



CORAZA INTEGRATED TECHNOLOGY BERHAD

Registration No.: 202001039065 (1395386-M)
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 31 MARCH 2023**

CORAZA INTEGRATED TECHNOLOGY BERHAD

Registration No.: 202001039065 (1395386-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

FOR THE PERIOD ENDED 31 MARCH 2023

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year-To- Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Revenue	28,349	34,323	28,349	34,323
Cost of sales	(21,929)	(25,182)	(21,929)	(25,182)
Gross profit ("GP")	6,420	9,141	6,420	9,141
Other income	1,731	267	1,731	267
Administrative expenses ⁽²⁾	(4,493)	(4,698)	(4,493)	(4,698)
Selling and distribution expenses	(1,115)	(1,029)	(1,115)	(1,029)
Operating profit	2,543	3,681	2,543	3,681
Finance costs	(199)	(175)	(199)	(175)
Profit before taxation ("PBT")	2,344	3,506	2,344	3,506
Taxation	B5 (625)	(1,306)	(625)	(1,306)
Net profit/ Total comprehensive income for the period	1,719	2,200	1,719	2,200
Net profit/ Total comprehensive income for the period attributable to:				
Owners of the Company	1,719	2,200	1,719	2,200
Basic earnings per share ("EPS") (sen) ⁽³⁾	B11 0.40	0.51	0.40	0.51

Notes:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Administrative expenses included non-recurring listing expenses of RM1.7 million in financial year ended 31 December 2022. For illustration purposes only, the Group's normalised financial performance after adjusting for the non-recurring listing expenses is as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year-To- Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Profit before tax	2,344	3,506	2,344	3,506
Add : Listing expenses	-	1,745	-	1,745
Adjusted profit before tax	2,344	5,251	2,344	5,251

- (3) Basic EPS is calculated based on the Company's share capital of 429,236,001 ordinary shares after the Company was listed on the ACE market of Bursa Malaysia Securities Berhad ("Bursa Securities") on 20 January 2022 and allotment of special issues of new ordinary shares to Bumiputera investors identified and/or approved by Ministry of International Trade and Industry ("MITI") on 16 December 2022 (31 March 2022: 428,331,001 ordinary shares).

CORAZA INTEGRATED TECHNOLOGY BERHAD

Registration No.: 202001039065 (1395386-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾ AS AT 31 MARCH 2023

	(Unaudited) As at 31.03.2023 RM'000	(Audited) As at 31.12.2022 RM'000
ASSETS		
Non-current asset		
Property, plant and equipment	41,671	38,799
Right of use asset	2,949	3,295
Total non-current asset	44,620	42,094
Current assets		
Inventories	30,475	30,943
Trade receivables	33,471	34,993
Other receivables, deposits and prepayments	2,379	3,991
Tax recoverable	1,379	1,424
Cash and cash equivalents	21,259	27,040
Total current assets	88,963	98,391
TOTAL ASSETS	133,583	140,485
EQUITY AND LIABILITIES		
Share capital	61,403	61,403
Merge reserve	(26,753)	(26,753)
Retained profits	56,035	54,316
TOTAL EQUITY	90,685	88,966
Non-current liabilities		
Deferred income	1,038	1,122
Deferred tax liabilities	3,931	3,931
Borrowings	5,154	5,393
Lease liability	1,616	1,963
Total non-current liabilities	11,739	12,409
Current liabilities		
Trade payables	11,520	16,627
Other payables and accruals	6,073	12,120
Refund liabilities	266	310
Borrowings	11,932	8,698
Lease liability	1,368	1,355
Total current liabilities	31,159	39,110
TOTAL LIABILITIES	42,898	51,519
TOTAL EQUITY AND LIABILITIES	133,583	140,485
Net assets per ordinary share attributable to owners of the Company (RM) ⁽²⁾	0.21	0.21

Notes:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's share capital of 429,236,001 ordinary shares after the Company was listed on the ACE market of Bursa Securities on 20 January 2022 and allotment of special issues of new ordinary shares to Bumiputera investors identified and/or approved by Ministry of International Trade and Industry ("MITI") on 16 December 2022.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾ FOR THE PERIOD ENDED 31 MARCH 2023

	-----Attributable to Owners of the Company-----			Total Equity RM'000
	Share Capital RM'000	Merger Reserves RM'000	Distributable Retained Profits RM'000	
3 months ended 31 March 2023				
At 1 January 2023 (Audited)	61,403	(26,753)	54,316	88,966
Total Comprehensive Income	-	-	1,719	1,719
At 31 March 2023 (Unaudited)	61,403	(26,753)	56,035	90,685

Notes:

- ⁽¹⁾ The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS⁽¹⁾ FOR THE PERIOD ENDED 31 MARCH 2023

	Current Year-To-Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,344	3,506
Adjustments for:		
Depreciation of property, plant and equipment	1,911	980
Depreciation of right of use asset	346	-
Deferred income released	(84)	(84)
Listing expenses	-	1,745
Interest expense	387	175
Interest income	(125)	(64)
Unrealised (gain)/loss on foreign exchange	(1,521)	178
Operating profit before working capital changes	3,258	6,436
Net changes in:		
Inventories	469	(1,549)
Receivables	4,373	(2,433)
Payables	(10,870)	(2,372)
Refund liabilities	(44)	37
Cash (used in)/generated from operations	(2,814)	119
Income tax paid	(582)	(707)
Interest paid	(355)	(175)
Net cash used in operating activities	(3,751)	(763)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	125	64
Purchase of property, plant and equipment	(4,784)	(2,543)
Net cash used in investing activities	(4,659)	(2,479)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	32,982
Payment of lease liability	(366)	(3,187)
Net drawdown/(repayment) of bankers' acceptance	486	(7,455)
Net (repayment)/drawdown of hire purchase	(567)	2,320
Net repayment of term loans	(239)	(222)
Decrease in prepayment of listing expenses	-	1,266
Changes in fixed deposits pledged to a licensed bank	(334)	(361)
Net cash (used in)/from financing activities	(1,020)	25,343
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(9,430)	22,101
CASH AND CASH EQUIVALENTS AT BEGINNING	23,080	(932)
CASH AND CASH EQUIVALENTS AT END	13,650	21,169
Represented by:		
Cash and cash equivalents	21,259	27,545
Bank overdraft	(3,317)	(2,824)
	17,942	24,721
Less: Fixed deposits pledged to a licensed bank	(4,292)	(3,552)
	13,650	21,169

Note:

⁽¹⁾ The above Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of ACE Market Listing Requirements (“Listing Requirements”) of Bursa Securities.

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

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Group’s audited financial statements for the financial year ended 31 December 2022 as disclosed in the Annual Report except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

	Effective for annual periods beginning on or after
Amendments to MFRS 16 – Lease Liability in a Sale and Leaseback	1-Jan-2024
Amendments to MFRS 101 Presentation of Financial Statements – Non-Current Liabilities with Covenants.	1-Jan-2024
Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture	Effective date yet to be confirmed

The initial application of the above standards is not expected to have any material impact to the financial statements of the Group upon adoption.

A3. Auditors’ report on Preceding Annual Financial Statements

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2022.

A4. Seasonal or cyclical factors

The Group’s operation was not significantly affected by any unusual seasonal or cyclical factors.

A5. Unusual items due to their nature, size or incidence

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows in the interim financial period ended 31 March 2023.

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONT'D)

A6. Material changes in estimates

There were no material changes in estimates of amounts reported in prior interim periods or prior financial year that have a material effect in the current financial year to date.

A7. Debt and equity securities

There were no issuance, repurchases or repayments of debt and equity securities in the financial period ended 31 March 2023.

A8. Dividend paid

The Company did not pay any dividend in the financial period ended 31 March 2023.

A9. Segmental Information

The Group' contribution by business units based on their nature of businesses and services as well as by geographical factors is as follows:

(a) Contribution by business units

	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year-To-Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Revenue:-				
Fabrication of sheet metal	25,383	28,361	25,383	28,361
Precision Machining	2,966	5,962	2,966	5,962
	28,349	34,323	28,349	34,323

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONT'D)

A9. Segmental Information (Cont'd)

(b) Contribution by geographical factors

	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year-To-Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Revenue:-				
Malaysia	20,539	23,339	20,539	23,339
Singapore	4,965	7,602	4,965	7,602
United States of America	2,397	2,677	2,397	2,677
China	15	4	15	4
European countries	52	640	52	640
Other Asian countries	381	61	381	61
	28,349	34,323	28,349	34,323

A10. Material events during the reporting period

(i) Proposed Private Placement

On 29 March 2023, the Company announced that it proposed to undertake a private placement of up to not more than 20% of the total number of issued shares of the Company or 85,847,000 shares ("Placement Shares") ("Proposed Private Placement"). The Company shall make an application to Bursa Securities for the listing of and quotation for the Placement Shares on the ACE Market of Bursa Securities. The Placement Shares will rank equally in all aspects with the existing Company shares in issue. The actual amount of proceeds to be raised from the Proposed Private Placement will depend on the actual number of Placement Shares issued and the issue price of the Placement Shares.

(ii) Long Term Incentive Plan ("LTIP")

On 29 March 2023, the Company announced that it proposed to establish and implement a LTIP of up to 10.0% of the Company's total issued share capital (excluding treasury shares, if any) for eligible Directors and employees of the Company and its subsidiary ("Proposed LTIP"). The Proposed LTIP comprises of a share grant plan ("Proposed SGP") and an employees' share option scheme ("Proposed ESOS"). The Proposed LTIP is subject to shareholders' approval at an Extraordinary General Meeting to be convened. The Proposed LTIP is intended to allow the Company to attract, retain, motivate and reward the eligible Directors and employees who fulfil the criteria for eligibility for participation subject to the terms and conditions of the By-Laws.

A11. Material events subsequent to the end of the reporting period

There were no other material events subsequent to the end of the current financial period under review that have not been reflected in this interim financial report.

A12. Changes in composition of the Group

There were no other material changes in the composition of the Group for the current financial quarter under review.

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONT'D)

A13. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets in the Group since the end of the last reporting period as at 31 March 2023.

A14. Related Party Transactions Disclosures

The following companies are related parties as they relate to companies in which the directors of the Group have substantial financial interest.

- Unigen Corporation (“UC”)
- Surface Technology Solutions Sdn. Bhd. (“STS”)
- Kalungan Prestij Sdn. Bhd. (“KPSB”)

Type of transactions	Related parties	Individual Quarter		Cumulative Period	
		Current Year 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year To Date 31.03.2023 RM'000	Preceding Year Corresponding Period 31.03.2022 RM'000
Sales of fabricated parts	UC	202	236	202	236
Provision of finishing services	STS	665	881	665	881
Rental expenses	KPSB	4	6	4	6

The transactions were entered in the normal course of business and have been established under normal commercial terms that are no less favourable than those arranged with independent third parties.

A15. Capital Commitments

	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
Contracted but not provided for:		
- Property, Plant and Equipment	5,222	8,603
Approved but not contracted for:		
- Property, Plant and Equipment	16,043	16,216
	<u>21,265</u>	<u>24,819</u>

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B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

	Current Year Quarter 31.03.2023 RM'000	Preceding Year Corresponding Quarter 31.03.2022 RM'000	Current Year-To-Date 31.03.2023 RM'000	Preceding Year Corresponding Year-To-Date 31.03.2022 RM'000
Revenue	28,349	34,323	28,349	34,323
GP	6,420	9,141	6,420	9,141
PBT	2,344	3,506	2,344	3,506

In the current quarter ended 31 March 2023, the Group reported revenue of RM28.3 million, representing a decrease of RM6.0 million or 17.4% compared to the revenue of RM34.3 million recorded in the corresponding quarter of the preceding year. The decline in revenue was primarily attributed to push out orders from semiconductor customer followed by the on-going inventory adjustment cycle.

During the same quarter under review, the GP contracted by 29.8% to RM6.4 million, down from RM9.1 million in the previous year, primarily due to weaker revenue. This decline in GP was mainly caused by under-utilisation and the absorption of fixed costs, including payroll and depreciation expenses, resulting from the expansion plan in the Kulim plants.

Similarly, the PBT also decreased by 33.1% from RM3.5 million to RM2.3 million, aligning with the softer revenue performance.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter 31.03.2022 RM'000	Immediate Preceding Quarter 31.12.2022 RM'000
Revenue	28,349	35,915
GP	6,420	10,841
PBT	2,344	4,138

For the quarter under review, the Group reported a 21.1% decline in revenue, decreasing from RM35.9 million in the immediate preceding quarter to RM28.3 million in the current quarter. This decrease in revenue was primarily attributed to to push out orders from semiconductor customer followed by the on-going inventory adjustment cycle.

The lower sales achievement resulted in the Group's GP declining to RM6.4 million, a decrease of 40.8% compared to RM10.8 million in the immediate preceding quarter. The lower GP is attributed to the softer revenue performance and lower capacity utilization.

Furthermore, the Group's PBT for the current quarter under review was RM2.3 million, reflecting a decline of 43.4% compared to the immediate preceding quarter's RM4.1 million. This decline was in line with the softer revenue performance.

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS (CONT'D)

B3. Prospects of the Group

According to the World Semiconductor Trade Statistics (WSTS) Fall 2022 Semiconductor Industry Forecast, the global semiconductor industry sales are projected to decrease to US\$556 billion in 2023 and then increase to US\$602 billion in 2024. Semiconductor Industry Association's (SIA) report highlights the importance for firms to consistently invest a significant portion of their revenue in research and development (R&D), as well as in new plants and equipment. Sustaining the ability to design and produce cutting-edge semiconductor components requires an ongoing commitment to keep pace with industry-wide investment rates, typically around 30% of sales.

Addressing the performance of semiconductor sales, SIA President and Chief Executive Officer, John Neuffer, acknowledged a decline in sales during the first quarter of 2023, attributed to market cyclicity and macroeconomic challenges. However, he also noted a positive development as month-to-month sales in March experienced an increase for the first time in nearly a year, providing optimism for a potential rebound in the coming months.

The global short-term cyclical downturn in the semiconductor industry has resulted in a softening of new orders and deliveries for the Group. The management anticipates a subdued outlook for the next two consecutive quarters of FY 2023. However, despite the current slowdown, the management remains committed to focus on long-term growth strategies, including continued investment in expanding capacity and capabilities. This includes the addition of new finishing lines and cleanroom facilities, which will help the Group leverage potential business opportunities and prepare for a strong rebound in the near future.

In terms of operations, the Group is actively streamlining existing sheet metal, machining, and frame welding processes to enhance operational efficiency. Additionally, the Group is continuing its recruitment efforts to address the talent shortage.

Moreover, the Group is expediting the New Product Introduction (NPI) process to enable a smooth transition from prototype to mass production and expecting it to contribute to the Group's revenue in the upcoming financial year.

As disclosed in Section 7.19 of the Company's Prospectus dated 22 December 2021, the Group will implement the following future plans:

- a) Construction of a new factory (91,110 sq ft) adjacent to our current factory in Nibong Tebal, Pulau Pinang, will focus on precision machining, sheet metal fabrication (involving frames and structures) and finishing services; and
- b) Invest in new machineries in order to improve the production capacity and service offerings to meet the increasing demand from our customers and to secure additional customers in the industry involved.

Management has refined the construction plan into 1 phase rather than 3 phase to keep the construction cost to its lowest which attribute to the delay in commencement of construction of the new factory.

Based on the above, the Board of Directors ("**Board**") is optimistic of the Group's future prospects and monitoring closely the Group's expansion plans to achieve the mid-term and long-term strategic goals.

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS (CONT'D)

B4. Variance of actual profits from forecast profits

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

B5. Taxation

Taxation comprises the following:-

	Current Year Quarter 31.03.2023	Preceding Year Corresponding Quarter 31.03.2022	Current Year- To-Date 31.03.2023	Preceding Year Corresponding Year-To-Date 31.03.2022
Income tax expense				
-Current Period (RM'000)	625	1,306	625	1,306
Effective tax rate (%)	26.66	37.25	26.66	37.25
Statutory tax rate (%)	24.00	24.00	24.00	24.00

The Group's effective tax rate for the current year-to-date is slightly higher than the statutory tax rate mainly due to certain expenses which are not deductible for tax purposes.

B6. Status of corporate proposals

Save for disclosed below, there were no corporate proposals announced but not completed as at date of this interim financial report.

On 29 March 2023, M & A Securities Sdn. Bhd. ("**M&A Securities**") on behalf of the Board of Directors of Coraza had announced that the Company proposes to undertake the following:

- the proposed private placement of up to 85,847,000 new ordinary shares in Coraza, representing not more than 20.0% of the issued share capital of Coraza to independent third-party investor(s) to be identified and at an issue price to be determined later ("**Proposed Private Placement**"); and
- the proposed establishment and implementation of a long term incentive plan ("**LTIP**") of up to 10.0% of the Company's total issued share capital (excluding treasury shares, if any) at any point in time over the duration of the LTIP for eligible directors of Coraza and employees of Coraza and its subsidiary(ies) (excluding those which are dormant), who fulfil the eligibility criteria as set out in the by-laws of the LTIP ("**Proposed LTIP**").

(collectively, referred to as the "**Proposals**")

On 28 April 2023, M&A Securities have submitted the additional listing application in relation to the Proposals to the Bursa Securities.

Further details of the Proposals will be announced in due course.

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS (CONT'D)**B7a. Utilisation of Proceeds from IPO**

The gross proceeds of RM33.0 million from the IPO is intended to be utilised in the following manner:

	Details of use of proceeds	Proposed utilisation RM'000	Re-allocation RM'000	Actual utilisation RM'000	Balance to be utilised RM'000	Estimated timeframe for the use of proceeds upon listing⁽¹⁾
(i)	Purchase of new machinery	15,500	-	(11,600)	3,900	Within 36 months
(ii)	Construction of factory ⁽²⁾	6,412	-	-	6,412	Within 36 months
(iii)	Implementation of ERP system	1,200	-	(1,200)	-	Within 12 months
(iv)	Extension of existing building	1,500	-	(1,500)	-	Within 12 months
(v)	Repayment of bank borrowings	4,600	-	(4,600)	-	Within 12 months
(vi)	Estimated listing expenses	3,770	(583)	(3,187)	-	Within 1 month
(vii)	Working capital	-	583	(583)	-	Within 9 months
		32,982	-	(22,670)	10,312	

Notes:

(1) From the date of listing of the Company.

(2) The construction of our new factory is delayed as the Group has decided to construct all 3 phases together. The Traffic Impact Assessment ("TIA") report has been submitted and approved by the council. Construction is expected to commence in mid of FY2023 and expected to be completed by mid of FY2024.

B7b. Utilisation of Proceeds from Special issue of new ordinary shares

	Details of use of proceeds	Proposed utilisation RM'000	Re-allocation RM'000	Actual utilisation RM'000	Balance to be utilized RM'000	Estimate timeframe for the use of proceeds⁽¹⁾
(i)	Purchase of new machinery	610	-	(610)	-	Within 36 months
(ii)	Estimated listing expenses	69	(69)	-	-	Within 1 month
		679	(69)	(610)	-	

Note:

(1) From the date of receipt of proceeds.

The utilisation of proceeds as disclosed above should be read in conjunction with the announcements in relation to the Special Issue dated 15 August 2022 and 22 September 2022.

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS (CONT'D)

B8. Group borrowings and debts securities

As at 31 March 2023	Long term RM'000	Short term RM'000	Total borrowings RM'000
Secured			
Bankers' acceptance	-	6,586	6,586
Hire purchase	2,259	837	3,096
Term loans	2,895	1,192	4,087
Overdraft	-	3,317	3,317
Total	5,154	11,932	17,086

B9. Material Litigation

There was no material litigation against the Group as at 31 March 2023.

B10. Dividends

No dividend has been proposed or declared for the current financial period.

B11. Earnings Per Share

The basic EPS for the current quarter and financial year-to-date are computed as follows:

	Individual Quarter		Cumulative Period	
	Current Year Quarter 31.03.2023	Preceding Year Corresponding Quarter 31.03.2022	Current Year- To-Date 31.03.2023	Preceding Year Corresponding Year-to-Date 31.03.2022
Profit attributable to Owners of the Company (RM'000)	1,719	2,200	1,719	2,200
Weighted average number of ordinary shares ('000)	429,236	428,331	429,236	428,331
EPS (sen)	0.40	0.51	0.40	0.51

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CORAZA INTEGRATED TECHNOLOGY BERHAD

Registration No.: 202001039065 (1395386-M)

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS (CONT'D)**12. Notes to Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

Profit for the period was derived after taking into consideration of the following:-

	Individual Quarter		Cumulative Period	
	Current Year	Preceding Year	Current Year-	Preceding Year
	Quarter	Corresponding	To-Date	Corresponding
	31.03.2023	Quarter	31.03.2023	Year-to-Date
	RM'000	31.03.2022	RM'000	31.03.2022
		RM'000		RM'000
After charging/ (crediting):-				
Depreciation of property, plant and equipment	1,911	980	1,911	980
Depreciation on Right-of-use asset	346	-	346	-
Interest expense	199	175	199	175
Listing Expenses	-	1,745	-	1,745
(Gain)/Loss on foreign exchange				
- Realised	1,258	(16)	1,258	(16)
- Unrealised	(1,521)	178	(1,521)	178
Short-term leases and lease of low value assets	150	63	150	63
Deferred income released	(84)	(84)	(84)	(84)
Interest Income	(125)	(64)	(125)	(64)

BY ORDER OF THE BOARD
CORAZA INTEGRATED TECHNOLOGY BERHAD
26 MAY 2023