

**BTM RESOURCES BERHAD (199401018283 (303962-T))**  
(Incorporated In Malaysia)  
**Condensed Consolidated Statement of Financial Position**  
**As At 31 March 2022**

|   | <b>Unaudited<br/>as at<br/>31/03/2022<br/>RM'000</b> | <b>Audited<br/>as at<br/>31/12/2021<br/>RM'000</b> |
|---|--|--|
| <b>ASSETS</b>                                       |  |  |
| <b>Non-Current Assets</b>                           |  |  |
| Property, plant and equipment                       | 28,601   | 28,773   |
| Right-of-use assets                                 | 1,231  | 1,300  |
| <b>Total Non-Current Assets</b>                     | <b>29,832</b>  | <b>30,073</b>                                      |
| <b>Current Assets</b>                               |  |  |
| Inventories   | 2,668  | 3,361  |
| Trade receivables                                   | 193  | 419  |
| Other receivables, deposits and prepayments         | 4,077  | 3,902  |
| Fixed deposits with licensed banks                  | 246  | 246  |
| Cash and bank balances                              | 420  | 934  |
| <b>Total Current Assets</b>                         | <b>7,604</b>   | <b>8,862</b>                                       |
| <b>TOTAL ASSETS</b>                                 | <b>37,436</b>  | <b>38,935</b>                                      |
| <b>EQUITY AND LIABILITIES</b>                       |  |  |
| <b>Equity Attributable To Owners Of The Company</b> |  |  |
| Share capital                                       | 34,129   | 34,129   |
| Revaluation reserves                                | 20,714   | 20,714   |
| Capital reserves                                    | 119  | 119  |
| Warrant reserve                                     | 3,602  | 3,602  |
| Accumulated losses                                  | (41,684)   | (39,823)   |
|   | <b>16,880</b>  | <b>18,741</b>                                      |
| <b>Non-Controlling Interest</b>                     | <b>(10)</b>  | <b>(10)</b>  |
| <b>TOTAL EQUITY</b>                                 | <b>16,870</b>  | <b>18,731</b>                                      |
| <b>LIABILITIES</b>                                  |  |  |
| <b>Non-Current Liabilities</b>                      |  |  |
| Retirement benefit obligations                      | 2,545  | 2,493  |
| Lease liabilities                                   | 1,123  | 1,191  |
| Hire purchase creditor                              | 26   | 33   |
| Deferred taxation                                   | 458  | 458  |
| <b>Total Non-Current Liabilities</b>                | <b>4,152</b>   | <b>4,175</b>                                       |
| <b>Current Liabilities</b>                          |  |  |
| Trade payables                                      | 1,844  | 2,642  |
| Other payables and accruals                         | 4,670  | 4,302  |
| Lease liabilities                                   | 269  | 259  |
| Term loan (secured)                                 | 31   | 161  |
| Amount due to directors                             | 9,555  | 8,626  |
| Hire purchase creditor                              | 45   | 39   |
| <b>Total Current Liabilities</b>                    | <b>16,414</b>  | <b>16,029</b>                                      |
| <b>TOTAL LIABILITIES</b>                            | <b>20,566</b>  | <b>20,204</b>                                      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                 | <b>37,436</b>  | <b>38,935</b>                                      |
| <b>NET TANGIBLE ASSETS PER SHARE (RM)</b>           | <b>0.10</b>  | <b>0.11</b>  |

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)*

**BTM RESOURCES BERHAD (199401018283 (303962-T))**

(Incorporated In Malaysia)

**Unaudited Condensed Consolidated Statement of Comprehensive Income  
Interim Report for the Quarter ended 31 March 2022**

|   | <b>Current<br/>Quarter<br/>31/03/2022<br/>RM'000</b> | <b>Comparative<br/>Quarter<br/>31/03/2021<br/>RM'000</b> | <b>Current<br/>Year To Date<br/>31/03/2022<br/>RM'000</b> | <b>Comparative<br/>Year To Date<br/>31/03/2021<br/>RM'000</b> |
|---|--|--|---|---|
| Revenue                                   | 2,182  | 1,836  | 2,182   | 1,836   |
| Operating Expenses                        | (4,143)  | (3,512)  | (4,143)   | (3,512)   |
| Other Operating Income                    | <u>132</u>   | <u>157</u>   | <u>132</u>  | <u>157</u>  |
| Loss From Operations                      | (1,829)  | (1,519)  | (1,829)   | (1,519)   |
| Finance Costs                             | (32)   | (46)   | (32)  | (46)  |
| Investing Results                         | <u>0</u>   | <u>0</u>   | <u>0</u>  | <u>0</u>  |
| Loss From Ordinary Activities Before Tax  | (1,861)  | (1,565)  | (1,861)   | (1,565)   |
| Taxation                                  | <u>0</u>   | <u>0</u>   | <u>0</u>  | <u>0</u>  |
| Loss From Ordinary Activities After Tax   | (1,861)  | (1,565)  | (1,861)   | (1,565)   |
| Other Comprehensive Income, Net of Tax    | 0  | 0  | 0   | 0   |
| Total Comprehensive Loss for the Period   | <u><u>(1,861)</u></u>                                | <u><u>(1,565)</u></u>                                    | <u><u>(1,861)</u></u>                                     | <u><u>(1,565)</u></u>   |
| Loss attributable to:                     |  |  |   |   |
| Owners of the Company                     | (1,861)  | (1,565)  | (1,861)   | (1,565)   |
| Non-Controlling Interest                  | <u>0</u>   | <u>0</u>   | <u>0</u>  | <u>0</u>  |
|   | <u><u>(1,861)</u></u>                                | <u><u>(1,565)</u></u>                                    | <u><u>(1,861)</u></u>                                     | <u><u>(1,565)</u></u>   |
| Total Comprehensive Loss attributable to: |  |  |   |   |
| Owners of the Company                     | (1,861)  | (1,565)  | (1,861)   | (1,565)   |
| Non-Controlling Interest                  | <u>0</u>   | <u>0</u>   | <u>0</u>  | <u>0</u>  |
|   | <u><u>(1,861)</u></u>                                | <u><u>(1,565)</u></u>                                    | <u><u>(1,861)</u></u>                                     | <u><u>(1,565)</u></u>   |
| Loss Per Share (sen)                      |  |  |   |   |
| - Basic                                   | (1.09)   | (1.01)   | (1.09)  | (1.01)  |
| - Diluted                                 | N/A  | N/A  | N/A   | N/A   |

N/A - Not Applicable

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)*

**BTM RESOURCES BERHAD (199401018283 (303962-T))**

(Incorporated In Malaysia)

**Unaudited Condensed Consolidated Statement of Changes in Equity  
For the 3 Months Ended 31 March 2022**

|   |            | <u>Non-distributable</u>   |                                   |                               | <u>Distributable</u>         |                                | Attributable<br>To Owners<br>Of The<br>Company<br>RM'000 | Non-<br>Controlling<br>Interest<br>RM'000 | Total<br>Equity<br>RM'000 |
|---|------------|----------------------------|-----------------------------------|-------------------------------|------------------------------|--------------------------------|--|---|---------------------------|
|   |            | Share<br>Capital<br>RM'000 | Revaluation<br>reserves<br>RM'000 | Capital<br>reserves<br>RM'000 | Warrant<br>reserve<br>RM'000 | Retained<br>earnings<br>RM'000 |  |   |                           |
| <b>3 months ended</b>                   |            |                            |                                   |                               |                              |                                |  |   |                           |
| <b><u>31/03/2022</u></b>                |            |                            |                                   |                               |                              |                                |  |   |                           |
| Balance at                              | 01/01/2022 | 34,129                     | 20,714                            | 119                           | 3,602                        | (39,823)                       | 18,741   | (10)                                      | 18,731                    |
| Total Comprehensive Loss for the period |            | 0                          | 0                                 | 0                             | 0                            | (1,861)                        | (1,861)  | 0   | (1,861)                   |
| Balance at                              | 31/03/2022 | <u>34,129</u>              | <u>20,714</u>                     | <u>119</u>                    | <u>3,602</u>                 | <u>(41,684)</u>                | <u>16,880</u>  | <u>(10)</u>                               | <u>16,870</u>             |
| <b>3 months ended</b>                   |            |                            |                                   |                               |                              |                                |  |   |                           |
| <b><u>31/03/2021</u></b>                |            |                            |                                   |                               |                              |                                |  |   |                           |
| Balance at                              | 01/01/2021 | 31,299                     | 20,714                            | 119                           | 3,602                        | (33,601)                       | 22,133   | (8)                                       | 22,125                    |
| Total Comprehensive Loss for the period |            | 0                          | 0                                 | 0                             | 0                            | (1,565)                        | (1,565)  | 0   | (1,565)                   |
| Balance at                              | 31/03/2021 | <u>31,299</u>              | <u>20,714</u>                     | <u>119</u>                    | <u>3,602</u>                 | <u>(35,166)</u>                | <u>20,568</u>  | <u>(8)</u>                                | <u>20,560</u>             |

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)*

**BTM RESOURCES BERHAD (199401018283 (303962-T))**

(Incorporated In Malaysia)

**Unaudited Condensed Consolidated Statement of Cash Flows  
For the 3 Months Ended 31 March 2022**

|   | <b>3 months<br/>Cumulative<br/>31/03/2022<br/>RM'000</b> | <b>3 months<br/>Cumulative<br/>31/03/2021<br/>RM'000</b> |
|---|--|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>             |  |  |
| <b>Loss before taxation</b>                             | (1,861)  | (1,565)  |
| Adjustments for:-                                       |  |  |
| Depreciation on property, plant and equipment           | 344  | 344  |
| Depreciation on right of use asset                      | 69   | 68   |
| Defined benefit cost                                    | 52   | 55   |
| Gain on disposal of property, plant and equipment       | 0  | (1)  |
| Waiver of lease liabilities                             | (81)   | (81)   |
| Interest expenses                                       | 32   | 46   |
| <b>Operating loss before working capital changes</b>    | <u>(1,445)</u>   | <u>(1,134)</u>   |
| Decrease/(increase) in inventories                      | 693  | (30)   |
| Decrease in trade receivables                           | 226  | 110  |
| Increase in other receivables, deposits & prepayments   | (175)  | (4)  |
| Decrease in trade payables                              | (798)  | (184)  |
| Increase in other payables and accruals                 | 368  | 58   |
| Increase in amount due to directors                     | 929  | 92   |
| <b>Net cash used in operating activities</b>            | <u>(202)</u>   | <u>(1,092)</u>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>             |  |  |
| Purchase of property, plant and equipment               | (172)  | (10)   |
| Proceeds from disposal of property, plant and equipment | 0  | 1  |
| <b>Net cash used in investing activities</b>            | <u>(172)</u>   | <u>(9)</u>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>             |  |  |
| Repayment of term loan                                  | (130)  | (176)  |
| Term loan interest paid                                 | 0  | (10)   |
| Payment of hire purchase liabilities                    | (1)  | (3)  |
| Hire purchase interest paid                             | (1)  | (1)  |
| Payment of lease liability                              | (6)  | (11)   |
| Lease liability interest paid                           | (2)  | (3)  |
| <b>Net cash used in financing activities</b>            | <u>(140)</u>   | <u>(204)</u>   |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>        | <u>(514)</u>   | <u>(1,305)</u>   |
| <b>CASH AND CASH EQUIVALENTS AT 1ST JANUARY</b>         | 934  | 1,636  |
| <b>CASH AND CASH EQUIVALENTS AT 31ST MARCH</b>          | <u>420</u>   | <u>331</u>   |
| <b>CASH AND CASH EQUIVALENTS COMPRISE:-</b>             |  |  |
| Fixed deposits with a licensed bank                     | 246  | 241  |
| Cash and bank balances                                  | 420  | 331  |
|   | <u>666</u>   | <u>572</u>   |
| Less: Fixed deposits pledged as security                | (246)  | (241)  |
|   | <u>420</u>   | <u>331</u>   |

## **BTM RESOURCES BERHAD (199401018283 (303962-T))**

(Incorporated In Malaysia)

### **Interim Report for the First Quarter Ended 31 March 2022**

#### **NOTES**

##### **1 Basis of Preparation and Accounting Policies**

This condensed consolidated interim financial statements ("Condensed Report") are prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2020.

The significant accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2021, except for the adoption of the following amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") which are applicable to its financial statements:

Amendments to MFRS 16 - Covid-19 Related Rent Concessions beyond 30 June 2021  
Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141 contained in the document entitled "Annual Improvements to MFRS Standards 2018 - 2020"  
Amendments to MFRS 3 - Reference to the Conceptual Framework  
Amendments to MFRS 116 - Property, Plant and Equipment - Proceeds before Intended Use  
Amendments to MFRS 137 - Onerous Contracts - Cost of Fulfilling a Contract

The adoption of the above amendments to MFRSs does not have any significant impact on the interim financial report upon their initial application.

##### **2 Audit Qualification of Preceding Annual Financial Statements**

The audit report for the preceding annual financial statements was not subject to any qualification.

##### **3 Seasonal or Cyclical Factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factors during the current financial quarter.

##### **4 Unusual Items**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the current financial quarter.

##### **5 Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial years, that have a material effect in the current financial quarter.

##### **6 Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial quarter.

##### **7 Dividend Paid**

There were no dividends paid during the current financial quarter.

##### **8 Segmental Information**

The Group activities are primarily conducted within a single industry segment comprising the logging, sawmilling, trading in sawn timbers, plywood and logs, timber moulding and manufacturing of finger-jointed timber and biomass wood pellet and its operations are located wholly in Malaysia. Accordingly, segmental information reporting is not relevant in the context of the Group.

##### **9 Revaluation of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward, without amendment from the previous annual financial statements.

##### **10 Material Events Subsequent to the end of the Reporting Period**

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the financial statements for the said period as at the date of issue of this quarterly report.

**11 Changes in the Composition of the Group**

There was no change in the composition of the Group during the current financial year to-date.

**12 Contingent Liabilities**

The Group has contingent liabilities of RM150,000 in respect of secured bank guarantee to third parties.

The Company has contingent liabilities of RM31,000 in respect of a guarantee to a financial institution for credit facilities granted to a subsidiary company.

**13 Capital Commitments**

The capital commitments contracted for by the Group as at 31 March 2022 is RM129.2 million (31 December 2021: RM129.2 million)

**14 Performance Review on the Results of the Group**

|  | Individual Period (1st Quarter)              |  | Changes % | Cumulative Period                            |   | Changes % |
|--|--|--|-----------|--|---|-----------|
|  | Current Year Quarter<br>31/03/2022<br>RM'000 | Preceding Year Corresponding Quarter<br>31/03/2021<br>RM'000 |           | Current Year To-date<br>31/03/2022<br>RM'000 | Preceding Year Corresponding Period<br>31/03/2021<br>RM'000 |           |
| Revenue  | 2,182  | 1,836  | 18.85%    | 2,182  | 1,836   | 18.85%    |
| Loss Before Interest and Tax                               | (1,829)                                      | (1,519)  | 20.41%    | (1,829)                                      | (1,519)   | 20.41%    |
| Loss Before Tax  | (1,861)                                      | (1,565)  | 18.91%    | (1,861)                                      | (1,565)   | -18.91%   |
| Loss After Tax   | (1,861)                                      | (1,565)  | 18.91%    | (1,861)                                      | (1,565)   | -18.91%   |
| Loss Attributable to Ordinary Equity Holders of the Parent | (1,861)                                      | (1,565)  | 18.91%    | (1,861)                                      | (1,565)   | -18.91%   |

For the first financial quarter under review, the Group recorded turnover of RM2.18 million, an increase of 18.85% over the corresponding period last year. The Group recorded a pre-tax loss of RM1.86 million as compared to a pre-tax loss of RM1.56 million in the corresponding period last year mainly due to higher operating cost from its manufacturing operations during the current financial quarter.

**15 Changes in the Quarterly Results Compared to Preceding Quarter**

|  | Current Quarter<br>31/03/2022 | Immediate Preceding Quarter<br>31/12/2021 | Changes % |
|--|-------------------------------|---|-----------|
| Revenue  | 2,182                         | 2,622                                     | -16.78%   |
| Loss Before Interest and Tax                               | (1,829)                       | (1,368)                                   | 33.70%    |
| Loss Before Tax  | (1,861)                       | (1,402)                                   | 32.74%    |
| Loss After Tax   | (1,861)                       | (1,081)                                   | 72.16%    |
| Loss Attributable to Ordinary Equity Holders of the Parent | (1,861)                       | (1,079)                                   | 72.47%    |

For the quarter ended 31 March 2022, the Group recorded a pre-tax loss of RM1.86 million as compared to a pre-tax loss of RM1.40 million in the previous quarter ended 31 December 2021, mainly due to higher operating cost from its manufacturing operations during the current financial quarter.

**16 Current Year Prospect**

The Group primarily depends on the income and contribution from the subsidiaries which rely on the availability of raw materials. The Group is making arrangements to secure raw materials in Kelantan, Terengganu and Thailand where the raw materials are now available. However, the global economic conditions in 2022 are expected to remain challenging which will affect the demand for timber products. The Directors expect the current year to be challenging but hope that its financial performance will improve.

**17 Variance of Actual Profit From Forecast Profit**

This is not applicable.

## 18 Taxation

Details of taxation are as follows :

|                                      | Current Year<br>Quarter<br>31/03/2022<br>RM'000 | Current Year<br>To date<br>31/03/2022<br>RM'000 |
|--------------------------------------|---|---|
| <i>Current taxation</i>              | 0   | 0   |
| <i>Under provision in prior year</i> | 0   | 0   |
| <i>Deferred taxation</i>             | 0   | 0   |
|                                      | <u>0</u>  | <u>0</u>  |

## 19 Status of Corporate Proposals

- (a) On 8 April 2019, the Company announced that its subsidiary company, BTM Biomass Products Sdn Bhd ("BTMBP") has on 1 April 2019 entered into a Memorandum of Understanding ("MOU") with Korea South-East Power Co. Ltd ("KOEN") and Mokpo City Gas Co. Ltd ("MOKPO") and MC Bio Sdn Bhd ("MC Bio") (collectively known as "the Parties") to develop a comprehensive cooperative framework for the successful execution of a wood pellet project in the State of Terengganu in Malaysia ("the Project"). KOEN and MOKPO are companies incorporated in the Republic of Korea while MC Bio is a company incorporated in Malaysia.

On 30 September 2019, BTMBP has entered into a Memorandum of Agreement ("MOA") with KOEN, MOKPO and MC Bio for the development of the Project as a shareholder. The Project will conduct the business of manufacturing / production, shipping / delivery and sales / off-take of wood pellets as contemplated by the Parties, which will comprised of production and sales of wood pellet. BTMP desires to supply the raw materials for the wood pellet. KOEN desires to off-take the wood pellet and conduct the feasibility study for the Project. MOKPO desires to engage into the services of logistics to provide ocean transportation and other related services for the sales. MC Bio desires to develop, construct, operate and manage the production and produce, manufacture and supply the wood pellet.

The MOA shall form the basis for each Party's intentions to invest in the Project and / or enter into the joint development agreement ("JDA"), shareholders' agreement for the Project ("the SHA"), Fuel Supply Agreement, Off-Take Agreement and other related agreements (collectively "the Project Documents").

The MOA shall remain in effect until the earlier to occur of (i) the execution of JDA or SHA among the Parties with respect to the Project, (ii) two (2) years after the execution date of the MOA in case the JDA or SHA is not executed by then, or (iii) unless earlier terminated or extended pursuant to the terms thereof or otherwise mutual agreement of the Parties. Notwithstanding anything to the contrary therein, a Party may withdraw from the MOA at its sole discretion by giving the other Parties thirty (30) days prior written notice without any liability to the other Party.

- (b) On 2 July 2020, the Company announced that its wholly owned subsidiary, BTM Biomass Products Sdn Bhd ("BTMBP") has obtained approval from Sustainable Energy Development Authority Malaysia ("SEDA") to build and operate a Renewable Electrical Energy Power Plant ("REPP") with a capacity to supply 10 MW per hour of electricity to Tenaga Nasional Berhad ("TNB"). BTMBP received the Feed-in Tariff ("FIT") Approval Certificate dated 1 July 2020. The approval granted is for a period of twenty one (21) years commencing no later than 23 January 2023 at a fixed tariff rate of RM0.3486 per kWh. ("Renewable Energy Business")

On 29 July 2020 and 30 July 2020, the Company announced that BTMBP has entered into a Renewable Energy Power Purchase Agreement ("REPPA") with TNB on 27 July 2020 pursuant to Subsection 12(1) of the Renewable Energy Act 2011. The location of the REPP is at Lot 153-C, Mukim Hulu Chukai, Telok Kalong, 24007 Chukai, Terengganu Darul Iman with a net export capacity of 10 MWh. The scheduled FIT commencement date is 23 January 2023 and effective period is twenty one (21) years commencing from the FIT commencement date at a FIT rate of RM0.3486 per kWh.

On 23 November 2020, the Company announced that BTMBP has on 23 November 2020 awarded the engineering, procurement, construction and commissioning ("EPCC") works in relation to the development of its 10MWac REPP to Samaiden Sdn Bhd, a wholly owned subsidiary of Samaiden Group Berhad for a contract sum of RM115,600,000.

On 27 April 2021, the Company announced that BTMBP has on 26 April 2021 accepted the banking facilities totalling RM99.168 million from MBSB Bank Berhad ("MBSB") comprising of a Term Financing ("TF-I") of RM92.48 million to part finance 80% of the cost of civil & structure works and the EPCC cost in relation to the REPP, a Letter of Credit-I ("LC-I) Wakalah (sub-limit to TF-i) of RM66.88 million to facilitate the purchase of equipment/materials from local/foreign suppliers in relation to the REPP and a FX Forward Wa'd-I ("FX-I") of RM6.688 million to hedge against foreign currency fluctuation.

- (c) On 13 December 2021, the Company announced that BTMBP has entered into a lease agreement dated 12 December 2021 with Perbadanan Memajukan Iktisad Negeri Terengganu ("PMINT") for the term of 30 years ("Lease Agreement") for the lease of 20 acres out of 80 acres (323,748.514 square metres) of vacant parcel of industrial leasehold land identified by the State Government of Terengganu via the Majlis Mesyuarat Kerajaan Negeri held on 12 April 2021 as Plot 1, Kawasan Perindustrian Teluk Kalong, Mukim Hulu Chukai, Kemaman, Terengganu Darul Iman ("Teluk Kalong Land")("Proposed Lease").

The Proposed Lease shall be divided into 3 phases, namely the following:-

| <u>Phase</u> | <u>Size of Land (acres)</u> | <u>Lease consideration (RM)</u> |
|--------------|-----------------------------|---------------------------------|
| 1            | 20                          | 3,965,919                       |
| 2            | 30                          | 5,948,879                       |
| 3            | 30                          | 5,948,879                       |
|              | <u>80</u>                   | <u>15,863,677</u>               |

The construction of the REPP in conjunction with the Renewable Energy Business stated in item 19(b) above, shall be undertaken on Phase 1, which shall also be utilised for the purpose of storing, warehousing, processing, distribution of raw materials, industrial products and accommodation for employees working at the REPP.

On 9 February 2022, the Company announced that it had on 9 February 2022 submitted an application for extension of time up to 19 March 2022 to submit the draft circular in relation to the Proposed Lease of Teluk Kalong Land to Bursa Securities. On 14 February 2022, the Company announced that Bursa Securities has on 14 February 2022 resolved to grant BTM an extension of time until 19 March 2022 to submit the draft circular on the Proposed Lease.

- (d) On 20 January 2022, M&A Securities Sdn Bhd ("M&A") has announced on behalf of the Company the following:-
- (i) proposed sublease of approximately 2,255.33 hectares (5,572.912 acres) of secondary forest land identified as Block 10 (Lot Nos. 28 to 31) and Block 11A (Lot No. 32) located in Mukim of Tebak/Bandi, District of Kemaman, Terengganu Darul Iman for a period of approximately 63 years expiring on 31 December 2084 ("Sublease Term")("Plantation Lands") from SPPT Development Sdn Bhd ("SPPT") for a total sublease consideration of RM24,700,000 ("Sublease Consideration") ("Sublease Agreement")("Proposed Sublease");
  - (ii) proposed renounceable rights issue of new ordinary shares in BTM ("Rights Shares") together with free detachable warrants (Warrants-C) to raise minimum gross proceeds of RM60.0 million and maximum gross proceeds of up to RM88.80 million ("Proposed Rights Issue with Warrants-C");
  - (iii) proposed diversification of the business of BTM and its subsidiaries ("BTM Group" or the "Group") into the renewable energy business including the construction and operations of biomass power plant ("Proposed Diversification"); and
  - (iv) proposed establishment and implementation of a long-term incentive plan ("LTIP") of up to 15.0% of the Company's total issued share capital (excluding treasury shares) at any point in time over the duration of the LTIP for eligible directors of BTM ("Directors") and employees of BTM Group (excluding dormant subsidiaries)("Employees")("Proposed LTIP" or "Scheme"). The Proposed LTIP comprises of an executive share grant scheme ("Proposed ESGS") and an employees' share option scheme ("Proposed ESOS").
- (collectively referred to as the "Proposals")

On 13 April 2022, M&A announced on behalf of the Company a variation to the Proposals whereby the minimum and maximum gross proceeds to be raised from the Proposed Rights Issue with Warrants-C are increased to RM62.0 million and RM98.66 million respectively after reviewing the funding requirements of the Group.

On 15 April 2022, M&A announced on behalf of the Company that the additional listing application in relation to the Proposed Rights Issue with Warrants-C and Proposed LTIP and the draft circular to shareholders for the Proposals have been submitted to Bursa Securities.

On 30 May 2022, M&A announced on behalf of the Company that it has submitted an application on 30 May 2022 to Bursa Securities for the withdrawal of the additional listing application in relation to the Proposals. The decision of the Board was made in order to review the structure of the Proposals.

- (e) On 11 May 2022, the Company announced that its wholly owned subsidiary, BTM Land Sdn Bhd ("BTM Land") has received an email from SEDA to inform that BTM Land has been successful in its application for the FIT quota for biomass resources under e-bidding mechanism for the year 2021 with an installed capacity of 8MW.

There were no other corporate proposals that have been announced by the Group but not completed as at the date of this announcement.



**20 Utilisation of Private Placement Proceeds**

The utilisation of proceeds from the Private Placement exercise that was completed on 8 June 2021 up to the end of the current quarter are as follows:-

|  | As Approved<br>RM'000 | Utilisation<br>RM'000 | Balance<br>RM'000 |
|--|-----------------------|-----------------------|-------------------|
| General working capital                  | 2,830                 | 2,830                 | 0                 |
| Estimated expenses for Private Placement | 150                   | 150                   | 0                 |
|  | <u>2,980</u>          | <u>2,980</u>          | <u>0</u>          |

**21 Group Borrowings**

Total Group borrowings are as follows :-

|                       | 31/03/2022<br>RM'000 | 31/03/2021<br>RM'000 |
|-----------------------|----------------------|----------------------|
| Long Term Borrowings  |                      |                      |
| Secured - Term Loan   | 0                    | 0                    |
| - Hire purchase       | 26                   | 33                   |
|                       | <u>26</u>            | <u>33</u>            |
| Short Term Borrowings |                      |                      |
| Secured - Term Loan   | 31                   | 161                  |
| - Hire purchase       | 45                   | 39                   |
|                       | <u>76</u>            | <u>200</u>           |

There are no borrowings denominated in foreign currency.

**22 Material Litigation**

There is no pending material litigation for the Group at the date of this report.

**23 Dividends**

No dividend has been recommended or declared for the current financial quarter.

**24 Loss per Ordinary Share****a) Basic loss per share**

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

|  | Current<br>Quarter<br>31/03/2022 | Comparative<br>Quarter<br>31/03/2021 | Current<br>Year To Date<br>31/03/2022 | Comparative<br>Year To Date<br>31/03/2021 |
|--|----------------------------------|--------------------------------------|---------------------------------------|---|
| Net loss for the period (RM'000)                           | (1,861)                          | (1,565)                              | (1,861)                               | (1,565)                                   |
| Weighted average number of ordinary shares in issue ('000) | 171,026                          | 155,479                              | 171,026                               | 155,479                                   |
| Basic loss per share (sen)                                 | (1.09)                           | (1.01)                               | (1.09)                                | (1.01)                                    |

**b) Diluted loss per share**

The effect on the loss per share of the assumed exercise of the Warrants is anti-dilutive and hence, the diluted loss per share has not been presented.

**25 Loss Before Taxation**

Loss before taxation is stated after crediting/(charging):-

|   | <b>Current<br/>Quarter<br/>31/03/2022<br/>RM'000</b> | Comparative<br>Quarter<br>31/03/2021<br>RM'000 | <b>Current<br/>Year To Date<br/>31/03/2022<br/>RM'000</b> | Comparative<br>Year To Date<br>31/03/2021<br>RM'000 |
|---|--|--|---|---|
| Other income                                  | 132  | 157  | 132   | 157   |
| Depreciation on property, plant and equipment | (344)  | (344)  | (344)   | (344)   |
| Depreciation on right of use assets           | (69)   | (68)   | (69)  | (68)  |
| Interest expense                              | (32)   | (46)   | (32)  | (46)  |

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**BY ORDER OF THE BOARD****DATED: 31 MAY 2022**