rate borrowings.

Sensitivity analysis

At the reporting date, if interest rates were to increase or decrease by 50 basis points with all other variables held constant, the Group's and the Company's profit net of tax would decrease or increase by RM2,074,000 and RM243,000 (31.10.2021: RM1,688,000 and RM104,000) respectively, arising from the outstanding floating rate term loans and borrowings as at the end of the reporting period.

The sensitivity analysis is unrepresentative of the inherent interest rate risk as the year-end exposure does not reflect the exposure during the year.

(c) Fair value measurement

The carrying amounts of cash and cash equivalents, short-term receivables and payables and short-term borrowings reasonably approximate to their fair values due to the relatively short-term nature of these financial instruments.

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

There have been no transfers between Level 1 and Level 2 during the current and previous financial period/year.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

33. Financial instruments (continued)

(c) Fair value measurement (continued)

	Carrying amount RM'000	Level 3 RM'000	Total RM'000
Group			
30.4.2023			
Fair value through profit or loss			
- Redeemable Convertible Unsecured Islamic Debt Security	**24,000**	**24,000**	**24,000**
31.10.2021			
Fair value through profit or loss			
- Redeemable Convertible Unsecured Islamic Debt Security	8,000	8,000	8,000

34. Segment information

The Group prepared the following segment information in accordance with MFRS 8: Operating Segments based on the internal reports of the Group's strategic business units which are regularly reviewed by the Group's Chief Executive Officer for the purpose of making decisions about resource allocation and performance assessment.

The primary segment reporting format is determined to be business segments as the Group's risks and rates of return are affected predominantly by the local economic environment in which it operates.

The Group has further streamlined and regrouped its core businesses into the four segments below in the beginning of current financial period:

Segments	Products and services
Renewable energy	Engage in renewable energy businesses related to sales of energy generated from solar projects, Engineering, Procurement, Construction and Commissions ("EPCC") in solar projects, operations and maintenance for solar projects and other related specialist and consultancy works on solar.
Construction and engineering	Provision of landscape services, project management services, civil and structural works and infrastructure developments.
Green technology and environment services	Provision of specialist maintenance works on leachate treatment plants, biogas and biomass activities and other related specialist or consultancy works.
Waste management and Waste-to-Energy ("WTE")	Engage in construction of WTE plant, sale of energy related to WTE Integrated plant, operations and maintenance for WTE plant and related facilities, tipping fees from landfill operation and other related specialist or consultancy works related to waste management.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

The Directors are of the opinion that all inter-segment transactions have been entered in the normal course of business and have been established on terms and conditions that are mutually agreed upon.

Segment (loss)/profit

Segment performance is used to measure performance as Group's Chief Executive Officer believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Performance is evaluated based on operating profit or loss which is measured differently from operating profit or loss in the consolidated financial statements.

Segment assets and liabilities

The total of segment assets and liabilities are measured based on all assets and liabilities of a segment, as included in the internal reports that are reviewed by the Group's Chief Executive Officer.

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial period from 1.11.2021 to 30.4.2023					
Revenue					
Revenue from external customers	170,542	6,392	7,817	127,234	311,985
Inter-segment revenue	267,050	19,245	1,320	73,232	360,847
Total revenue	437,592	25,637	9,137	200,466	672,832
Adjustments and eliminations					(360,847)
Consolidated revenue					311,985
Results					
Segment loss	(161,642)	(28,892)	(48,708)	(44,945)	(284,187)
Finance costs*	(47,529)	(3,578)	(782)	(9,884)	(61,773)
Loss before taxation	(209,171)	(32,470)	(49,490)	(54,829)	(345,960)
Taxation					80,625
Loss for the financial period					(265,335)
30.04.2023					
Assets:					
Segment assets	1,695,084	20,654	27,758	997,536	2,741,032
Liabilities:					
Segment liabilities	1,300,521	11,054	13,247	393,111	1,717,933

* Including interest expense recognised in cost of operations.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial period from 1.11.2021 to 30.4.2023					
Other information					
Adjusted earnings before interest, taxes, depreciation and amortisation ("Adjusted EBITDA")	105,487	4,011	2,748	18,401	130,647
Amortisation of intangible assets	(910)	-	-	(23,085)	(23,995)
Depreciation of:					
- plant and equipment	(13,534)	-	-	-	(13,534)
- right-of-use assets	(990)	-	-	-	(990)
Interest income	4,378	460	-	178	5,016
Finance costs*	(47,529)	(3,578)	(782)	(9,884)	(61,773)
Impairment losses on financial assets and contract assets	(22,000)	(33,363)	(51,090)	-	(106,453)
Impairment of plant and equipment	(21,137)	-	-	-	(21,137)
Impairment of intangible assets	(17,119)	-	-	(39,000)	(56,119)
Provision for Liquidated Ascertained Damages (LAD)	(90,000)	-	-	(1,439)	(91,439)
Prolongation cost	(104,485)	-	-	-	(104,485)
Provision of ESOS	(1,332)	-	-	-	(1,332)
Share of results of an associate	-	-	(366)	-	(366)

* Including interest expense recognised in cost of operations.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial period from 1.11.2021 to 30.4.2023					
Other information (continued)					
Reconciliation between adjusted earnings before interest, taxes, depreciation and amortisation and segment profit and:					
Adjusted earnings before interest, taxes, depreciation and amortisation ("Adjusted EBITDA")[+]	105,487	4,011	2,748	18,401	130,647
Amortisation of intangible assets	(910)	-	-	(23,085)	(23,995)
Depreciation of:					
- plant and equipment	(13,534)	-	-	-	(13,534)
- right-of-use assets	(990)	-	-	-	(990)
Interest income	4,378	460	-	178	5,016
Impairment losses on financial instrument and contract assets	(22,000)	(33,363)	(51,090)	-	(106,453)
Impairment of plant and equipment	(21,137)	-	-	-	(21,137)
Impairment of intangible assets	(17,119)	-	-	(39,000)	(56,119)
Provision for Liquidated Ascertained Damages (LAD)[1]	(90,000)	-	-	(1,439)	(91,439)
Prolongation cost[1]	(104,485)	-	-	-	(104,485)
Provision of ESOS[1]	(1,332)	-	-	-	(1,332)
Share of results of an associate	-	-	(366)	-	(366)
Segment loss	(161,642)	(28,892)	(48,708)	(44,945)	(284,187)

\+ Adjusted EBITDA represents EBITDA excluding the non-recurring items.

1 Non-recurring items which are one-off items.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial year from 1.11.2020 to 31.10.2021					
Revenue					
Revenue from external customers	249,505	23,732	3,862	38,224	315,323
Inter-segment revenue	449,332	122,561	3,496	8,450	583,839
Total revenue	698,837	146,293	7,358	46,674	899,162
Adjustments and eliminations					(583,839)
Consolidated revenue					315,323
Results					
Segment profit	103,185	12,959	996	14,911	132,051
Finance costs*	(29,234)	(6,071)	-	(111)	(35,416)
Profit before taxation	73,951	6,888	996	14,800	96,635
Taxation					(21,381)
Profit for the financial year					75,254
31.10.2021 (restated)					
Assets:					
Segment assets	1,664,595	100,448	21,841	952,712	2,749,596
Liabilities:					
Segment liabilities	1,097,886	11,262	13,182	426,732	1,549,062

* Including interest expense recognised in cost of operations.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial year from 1.11.2020 to 31.10.2021					
Other information					
Adjusted earnings before interest, taxes, depreciation and amortisation ("Adjusted EBITDA")+	113,461	12,607	1,155	14,709	141,932
Amortisation of intangible assets	(3,640)	-	-	-	(3,640)
Depreciation of:					
- plant and equipment	(8,043)	-	-	-	(8,043)
- right-of-use assets	(840)	-	-	-	(840)
Interest income	2,247	352	-	202	2,801
Finance costs*	(29,234)	(6,071)	-	(111)	(35,416)
Share of results of an associate	-	-	(159)	-	(159)

* Including interest expense recognised in cost of operations.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

	Renewable energy RM'000	Construction and engineering RM'000	Green technology and environment services RM'000	Waste management and WTE RM'000	Total RM'000
Financial year from 1.11.2020 to 31.10.2021					
Other information (continued)					
Reconciliation between adjusted earnings before interest, taxes, depreciation and amortisation and segment profit and:					
Adjusted earnings before interest, taxes, depreciation and amortisation ("Adjusted EBITDA")+	113,461	12,607	1,155	14,709	141,932
Amortisation of intangible assets	(3,640)	-	-	-	(3,640)
Depreciation of:					
- plant and equipment	(8,043)	-	-	-	(8,043)
- right-of-use assets	(840)	-	-	-	(840)
Interest income	2,247	352	-	202	2,801
Share of results of an associate	-	-	(159)	-	(159)
Segment profit	103,185	12,959	996	14,911	132,051

\+ Adjusted EBITDA represents EBITDA excluding the non-recurring items.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

34. Segment information (continued)

(a) The following table provides an analysis of the Group's revenue by products:

	Number of customers	Revenue RM'000	Percentage of total revenue %
Group			
Financial period from 1.11.2021 to 30.4.2023			
Renewable energy		**122,713**	**58**
Construction and engineering		**4,613**	**2**
Waste management & WTE		**25,471**	**12**
	5	**152,797**	**72**
Financial year from 1.11.2020 to 31.10.2021			
Renewable energy		186,270	59
Construction and engineering		23,732	8
Waste management & WTE		-	-
	5	210,002	67

The ultimate customer of these five (31.10.2021: five) customers is TNB. They each have signed a 21-year PPA with TNB.

(b) Additions to non-current assets consist of:

	30.4.2023 RM'000	31.10.2021 RM'000
Intangible assets	**132,483**	33,335
Plant and equipment	**206,190**	199,451
	338,673	232,786

(c) Geographical information

No segmental information is provided on a geographical basis as the Group's activities are conducted predominantly in Malaysia.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

35. Capital management

The primary objective of the Group's and of the Company's capital management is to ensure that they maintain a strong credit rating and 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 the capital structure, the Group and the Company may adjust the dividend payments to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the financial period/year ended 30 April 2023 and 31 October 2021.

The Group and the Company monitor capital using a gearing ratio, which is net debt divided by total equity plus net debt. Net debt comprises loans and borrowings, less short-term fund, deposits, cash and bank balances.

		Group		Company	
		30.4.2023	31.10.2021	30.4.2023	31.10.2021
	Note	RM'000	RM'000	RM'000	RM'000
Loan and borrowings	20	**1,444,017**	1,356,458	**63,962**	27,497
Less: Deposits, cash and bank balances	14	**(155,624)**	(298,457)	**(34,935)**	(74,457)
Net debt		**1,291,393**	1,058,001	**29,027**	(46,960)
Total equity		**1,023,099**	1,190,534	**635,449**	602,836
Capital and net debt		**2,314,492**	2,248,535	**664,476**	555,876
Gearing ratio		**55.80%**	47.05%	**4.37%**	N/A

N/A – Not applicable, as the deposits, cash and bank balances of the Company are sufficient to settle all the outstanding debts of the Group as at the financial period/year end.

36. Significant and subsequent events

(a) On 19 May 2022, the Company ("CRB") issued a notice of Arbitration against the Government of Malaysia, Kementerian Perumahan dan Kerajaan Tempatan, Jabatan Sisa Pepejal Negara dan Ketua Pengarah, Jabatan Pengurusan Sisa Pepejal Negara. The Company claiming the following reliefs:

- Extension of time for the contract from 30 November 2014 until the Certificate of Practical completion which is 23 December 2015 (388 days);
- Loss and expenses for the EOT period amounting RM61,339,616.73; and
- Release of the remaining balance of the withheld Liquidated Ascertained Damages ("LAD") amounting to RM2,655,651.

The Respondents served their Response to the Notice of Arbitration on 22.08.2022 by claiming, among others, as follows:

- As at the commencement of the arbitral proceedings, the Respondents are still conducting the assessment over the voluminous of documents submitted by CRB in support of its loss and expense claim;
- CRB's request for EOT No. 6 was rejected due to such request were submitted long after the Respondents have issued the Certificate of Partial Completion ("CPC");
- The Respondents are entitled to deduct the LAD sum due to the following reasons:

  i) CRB failed to complete the works on the date of completion as stipulated under the Contract;
  ii) The LAD sum was deducted due to the said non-completion works; and
  iii) The Certificate of Delay and EOT were issued subsequent to the commencement of the EOT period.

On 30 May 2023, the director of AIAC has appointed Tan Sri Datuk Zainun Ali as the Sole Arbitrator.

37. Comparative figures

(a) The comparative figures are derived from financial statements audited by a firm of chartered accountants other than Nexia SSY PLT.

(b) During the financial period, the Group and the Company changed its financial year end from 31 October 2022 to 30 April 2023. Accordingly, the comparative figures for the statements of comprehensive income, statements of changes in equity, statements of cash flows and the related notes are for twelve months from 1 November 2020 to 31 October 2021 and are therefore not comparable.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023 (CONTINUED)

37. Comparative figures (continued)

(c) Reclassifications

The following comparative figures have been reclassified to conform to current year's presentation.

Group	As Previously Reported (31.10.2021) RM'000	Reclassifications RM'000	As Restated (31.10.2021) RM'000
Statement of Financial Position			
Non-current assets			
Trade and other receivables	2,406	(2,406)	-
Deferred tax assets	10,210	(10,210)	-
Current assets			
Trade and other receivables	192,888	2,406	195,294
Non-current liabilities			
Trade and other payables	(42,690)	42,690	-
Deferred tax liabilities	(24,955)	10,210	(14,745)
Current liabilities			
Trade and other payables	(120,816)	(42,690)	(163,506)

STATEMENT BY DIRECTORS

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT 2016

We, Tan Sri Razali Bin Ismail and Dato' Daud Bin Ahmad, being two of the Directors of Cypark Resources Berhad, do hereby state that, in the opinion of the Directors, the accompanying financial statements set out on pages 93 to 201 are drawn up in accordance with 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 30 April 2023 and of their financial performance and cash flows for the financial period then ended.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 25 August 2023.

Tan Sri Razali Bin Ismail
Director

Dato' Daud Bin Ahmad
Director

Kuala Lumpur

STATUTORY DECLARATION

PURSUANT TO SECTION 251(1)(B) OF THE COMPANIES ACT 2016

I, Dato' Daud Bin Ahmad, being the Director primarily responsible for the financial management of Cypark Resources Berhad, do solemnly and sincerely declare that the accompanying financial statements set out on pages 93 to 201 are in my opinion 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.

Subscribed and solemnly declared by
the abovenamed Dato' Daud Bin Ahmad
at Petaling Jaya in the state of Selangor
on 25 August 2023.

Dato' Daud Bin Ahmad
Director

Before me,

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Cypark Resources Berhad, which comprise the statements of financial position as at 30 April 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 period then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 93 to 201.

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 30 April 2023, and of their financial performance and their cash flows for the period then ended in accordance with 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 Auditor's 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 IESBA Code.

Emphasis of Matter

We draw attention to Note 7 to the financial statements. Included in the Group's intangible assets is a carrying amount of RM967,785,737 classified under "Intangible asset recognised pursuant to IC 12", which is related to a concession agreement for the SMART WTE System, and is subject to potential impairment due to uncertainties surrounding the projected cash flows used in impairment testing, as disclosed in Note 7(a) to the financial statements.

The projections of future cash flows for this intangible asset are highly dependent on a range of assumptions, including tipping fee. Given the inherent uncertainty in forecasting these variables, Management's projections carry an elevated level of risk.

Consequently, Management using the best available information and estimates, has performed impairment tests on these intangible assets. However, Management is cognizant of the sensitivity of the projected cash flows to changes in the underlying assumptions such that even minor variations could lead to a material impairment charge.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Emphasis of Matter (continued)

We have evaluated Management's impairment testing process and reviewed the underlying assumptions used in the cash flow projections. Whilst we have not identified any material misstatements in the financial statements, the uncertainty surrounding the projected cash flows for these intangible assets introduces a substantial degree of judgement and inherent risk.

The emphasis of this matter is intended to highlight the complexity and uncertainty inherent in estimating the recoverability of intangible assets based on projected cash flows. Our audit opinion on the financial statements is not modified with respect to this matter.

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 period. 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.

1. Impairment assessment of intangible assets

As at 30 April 2023, the carrying amount of intangible assets recognised by the Group amounted to RM968,418,089 (31.10.2021: RM916,048,638), as disclosed in Note 7 to the financial statements.

Key audit matter	Our response
Intangible assets of the Group comprise mainly concession rights. There exist potential risks which may impair their carrying amounts. Significant judgements and estimates are required in their projected discounted cash flows computation, including the basis of assumptions used to support the recoverable amount and ultimately their carrying amount. We determined this to be a key audit matter as the impairment assessment on the intangible assets requires the application of significant judgements and estimates on the assumptions used by the Directors in the preparation of the said projected discounted cash flow. Given the inherent uncertainty in forecasting the sensitivity of the said cash flows to changes in the underlying assumptions, such that even minor variances would lead to a material impairment being charged.	Our audit procedures included, among others: (a) Gained an understanding, assessed and evaluated the key assumptions used in the preparation of the cash flow projections; (b) Used and compared the previous assumptions to ensure that the changes are reasonable in relation to the updated cash flow projections; (c) Re-computed the cash flow projections to ensure that the value supports the said carrying amounts; and (d) Performed sensitivity analysis on key assumptions to evaluate the impact to our impairment assessment.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Key Audit Matters (continued)

2. Recoverability of trade receivables and contract assets

As at 30 April 2023, the Group has gross trade receivables and contract assets of RM87,854,693 and RM753,650,706 respectively, as disclosed in Notes 12 and 13 to the financial statements.

Key audit matter	Our response
The Group assessed on a forward-looking basis the expected credit loss ("ECL") associated with the trade receivables and contract assets using the simplified approach. We determined this to be a key audit matter because it requires Management to exercise significant judgments in determining the probability of default by trade receivables and contract assets and appropriate forward-looking information.	Our audit procedures included, among others: (a) Assessed the completeness, accuracy and relevance of data used in the impairment review; (b) Evaluated the reasonableness of Management's key judgement and estimates made in determining the ECL, including the assessment in the selection of methods, models, assumptions and data sources for classification and measurement decisions; (c) Checked subsequent settlements; (d) Assessed the risk of potential defaults especially for those outstanding balances which are past due based on their track payment records and their level of activities; (e) Perused through agreements to ensure that those balances not past due, whether billed or otherwise are correctly recorded; and (f) Assessed the adequacy of disclosures in the financial statements in relation to the impairment of trade receivables and contract assets.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Key Audit Matters (continued)

3. Revenue recognition for construction and engineering activities

The amount of revenue of the Group's construction and engineering activities is recognised over the period of the contract with reference to the progress towards complete satisfaction of that performance obligation amounting to RM6,392,258 for the financial period ended 30 April 2023, as disclosed in Note 23 to the financial statements.

Key audit matter	Our response
The progress towards complete satisfaction of performance obligation is determined with reference to the proportion of construction costs incurred for works performed to date over the estimated total construction costs for each project (input method). We determined this to be a key audit matter because significant estimates and judgements are required, in particular with regards to determining the progress towards satisfaction of a performance obligation, the extent of the construction costs incurred, the estimated total construction contracts revenue and costs, as well as the recoverability of the construction contracts projects. The estimated total revenue and costs are affected by a variety of uncertainties which are dependent on the outcome of future events.	Our audit procedures included, among others: (a) Obtained an understanding based on the Standard Operating Procedures ("SOP") from securing the contract till completion; (b) Obtained and read relevant construction contracts to gain an understanding of the specific terms and conditions impacting revenue recognition in evaluating Management's identification and assessment of the performance obligations; (c) Identified, evaluated and assessed the reasonableness of estimates and judgements used in recognising costs and revenue arising from construction activities; (d) Re-computed the measurement used, this includes the verification of total revenue, total costs, percentage or stages of completion and provision, if required, amongst others such as variations, if any; (e) Compared the assessment on the potential deduction to revenue or additional costs such as delays resulting in liquidated and ascertained damages against the contractual delivery dates and estimated delivery dates; and (f) Verified other supporting evidences and corroborative evidences such as review progress reports, interview relevant project personnel, obtain confirmations and correspondences from project owners, subcontractors and solicitors, and conduct site visitations.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Information Other than the Financial Statements and Auditors' Rport Thereon

The Directors of the Company are responsible for the other information included in the 2023 Annual Report. The other information comprises the Directors' Report and Statement on Risk Management and Internal Control which were obtained prior to the date of this auditors' report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon. The other sections of the other information included in the 2023 Annual Report are expected to be made available to us subsequently.

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.

Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation of 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 and the Company or to cease operations, or have no realistic alternative but to do so.

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.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

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 or 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.

- 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.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD
(INCORPORATED IN MALAYSIA)

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

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, related safeguards.

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 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.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 8 to the financial statements.

Other Matters

1. The financial statements of Cypark Resources Berhad for the financial year ended 31 October 2021 were audited by another auditor, who has expressed an unmodified opinion on those statements on 19 January 2022.
2. This report 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 of this report.

Nexia SSY PLT
201906000679 (LLP0019490-LCA) & AF 002009
Chartered Accountants

Michelle Yong Voon Sze
No. 02864/07/2024 J
Chartered Accountant

Shah Alam
25 August 2023

ANALYSIS OF SHAREHOLDINGS

AS AT 1 AUGUST 2023

Class of equity security	:	Ordinary shares
Voting rights	:	One vote per ordinary share
Total number of issued shares	:	784,167,635

ANALYSIS OF SHAREHOLDINGS

Ordinary shares

Size of Shareholdings	No. of Shareholders	%	No. of Shares Held	%
1 – 99	164	1.66	5,628	0.00
100 – 1,000	1,810	18.28	1,114,056	0.14
1,001 – 10,000	5,201	52.54	25,660,725	3.27
10,001 – 100,000	2,268	22.91	70,351,582	8.97
100,001 – 39,208,380 (*)	453	4.58	435,981,552	55.60
39,208,381 and above (**)	3	0.03	251,054,092	32.02
TOTAL	**9,899**	**100.00**	**784,167,635**	**100.00**

Remarks: * Less than 5% of issued shares
** 5% and above of issued shares

SUBSTANTIAL SHAREHOLDERS' INTERESTS

The name and shareholdings of the substantial shareholders of Cypark Resources Berhad based on the Register of Substantial Shareholders of the Company as at 1 August 2023 are as follows:-

Ordinary shares

Substantial Shareholders	Direct Interest Number of Shares	%	Indirect Interest Number of Shares	%
Jakel Capital Sdn. Bhd.	176,648,892	22.53	-	-
Chung Chee Yang	77,430,000	9.87	-	-
Pertubuhan Keselamatan Sosial	49,975,200	6.37	-	-
Dato' Daud Bin Ahmad	44,338,584	5.65	-	-
Mohamed Faroz Bin Mohamed Jakel	27,292,400	3.48	176,648,892	22.53
Mohamed Nizam Bin Mohamed Jakel	10,591,100	1.35	176,648,892	22.53
Mohamed Izani Bin Mohamed Jakel	8,150,000	1.04	176,648,892	22.53
Luqman Bin Mohamed Jakel	5,100,000	0.65	176,648,892	22.53

ANALYSIS OF SHAREHOLDINGS
AS AT 1 AUGUST 2023

DIRECTORS' INTERESTS

The Directors' interests based on the Register of Directors' shareholdings of the Company as at 1 August 2023 are as follows:-

Ordinary shares

Directors	Direct Interest Number of Shares	%	Indirect Interest Number of Shares	%
Dato' Hamidah Binti Moris	-	-	-	-
Tan Sri Razali Bin Ismail	7,412,220	0.95	5,500,000	0.70
Dato' Daud Bin Ahmad *(also the Group Chief Executive Officer)*	44,338,584	5.65	-	-
Datuk Megat Abdul Munir Bin Megat Abdullah Rafaie	1,305,800	0.17	-	-
Puan Norsimah Binti Noordin	-	-	-	-
Dato' Ir. Dr. Hasnul Bin Mohamad Salleh	-	-	-	-
Datuk Mohd Adzahar Bin Abdul Wahid	-	-	-	-
Encik Muhammad Ashraf Bin Muhammad Amir	-	-	-	-

Employees' Share Options Scheme

Directors	Number of Options	%
Dato' Hamidah Binti Moris	-	-
Tan Sri Razali Bin Ismail	1,000,000	2.59
Dato' Daud Bin Ahmad *(also the Group Chief Executive Officer)*	35,500,000	91.83
Datuk Megat Abdul Munir Bin Megat Abdullah Rafaie	-	-
Puan Norsimah Binti Noordin	-	-
Dato' Ir. Dr. Hasnul Bin Mohamad Salleh	-	-
Datuk Mohd Adzahar Bin Abdul Wahid	-	-
Encik Muhammad Ashraf Bin Muhammad Amir	-	-

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS

Ordinary Shares

No.	Shareholders	No. of Shares	%
1.	Jakel Capital Sdn. Bhd.	123,648,892	15.77
2.	Chung Chee Yang	77,430,000	9.87
3.	Pertubuhan Keselamatan Sosial	49,975,200	6.37
4.	Maybank Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Dato' Daud Bin Ahmad*	37,111,984	4.73
5.	Kenanga Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohamed Faroz Bin Mohamed Jakel*	22,997,400	2.93
6.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd *Pledged Securities Account for Jakel Capital Sdn. Bhd. (MI0077A)*	20,000,000	2.55

ANALYSIS OF SHAREHOLDINGS

AS AT 1 AUGUST 2023

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS (CONT'D)

Ordinary Shares (Cont'd)

No.	Shareholders	No. of Shares	%
7.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Low Kok Yew*	16,678,900	2.13
8.	Abdul Hamid Bin Sh Mohamed	15,000,000	1.91
9.	RHB Capital Nominees (Tempatan) Sdn. Bhd. *RHB Islamic Bank Berhad Pledged Securities Account for Abdul Wahid Bin Omar*	15,000,000	1.91
10.	Oon Sze Shun	11,214,800	1.43
11.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Jakel Capital Sdn. Bhd. (MI0070A)*	11,000,000	1.40
12.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Jakel Capital Sdn. Bhd. (MI0071A)*	11,000,000	1.40
13.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Jakel Capital Sdn. Bhd. (MI0072A)*	11,000,000	1.40
14.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohammed Amin Bin Mahmud (MM1004)*	7,752,900	0.99
15.	Feroz Bin A S Moidunny	6,000,000	0.77
16.	AllianceGroup Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Sri Razali Bin Ismail (8095427)*	5,995,220	0.76
17.	Seri Rahayu Binti Samsudin	4,800,000	0.61
18.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohamed Izani Bin Mohamed Jakel (MI0071)*	4,500,000	0.57
19.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Luqman Bin Mohamed Jakel (MI0072)*	4,400,000	0.56
20.	Tan Swee Loon	4,364,000	0.56
21.	TA Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohamed Faroz Bin Mohamed Jakel*	4,295,000	0.55
22.	Lam Siew Mee	4,269,500	0.54
23.	CGS-CIMB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohamed Nizam Bin Mohamed Jakel (MI0070)*	4,000,000	0.51
24.	Affin Hwang Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Num Siew Yoke (M03)*	3,290,000	0.42
25.	TA Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Mohamed Nizam Bin Mohamed Jakel*	3,200,000	0.41
26.	Sharmiza Binti Shahruddin	3,182,000	0.41
27.	Yayasan Guru Tun Hussein Onn	3,160,200	0.40
28.	Tai Lee Development Sdn. Bhd.	3,118,100	0.40
29.	Magaret Ting Thien Hung	2,980,300	0.38
30.	Mohamed Nizam Bin Mohamed Jakel	2,891,100	0.37
TOTAL		**494,255,496**	**63.03**

GRI CONTENT INDEX

Statement of Use	CyPark Resources Berhad has reported the information cited in this GRI content index for the period 1 November 2021 to 30 April 2023 with reference to the GRI Standards.
GRI 1 Used	GRI 1: Foundation 2021

GRI Disclosure	GRI Disclosure Description	Page Number	Remarks/ Omissions
GRI 2: General Disclosures 2021			
The organisation and its reporting practices			
Disclosure 2-1	Organisational details	4 - 5	Who We Are
Disclosure 2-2	Entities included in the organisation's sustainability reporting	3	Basis of This Report
Disclosure 2-3	Reporting period, frequency and contact point	3	Basis of This Report
Disclosure 2-4	Restatements of information	-	There were no restatement of information during the reporting period.
Disclosure 2-5	External assurance	-	This report has not been externally assured.
Activities and workers			
Disclosure 2-6	Activities, value chain and other business relationships	4 - 9	Who We Are, Where We Operate, Project Highlights, Corporate Information
Disclosure 2-7	Employees	50 - 51	
Disclosure 2-8	Workers who are not employees	-	
Governance			
Disclosure 2-9	Governance structure and composition	65, 72 - 73	Corporate Governance Overview Statement
Disclosure 2-10	Nomination and selection of the highest governance body	73 - 74	
Disclosure 2-11	Chair of the highest governance body	53	
Disclosure 2-12	Role of the highest governance body in overseeing the management of impacts	64, 72	
Disclosure 2-13	Delegation of responsibility for managing impacts	72	
Disclosure 2-14	Role of the highest governance in sustainability reporting	72	
Disclosure 2-15	Conflicts of interest	76	
Disclosure 2-16	Communication of critical concerns	71	
Disclosure 2-17	Collective knowledge of the highest governance body	68 - 71	
Disclosure 2-18	Evaluation of the performance of the highest governance body	74	
Disclosure 2-19	Remuneration policies	74	
Disclosure 2-20	Process to determine remuneration	74	
Disclosure 2-21	Annual total compensation ratio	74 - 75	

GRI CONTENT INDEX

GRI Disclosure	GRI Disclosure Description	Page Number	Remarks/ Omissions
Strategy, policies and practices			
Disclosure 2-22	Statement on sustainable development strategy	10 - 15	
Disclosure 2-23	Policy commitments	31	"Refer also to Cypark's corporate website https://cypark.listedcompany.com/corporate_governance.html"
Disclosure 2-24	Embedding policy commitments	31	Refer also to Corporate Governance Overview Statement
Disclosure 2-25	Processes to remediate negative impacts	71	
Disclosure 2-26	Mechanisms for seeking advice and raising concerns	71	
GRI 2: General Disclosures 2021			
Strategy, policies and practices			
Disclosure 2-27	Compliance with laws and regulations	31	"Refer also to Corporate Governance Overview Statement and Cypark's corporate website https://cypark.listedcompany.com/corporate_governance.html"
Disclosure 2-28	Membership associations	-	Information not available
Stakeholder engagement			
Disclosure 2-29	Approach to stakeholder engagement	23 - 27	
Disclosure 2-30	Collective bargaining agreements	-	Information not available
GRI 3: Material Topics 2021			
Disclosure 3-1	Process to determine material topics	28 - 29	
Disclosure 3-2	List of material topics	28 - 29	
Standard Disclosures			
ECONOMIC			
Material Matter: Ethical Business Conduct			
Disclosure 3-3	Management approach	30 - 33	
GRI 205: Anti-Corruption 2016			
Disclosure 205-1	Operations assessed for risks related to corruption	33	
Disclosure 205-2	Communication and training about anti-corruption policies and procedures	33	CyPark's Anti-Bribery and Corruption Policy for its Anti-Bribery and Corruption System has been effectively communicated to all employees. The data in not available for employees receiving information and training on the policy and its procedures.
Disclosure 205-3	Confirmed incidents of corruption and action taken	33	

GRI CONTENT INDEX

GRI Disclosure	GRI Disclosure Description	Page Number	Remarks/ Omissions
ECONOMIC			
Material Matter: Market Presence			
Disclosure 3-3	Management approach	33	
GRI 202: Market Presence 2016			
Disclosure 202-1	Ratios of standard entry level wage by gender compared to local minimum wage	33	
Disclosure 202-2	Proportion of senior management hired from the local community	34	
Material Matter: Technological Advancement and Transformation			
Disclosure 3-3	Management approach	34	
Material Matter: Business Integrity			
Disclosure 3-3	Management approach	33	
GRI 418: Customer Privacy 2016			
Disclosure 418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	35	
ENVIRONMENT			
Material Matter: Climate Change and GHG Emissions			
Disclosure 3-3	Management approach	36	
GRI 418: Customer Privacy 2016			
Disclosure 305-1	Direct (Scope 1) GHG emissions	37	
Disclosure 305-2	Energy indirect (Scope 2) GHG emissions	37	
Material Matter: Protection of Biodiversity and Ecology			
Disclosure 3-3	Management approach	37	
GRI 305: Emissions			
Disclosure 304-1	Operational sites owned, leased, managed in, or adjacent to protected areas and areas of high biodiversity value outside protected areas	37 - 38, 40	
Disclosure 304-2	Significant impacts of activities, products and services on biodiversity	37 - 42	
Disclosure 304-3	Habitats protected and restored	40 - 41	
Disclosure 304-4	IUCN Red List species and national conservation list species with habitats in areas affected by operations	38 - 39	
Material Matter: Responsible Water Consumption			
Disclosure 3-3	Management approach	41	
GRI 303: Water and Effluents 2018			
Disclosure 303-2	Management of water discharge-related impacts	41 - 42	

GRI CONTENT INDEX

GRI Disclosure	GRI Disclosure Description	Page Number	Remarks/ Omissions
ENVIRONMENT			
GRI 303: Water and Effluents 2018			
Disclosure 303-3	Water withdrawal	41	Information not available for breakdown of total water withdrawal according to sources, freshwater and other water categories
Disclosure 303-4	Water discharge	41 - 42	i. Information not available for breakdown of total water withdrawal according to sources, freshwater and other water categories. ii. The data disclosed is limited to Cypark's leachate treatment plant. iii. One incident of leachate spill occurred in August 2022, resulting in a Stop Work Order (SWO) issued by the Negeri Sembilan Department of Environment. The SWO was lifted in October 2022 following the implementation of stringent measures by Cypark. For more information, refer to page 46.
Material Matter: Waste Management			
Disclosure 3-3	Management approach	42 - 43	
GRI 306: Waste 2020			
Disclosure 306-1	Waste generation and significant waste-related impacts	42 - 43	
Disclosure 306-2	Management of significant waste-related impacts	42 - 43	
Disclosure 306-3	Waste generated	43 - 45	
Disclosure 306-4	Waste diverted from disposal	43	The data is limited to scheduled waste and recycling.

GRI CONTENT INDEX

GRI Disclosure	GRI Disclosure Description	Page Number	Remarks/ Omissions
SOCIAL			
Material Matter: Labour Practices and Standards			
Disclosure 3-3	Management approach	44	
Material Matter: Occupational Health and Safety			
Disclosure 3-3	Management approach	45	
GRI 403: Occupational Health and Safety 2018			
Disclosure 403-5	Worker training on occupational health and safety	45 - 46	
Disclosure 403-6	Promotion of worker health	45, 52	
Disclosure 403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	46	
Material Matter: Employee Engagement and Development			
Disclosure 3-3	Management approach	47	
GRI 401: Employment 2016			
Disclosure 401-1	New employee hires and employee turnover	47 - 48	
Disclosure 401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	48	
GRI 404: Training and Education 2016			
Disclosure 404-1	Average hours of training per year per employee	49	
Disclosure 404-2	Programmes for upgrading employee skills and transition assistance programmes	49	Information not available for transition assistance programmes
Disclosure 404-3	Percentage of employees receiving regular performance and career development reviews	50	
GRI 405: Diversity and Equal Opportunity 2016			
Disclosure 405-1	Diversity of governance bodies and employees	50 - 51, 65	
Disclosure 405-2	Ratio of basic salary and remuneration of women to men	50	
GRI 406: Non-discrimination 2016			
Disclosure 406-1	Incidents of discrimination and corrective actions taken	50	Cypark adheres to fair and unbiased practices without any discrimination against gender, race, religion, age group and disability. Information not available for number of incidents and corrective actions taken
Material Matter: Engaging with Communities			
Disclosure 3-3	Management approach	52	

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Eighteenth Annual General Meeting ("**18th AGM**") of the Company will be held on a **virtual basis** via Remote Participation and Voting at the broadcast venue at Securities Services (Holdings) Sdn. Bhd., Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan on Thursday, 26 October 2023 at 10:00 a.m. for the purpose of considering and, if thought fit, to pass the following resolutions with or without modifications:-

AGENDA

1. To receive the Audited Financial Statements for the financial period ended 30 April 2023 together with the Reports of the Directors and the Auditors thereon. [Please refer to Note 9(i)]

2. To approve the payment of Directors' fees to the following newly appointed Non-Executive Directors of the Company from their respective appointment dates until the next Annual General Meeting of the Company:-

   (a) Puan Norsimah Binti Noordin; (Resolution 1)
   (b) Dato' Ir. Dr. Hasnul Bin Mohamad Salleh; (Resolution 2)
   (c) Datuk Mohd Adzahar Bin Abdul Wahid; (Resolution 3)
   (d) Encik Muhammad Ashraf Bin Muhammad Amir; and (Resolution 4)
   (e) Dato' Hamidah Binti Moris. (Resolution 5)

3. To re-elect the following Directors who are due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, have offered themselves for re-election:-

   (a) Puan Norsimah Binti Noordin; (Resolution 6)
   (b) Dato' Ir. Dr. Hasnul Bin Mohamad Salleh; (Resolution 7)
   (c) Datuk Mohd Adzahar Bin Abdul Wahid; (Resolution 8)
   (d) Encik Muhammad Ashraf Bin Muhammad Amir; and (Resolution 9)
   (e) Dato' Hamidah Binti Moris. (Resolution 10)

4. To re-elect Dato' Daud Bin Ahmad who is due to retire in accordance with Clause 119 of the Company's Constitution and being eligible, has offered himself for re-election. (Resolution 11)

5. To re-appoint Messrs. Nexia SSY PLT as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration. (Resolution 12)

<u>As Special Business</u>

To consider and if thought fit, with or without any modification, to pass the following Ordinary Resolutions:-

6. **ORDINARY RESOLUTION NO. 1** (Resolution 13)
   -AUTHORITY TO ISSUE SHARES PURSUANT TO THE COMPANIES ACT 2016 AND WAIVER OF PRE-EMPTIVE RIGHTS

   "**THAT** subject always to the Companies Act 2016 ("**the Act**"), the Constitution of the Company and the approvals from Bursa Malaysia Securities Berhad ("**Bursa Securities**") and any other relevant governmental and/or regulatory authorities, the Directors be and are hereby empowered pursuant to the Act, to issue and allot shares in the capital of the Company from time to time at such price and upon such terms and conditions, for such purposes and to such person or persons whomsoever the Directors may in their absolute discretion deem fit provided always that the aggregate number of shares issued pursuant to this resolution does not exceed ten percent (10%) of the total number of issued shares of the Company for the time being as stipulated under Paragraph 6.03(1) of the Bursa Securities Main Market Listing Requirements (hereinafter referred to as the "**General Mandate**");

NOTICE OF ANNUAL GENERAL MEETING

THAT pursuant to Section 85 of the Companies Act 2016 to be read together with Clause 70 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 of the Company ranking equally to the existing issued shares arising from any issuance of new shares in the Company pursuant to Sections 75 and 76 of the Companies Act 2016;

AND THAT the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so be issued pursuant to the General Mandate on Bursa Securities;

AND FURTHER THAT such authority shall commence immediately upon the passing of this Resolution and continue to be in force until the conclusion of the next Annual General Meeting of the Company."

7. **ORDINARY RESOLUTION NO. 2** (Resolution 14)
- PROPOSED RENEWAL OF THE AUTHORITY TO ALLOT AND ISSUE NEW ORDINARY SHARES IN THE COMPANY ("CRB SHARES") FOR THE PURPOSE OF THE DIVIDEND REINVESTMENT SCHEME ("DRS") OF THE COMPANY WHICH WILL PROVIDE THE SHAREHOLDERS OF THE COMPANY WITH THE OPTION TO ELECT TO REINVEST THEIR CASH DIVIDEND IN CRB SHARES ("PROPOSED RENEWAL OF DRS AUTHORITY")

"**THAT** pursuant to the DRS as approved by the Shareholders at the Tenth Annual General Meeting of the Company held on 21 April 2015 and subject to the approval of the relevant regulatory authorities (if any), approval be and is hereby given to the Directors to allot and issue such number of new CRB Shares from time to time as may be required to be allotted and issued pursuant to the DRS until the conclusion of the next Annual General Meeting upon such terms and conditions as stated in Circular to Shareholders dated 30 March 2015, **PROVIDED THAT** the issue price of the said new CRB Shares shall be fixed by the Board of Directors at not more than ten percent (10%) discount to the five (5)-market day volume weighted average market price ("**VWAP**") of CRB Shares immediately preceding the price-fixing date, of which the VWAP shall be adjusted ex-dividend before applying the said discount in fixing the issue price;

AND THAT the Directors of the Company be and are hereby authorised to do all such acts and enter into all such transactions, arrangements and documents as may be necessary or expedient in order to give full effect to the DRS with full power to assent to any conditions, modifications, variations and/or amendments (if any) as may be imposed or agreed to by any relevant authorities or consequent upon the implementation of the said conditions, modifications, variations and/or amendments or at the discretion of the Directors in the best interest of the Company."

8. To transact any other ordinary business of which due notice shall have been given.

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689) / SSM PC NO. 201908002648
YEOW SZE MIN (MAICSA 7065735) / SSM PC NO. 201908003120
Company Secretaries
Kuala Lumpur

Dated: 30 August 2023

NOTICE OF ANNUAL GENERAL MEETING

NOTES:

1. The broadcast venue, which is the main venue of the Meeting, is strictly for the purpose of complying with Section 327(2) of the Companies Act 2016 and Clause 79 of the Company's Constitution, which require the Chair to be present at the main venue of the Meeting. Members, proxies and/or corporate representatives will not be allowed to be physically present at the broadcast venue on the day of the Meeting.

2. In respect of deposited securities, only members/shareholders whose names appear in the Record of Depositors on 19 October 2023 shall be eligible to attend, participate, speak and vote at the Meeting and/or appoint proxy(ies) to participate and/or vote in his/her stead.

3. As guided by the Securities Commission's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers and its subsequent amendments, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members/shareholders, proxies and/or corporate representatives shall communicate with the main/broadcast venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members/shareholders, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members/shareholders, proxies and/or corporate representatives will be broadcasted and responded by the Chair/Board/relevant adviser during the Meeting.

4. A member/shareholder of the Company entitled to attend and vote at the Meeting is entitled to appoint one (1) or more proxy(ies) to exercise all or any of his rights to attend, participate, speak and vote in his stead. Where a member/shareholder appoints more than one (1) proxy in relation to the Meeting, the member/shareholder shall specify the proportion of his/her/its shareholdings to be represented by each proxy, failing which the appointment shall be invalid.

5. A proxy may but need not be a member/shareholder of the Company and a member/shareholder may appoint any person to be his proxy without limitation. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at the Meeting shall have the same rights as the member/shareholder to attend, participate, speak and vote at the Meeting.

6. The instrument appointing a proxy shall be in writing under the hand of the member/shareholder or of his attorney duly authorised in writing or, if the member/shareholder is a corporation, shall either be executed under Common Seal or under the hand of an officer or attorney duly authorised.

7. Where a member/shareholder of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 ("**SICDA**") 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.

8. Appointment of proxy and registration for remote participation and voting

   The instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or a duly notarised certified copy of that power or authority, shall be deposited at the Registered Office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan or submitted via fax at 03-2094 9940 and/or 03-2095 0292 or emailed to info@sshsb.com.my, not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at **https://sshsb.net.my/**. The lodging of the Form of Proxy will not preclude any member/shareholder from participating and voting remotely at the Meeting should any member/shareholder subsequently wishes to do so, provided a notice of termination of proxy authority in writing is given to the Company and deposited at the Registered Office of CRB at Level 7, Menara Milenium, Jalan Damanlela, Damansara Heights, 50490 Kuala Lumpur not less than twenty-four (24) hours before the time stipulated for holding the Meeting or any adjournment thereof. Please contact the poll administrator, SS E Solutions Sdn. Bhd., at 03-2084 9000 for further assistance.

   Should any member wish to personally participate at the Meeting remotely, please register electronically via Securities Services e-Portal at **https://sshsb.net.my/** by the registration cut-off date and time.

   Please refer to the **Administrative Guide** on the Conduct of a Virtual General Meeting available for download at https://tinyurl.com/4wz34f4b for further details.

NOTICE OF ANNUAL GENERAL MEETING

9. Explanatory Notes on Ordinary and Special Business:

(i) Item 1 of the Agenda

This Agenda item is meant for discussion only, as the provision of Section 340(1)(a) of the Act does not require a formal approval of the shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

(ii) Resolutions 1 to 5 – Directors' Fees

Pursuant to Section 230(1) of the Companies Act 2016, the fees of the Directors and any benefits payable to the Directors of a listed company and its subsidiaries shall be approved at a general meeting.

The proposed Resolutions 1 to 5 are to facilitate the payment of Directors' fees to the newly appointed Non-Executive Directors from their respective appointment dates until the next Annual General Meeting ("**AGM**") of the Company.

Based on the annual review of the Directors' fees conducted by the Remuneration Committee, the Board of Directors had at its meeting held on 25 August 2023 agreed that the proposed Directors' fees to the Non-Executive Directors on a monthly basis are as follows:

	Chair (RM)	Member (RM)
Board of Directors	5,000.00	7,000.00
Audit Committee	3,000.00	1,000.00
Risk Management Committee	3,000.00	1,000.00
Nomination Committee	2,000.00	1,000.00
Remuneration Committee	2,000.00	1,000.00

Based on the above quantum, the proposed Directors' fees payable to the following Non-Executive Directors are as follows:-

Name	Period	Amount (RM)
Puan Norsimah Binti Noordin	18 April 2022 to the next AGM in 2024	285,033.00
Dato' Ir. Dr. Hasnul Bin Mohamad Salleh	7 June 2022 to the next AGM in 2024	273,600.00
Datuk Mohd Adzahar Bin Abdul Wahid	14 February 2023 to the next AGM in 2024	179,750.00
Encik Muhammad Ashraf Bin Muhammad Amir	14 February 2023 to the next AGM in 2024	179,750.00
Dato' Hamidah Binti Moris	30 March 2023 to the next AGM in 2024	223,452.00
	Total	**1,141,585.00**

Any Non-Executive Directors who are shareholders of the Company will abstain from voting on the Resolution concerning their own respective remuneration at the 18th AGM.

(iii) Resolutions 6 to 11 – Re-election of Directors

Pursuant to Clause 118 of the Company's Constitution, Puan Norsimah Binti Noordin, Dato' Ir. Dr. Hasnul Bin Mohamad Salleh, Datuk Mohd Adzahar Bin Abdul Wahid, Encik Muhammad Ashraf Bin Muhammad Amir and Dato' Hamidah Binti Moris are to retire at the 18th AGM of the Company, and being eligible, have offered themselves for re-election.

Pursuant to Clause 119 of the Company's Constitution, Dato' Daud Bin Ahmad is to retire at the 18th AGM of the Company, and being eligible, has offered himself for re-election.

The Board of Directors has through the Nomination Committee carried out the necessary assessment on the aforesaid Directors and concluded that they met the criteria as prescribed under Paragraph 2.20A of the Main Market Listing Requirements of Bursa Securities on character, experience, integrity, competence and time commitment to effectively discharge their roles as Directors.

The profiles of the Directors standing for re-election are set out in the Directors' Profiles section of the Annual Report 2023.

(iv) Resolution 12 – Re-appointment of Auditors

The Audit Committee ("**AC**") at its meeting held on 28 July 2023 undertook an assessment of the suitability and independence of the external auditors, Messrs. Nexia SSY PLT.

The AC was satisfied with the suitability of Messrs. Nexia SSY PLT based on the quality of audit, performance, competency and sufficiency of resources the external audit team provided to the Group. The AC was also satisfied in its review that the provisions of non-audit services by Messrs. Nexia SSY PLT to the Company did not in any way impair their objectivity and independence as external auditors of the Company.

The Board at its meeting held on 28 July 2023 approved the AC's recommendation for the shareholders' approval to be sought at the 18th AGM on the re-appointment of Messrs. Nexia SSY PLT as external auditors of the Company for the ensuing year under Resolution 12 in accordance with Section 273(b) of the Companies Act 2016.

(v) Resolution 13 – Authority to Issue Shares pursuant to the Companies Act 2016 and Waiver of Pre-emptive Rights

The proposed Resolution 13 is intended to renew the authority granted to the Directors of the Company at the Seventeenth AGM of the Company held on 28 March 2022 ("**Previous Mandate**") to issue and allot shares at any time to such persons in their absolute discretion without convening a general meeting provided that the aggregate number of the shares issued does not exceed 10% of the total number of issued shares of the Company for the time being (hereinafter referred to as the "**General Mandate**").

The said General Mandate will provide flexibility to the Company to raise additional funds expeditiously and efficiently to meet its funding requirements including but not limited to working capital, operational expenditures, investment project(s), and/or acquisition(s).

The Board, having considered the current and prospective financial position, needs and capacity of the Group, is of the opinion that the General Mandate is in the best interests of the Company and its shareholders.

The Previous Mandate granted by the shareholders at the Seventeenth AGM of the Company has not been utilised and hence, no proceed was raised therefrom.

Pursuant to Section 85(1) of the Companies Act 2016, read together with Clause 70 of the Company's Constitution, shareholders have pre-emptive rights to be offered any new shares in the Company which rank equally to the existing issued shares in the Company or other convertible securities. Thus, a waiver is required.

NOTICE OF ANNUAL GENERAL MEETING

The following are excerpted from the Companies Act 2016 and the Company's Constitution:

Section 85(1) of the Companies Act 2016	Clause 70 of the Company's Constitution
Subject to the constitution, where a company issues shares which rank equally to existing shares as to voting or distribution rights, those shares shall first be offered to the holders of existing shares in a manner which would, if the offer were accepted, maintain the relative voting and distribution rights of those shareholders.	Subject to any direction to the contrary that may be given by the Company in general meeting, any new shares or other convertible securities proposed to be issued shall, before they are issued, be offered to such persons as are at the date of the offer entitled to receive notices from the Company of general meetings in proportion as nearly as the circumstances admit, to the amount of the existing shares or securities to which they are entitled. The offer shall be made by written notice specifying the number of shares or convertible securities offered and limiting a time within which the offer, if not accepted, will be deemed to be declined, and, after the expiration of that time or on the receipt of an intimation from the person to whom the offer is made that he declines to accept the shares or convertible securities offered, the Directors may dispose of those shares or convertible securities in such manner as they think most beneficial to the Company. The Directors may likewise also dispose of any new shares or convertible securities which (by reason of the ratio which the new shares or convertible securities bear to shares or securities held by the persons entitled to an offer of new shares or convertible securities) cannot, in the opinion of the Directors, be conveniently offered under this Constitution.

(vi) Resolution 14 – Proposed Renewal of DRS Authority

The proposed Resolution 14, if approved, will give authority to the Directors to allot and issue new CRB Shares under the DRS, until the conclusion of the next AGM. A renewal of this authority will be sought at subsequent AGMs.

Personal Data Privacy:

By submitting an instrument appointing a proxy(ies) and/or representative(s) to attend, participate, speak and vote at the 18th AGM and/or any adjournment thereof, a member of the Company (i) consents to the collection, use and disclosure of the member's personal data by the Company (or its agents) for the purpose of the processing and administration by the Company (or its agents) of proxies and representatives appointed for the AGM (including any adjournment thereof) and the preparation and compilation of the attendance lists, minutes and other documents relating to the AGM (including any adjournment thereof), and in order for the Company (or its agents) to comply with any applicable laws, listing rules, regulations and/or guidelines (collectively, the "**Purposes**"), (ii) warrants that where the member discloses the personal data of the member's proxy(ies) and/or representative(s) to the Company (or its agents), the member has obtained the prior consent of such proxy(ies) and/or representative(s) for the collection, use and disclosure by the Company (or its agents) of the personal data of such proxy(ies) and/or representative(s) for the Purposes, and (iii) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty.

CYPARK RESOURCES BERHAD
[Registration No. 200401004491 (642994-H)]
(Incorporated in Malaysia)

CDS Account No.	
Total No. of Shares Held	
Mobile/ Contact Number	

FORM OF PROXY

*I/We (full name), ...bearing *NRIC No./Passport No./Company No. ....

of (full address) ....

being a *member/members of Cypark Resources Berhad ("**the Company**") hereby appoint:-

First Proxy "A"

Full Name and Address (in Block Letters)		NRIC/ Passport No.	Proportion of Shareholdings	
			No. of Shares	%
Email:	Contact No.:			

and*

First Proxy "B"

Full Name and Address (in Block Letters)		NRIC/ Passport No.	Proportion of Shareholdings	
			No. of Shares	%
Email:	Contact No.:			

or failing *him/her, the *Chair of the Meeting as *my/our proxy to vote for *me/us and on *my/our behalf at the Eighteenth Annual General Meeting of the Company to be held on a virtual basis via Remote Participation and Voting at the broadcast venue at Securities Services (Holdings) Sdn. Bhd., Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan on Thursday, 26 October 2023 at 10:00 a.m. and at any adjournment thereof.

Please indicate with an "X" in the spaces provided below as to how you wish your votes to be casted. If no specific direction as to voting is given, the proxy will vote or abstain from voting at *his/her discretion.

Item	Agenda	Resolution	For	Against
1.	To receive the Audited Financial Statements for the financial period ended 30 April 2023 together with the Reports of the Directors and the Auditors thereon.			
2(a).	To approve the payment of Directors' fees to Puan Norsimah Binti Noordin, a newly appointed Non-Executive Director of the Company, from her appointment date until the next Annual General Meeting of the Company.	1		
2(b).	To approve the payment of Directors' fees to Dato' Ir. Dr. Hasnul Bin Mohamad Salleh, a newly appointed Non-Executive Director of the Company, from his appointment date until the next Annual General Meeting of the Company.	2		
2(c).	To approve the payment of Directors' fees to Datuk Mohd Adzahar Bin Abdul Wahid, a newly appointed Non-Executive Director of the Company, from his appointment date until the next Annual General Meeting of the Company.	3		
2(d).	To approve the payment of Directors' fees to Encik Muhammad Ashraf Bin Muhammad Amir, a newly appointed Non-Executive Director of the Company, from his appointment date until the next Annual General Meeting of the Company.	4		
2(e).	To approve the payment of Directors' fees to Dato' Hamidah Binti Moris, a newly appointed Non-Executive Director of the Company, from her appointment date until the next Annual General Meeting of the Company.	5		
3(a).	To re-elect Puan Norsimah Binti Noordin, who is due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, has offered herself for re-election.	6		
3(b).	To re-elect Dato' Ir. Dr. Hasnul Bin Mohamad Salleh, who is due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, has offered himself for re-election.	7		
3(c).	To re-elect Datuk Mohd Adzahar Bin Abdul Wahid, who is due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, has offered himself for re-election.	8		
3(d).	To re-elect Encik Muhammad Ashraf Bin Muhammad Amir, who is due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, has offered himself for re-election.	9		
3(e).	To re-elect Dato' Hamidah Binti Moris, who is due to retire in accordance with Clause 118 of the Company's Constitution and being eligible, has offered herself for re-election.	10		
4	To re-elect Dato' Daud Bin Ahmad, who is due to retire in accordance with Clause 119 of the Company's Constitution and being eligible, has offered himself for re-election.	11		
5	To re-appoint Messrs. Nexia SSY PLT as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration.	12		
Special Business				
6	Authority to Issue Shares pursuant to the Companies Act 2016 and Waiver of Pre-Emptive Rights.	13		
7	Proposed Renewal of Authority to Issue Shares pursuant to the Dividend Reinvestment Scheme.	14		

As witness my/our hand(s) this day .... of .... ,2023.

....

*Signature/Common Seal of Member

** Strike out whichever not applicable*

NOTES:

1. The broadcast venue, which is the main venue of the Meeting, is strictly for the purpose of complying with Section 327(2) of the Companies Act 2016 and Clause 79 of the Company's Constitution, which require the Chair to be present at the main venue of the Meeting. Members, proxies and/or corporate representatives will not be allowed to be physically present at the broadcast venue on the day of the Meeting.

2. In respect of deposited securities, only members/shareholders whose names appear in the Record of Depositors on 19 October 2023 shall be eligible to attend, participate, speak and vote at the Meeting and/or appoint proxy(ies) to participate and/or vote in his/her stead.

3. As guided by the Securities Commission's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers and its subsequent amendments, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members/shareholders, proxies and/or corporate representatives shall communicate with the main/broadcast venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members/shareholders, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members/shareholders, proxies and/or corporate representatives will be broadcasted and responded by the Chair/Board/relevant adviser during the Meeting.

4. A member/shareholder of the Company entitled to attend and vote at the Meeting is entitled to appoint one (1) or more proxy(ies) to exercise all or any of his rights to attend, participate, speak and vote in his stead. Where a member/shareholder appoints more than one (1) proxy in relation to the Meeting, the member/shareholder shall specify the proportion of his/her/its shareholdings to be represented by each proxy, failing which the appointment shall be invalid.

5. A proxy may but need not be a member/shareholder of the Company and a member/shareholder may appoint any person to be his proxy without limitation. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at the Meeting shall have the same rights as the member/shareholder to attend, participate, speak and vote at the Meeting.

6. The instrument appointing a proxy shall be in writing under the hand of the member/shareholder or of his attorney duly authorised in writing or, if the member/shareholder is a corporation, shall either be executed under Common Seal or under the hand of an officer or attorney duly authorised.

7. Where a member/shareholder of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 ("**SICDA**") 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.

8. Appointment of proxy and registration for remote participation and voting

   The instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or a duly notarised certified copy of that power or authority, shall be deposited at the Registered Office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan or submitted via fax at 03-2094 9940 and/or 03-2095 0292 or emailed to info@sshsb.com.my, not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at **https://sshsb.net.my/**. The lodging of the Form of Proxy will not preclude any member/shareholder from participating and voting remotely at the Meeting should any member/shareholder subsequently wishes to do so, provided a notice of termination of proxy authority in writing is given to the Company and deposited at the Registered Office of CRB at Level 7, Menara Milenium, Jalan Damanlela, Damansara Heights, 50490 Kuala Lumpur not less than twenty-four (24) hours before the time stipulated for holding the Meeting or any adjournment thereof. Please contact the poll administrator, SS E Solutions Sdn. Bhd., at 03-2084 9000 for further assistance.

   Should any member wish to personally participate at the Meeting remotely, please register electronically via Securities Services e-Portal at **https://sshsb.net.my/** by the registration cut-off date and time.

   Please refer to the **Administrative Guide** on the Conduct of a Virtual General Meeting available for download at https://tinyurl.com/4wz34f4b for further details.

Personal Data Privacy:

By submitting an instrument appointing a proxy(ies) and/or representative(s) to attend, participate, speak and vote at the 18th AGM and/or any adjournment thereof, a member of the Company (i) consents to the collection, use and disclosure of the member's personal data by the Company (or its agents) for the purpose of the processing and administration by the Company (or its agents) of proxies and representatives appointed for the AGM (including any adjournment thereof) and the preparation and compilation of the attendance lists, minutes and other documents relating to the AGM (including any adjournment thereof), and in order for the Company (or its agents) to comply with any applicable laws, listing rules, regulations and/or guidelines (collectively, the "Purposes"), (ii) warrants that where the member discloses the personal data of the member's proxy(ies) and/or representative(s) to the Company (or its agents), the member has obtained the prior consent of such proxy(ies) and/or representative(s) for the collection, use and disclosure by the Company (or its agents) of the personal data of such proxy(ies) and/or representative(s) for the Purposes, and (iii) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty.

CYPARK RESOURCES BERHAD
[200401004491 (642994-H)]

Unit 13A-09, Block A, Phileo Damansara II,
No.15, Jalan 16/11, 46350 Petaling Jaya,
Selangor, Malaysia.

Tel: +603 7660 6170
Fax: +603 7660 6169
Email: info@crbenv.com

www.cypark.com