



ANNUAL REPORT 2023

Sarawak Economic Development Corporation



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The Sarawak **Economic Development** Corporation (SEDC) was established on 1st March 1972 as a state – owned statutory body with the general aim of promoting the commercial, industrial and socio-economic development of the State. SEDC was established under the Perbadanan Pembangunan Ekonomi Sarawak Ordinance (Sarawak Cap. 35), a law duly passed by the Sarawak State Assembly in accordance with the powers conferred on and delegated to the State Government of Sarawak under the Constitution of Malaysia.

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CHAIRMAN'S MESSAGE

Dear Valued Stakeholders.

As we close another successful chapter in the Sarawak Economic Development Corporation's (SEDC) journey, I am filled with immense pride and gratitude for what we have achieved together in 2023. This year, we have continued to make significant strides in our mission to spearhead Sarawak's development to ensure economic prosperity, sustainable environment and social inclusivity, in line with Post COVID Development Strategy (PCDS 2030).

First and foremost, I would like to extend my heartfelt gratitude to our esteemed stakeholders for your unwavering trust and confidence in SEDC. Your support has been the cornerstone of our progress, enabling us to remain resilient amidst challenges, seizing opportunities to create lasting value and driving the success not only in our traditional sectors, such as tourism, quarry and mining, agro-food and real estate, but also in the new sectors including energy, manufacturing and consultancy.

I would also like to take this opportunity to convey our sincere gratitude to The Right Honourable Premier of Sarawak, YAB Datuk Patinggi Tan Sri (Dr.) Abang Haji Abdul Rahman Zohari bin Tun Datuk Abang Haji Openg. YAB Premier's steadfast support, visionary leadership, and invaluable guidance have been instrumental in shaping SEDC's path forward. YAB Premier's trust in SEDC to contribute to Sarawak's socio-economic transformation continues to inspire us to reach greater heights.

In 2023, SEDC has accomplished several milestones that underscore our commitment to innovation, sustainability, and inclusivity. We have also undergone a successful transformation programme to strengthen our foundation and embrace new opportunities for growth. 2023 marked significant progress as we successfully navigated key phases of our transformation, aligning our strategies and operations to meet the evolving demands of Sarawak's socio-economic landscape. This ongoing journey

which we intend to complete by 2027, is a testament to our commitment to excellence and sustainability. With each milestone, we reaffirm our dedication to fulfilling our desired future state and purpose of *Prospering Sarawak*, *Today for Tomorrow* and creating a brighter future for our beloved state.

These achievements would not have been possible without the dedication of our directors, leadership team, staff, and partners. Together, we have not only delivered strong performance across various divisions but also strengthened SEDC's reputation as a driver of progress for Sarawak.

As we prepare for the year ahead, I am confident that with your continued support, we will achieve even greater success in 2024 and beyond. Thank you once again for your trust, partnership, and commitment to SEDC's vision. Together, we will continue to make a positive and lasting impact. YBhg. Tan Sri Datuk Amar (Dr.) Haji Abdul Aziz bin Dato Haji Husain

Chairman



CORPORATE BACKGROUND



ESTABLISHED

As state agency on 1st March 1972 under Perbadanan Pembangunan Ekonomi Sarawak Ordinance (Sarawak Cap. 35)



UNDER AUTHORITY

of The Premier of Sarawak in his capacity as the Minister-in-Charge, and under the purview of the Ministry of Economy (MOE), at the federal government level



PROMOTE

Commercial and Social Development in Sarawak

CORPORATE OBJECTIVES



Promote economic development with emphasis on **PIONEERING** and **STRATEGIC** industries



Undertake investments and MANAGE COMMERCIAL and SOCIO-ECONOMIC projects and STRATEGIC industries



Carry out socio-economic PROGRAMMES and SCHEMES for local entrepreneurs



Develop and manage SPECIAL PROJECTS for the government



VISION

Trusted corporation in leading sustainable economic growth for Sarawak's prosperity





SHARED VALUES



eamwork



Innovation & Creativity



Quality



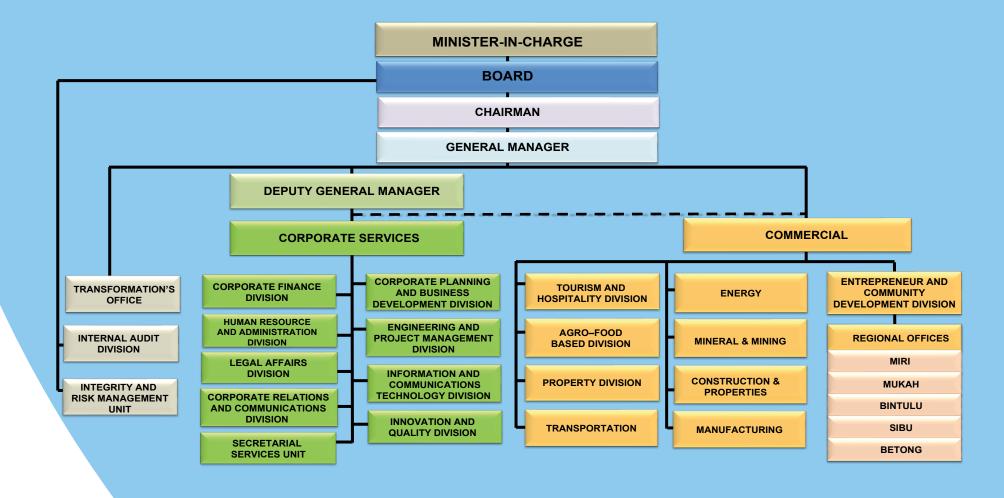
Caring



To Serve & Grow Together Through Integrity

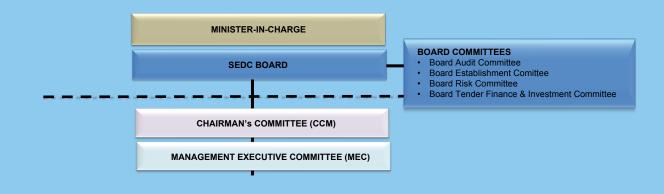


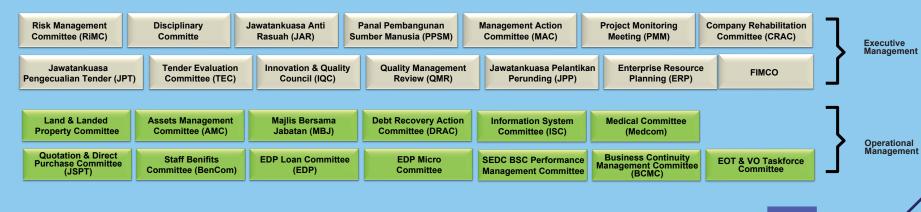
Professionalism



ORGANISATIONAL STRUCTURE

CORPORATE GOVERNANCE STRUCTURE





ANNUAL REPORT 2023





Yang Arif Dato Sri Talat Mahmood bin Abdul Rashid State Attorney General



YBhg. Datu Dr Muhammad Abdullah bin Haji Zaidel Deputy State Secretary -Economic Planning Unit



YBhg. Datu Laura Lee Ngien Hion CEO - Development Bank of Sarawak



YBhg. Datu Sr. Haji Zaidi bin Haji Mahdi Permanent Secretary -Ministry of Natural Resources and Urban Development



YBhg. Dato Dr Philip Raja Medical Private Practitioner



YBrs. Encik Boniface anak Edwin Manung Senior Director (Management) -Ministry of Economy Terms: 1/1/2022 - 9/10/2023



YBrs. Encik Ramlee bin Amat Director -Ministry of Economy erms: 9/10/2023 - Current

MEMBERS OF THE BOARD (Cont'd)

LEADERSHIP TEAM





YBhg Datu Haji Abdul Hadi bin Datuk Haji Abdul Kadir General Manager



Puan Hajah Rakayah Hamdan Deputy General Manager





Encik Nelson Raon Kebing
Director,



Encik Awang Nasfuddin Awang Hassan Head, Transformation Office, Director, Human Resource & Administration Division







Cik Hajah Siti Nurazlina Dollah Ahmat Usop Director, Innovation & Quality Division



Ts. Tan Ngoh Lim
Director,
Information & Communications
Technology Division



Encik Nikk Adam bin Haji Abdillah Kipa Director, Entrepreneur and Community Development Division



Encik Mark James Santi Ferguson Director, Tourism & Hospitality Division



Ir. Dr. Ting Sie Chun Director, Engineering & Project Management Division



Encik Billy Christian David Acting Director, Corporate Planning & Business Development Division



Puan Judith Skinner
Acting Director,
Corporate Relations and
Communications Division



Puan Hajah Rashidah Maideer Acting Director, Legal Affairs Division



Cik Khartini Johari Head, Integrity & Risk Managemen Unit

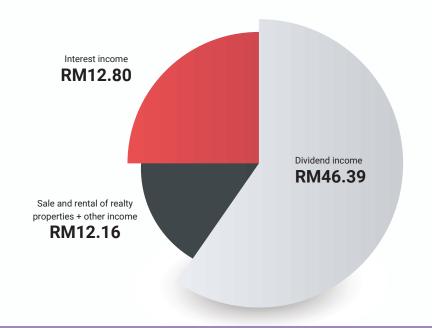


Cik Nurul Nadia Rahmatullah Maricar Acting Head, Secretarial Services Unit



Particulars	Audited 2023 (RM Mil)	Budget 2023 (RM Mil)	Variance (%)
Dividend Income	46.39	18.16	>100
Sale and Rental of Realty Properties + Other Income	12.16	8.77	39
Interest Income	12.80	7.35	74
TOTAL	71.35	34.29	>100

INCOME (CORPORATION) 2023 (RM MIL)



SEDC (CORPORATION) FINANCIAL POSITION 2019 - 2023



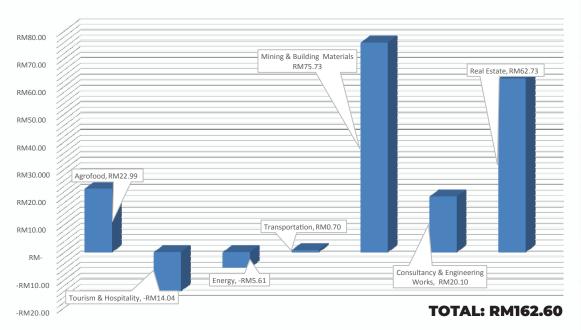
PROFIT BEFORE TAX (RM MIL)

SECTOR	AUDITED 2023	BUDGET 2023	VARIANCE (%)
AGROFOOD	(4,878)	17,193	(128%)
TOURISM & HOSPITALITY	(27,222)	8,310	(428%)
MINING & BUILDING MATERIALS	62,270	86,199	(28%)
CONSULTANCY & ENGINEERING WORKS	10,249	18,999	(46%)
REAL ESTATE	2,499	5,955	(58%)
TRANSPORTATION	10,422	801	1201%
ENERGY	(6,875)	(10,041)	32%
TOTAL	46,465	127,416	(64%)

GROUP FINANCIAL PERFORMANCE 2023

Particulars	2024 Budget (RM Mil)	2023 Budget (RM Mil)
Income	69.51	48.88
Expenditure	62.47	54.54
Opening Profit / (Loss) Before Tax	7.04	(5.66)

BUDGET 2024 GROUP (PROFIT BEFORE TAX - RM MIL)







SUBSIDIARY & ASSOCIATE COMPANIES

TOURISM & HOSPITALITY

1 Hemisphere Corporation Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961 Website: www.hemisphere.my

2 Sara Urusharta Sdn Bhd Unit R207.Level 2. Sarawak Plaza Jalan Tunku Abdul Rahman,

93100 Kuching, Sarawak, Malaysia Tel: 082-412150 Fax: 082-255964

Tel: 082-416918 Fax: 082-428824, 416961 Website: www.damailagoon.my

93100 Kuching, Sarawak, Malaysia

4 Sara Resorts Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918 Fax: 082-428824 . 416961 Website: www.damaibeachresort.com 5 Damai Holdings Sdn Bhd (fka Sara Resorts Holdings Sdn Bhd) 9th Floor, SEDC Plaza 9th Floor, SEDC Plaza

Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961

6 Kuching Hotels Sdn Bhd

3 Damai Cove

Resorts Sdn Bhd

9th Floor, SEDC Plaza

Jalan Tunku Abdul Rahman

Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918 Fax: 082-428824, 416961

Website: www.grandmargherita.com

7 Sara Resorts **Management Sdn Bhd**

10 Bukit Saban Resort

9th Floor, SEDC Plaza

Fax: 082-428824, 416961

Tel: 082-416918

Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918 Fax: 082-428824, 416961 Website: www.sedctalent.com

(8) Damai Beach Golf Course Bhd (9) Damai Golf & Country

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918 Fax: 082-428824, 416961

11 Hemisphere Wellness Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918 Fax: 082-428824, 416961

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961 Website: www.damaigolf.com 12 Taniung Datu Beach Resort Sdn Bhd (fka Damai **Beach Resort Sdn Bhd)**

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia

Tel: 082-416918 Fax: 082-428824, 416961

Sejadu Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia

Tel: 082-416918 Fax: 082-428824.416961 Website: www.riversidemaiestic.com

16 Asia Vacations Club Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961

18 Sara Great Horizon Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia

Tel: 082-416918 Fax: 082-428824, 416961

20 Borsarmulu Resort Sdn Bhd

Level 3A, Wisma Bukit Mata Kuching, Jalan Tunku Abdul Rahman, 93100 Kuching, Sarawak. Tel: 082-413877

Fax: 082-244406 Website:

https://www.marriott.com/en-us/hotels/ mvvmu-mulu-marriott-resort-and-spa

Sara Tourism & Leisure Sdn Bhd

> 9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961

Sara Worldwide Vacations Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia

Tel: 082-238007 Fax: 082-248007

Permata Carpark Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961

19 Sarawak Cultural Village Sdn Bhd

9th Floor, SEDC Plaza Jalan Tunku Abdul Rahman 93100 Kuching, Sarawak, Malaysia Tel: 082-416918

Fax: 082-428824, 416961 Website: www.scv.com.mv

Legend:

- 1 Subsidiaries
- 2 Indirect Subsidiaries
- 3 Associate

SUBSIDIARY & ASSOCIATE COMPANIES

AGRO-FOOD BASED

Menara SEDC, No 2, The Isthmus,

5 Kemudi Saling Sdn Bhd

SEDC Nutreco Sdn Bhd (Sara Concrete Poles Sdn Bhd)

13 SEDC Fisheries Sdn Bhd

16 SPB PPES Karabungan **Plantation Sdn Bhd**

1 PPES Ternak Holdings Sdn Bhd 2 PPES Ternak Sdn Bhd

Sara Spectrum **Holdings Sdn Bhd**

PPES Agua (Santubong) Sdn Bhd

Sarawak Coconut **Enterprise Sdn Bhd**

SOP Karabungan Sdn Bhd

P.O. Box 547, 98007 Miri, Sarawak.

3 Rosewood Station PTY LTD

Carbon Supplies Sarawak Sdn Bhd

11 Eastern Empress Silk Sdn Bhd

Good Harvest

No. 85 - 90, Pusat Pedada, Jalan Pedada, 96000 Sibu, Sarawak. Tel: 084-3101920 Fax: 084-330893

Legend:

4 Hakanda Sdn Bhd 8 Sara HL Plantation Sdn Bhd 6th-11th Floor, Menara SEDC, 93100 Kuching, Sarawak, Malaysia. Level 3, No. 51 & 52,

12 Hope Aspire Sdn Bhd

Block C2, Saradise Kuching, 93350 Kuching, Sarawak, Malaysia Tel: 016-8793722 Fax: 082-752799



1 - Subsidiaries 2 - Indirect Subsidiaries

SUBSIDIARY & ASSOCIATE COMPANIES

MINERAL & MINING ENERGY



MINERAL & MINING

1 SEDC Resources Sdn Bhd 7th Mile, Kuching - Serian Road, 93250 Kuching, Sarawak, Malaysia

Tel: 082-615605, 610226 Fax: 082-615598

Website: www.cahyamata.com

2 SEDC Quarries Sdn Bhd

7th Mile, Kuching - Serian Road, 93250 Kuching, Sarawak, Malaysia

Tel: 082-615605, 610226 Fax: 082-615598

Website: www.cahyamata.com

3 SEDC Premix Sdn Bhd

Lot 353, Block 17, 7th Mile Penrissen Road, 93250 Kuching, Sarawak, Malaysia Tel: 082-614208, 614209

Fax: 082-614626

Website: www.cahyamata.com

4 SEDC Premix (Miri) Sdn Bhd Lot 353, Block 17,

7th Mile Penrissen Road, 93250 Kuching, Sarawak, Malaysia Tel: 082-614208, 614209

Fax: 082-614626

Website: www.cahyamata.com

5 SEDC Premix (Betong) Sdn Bhd 9 Bukit Piring Quarry Sdn Bhd

Lot 353, Block 17, 7th Mile Penrissen Road, 93250 Kuching, Sarawak, Malaysia Tel: 082-614208, 614209

Fax: 082-614626

Website: www.cahyamata.com

6 SEDC Concrete Product Sdn Bhd

Lot 353, Block 17, 7th Mile Penrissen Road, 93250 Kuching, Sarawak, Malaysia Tel: 082-614208, 614209

Fax: 082-614626

Fax : U82-014020 Website : www.cabva

Website: www.cahyamata.com

Borneo Granite Sdn Bhd

Lot 71, Block 17, Kuching Central Land District 290, Pekan Batu 7 (Kota Sentosa),

93250 Kuching, Sarawak, Malaysia Tel: 082-615605, 610226

Fax: 082-615598

Website: www.cahyamata.com

8 Teratai Serasi Sdn Bhd

No. 131, 2nd Floor, Sublot 6, Block 16, RH Plaza, Jalan Lapangan Terbang Baru, 93250 Kuching, Sarawak,.

Tel: 082-529733 Fax: 082-529973 9 Bukit Piring Quarry Sdn Bhd 1st Floor, Lot 348, Section 50, Jalan

Padungan Utara, 93100 Kuching, Sarawak, Malaysia Tel: 082-422959

Fax: 082-422959

10 Stigang Quarry Sdn Bhd

Parcel Nos. 281-1-50, 51 & 52, Level 1,Block A, Taman Sri Sarawak Mall, 93100 Kuching, Sarawak, Malaysia

Tel: 082-206811 Fax: 082-252863

11 Permaisara Sdn Bhd

3rd-11th Floor, Menara SEDC, Lot 2878,The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia

Tel: 082-551578 Fax: 082-551560

12 Syarikat Pendu Quarry (Serian) Sdn Bhd

> Wisma KK Sorento, 1st Floor 1,3,5 & 7, Lorong Pedada 20, Lot 9, 96000 Sibu.

Sarawak, Malaysia Tel : 084-316722 Fax : 084-316592 13 IBZ Mineral Resources Sdn Bhd

Ground Floor, Sublot 22, Riveredge Commercial Centre, Jalan Tun Abdul Rahman Yaakub, 93050 Kuching, Sarawak, Malaysia Tel: 013-8014749

14 DLLK Enterprise Sdn Bhd

D-32-2, 1st Floor, Block D, Yoshi Square, Lot 67, Section 66, KTLD, Jalan Pelabuhan, 93450 Kuching, Sarawak, Malaysia

Tel: 014-3910438 Fax: 082-337961

15 Innocement Sdn Bhd

1st Floor of Sublot 24, Lot 8504, Block 18, Salak Land District, Petrajaya, 93050, Kuching, Sarawak.

Tel: 082-449920 Fax: 082-529973

ENERGY

1 SEDC Energy Sdn Bhd

2nd Floor, Parcel No. A2-2-24, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia

Tel: 082-296826

Website: www.sedcenergy.com

2 SEDC Gafung Sdn Bhd 2nd Floor, Parcel No. A2-2-24, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia Tel: 082-296826

3 Sarawak Medical Innovation & Technology Hub Sdn Bhd

1st Floor, Parcel No. A2-1-22, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia Tel: 082-745310

4 Borneo United Consortium Sdn Bhd

1st Floor, Parcel No. A2-1-22, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia Tel: 019-6261954

5 BUC Gas Marketing & Communications Sdn Bhd

1st Floor, Parcel No. A2-1-22, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia Tel: 019-6261954

6 Sarawak Petchem Sdn Bhd

4th Floor, Menara SEDC, Lot 2878, The Isthmus, Off Jalan Bako, 93050, Kuching, Sarawak, Malaysia

Tel: 082-551555 Fax: 082-551330

Legend:

1 - Subsidiaries

2 - Indirect Subsidiaries

3 - Associate

SUBSIDIARY & ASSOCIATE COMPANIES

TRANSPORTATION CONSTRUCTION & ENGINEERING



TRANSPORTATION

Sarawak Metro Sdn Bhd

16-01A, Level 16, Gateway Kuching, No. 9, Jalan Bukit Mata Kuching, 93100, Kuching, Sarawak

Tel: 082-524222 Fax: 082-524224

Website: www.mysarawakmetro.com

CONSTRUCTION & ENGINEERING

PPES Works (Sarawak)
Sdn Bhd

Level 4, Wisma Mahmud, Jalan Sungai Sarawak, 93100 Kuching, Sarawak, Malaysia

Tel: 082-340588 Fax: 082-340844

Website: www.cahyamata.com

PPESW BPSB JV Sdn Bhd

Level 4, Wisma Mahmud, Jalan Sungai Sarawak, 93100 Kuching, Sarawak, Malaysia

Tel: 082-340588 Fax: 082-340844

Website: www.cahyamata.com

PPES Works CCCC JV Sdn Bhd

Level 4, Wisma Mahmud, Jalan Sungai Sarawak, 93100 Kuching, Sarawak, Malaysia

Tel: 082-340588 Fax: 082-340844

Website: www.cahyamata.com

CMS Property
 Management Sdn Bhd

Level 5, Wisma Mahmud, Jalan Sungai Sarawak, 93100 Kuching, Sarawak, Malaysia

Tel : 082-237777 Fax : 082-252652

Website: www.cmsproperty.com.my

PPES Consults Sdn Bhd

1st Floor, Parcel No. A2-a-24 & A2-1-25, Raintree Square, The Isthmus, Off Jalan Bako, 93050 Kuching, Sarawak, Malaysia

Tel: 082-286874

6 OPUS Consultants (Sarawak) Sdn Bhd

Menara SEDC, No. 2, The Isthmus, 93050 Kuching, Sarawak, Malaysia

Tel: 082-551555 Fax: 082-551222

SEDC Properties Sdn Bhd

Menara SEDC, No. 2, The Isthmus, 93050 Kuching, Sarawak, Malaysia

Tel: 082-551555 Fax: 082-551222 SEDC Castwell Sdn Bhd

Level 3-11, Lot 2878, The Isthmus, Off Jalan Bako, 93050 Kuching,

Sarawak, Malaysia Tel : 082-551555 Fax : 082-551450

CMS Infra Trading Sdn Bhd

No. 2128, Sublot 2, Jalan Utama, Pending, 93450 Kuching, Sarawak,

Malaysia

Tel : 082-348950, 348951 Fax : 082-348952, 345941 Website : www.cahyamata.com

10 CMS Land Sdn Bhd

Level 5, Wisma Mahmud, Jalan Sungai Sarawak, 93100 Kuching, Sarawak, Malaysia

Tel: 082-237777 Fax: 082-252652

Website: www.cmsproperty.com.my

Legend:

1 - Subsidiaries

2 - Indirect Subsidiaries

3 - Associate

OTHERS

1 SEDC Holdings Sdn Bhd

Menara SEDC, No. 2, The Isthmus, 93050 Kuching, Sarawak, Malaysia

Tel: 082-551555 Fax: 082-551222

2 SEDC Petchem Hub Sdn Bhd

3rd-11th Floor, Menara SEDC, No.2, The Isthmus, 93050 Kuching, Sarawak, Malaysia

Tel: 082-551555 Fax: 082-551222

3 Syarikat Sebangun Sdn Bhd

Lot 401, Blok 38, Kemena Industry Estate, Off Bintulu-Sibu Road, PO Box 168, 97008 Bintulu, Sarawak,

Malaysia Tel: 086-316569 Fax: 086-315919

Website: www.sebangun.com

4 Fieldmart Care Sdn Bhd

Kilang B, Lot 755, Lorong Demak Maju 8, Demak Laut Industrial Park, 93900 Kuching, Sarawak, Malaysia

Tel: 082-433034 Fax: 082-433352

Website: www.fieldmart.com.my

5 Comerich Sdn Bhd

Ground Floor, Sublot 11, Metrocity Matang Commerical Centre, Section 65, KTLD, 93050 Kuching, Sarawak, Malaysia

Tel: 082-332159, 332160, 332164

Fax: 082-649226

Website: www.comerich.com.my

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1 - Subsidiaries

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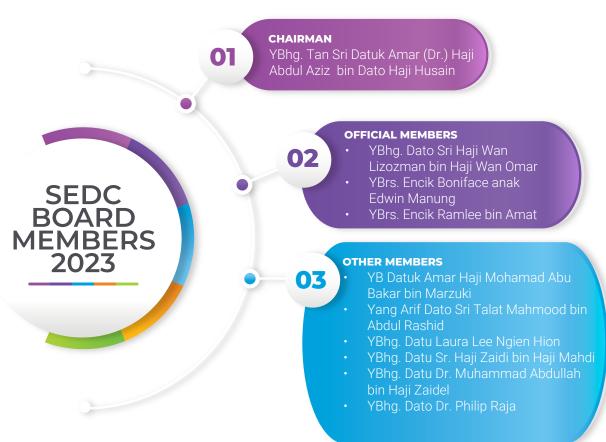


Composition of the SEDC Board

Section 41(1) of the SEDC Ordinance provides that the Board of the Corporation shall consist of the following Members:

- Chairman
- · Two official members, and
- Not less than three, but not more than eight other members





MEETING HELD IN 2023

A total of eight (8) SEDC Board meetings were held as follows:

- i. SEDC Special Board Meeting No. 1 (24 February 2023)
- ii. SEDC 196th Board Meeting (24 March 2023)
- iii. SEDC Special Board Meeting No. 2 (26 April 2023)
- iv. SEDC 197th Board Meeting (20 June 2023)
- v. SEDC 198th Board Meeting (19 September 2023)
- vi. SEDC Special Board Meeting No. 3 (2 October 2023)
- vii. SEDC Special Board Meeting No. 4 (16 November 2023)
- viii. SEDC 199th Board Meeting (4 December 2023)

MEETING ATTENDANCE

Members	No. of Meeting Attended
YBhg. Tan Sri Datuk Amar (Dr.) Haji Abdul Aziz bin Dato Haji Husain	Attended Attended
YBhg. Dato Sri Dr. Haji Wan Lizozman bin Haji Wan Omar	
YBrs. Encik Boniface anak Edwin Manung	
YBrs. Encik Ramlee bin Amat	888888
YB Datuk Amar Haji Mohamad Abu Bakar Bin Marzuki	
Yang Arif Dato Sri Talat Mahmood bin Abdul Rashid	
YBhg. Datu Laura Lee Ngien Hion	
YBhg. Datu Sr. Haji Zaidi bin Haji Mahdi	
YBhg. Datu Dr. Muhammad Abdullah bin Haji Zaidel	
YBhg. Dato Dr. Philip Raja	

BOARD ESTABLISHMENT COMMITTEE

Composition of the Board Establishment Committee (BEC)

The Board Establishment Committee (BEC) was established in accordance with the provision in Section 16 of the SEDC Ordinance. The committee shall consists of the following members:

CHAIRMAN

One (1) Board Member of the Corporation

MEMBERS

At least two (2) Board Members of the Corporation or any other person or persons as the Corporation deems fit.

SECRETARY

Director of Human Resources & Administration

Members	Designation
Yang Arif Dato Sri Talat Mahmud bin Abdul Rashid	Chairman
YBhg. Dato Sri Dr. Haji Wan Lizozman bin Wan Omar	Member
YBhg. Datu Haji Ismail bin Haji Mohamad Haris	Member
Director, Human Resources & Administration	Secretary

DUTIES AND RESPONSIBILITIES

This Board Establishment Committee shall be responsible for the following functions and duties:

1.1 Appointment

- To approve appointment of all posts in the Managerial and Professional Group, Grade 48 and above or equivalent thereof
- To recommend to the Board appointment to all posts in Premier Grade (Jusa C and above) or equivalent thereof.

1.2 Promotion of Employees

- To approve the promotion of employees to the Managerial and Professional Group, Grade 48 and above or equivalent thereof.
- To recommend to the Board promotion of employees to the Premier Grade (Jusa C and above) or equivalent thereof.

1.3 Establishment of New Post and Abolishment of Redundant Posts in the Managerial and Professional groups.

 To recommend to the Board to approve the establish/create new posts and schemes of service and to abolish any existing redundant posts in line with the Corporation's manpower requirements, subject to approval by the relevant authorities.

1.4 Establishment of New Posts and Abolishment of Redundant Posts in the Managerial and Professional groups.

 To recommend to the Board for the corporation to undertake reorganisation or organisational restructuring including the establishment of new or abolishment of existing redundant unit or division in line with the corporation's dynamic business needs.

1.5 Upgrading and Re-designation of Existing Posts

 To approve the upgrading and/or re-designation of posts for all schemes of service for submission and approval by relevant authorities.

1.6 Extended Sick Leave

To approve:

- Sick leave with full pay for a period exceeding 90 days up to 180 days at any one time or in a calendar year.
- Extended sick leave on half-pay not exceeding 90 days in a calendar year and further extended sick leave without pay not exceeding 90 days in one calendar year but with assistance allowance equivalent to half pay.
- Additional sick leave with full pay or half pay due to tuberculosis, leprosy, cancer and similar illness requiring a long recuperation period and certified by Medical Board.

1.7 Adoption of Government Circulars

 To approve/recommend adoption of Government circulars related to establishment matters, including employee benefits and privileges, provided that such circulars have been duly adopted by the State Government.

1.8 SEDC Human Resource Policy and Guidelines

 To approve/ recommend policies and guidelines related to Human Resource matters that may be recommended by the Management from time to time.



Terms of Reference of Board Audit Committee

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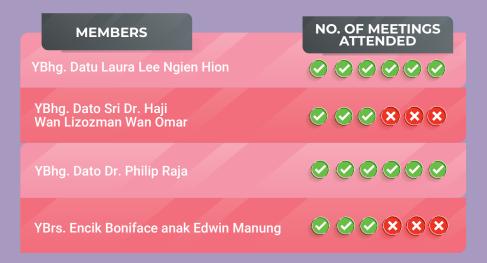
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- 1. The primary functions of the Board Audit Committee ("BAC") shall be to provide assistance to the Board in fulfilling its fiduciary responsibilities relating to corporate accountability and reporting practices for the Corporation and the following oversight objectives on the activities of the Corporation and its Group:
 - a. To assess the Group's processes relating to its risks and control environment:
 - b. To oversee financial reporting; and
 - c. To evaluate the internal and external audit processes.
- 2. The Board Audit Committee ("BAC") shall have the following authorities:
 - To investigate any activity within its terms of reference and shall have unrestricted access to both the internal and external auditors and to all employees of the Corporation and its Group;
 - b. To obtain at the expenses of the Corporation and its Group, the resources that are required to perform its duties. The BAC may obtain external legal or other independent professional advice and seek any information it requires and to ensure the attendance of outsiders with relevant experience and expertise if it considers this necessary.
- 3. The main duties and responsible of the Board Audit Committee ("BAC") shall include:
 - To oversee the internal audit function and approve the Annua Audit Plan;
 - b. To receive and accept/note Internal Audit Reports and to consider whether the findings and major management responses thereto are acceptable or otherwise;
 - c. To ensure affirmative action is taken by the auditee in respect of the Board Audit Committee's decisions thereon;
 - d. To review the Corporation's draft audited financial statements and the auditors' report thereon prior to tabling thereof for adoption and/or approval by the Board Members;
 - e. To review internal control system including financial and accounting system and to support and recommend measures to improve internal controls;
 - f. To initiate special audit and investigation and consider findings arising from such audit and investigation.

SECTION TWO: THE BOARD AND BOARD COMMITTEES

Meetings Held In 2023

In 2023, a total of six (6) BAC meetings were held and the record of attendance is as follows: -



Activities

- 1. Reviewed and approved the annual audit plan of Internal Audit Division for 2024, including its scope and coverage over the activities of the SEDC's Headquarters, Regional Offices and Subsidiary Companies.
- 2. Reviewed and deliberated the audit reports of the Internal Audit Division vis-à-vis findings with regards to the system of internal control highlighted during the course of the audits and the responses from the management.
- Reviewed and made recommendations of significant issues on the audited financial statements of the Corporation and the Group before tabling to the SEDC Board for deliberation.

TERMS OF REFERENCE OF MANAGEMENT ACTION COMMITTEE (MAC)

The MAC is aimed at enhancing the Audit Function with the objectives as follows:

- Greater and quicker attention can be given to issues highlighted in the Audit Report; and
- Through more regular review, management response could be monitored closely.

The roles and resposibilities of MAC include:

- To provide assistance to the Board Audit Committee in fulfilling its fiduciary responsibilities accountability and reporting practices for the Corporation
- To maintain communication between the management, companies in the group, external auditors as well as internal auditors
- To investigate and report to Board Audit Committee on any issues with regard to the audit findings of the internal auditors
- To recommend measures to improve internal controls
- To perform other related duties as directed by the Board Audit Committee

Member's Composition:

Chairman: General Manager (YBhg. Datu Haji Abdul Hadi Bin Datuk Haji Abdul Kadir)

Members: Deputy General Manager (Puan Hajah Rakayah Hamdan)

Director of Corporate Finance Division (Encik Leo Lanaiwong) Director of Legal Affairs Division (Puan Rashidah Maideen)

Director of Human Resources & Administration Division (Encik Awang Nasfuddin Awang Hassan)

Director of Corporate Planning & Business Development Division (Encik Billy Christian David)





105th Board Audit Committee Meeting at Puteri Meeting Room, Damai Lagoon Resort (DLR), Santubong, Kuching



91st Management Action Committee Meeting at Emerald Room, Level 11, Menara SEDC



106th Board Audit Committee Meeting at Emerald Room, Level 11, Menara SEDC



93rd Management Action Committee Meeting at Emerald Room, Level 11, Menara SEDC

BOARD RISK COMMITTEE (BRIC) MEETING

Meeting held in 2023:

- 28th BRiC held on 6th March 2023
- 29th BRiC held on 2nd November 2023

CHAIRMAN	YBhg. Datu Laura Lee Ngien Hion
MEMBERS	 YBhg. Datu Sr. Zaidi bin Haji Mahdi YBhg. Datu Dr. Muhammad Abdullah Haji Zaidel YBrs. Encik Boniface anak Edwin Manung

The Committee is responsible to:

- a. Review the context within which risk is managed in relation to the Group's strategic direction and objectives;
- b. Oversee, provide oversight and direction for the implementation of risk management in the Group, including consistent application of risk principles;
- c. Periodically review the Group's risk management framework and supporting structure, including:
 - Satisfy itself that the appropriate systems are in place to identify, assess and manage significant risks affecting the Group; and
 - Ensure that officers are clear as to their roles and responsibilities with regards to risk management
- d. Ensure effective implementation of risk management activities for the Group;
- e. Receive and review reports on significant risks affecting the Group and recommend how such risks are to be managed;
- f. Determine risk programs and priorities;
- g. Review Group risk profile; and
- h. Recommend to the Board on any matter or issue of significant importance relating to risk management for the Boards' decision or approval.



CORE BUSINESSES



TOURISM & HOSPITALITY



AGRO-FOOD BASED



MINERAL & MINING



ENTREPRENEUR & COMMUNITY DEVELOPMENT



PROPERTY



ENGINEERING & CONSTRUCTION



ENERGY



TRANSPORTATION



DAMAI LAGOON RESORT



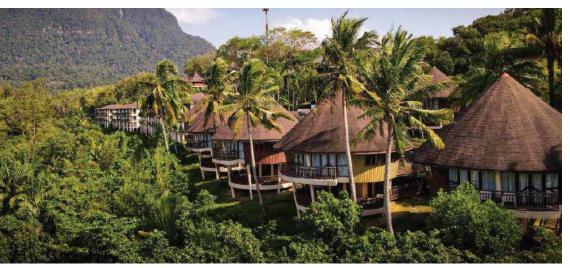






DAMAI BEACH RESORT









SARAWAK CULTURAL VILLAGE



MALAY TOWN HOUSE



CHINESE FARMHOUSE



MELANAU TALLHOUSE







LAKE PAVILLION



PENAN HUT

GRAND MARGHERITA HOTEL









RIVERSIDE MAJESTIC HOTEL











HIGHLIGHTS & ACHIEVEMENTS

CORNED BEEF PROCESSING PLANT AT HALAL ABATTOIR COMPLEX, SIBURAN











RELOCATION OF SARA-BIF BINTULU BUTCHER SHOP AND WESTERN GRILL



ANIMAL FEED PRODUCTION

SEDC Nutreco is expanding into insect protein production as an alternative ingredient for poultry and aquaculture feed. The company also plans to produce organic fertiliser from agricultural biomass and pursue GMP certification to enhance customer satisfaction and support global market acceptance.













OTHER MEAT DOWNSTREAM PRODUCTS

Ready to eat (RTE) and ready to cook (RTC) products.



DEEP SEA FISHING

Leveraging on existing expertise and resources. We are embarking to collaborate with established deep sea fishing player, Borneo Umi Takara Sdn Bhd, a Sabah based company.



AQUACULTURE

To unlocks the existing available aquaculture lands.





PROJECT BY DIVISIONS

KUCHING

Road Name : KM 0+580, Kpg. Parang - Sapit Road Length: 100m





KUCHING

Road Name: Jalan Tan Sri Datuk Amar Wee Boon Ping Q420B

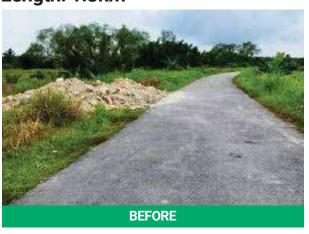
Length: 1.3km





SAMARAHAN

Road Name: Access Road to JBALB Headworks, Asajaya Q1094 Length: 1.3km





SAMARAHAN

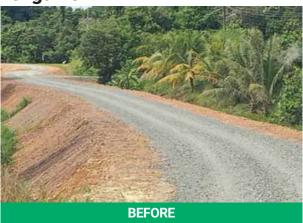
Road Name : Jalan Kampung Semera Q146 Length: 600m





BETONG

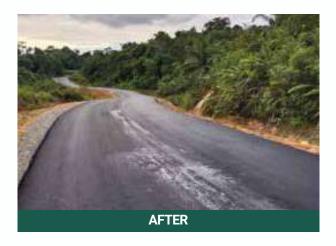
Road Name : Jalan Debak/Dit/Blassau, Debak Length: 5.1km



MIRI

Road Name: Jalan Beluru Long Teru Trunk Road Length: 800m

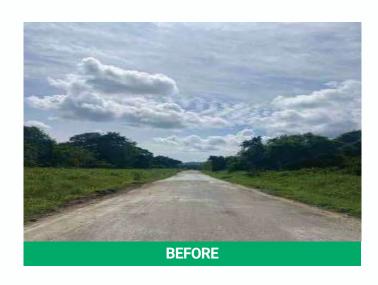






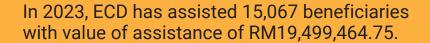
LIMBANG

Road Name : Jalan Bukit Lubok Length: 4km













PUSAT INKUBATOR DAN BIMBINGAN USAHAWAN (PIBU)

Pusat Inkubator Dan Bimbingan Usahawan (PIBU) in Long Lama was officiated by YB Encik Dennis Ngau ADUN N77, Long Lama

24th March 2023



PUSAT INKUBATOR DAN BIMBINGAN USAHAWAN (PIBU)

Pusat Inkubator dan Bimbingan Usahawan (PIBU) in Sebuyau was officiated by YB Datuk Haji Julaihi bin Haji Narawi, ADUN N.27 Sebuyau & Minister of Utility and Telecommunication

17th August 2023

SIGNING CEREMONY OF MEMORANDUM OF UNDERSTANDING

Signing ceremony for Memorandum of Collaboration between Sarawak Economic Development Corporation (SEDC) and *Pertubuhan Keselamatan Sosial (PERKESO)*

1st August 2023







Signing ceremony for Memorandum of Understanding between Sarawak Economic Development Corporation (SEDC) and Velesto Energy Berhad

5th December 2023

PROGRAM PENINGKATAN USAHAWAN BUMIPUTERA (PUTERA)







20 mobile kiosks were delivered and handed over to Lubok Antu District Council as part of the PUTERA initiative

24th June 2023



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CAPACITY BUILDING (TRAINING)

Perusahaan Mikro, Kecil dan Sederhana (PMKS) Zon Sarawak 2023 at Coco Cabana Miri



PROMOTIONAL ACTIVITIES











Summer Shopping Mall, Samarahan 14th – 18th July 2023

BUSINESS PREMISES



VISIT BY OTHER AGENCIES AND HIGHER LEARNING INSTITUTION



VISIT BY OTHER AGENCIES AND HIGHER LEARNING INSTITUTION (Cont'd)



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Economy Malaysia, made a working visit to the SEDC Mukah Regional Office

25th February 2023

VISIT BY OTHER AGENCIES AND HIGHER LEARNING INSTITUTION (Cont'd)







YB Dr. Richard Rapu, the Member of Parliament for P204 Betong, made a working visit to the SEDC Betong Regional Office
2nd May 2023



YB Tuan Haji Rashidi Bin Zainol, Penang State Exco, and his delegation visited SEDC Sarawak and were briefed on its role in Sarawak's economic and entrepreneur development 10th October 2023

PROPERTY







New Tenant at Menara SEDC: Samsung Engineering, along with the installation of a TV panel in the main lobby



2023 marked a significant milestone for our property sector, with the groundbreaking of Marudi Hotel on 30th September 2023, officiated by YAB Tan Sri Datuk Patinggi Abang Haji Abdul Rahman Zohari bin Tun Abang Haji Openg, Premier of Sarawak



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2023 HIGHLIGHTS & ACHIEVEMENTS



PROPOSED JALAN SULTAN TENGAH ROAD UPGRADING AND NEW BRIDGE OVER SUNGAI SANTUBONG WITH DIGITAL CONSTRUCTION

Adoption of Building Information Modeling (BIM) throughout the project life cycle. This digital representation is integrated with the facility management to create detailed digital representations that are managed in a real-time collaboration.

Assessment Result

Congratulations!

Recommend for: Certification





BIM ISO 19650-1&2

Certification in BIM ISO will create a set of process, communication, and analysis in digital environment for project implementation and engineering services.

ANNUAL REPORT 202

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ENGINEERING

PROJECTS

NO	PROJECT TITLE	СРС	DLP	N	NO	PROJECT TITLE	СРС	DLP
1	Cleaning & Repainting of External Wall of Puteri Wing RMH, Riverside Shopping Complex, GMH, Sarawak Plaza	04.1.2023	04.1.2024		6	Repair Works at SEDC PIBU Long Lama, Miri, Sarawak.	31.08.2023	13.03.2024
2	& Old Menara SEDC Refurbishment of Riverside Majestic Hotel Puteri Wing	21.12.2022	15.12.2023		7	Enhancement Works to Existing Medan Niaga SEDC Permaidani Kampung Boyan, Gersik, dan Surabaya	09.08.2023	09.08.2024
3	Upgrading of SEDC RRCC Mid Layar, Betong	06.03.2023	06.03.2024		8	Repair Works at Pusat Inkubator and Bimbingan Usahawan and Regional Office Sibu At Lot 2852 and 2853,	21.09.2023	21.03.2024
4 5	Enhancement Works At Medan Niaga SEDC Gedong, Lot 1104, Block 20, Sedilu Gedong Land District, Simunjan Repair Works	01.08.2023	01.08.2024		9	Queensway Commercial Center, Sibut Rectification Works at Sublots 18 (Daro Shoplots), Block 23 Jemoreng Land District, 96200, Daro Sarawak. (Re-Quote)	05.09.2023	05.03.2024
3	at Medan Niaga SEDC Lawas, Sarawak.	04.07.2023	04.01.2024		10	Repair and other associated works at SEDC RRCC Mid Layar, Betong	02.11.2023	02.05.2024

Project:

Upgrading of SEDC RRCC, Mid Layar, Betong









Enhancement Works at Medan Niaga Gedong, Lot 1104, Block 20, Sedilu Gedong Land District, Simunjan















Project:

Repair Works at SEDC Food Court, Lot 241, Lawas, Sarawak

Project:

Repair Works at Pusat Inkubator And Bimbingan Usahawan and Regional Office Sibu at Lot 2852 And 2853, Queensway Commercial Center, Sibu















Project:

Enhancement Works to Existing Medan Niaga Permaidani Kampung Boyan-Gersik-Sourabaya (BGS-Phase 2)





Rectification Works at Sublots 18 (Daro Shoplots), Block 23 Jemoreng Land District, 96200, Daro, Sarawak













Project:

Repair and other associated works at SEDC RRCC Mid Layar, Betong

Project:

Completion of remaining works for the proposed upgrading and improvement works at Sarawak Cultural Village (roof and associated works package)







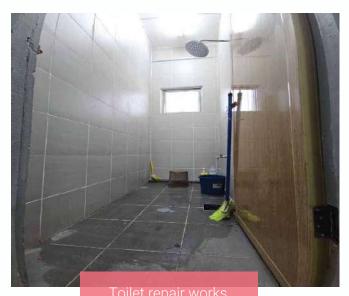






Project:

Maintenance works at Shoplot 723 and SEDC Regional Office Mukah, Mulajaya Shophouses, Block 52, Mukah Land District, 96400 Mukah, Sarawak (Re-Quote)







Project:

Maintenance works for Sublot 7, 10 and 11 Metrocity Matang New Township, Kuching, Sarawak

Project:

Maintenance works at Medan Selera Bintulu at Lot 7434- 7461, Block 31, Jalan Sultan Iskandar, Kemena Land District, Bintulu, Sarawak

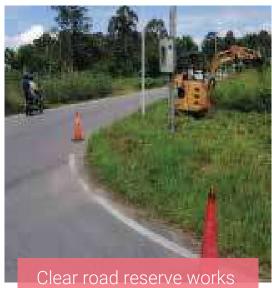












Performance-based contract for the long-term management and maintenance of state roads [Jalan Raya Negeri (JRN) In Sarawak] – Package 1 (Kuching, Serian, Samarahan, Kapit, Sibu and Sarikei Division)



Pipe laying works carried out by the site team

Utilities relocation works ("URW") subcontract works for permanent water relocation work for WPC06 from Ch8+800 to Ch37+300 for Sebangkoi section and from Ch37+300 to Ch64+486 for Sarikei section

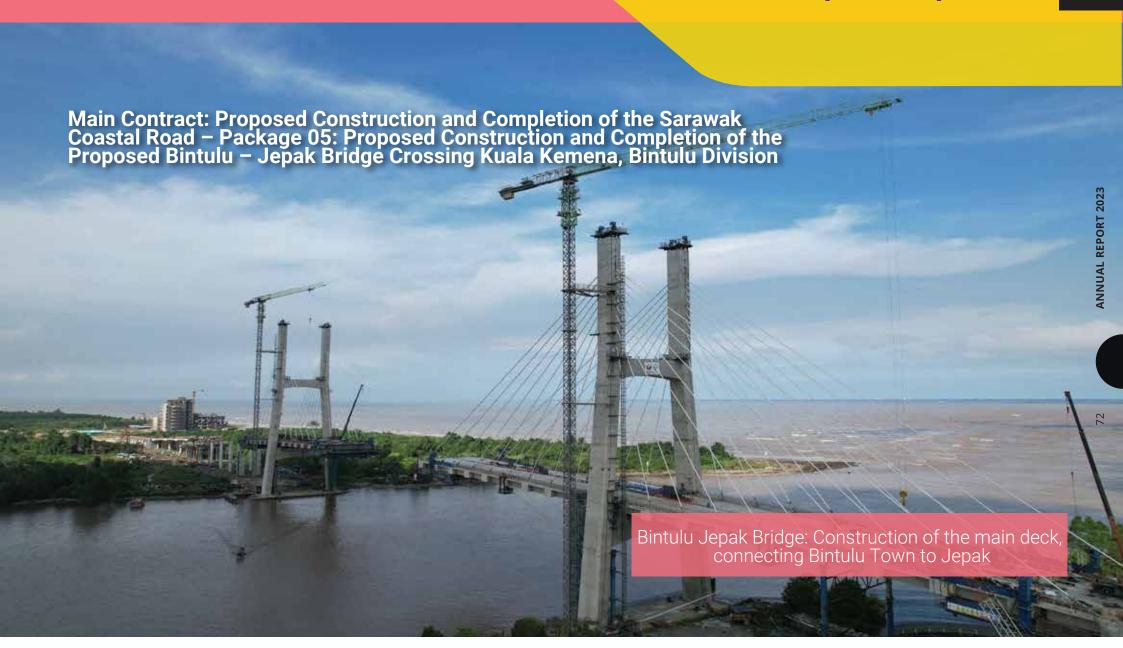


PPESW BPSB JV Sdn Bhd

Main Contract: Development and Upgrading of the Proposed Pan Borneo Highway (PBHS Phase 1)
- WPC06 Sg Awik to Bintangor Junction



Road stud marking works



Completed Borneo Cultures Museum, Sarawak

The Design and Build (D&B) project for the proposed Sarawak Borneo Cultures Museum and Heritage Trail received the Certificate of Making Good Defects (CMGD) on 24th March 2023



Road Inventory Data Survey Works

Stage 1 of the LTMM of State Road (Jalan Kampung): Proposed implementation of road inventory, field data collection, condition rating, traffic survey & system development for Zone 1





ENERGY

SEDC ENERGY (SEDCE) ACTIVITIES IN 2023

MICROALGAE INITIAL COMMERCIAL PLANT (ICP) DEVELOPMENT

It has been a productive year for SEDCE in 2023, with most projects are taking is first step forward. The year began with the SEDCE signing an agreement with Petronas Research Sdn Bhd. on 19th January 2023

This collaboration aims to develop technology for growing, collecting, and extracting crude algae oil, which will then be processed into Sustainable Aviation Fuel (SAF)



PETROS MFS DARO

The year also saw the first PETROS Multifuel Station (MFS) launched on 19th March 2023 in Daro. MFS Daro, is the first rural station with the PETROS brand, setting precedence of SEDCE in the downstream oil & gas retail business. MFS Daro is also the first Dealer Owned, Dealer Operated (DODO) station paving more of such stations to come

PETROS MFS Daro was officially launched by YAB Premier Datuk Patinggi Tan Sri (Dr) Abang Zohari. During the event, SEDC Chairman Tan Sri Datuk Amar Dr Abdul Aziz Husain highlighted that the DODO stations will serve both ICE vehicles and future EVs, supporting the transition to zero-carbon transportation

SEDCE ACTIVITIES IN 2023 (Cont'd)

AIRBUS A220-300 airBaltic FLIGHT FUELED WITH SAF

SEDC Energy facilitated the flight of YAB Premier, The Right Honourable Datuk Patinggi Tan Sri (Dr) Abang Haji Abdul Rahman Zohari bin Tun Datuk Abang Haji Openg, from Kuching to Langkawi on an airBaltic Airbus A220-300 using a blend of Sustainable Aviation Fuel (SAF). The Premier and Sarawak delegates were en route to the Langkawi International Maritime and Aerospace Exhibition (LIMA 2023)

This milestone followed the signing of a tripartite Memorandum of Understanding (MoU) on 22nd May 2023 between Aerospace Malaysia Innovation Centre, Petronas Research Sdn Bhd, and SEDC Energy Sdn Bhd

PROJECT H2ORNBILL JOINT DEVELOPMENT AGREEMENT

On 25th October 2023, SEDC Energy (SEDCE) signed a Joint Development Agreement (JDA) with Sumitomo Corporation and ENEOS to advance Project H2ornbill

SEDCE will lead the technical aspects of hydrogen production, focusing on integrating and optimising energy procurement to ensure efficient execution, with the target of commencing production by 2030

H2BISCUS FRONT END ENGINEERING DESIGN (FEED) CONTRACT SIGNING

SEDCE entered the Front-End Engineering Design (FEED) Contract with Samsung Engineering on 16th October 2023. Based on this FEED, this will lead to the final investment decision (FID) stage where upon approval engineering, procurement, and construction (EPC) is expected



YAB PREMIER VISITS SEDCE BIO ALGAE SITE

On 15th June 2023, YAB Premier The Right Honourable Datuk Patinggi Tan Sri (Dr) Abang Haji Abdul Rahman Zohari bin Tun Datuk Abang Haji Openg witnessed the signing of a Heads of Agreement (HOA) between SEDC Energy Sdn Bhd and Resintech Plastics (Sarawak) Sdn Bhd for the manufacture of algae tanks

SEDCE ACTIVITIES IN 2023 (Cont'd)





- Temporary site set up at Tanjung Kidurong, Bintulu (less than 10 acres)
- 22nd December 2023 Produced the first drop (300ml) of Crude Algae Oil (CAO) for further optimisation of the extraction process and evaluation for market seeding









PROJECT H2ORNBILL

- Joint Development Agreement signed 25th October 2023 (SEDCE, Sumitomo Corp, ENEOS)
- Kick Off Meeting for Front End Engineering Design held on 14th-15th December 2023



SEDCE ACTIVITIES IN 2023 (Cont'd)





PROJECT H2BISCUS

- Project Development Agreement signed: 13th June 2023 (SEDCE, Samsung Engineering, Lotte Chemical, POSCO & KNOC)
- Upstream FEED Contract signed: 16th October 2023 (SEDCE, Samsung)
- FEED Kick-off Meeting in Seoul: 23th-24th November 2023





PETROS MFS COCO - DARUL HANA CONSTRUCTION OF H2 ONSITE PRODUCTION PLANT

- Construction of H2 production 19th June 2023
- First gas of H2 from BOP 31st October 2023



PETROS MFS COCO - DARUL HANA CONSTRUCTION OF H2 ONSITE PRODUCTION PLANT

Construction of on site H2 production plant that is designed to produced hydrogen at 150kg daily. This complements the flagship MFS supply chain where the station is designed to provide conventional fuel, EV charging and hydrogen dispensing



KUCHING URBAN TRANSPORTATION SYSTEM (KUTS) PROJECT

The KUTS project will be developed in phases, and Phase 1 includes the development of three lines:

BLUE LINE

from Rembus in Kota Samarahan to Hikmah Exchange in the city centre (27.6km)

RED LINE

from Kuching Sentral to Pending (12.3KM)

GREEN LINE

from Pending to Damai (30KM) Construction of the first package for the Blue Line is expected to complete by the fourth quarter of 2025 and all three lines are scheduled to be fully completed by the end of 2027.

The backbone of the KUTS project is the introduction of the zero-emission Autonomous Rapid Transit (ART) hydrogen vehicles.

The ART vehicles will be operated on dedicated lanes, meaning they will not share the lane with other road users. The ART hydrogen vehicles will run on rubber tires, and hence the dedicated lanes will be trackless. The lanes will mostly be at-grade (road level) while certain sections of the alignment will be elevated.

The ART operation will be supported by a network of feeder buses, which will also be powered by hydrogen, to offer the 'first mile and last mile' connectivity for commuters.

The move to use hydrogen is in line with the Sarawak Government's aspirations to advance the hydrogen economy and to decarbonise public transport in Sarawak.

SIGNED MEMORANDUM OF UNDERSTANDING (MOU)

TITLE

PARTIES TO MOU/MOA

DATE OF EXECUTION

4th October 2023

KUTS PROJECT PROGRESS



The unloading of the Prototype ART hydrogen vehicle at Senari Port, Kuching

5th August 2023



Earth filling works as part of Advanced Works Package at Rembus Depot

September 2023



Engineering Run at Isthmus, Kuching

September 2023

Aerial view of Rembus Depot construction site

September 2023



Aerial view of a section of the KUTS Project's Blue Line along the Kuching-Samarahan Expressway in Kota Samarahan, which served as the 3km test route for the ART Proof-of-Concept (POC) exercise

September to October 2023

Prototype ARTH2V In the Stabling Facility in Pen Terminal, Kurching Terminal, Kurching

The launching of the Engineering Run and Stage 2 of the Proof-of Concept (POC) exercise for the Prototype ART hydrogen vehicle

6th September 2023



ART Engineering Run at The Isthmus, Kuching September to October 2023



Stage 2 ART POC exercise at Kuching-Samarahan Expressway

4th November to 15th December 2023



Visit by Ministry of Transport Sarawak to POC lane at Kuching-Samarahan Expressway

25th November 2023



Relocation of Prototype ART: From La Promenade to new stabling yard

20th December 2023

HYDROGEN BUS

As preparation for the future operation of the KUTS Project's hydrogen-powered ART and feeder buses, Sarawak Metro is currently implementing the trial operation of three hydrogen buses.

The trial operation, which began in 2020, also serves to create greater public awareness on zero-emission public transportation options that are more sustainable for the environment.

The hydrogen bus routes & schedule:

ROUTES SCHEDULE

First departure

Last departure

DOWNTOWN HERITAGE LOOP

7.30am (Monday - Sunday)

5.30pm (Monday - Friday)

4.50pm (Saturday - Sunday)

DAMAI LOOP

8.00am (Saturday - Sunday)

3.00pm (Saturday - Sunday) ZEROEMISSION

ITAGE

2

MILESTONES OF THE H2 BUS IN 2023



Collaboration with a radio station for the 'Bas-king ERA' event, featuring performances by local musicians on the bus

27th January 2023



Provided shuttle services for ambassadors attending the Malaysia Day Celebration

16th September 2023



Organised a ride for the Rotary Club, as part of an Environmental Sustainability Project

7th October 2023



Participation in Acara Perhimpunan dan Perarakan Sempena Sambutan Hari Perayaan 60 Tahun Sarawak Merdeka 2023

22nd July 2023



Provided shuttle services for Chief Minister of Penang, the Right Honourable Chow Kon Yeow and his delegation to the ART POC area

5th October 2023



Provided shuttle services for Selangor State Executive Council member for Investment, Trade and Mobility, the Honourable Ng Sze Han and delegations

9th October 2023

SOCIO-ECONOMIC ENHANCEMENT DEVELOPMENT (SEED) PROGRAMME

Through its Socio-Economic Enhancement Development (SEED) Programme, Sarawak Metro is committed towards capitalising on the investments made for the KUTS project.

The development of many cities has been intertwined with the development of their mass transit systems, which in turn creates opportunities and provides benefits for its people especially in terms of business prospects and job creation. Hence, capacity building and capability building programmes are needed to address gaps in the labour market and industrial development.

The SEED Programme will be used as a platform to acquire new capacity and capability that will generate additional industrial and economic activities. This is in line with the aspiration of the Sarawak Government to enhance economic growth, to produce more skilled manpower, to be competitive and to be a high-income and developed state by 2030.

MILESTONES OF THE SEED PROGRAMME IN 2023



Young Talent Programme 'Ngopi' Session 1/2023

19th May 2023



H2V Attachment Programme at CRRC, China

31st August & 16th September 2023



The Signing of the 1st Tier SEED Programme Agreement between Sarawak Metro Sdn Bhd and EPR Mobilus GR JV Sdn Bhd

18th October 2023



Young Talent Programme graduation ceremony 2023

13th July 2023



APG and S&CS Attachment Programme at Global Rail Sdn Bhd, Selangor

27th August to 27th September 2023



Young Talent Programme 'Ngopi' Session 2/2023

30th November 2023



CORPORATE GOVERNANCE INITIATIVES

INTEGRITY STRENGTHENING EDUCATIONAL VISIT TO KUALA LUMPUR



Kuala Lumpur City Hall 8th March 2023



Sepang Municipal Counci 8th March 2023



Padiberas Nasional Berhad (BERNAS)



UDA HOLDINGS 9th March 2023



FGV HOLDINGS BERHAD 9th March 2023



Malaysian Anti-Corruption Commission (MACC) 10th March 2023

CORPORATE GOVERNANCE INITIATIVES

INTEGRITY STRENGTHENING EDUCATIONAL VISIT TO KUALA LUMPUR



Kuala Lumpur City Hall 8th March 2023



Sepang Municipal Council 8th March 2023



Padiberas Nasional Berhad (BERNAS 9th March 2023



UDA HOLDINGS 9th March 2023



FGV HOLDINGS BERHAD 9th March 2023



Malaysian Anti-Corruption Commission (MACC) 10th March 2023

CORPORATE GOVERNANCE INITIATIVES



ENGAGEMENT SESSION ON INTEGRITY POLICY AND CORRUPTION RISK

Engagement session with staff from various divisions and units 8th May – 12th June 2023



Engagement session with Regional Office Staff



1	Borang soal selidik berkaitan Integriti	RO/PIBU STAFF	16.3.2023
2	Sesi libat urus bersama Pegawai ECD (CRA, No Gift Policy & Complaint Channel)	ECD	10.4.2023
3	Sesi libat urus bersama Pegawai HRA (CRA, No Gift Policy & Complaint Channel)	HRA	8.5.2023
4	Sesi libat urus bersama Pegawai ENG (CRA, No Gift Policy & Complaint Channel)	ENG	8.5.2023
5	Sesi libat urus bersama Pegawai AGRO (CRA, No Gift Policy & Complaint Channel)	AGRO	8.5.2023
6	Sesi libat urus bersama Pegawai CFD (CRA, No Gift Policy & Complaint Channel)	CFD	8.5.2023
7	Sesi libat urus bersama Pegawai SSU,TO (CRA, No Gift Policy & Complaint Channel)	SSU & TO	22.5.2023
8	Sesi libat urus bersama Pegawai IAD,IRMU (CRA, No Gift Policy & Complaint Channel)	IAD & IRMU	23.5.2023
9	Sesi libat urus bersama Pegawai IQD,PTY & LAD (CRA, No Gift Policy & Complaint Channel)	IQD, PTY & LAD	25.5.2023
10	Sesi libat urus bersama Pegawai CRC (CRA, No Gift Policy & Complaint Channel)	CRC	26.5.2023
11	Sesi libat urus bersama Pegawai CRC (CRA, No Gift Policy & Complaint Channel)	PBD & CRC	16.6.2023

Engagement Session with Headquarter and Regional Offices Personnel on Integrity Policy and Corruption Risk

CORPORATE GOVERNANCE INITIATIVES









pelatih SEDC dan anggota anak syarikat SEDC 2. Karya e-Poster menggunakan perisian digital (Canva, Adobe Illustrator, Microsoft Powerpoint & etc.)

Tarikh tutup: 15 November 2023

Untuk info lanjut, sila hubungi: Cik Niena Sabarina EXT:238 Cik Nurul Hafizha EXT:245



· DRIZES







Promotional Materials for Integrity, Quality, and Innovation Month (IQIM) 2023





Integrity Talk by YBhg. Datuk Mohd Zaki Hassan, Director, MACC Sarawak & YBrs. Dr. Ahmad Faizal Ismail, Vice President of IGU, Iskandar Regional Development Authority (IRDA)

19th October 2023









SEDC Open Day 16th November 2023

INTEGRITY DAY 2023









SEDC Integrity Day officiated by The Right Honourable Datuk Patinggi Tan Sri (Dr) Abang Haji Abdul Rahman Zohari bin Tun Datuk Abang Haji Openg, Premier of Sarawak 24th November 2023

PROMOTIONAL ITEMS













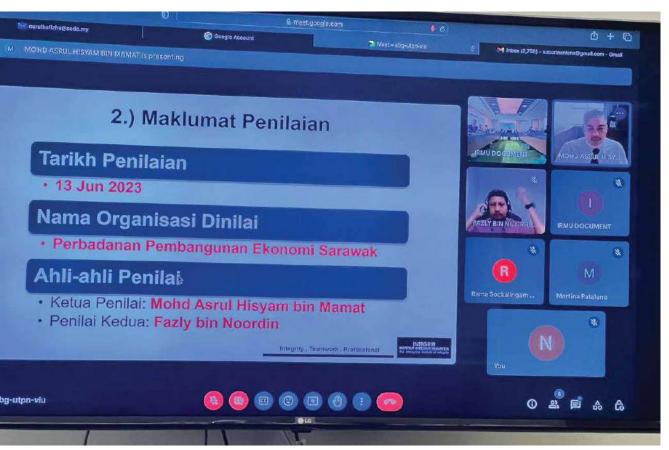








TOP 5 PLACEMENT FOR ANUGERAH INTEGRITI, GOVERNANS DAN ANTIRASUAH (AIGA)













Assalamualaikum dan Salam Sejahtera,

YBhg. Tan Sri/Datuk/Dato'/Tuan/Puan,

Merujuk kepada perkara di atas, sukacita dimaklumkan bahawa PERBADANAN PEMBANGUNAN EKONOMI SARAWAK telah terpilih sebagai salah sebuah organisasi yang layak ke fasa Penilaian Khas Kebangsaan AIGA 2023 yang akan diadakan seperti ketetapan berikut:

Tarikh : 23 November 2023 (Khamis)

Masa : 10.00 pagi hingga 10.30 pagi

Tempat : Zenith IV, Zenith Hotel, Putrajaya

- 2. Oleh yang demikian, PERBADANAN PEMBANGUNAN EKONOMI SARAWAK adalah dijemput untuk membuat pembentangan berdurasi dua puluh lima minit (25 minit) di hadapan barisan Ahli Panel Penilaian Khas Kebangsaan AlGA 2023. Skop dan kriteria pembentangan adalah seperti di Lampiran 1. Pihak PERBADANAN PEMBANGUNAN EKONOMI SARAWAK juga diminta untuk menyediakan Profil Korporat Agensi/ Syarikat dalam bentuk PDF dan pengesahan Akur Janji (Lampiran 2) bagi menjamin kerahsiaan AlGA 2023. Profil Korporat Agensi/ Syarikat, Slaid pembentangan dan Surat Akur Janji hendaklah dihantar kepada pihak IIM di alamat emel ajga2023@ijm.gov.my. pada atau sebelum 17 November 2023 (Jumaat), jam 5.00 petang.
- 3. Untuk makluman, hanya **2 orang** sahaja yang boleh mewakili organisasi dan digalakkan dari pengurusan tertinggi. Dikepilkan bersama dokumen-dokumen berkaitan untuk tindakan lanjut pihak YBhg. Tan Srl/Datuk/Dato'/Tuan/Puan.
- 4. Pihak <u>Sekretariat</u> juga mengucapkan tahniah kepada organisasi kerana terpilih untuk Sesi Penilaian Khas Kebangsaan AIGA 2023. Sebarang pertanyaan, pihak **PERBADANAN PEMBANGUNAN EKONOMI SARAWAK** boleh menghubungi Sekretariat AIGA 2023 iaitu **En Hafizdi** (012-2434543) email: hafizdi@iim.gov.my dan **Puan Shafinas** (017-5995891) email: hafizdi@iim.gov.my.

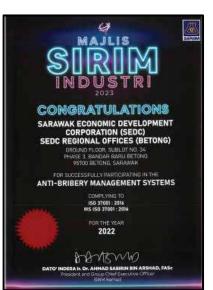
Sekian, terima kasih

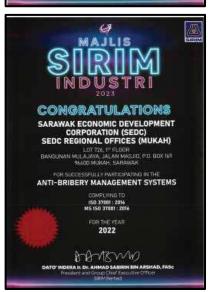
Sekretariat Penilaian AIGA 2023 Institut Integriti Malaysia (IIM) penilaian_aiga@iim.gov.my

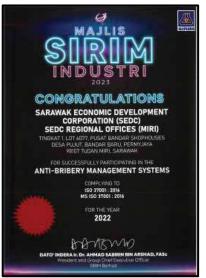


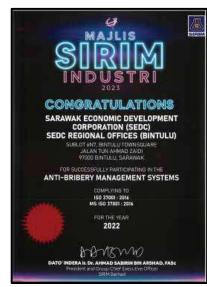
MAJLIS SIRIM INDUSTRI 2023 CONGRATULATIONS SARAWAK ECONOMIC DEVELOPMENT CORPORATION (SEDC) MENARA SEDC, PD. 80X 400 LOT 2878, THE ISTHMUS. DIP. JAL AN BAKO SUBBE KICHING, SARAWAK FOR SUCCESSPULLY PARTICIPATING IN THE ANTI-BRIBERY MANAGEMENT SYSTEMS COMPLYING TO 150 37001 27016 MS 50 37001 27016 FOR THE YEAR 2022











CERTIFICATE OF PARTICIPATION IN THE ANTI-BRIBERY MANAGEMENT SYSTEMS (ABMS)





SIRIM Industry Ceremony 15th December 2023

IT SERVICE MANAGEMENT (ITSM) IN SEDC



ITSM solution enhances operational efficiency, collaboration, productivity, and organisational responsiveness throughout the Corporation

HYBRID CLOUD HOSTING - SAINS CLOUD





SEDC's migration to SAINS Cloud advances digital transformation by providing scalable resources, advanced security, and regulatory compliance while enhancing operational efficiency

SEDC MODERN WORKPLACE - OFFICE 365



Microsoft Office 365 drives digital transformation by enabling seamless document access and remote work while providing robust security and integrated workflow automation to enhance operational efficiency





ANALYSIS

Requirement Gathering & Documentation

ENTERPRISE RESOURCE PLANNING & CUSTOMER RELATIONSHIP MANAGEMENT



COURTESY VISIT TO SEDC BY YUNNAN UNIVERSITY ON MALAYSIA – CHINA CROSS BORDER TRADE & E-COMMERCE FOR AGRICULTURE & HALAL PRODUCT 12TH JULY 2023







2023 HIGHLIGHTS & ACHIEVEMENTS



HALAL ASSURANCE AUDIT JANUARY-DECEMBER 2023



INNOVATION & QUALITY INITIATIVES





Ziarah Halal Audit Monitoring at Siburan Halal Abbattoir



INNOVATION & QUALITY INITIATIVES





Ziarah Halal Audit Monitoring at Satang Cafe @ Damai Beach Resort











HALAL AWARENESS TRAINING 14TH MARCH 2023











FOOD HANDLING COURSE 15TH AUGUST 2023

CERTIFIED INTERNAL HALAL AUDITOR TRAINING 16TH-20TH OCTOBER 2023



KURSUS PEMAHAMAN DAN PELAKSANAAN 5S HIJAU 30TH-31ST JANUARY 2023











KURSUS 5S HIJAU JURUAUDIT DALAMAN 5TH-6TH APRIL 2023







BRIEFING ON 5S HANDBOOK 2023, 5S ACTIVITY FILE, SEDC ISO 9001:2015 QUALITY MANAGEMENT SYSTEM AND BALANCED SCORE CARD (BSC)

To all Regional Offices on 11th April 2023 at TEGAS INNOVATION HUB, MIRI





LAUNCHING 4R PROGRAMME 2023 ON 22ND SEPT 2023

The launch of the 4R Programme 2023 was held on 22nd September 2023 by YBhg. Datu Haji Abdul Hadi bin Datuk Haji Abdul Kadir, General Manager of SEDC

INNOVATION & QUALITY INITIATIVES





5S DAY 2023

5S Green Day was held on the last Wednesday of every month

5S AWARENESS 2023

5S Green Awareness 2023 was held quarterly for all SEDC and Regional Offices staff







4R FIESTA FASHION SHOW 2023

The 4R Fiesta Fashion Show 2023 was held on 22nd November 2023 at Dewan Kenyalang, Menara SEDC. The competition was based on the concept of 4R (Reduce, Reuse, Recycle & Recover), using materials that can be reused and recycled, such as used clothes, paper, newspapers, plastic bags, boxes, aluminium cans, etc











KURSUS
PENGENALAN
KUMPULAN
INOVATIF
DAN KREATIF (ICC)
25TH-26TH
JULY 2023





KONVENSYEN ICC PERINGKAT JABATAN PREMIER SARAWAK (JPS) 15TH-18TH AUGUST 2023





SEDC D'ISTHMUS TEAM WON THE GOLD AWARD AT 48TH INTERNATIONAL CONVENTION ON QUALITY CIRCLES (ICQCC) 30TH OCTOBER -2ND NOVEMBER 2023



INNOVATION & QUALITY CONVENTION (IQC) 14TH NOVEMBER 2023















SEDC KAMEK FUN RACE 9TH DECEMBER 2023

INNOVATION & QUALITY INITIATIVES





PRODUCTIVITY TALK BY DR MUHAMMAD DAANIYALL ABD RAHMAN 15TH NOVEMBER 2023

TALK ON ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG)" BY ENCIK AHMAD ZAFUAN MOHAMED KASSIM 24TH NOVEMBER 2023







ANNUAL REPORT 2023

CULTURE BUILDING INITIATIVES





A total of 20 in-house trainings have been conducted for 2023 that benefited 441 participants



We aim our staff to obtain professional certification in their career. For 2023, a total of ten (10) staff had undergo their professional certification course as follows:

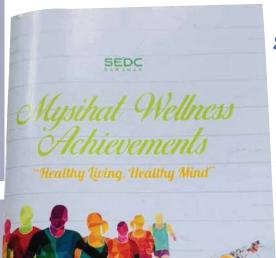
- Certified Halal Auditor
- Certified Fraud Examiner
- Certified Construction Project Manager
- Certified KPI Professional
- Certified Strategy and Business Planning Professional
- Certified Performance Management

ANNUAL REPORT 2023

KNOWLEDGE SHARING SESSION

SEDC CORPORATE CULTURE OF EXCELLENCE

SEDC CARE CULTURE



SEDC KITA SIHAT CAMPAIGN

- SEDC Kita Sihat Campaign was launched on 19th October 2022. A lot of activities and programmes were organised throughout 2023 namely Absolutely Fit, Health Talk & Screening, Hiking to Bung Podad and Mount Singai, morning exercise and Time To Get Fit
- We also come up with Mysihat Wellness Achievement Book for record purposes

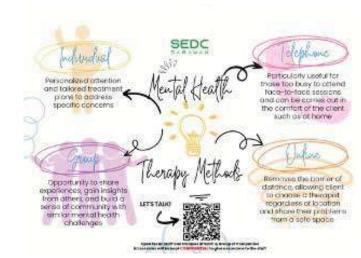


CULTURE BUILDING INITIATIVES

INTRODUCTION OF E-CERTIFICATES FOR LEAVE APPLICATION

The introduction of E-Certificates replaces traditional paperwork, making leave requests and approvals seamless for employees





AWARENESS ON MENTAL HEALTH FOR A HEALTHIER WORK ENVIRONMENT

SEDC PARTICIPATION IN THE SARAWAK 60TH ANNIVERSARY INDEPENDENCE PARADE



CULTURE BUILDING INITIATIVES

BEREAVEMENT







STAFF BIRTHDAY













120

NEW BORN

WEDDING





RETIREMENT











SEDC SOCIAL AND RECREATION CLUB (PEDAS)





HIKING AT BUNG PODAD







HEALTH SCREENING





BLOOD DONATION









MAKSAK CARROM TOURNAMENT



AEROBIC WELLNESS PROGRAMME



FRIENDLY FOOTBALL MATCH **WITH PREMIER'S DEPARTMENT**

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES







PROGRAM JIWA MURNI BY JAWATANKUASA ISLAM (JAKIS) SEDC 12TH APRIL 2023







ZIARAH KASIH
AIDILFITRI
WITH SELECTED
SCHOOLS
IN LAWAS DIVISION
12TH MAY 2023







ZIARAH KASIH
GAWAI
WITH SELECTED
SCHOOLS
IN BETONG DIVISION
27TH JUNE 2023

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES







MYKASIH CHARITY
BEEF BASKET
PROGRAMME
10TH - 11TH JULY 2023







BELAIAN KASIH
PROGRAMME WITH
RESIDENT OF
SERI KENANGAN
HOUSE, KUCHING
21ST NOVEMBER 2023







LOVE-IN-A-BOX
FOR CHILDREN OF
KUCHING AUTISTIC
ASSOCIATION (KAA)
15TH DECEMBER 2023

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

SEDC CHAIRMAN'S PRESIDENTIAL ADDRESS AT SARAWAK CHAMBER BALLROOM, RIVERSIDE MAJESTIC HOTEL, PUTERI WING 24TH FEBRUARY 2023







MAJLIS PERASMIAN BAZAAR RAMADAN AT URBAN TRANSFORMATION CENTRE (UTC), KUCHING 23RD MARCH 2023







MEMORANDUM OF UNDERSTANDING (MOU) BETWEEN INNOCEMENT SDN BHD, SCG INTERNATIONAL & YTL CEMENT BERHAD 14TH JULY 2023







MEMORANDUM OF SUBLEASE BETWEEN SEDC PETCHEM HUB SDN BHD, SARAWAK SHELL AND PETRONAS HARTABINA FOR ROSMARI MARJORAM 21ST JULY 2023







SEDC MINI FAMILY DAY 2023 AT SARAWAK CULTURAL VILLAGE 24TH SEPTEMBER 2023







40TH ANNIVERSARY DINNER ROSEWOOD STATION PTY LTD AT SARAWAK CHAMBER BALLROOM, RIVERSIDE MAJESTIC HOTEL, PUTERI WING 7TH OCTOBER 2023









SEDC CHAIRMAN'S GOLF TROPHY 2023 DAMAI GOLF & COUNTRY CLUB (DGCC) 26TH NOVEMBER 2023







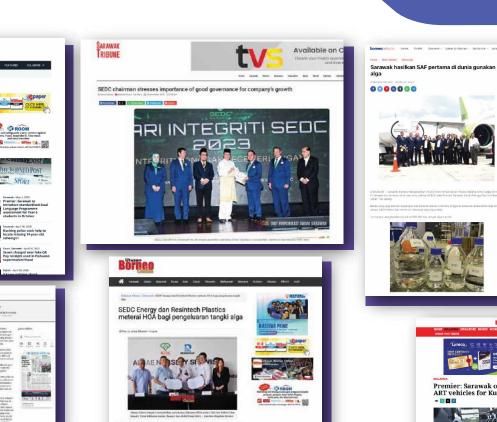












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BORNEO POSTouline

hydrogen vehicle

EU ambassador to M'sia takes test ride on S'wak's ART

and a high-level delegation experienced a test ride on Sarawak's groundbreaking.

Autonomous Rapid Transit (ART) hydrogen vehicle prototype during their visit to the

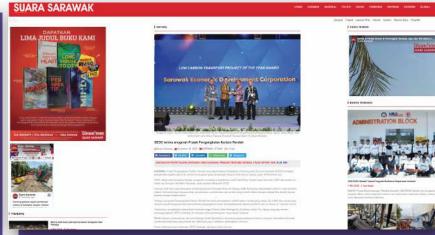
Pekema Sarawak lauds federal AP incentive

enabling S'wak to import 1,000 EVs, hydrogenfuelled cars









.













Gentari and SEDC Energy Forge

Hub for Hydrogen Production

4 --- 0 0 0 0 0 0 +

Partnership to Establish Sarawak H2





•••••••













SARAWAK ECONOMIC
DEVELOPMENT CORPORATION
(SEDC) WAS AWARDED THE
TOP GOLD AWARD 2023 AT
THE ANUGERAH INTEGRITI,
GOVERNANS DAN ANTI
RASUAH (AIGA) 2023



ACHIEVED THREE ISO CERTIFICATIONS SIMULTANEOUSLY ON 19TH APRIL 2023:

- ISO 9001:2015 Quality Management System
- ISO 14001:2015 Environmental Management System
- ISO 45001:2018 Occupational Health and Safety Management System



TRACE 2023 CHOICE AWARD 21ST JUNE 2023



IES & IRSE RAILWAY INNOVATION SEMINAR 2023, YOUNG ENGINEERS PRESENTATION COMPETITION 12TH SEPTEMBER 2023



SARAWAK ECONOMIC DEVELOPMENT CORPORATION (SEDC) WAS AWARDED WITH THE LOW CARBON TRANSPORT PROJECT OF THE YEAR AWARD AT ENLIT ASIA 2023 IN JAKARTA. 14TH NOVEMBER 2023



SARAWAK METRO WAS RECOGNISED WITH A PRESTIGIOUS AWARD FROM THE WORLD BRANDS FOUNDATION (TWBF) IN THE CATEGORY OF PUBLIC TRANSPORT SOLUTIONS IN 2023
21ST NOVEMBER 2023



ESQR QUALITY ACHIEVEMENTS AWARD 2023 12TH DECEMBER 2023



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Statements of Changes in Equity	<u>154</u>
Statement of Cash Flows	157
Notes to the Financial Statements	160



SARAWAK ECONOMIC DEVELOPMENT CORPORATION

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

STATEMENT BY THE CHAIRMAN AND A BOARD MEMBER

We, YBhg. Tan Sri Datuk Amar (Dr) Haji Abdul Aziz Bin Dato Haji Husain and YBhg. Dato Sri Dr. Haji Wan Lizozman Bin Wan Omar, being the Chairman and one of the Board Members of SARAWAK ECONOMIC DEVELOPMENT CORPORATION, do hereby state that, in the opinion of the Board Members, the accompanying Statements of Financial Position, Statements of Comprehensive Income, Statements of Changes in Equity and Statements of Cash Flows, together with the notes thereon are prepared so as to give a true and fair view of the financial position of the Group and of the Corporation as of 31 December 2023 and of their financial performance and cash flows for the financial year ended on

On behalf of the Board,

YBhg. Tan Sri Datuk Amar (Dr) Haji Abdul Aziz Bin Dato Haji Husain Chairman,

APR 2024

a

Date:

KUCHING

On behalf of the board,

YBhg. Dato Sri Dr. Haji Wan Lizozman Bin Wan Omar Member

KUCHING

APR 2024

Date:

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

STATUTORY DECLARATION

I, YBhg Datu Haji Abdul Hadi Bin Datuk Haji Abdul Kadir, being the General Manager, primarily responsible for the financial management and accounting records of SARAWAK ECONOMIC DEVELOPMENT CORPORATION, do solemnly and sincerely declare that the accompanying Statements of Financial Position, Statements of Comprehensive Income, Statements of Changes in Equity and Statements of Cash Flows, together with the notes thereon are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the declaration to be true, and by virtue of the Statutory Declaration Act 1960.

2024 APR Subscribed and solemnly declared පා in the State of Sarawak on by the abovementioned at Kuching

YBhg Datu Haji Abdul Hadi Bin Datuk Haji Abdul Kadir General Manager

Before me,

Commissioner for Oaths Kuching

No. 55, 1st Floor, Jalan Chan Bee Kiew Off Jalan Padungan, 93100 Kuching, Sarawak, Commissioner For Oaths PHANG DAH NAN

FOR OAT OMMISSION PHANGDAHMAN OT LEE ANA 31 DEC AND

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

MEMBERS' REPORT

The Members of the Board ("Members") hereby submit their report and the audited financial statements of the Group and of the Corporation for the financial year ended 31 December 2023.

PRINCIPAL ACTIVITIES

transportation, property development, mineral and mining, community development, commercial and socio-economic projects substantially through its investments in subsidiaries and associated companies. The principally engaged in activities related to tourism and leisure, agro-food, energy, principal activities of the subsidiaries are set out in Note 8 to the financial statements. Corporation is

RESULTS

	The Group RM'000	The Group The Corporation RM'000 RM'000
(Loss)/Profit after taxation for the financial year	(45,323)	26,037
(Loss)/Profit after taxation:- Owners of the Corporation	(44.446)	26.037
Non-controlling interests	(877)	,
	(45,323)	26,037

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Corporation were made out, the Members took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the provision of allowance for impairment losses on receivables and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for impairment losses on At the date of this report, the Members are not aware of any circumstances that would require the further writing off of bad debts, or the additional allowance for impairment losses on receivables in the financial statements of the Group and of the Corporation.

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

MEMBERS' REPORT

CURRENT ASSETS

reasonable steps to ensure that any current assets, which were unlikely to be realised in the ordinary course of business, including their values as shown in the accounting records of the Group and of the Corporation, Before the financial statements of the Group and of the Corporation were made out, the Members took have been written down to an amount which they might be expected so to realise. At the date of this report, the Members are not aware of any circumstances which would render the values attributed to the current assets in the financial statements misleading.

VALUATION METHODS

At the date of this report, the Members are not aware of any arising circumstances which would render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Corporation misleading or inappropriate.

CONTINGENT AND OTHER LIABILITIES

At the date of this report, there does not exist:-

- any charge on the assets of the Group and of the Corporation that has arisen since the end of the financial year which secures the liabilities of any other person; or (a)
- any contingent liability of the Group and of the Corporation which has arisen since the end of the financial year. 9

No contingent or other liability of the Group and of the Corporation has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the Members, will or may substantially affect the ability of the Group and of the Corporation to meet their obligations when they fall due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the Members are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Corporation which would render any amount stated in the financial statements misleading.

ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Group and of the Corporation during the financial year were not, in the opinion of the Members, substantially affected by any item, transaction or event of a material and unusual

transaction or event of a material and unusual nature likely, in the opinion of the Members, to affect substantially the results of the operations of the Group and of the Corporation for the financial year in which There has not arisen in the interval between the end of the financial year and the date of this report any item, this report is made.

Page 4

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ANNUAL REPORT 2023

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

MEMBERS' REPORT

MEMBERS

The names of Members of the Corporation who served during the financial year and up to the date of this report are as follows:-

Chairman

YBhg. Tan Sri Datuk Amar (Dr) Haji Abdul Aziz Bin Dato Haji Husain

State Financial Secretary Representative YBhg. Dato Sri Dr. Haji Wan Lizozman Bin Wan Omar

Federal Treasury Representative

YBhg. Encik Boniface anak Edwin Manung

Ministry of Economy Representative

YBrs. Encik Ramlee Bin Amat

(Appointed on 02.01.2024)

(Resigned on 31.12.2023)

YB. Datuk Amar Haji Mohamad Abu Bakar Bin Marzuki

YBhg. Datu Laura Lee Ngien Hion Yang Arif Dato Sri Talat Mahmood Bin Adul Rashid

Yang Arif Datu Saferi Bin Ali

YBhg. Dato Dr. Anderson Tiong Ing Heng YBhg. Datu Dr. Muhammad Abdullah Bin Haji Zaidel YBhg. Datu Sr. Zaidi Bin Haji Mahdi

YBhg. Dato Dr. Philip Raja YBrs. (Dr.) Haji Salihin Bin Abang

(Appointed on 02.01.2024) (Appointed on 02.01.2024) (Resigned on 31.12.2023)

(Resigned on 31.12.2023) (Resigned on 31.12.2023)

(Appointed on 02.01.2024)

SUBSIDIARIES

The details of the Corporation's subsidiaries are disclosed in Note 8 to the financial statements.

APR 9 Signed on behalf of the Board in accordance with a resolution of the Members dated

YBhg. Tan Sri Datuk Amar (Dr.) Haji Abdul Aziz Bin Dato Haji Husain

YBhg. Dato Sri Dr. Haji Wan Lizozman Bin Wan Omar

Page 5



SIJIL KETUA AUDIT NEGARA MENGENAI PENYATA KEWANGAN PERBADANAN PEMBANGUNAN EKONOMI SARAWAK BAGI TAHUN BERAKHIR 31 DISEMBER 2023

Sijil Mengenai Pengauditan Penyata Kewangan

Pendapat

Akta Audit 1957 [Akta 62] untuk mengaudit Penyata Kewangan Perbadanan Pembangunan Kewangan pada 31 Disember 2023 Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan dan Penyata Pendapatan Komprehensif, Penyata Perubahan Dalam Ekuiti serta kewangan termasuklah ringkasan polisi perakaunan yang signifikan seperti yang dinyatakan Saya telah memberikan kuasa kepada firma audit swasta di bawah subseksyen 7(3) Penyata Aliran Tunai bagi tahun berakhir pada tarikh tersebut dan nota kepada penyata tersebut merangkurni Penyata kewangan Penyata pada muka surat 10 hingga 81. Sarawak.

Pada pendapat saya, penyata kewangan ini memberikan gambaran yang benar dan saksama mengenai kedudukan kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan pada 31 Disember 2023 dan prestasi kewangan serta aliran tunai bagi tahun berakhir pada tarikh tersebut selaras dengan Piawaian Pelaporan Entiti Persendirian Procedure) Ordinance, 1995 serta Sarawak Economic Development Corporation Ordinance, Malaysia (MPERS) dan keperluan The Statutory Bodies (Financial and

Asas Kepada Pendapat

Pengauditan telah dilaksanakan berdasarkan Akta Audit 1957 dan International Standards of Supreme Audit Institutions. Tanggungjawab saya dihuraikan selanjutnya di perenggan percaya bahawa bukti audit yang diperoleh adalah mencukupi dan bersesuaian untuk Tanggungjawab Juruaudit Terhadap Pengauditan Penyata Kewangan dalam sijil ini. dijadikan asas kepada pendapat saya.

Kebebasan dan Tanggungjawah Etika Lain

Saya adalah bebas daripada Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan serta telah memenuhi tanggungjawab etika lain berdasarkan International Standards of Supreme Audit Institutions.

Maklumat Lain Selain Daripada Penyata Kewangan dan Sijil Juruaudit Mengenainya

Sarawak bertanggungjawab terhadap maklumat lain dalam Laporan Tahunan. Pendapat saya terhadap Penyata Kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan tidak meliputi maklumat lain selain daripada penyata kewangan dan Sijii Juruaudit mengenainya dan saya tidak menyatakan sebarang bentuk kesimpulan jaminan mengenainya. Lembaga Pengarah, Perbadanan Pembangunan Ekonomi

Tanggungjawab Lembaga Pengarah Terhadap Penyata Kewangan

Kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan yang memberi gambaran benar dan saksama selaras dengan Piawaian Pelaporan Entiti Persendirian Malaysia Lembaga Pengarah juga bertanggungjawab terhadap penetapan kawalan dalaman yang perlu bagi membolehkan penyediaan Penyata Kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan yang bebas daripada salah nyata yang ketara, sama ada Procedure) Ordinance, 1995 serta Sarawak Economic Development Corporation Ordinance, 1972. (MPERS) dan keperluan The Statutory Bodies (Financial and Accounting penyediaan Penyata Pengarah bertanggungjawab terhadap disebabkan fraud atau kesilapan. Lembaga

Semasa penyediaan Penyata Kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan, Lembaga Pengarah bertanggungjawab untuk menilai keupayaan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan untuk beroperasi sebagai satu usaha serta menggunakannya sebagai berkaitan mendedahkannya jika perakaunan.

Tanggungjawab Juruaudit Terhadap Pengauditan Penyata Kewangan

Objektif saya adalah untuk memperoleh keyakinan yang munasabah sama ada Penyata keseluruhannya adalah bebas daripada salah nyata yang ketara, sama ada disebabkan fraud atau kesilapan, dan mengeluarkan Sijil Juruaudit yang merangkumi pendapat saya. bahawa audit yang dijalankan mengikut International Standards of Supreme Audit Jaminan yang munasabah adalah satu tahap jaminan yang tinggi, tetapi bukan satu jarninan Institutions akan sentiasa mengesan salah nyata yang ketara apabila ia wujud. Salah nyata Kumpulan dan Sarawak Kewangan Perbadanan Pembangunan Ekonomi

boleh wujud daripada fraud atau kesilapan dan dianggap ketara sama ada secara individu dijangkakan dengan munasabah untuk mempengaruhi keputusan ekonomi yang dibuat oleh pengguna berdasarkan penyata kewangan ini. agregat sekiranya boleh

Sebagai sebahagian daripada pengauditan mengikut International Standards of Supreme Audit Institutions, saya menggunakan pertimbangan profesional dan mengekalkan keraguan profesional sepanjang pengauditan. Saya juga:

- mengenal pasti dan menilai risiko salah nyata ketara dalam Penyata Kewangan Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan, sama ada disebabkan fraud atau kesilapan, merangka dan melaksanakan prosedur audit yang responsif terhadap risiko berkenaan serta mendapatkan bukti audit yang mencukupi dan mengesan salah nyata ketara akibat daripada fraud adalah lebih tinggi daripada fraud mungkin melibatkan pakatan, pemalsuan, ketinggalan yang bersesuaian untuk memberikan asas kepada pendapat saya. Risiko untuk disengajakan, representasi yang salah, atau mengatasi kawalan dalaman; kesilapan kerana ä
- bersesuaian tetapi bukan untuk menyatakan pendapat mengenai keberkesanan memahami kawalan dalaman yang relevan untuk merangka prosedur audit yang kawalan dalaman Perbadanan Pembangunan Ekonomi Sarawak dan Kumpulan; o.
- menilai kesesuaian dasar perakaunan yang diguna pakai, kemunasabahan anggaran perakaunan dan pendedahan yang berkaitan oleh Lembaga Pengarah; o
- Penyata Kewangan Perbadanan Pernbangunan Ekonomi Sarawak dan Kumpulan berterusan. Jika saya membuat kesimpulan bahawa ketidakpastian ketara wujud, saya perlu melaporkan dalam Sijil Juruaudit terhadap pendedahan yang berkaitan dalam Kesimpulan saya dibuat berdasarkan bukti audit yang diperoleh sehingga tarikh Sijil berkemungkinan menyebabkan Perbadanan Pembangunan Ekonomi Sarawak atau membuat kesimpulan terhadap kesesuaian penggunaan asas perakaunan untuk usaha berferusan oleh Lembaga Pengarah dan berdasarkan bukti audit yang diperoleh, sama ada wujudnya ketidakpastian ketara yang berkaitan dengan peristiwa atau keadaan Perbadanan Pembangunan Ekonomi Sarawak atau Kumpulan sebagai satu usaha akan diubah. Kumpulan tidak lagi berupaya meneruskan operasi secara usaha berterusan; terhadap atau, jika pendedahan tersebut tidak mencukupi, pendapat saya pada menimbulkan keraguan yang signifikan keadaan atau peristiwa Bagaimanapun, mungkin Juruaudit. 0
- penyata kewangan tersebut telah melaporkan menilai persembahan secara keseluruhan, struktur dan kandungan Penyata Kewangan Kumpulan, dan Sarawak Ekonomi ada Pembangunan pendedahannya, dan sama ö

asas-asas urus niaga dan peristiwa-peristiwa yang memberikan gambaran saksama;

kewangan entiti dan aktiviti perniagaan dalam Kumpulan untuk memberikan pendapat pengawasan dan pelaksanaan pengauditan kumpulan. Saya hanya bertanggungjawab mendapatkan bukti audit yang mencukupi dan bersesuaian berkaitan maklumat terhadap Penyata Kewangan Kumpulan. Saya bertanggungjawab untuk hala tuju, terhadap pendapat saya.

serta penemuan audit yang signifikan termasuk kelemahan kawalan Lembaga Pengarah telah dimaklumkan, antaranya mengenai skop dan tempoh pengauditan dalaman yang dikenal pasti semasa pengauditan. yang dirancang

Laporan Mengenai Keperluan Perundangan dan Peraturan Lain

Ordinance, 1995 serta Sarawak Economic Development Corporation Ordinance, 1972, saya juga melaporkan syarikat subsidiari yang tidak diaudit oleh saya, telah dinyatakan di Nota 8 Berdasarkan keperluan The Statutory Bodies (Financial and Accounting Procedure) dalam penyata kewangan.

Hal-hal Lain

Ordinance, 1995 serta Sarawak Economic Development Corporation Ordinance, 1972 dan bukan untuk tujuan lain. Saya tidak bertanggungjawab terhadap pihak lain bagi kandungan Sijil ini dibuat untuk Lembaga Pengarah, Perbadanan Pembangunan Ekonomi Sarawak Accounting Procedure) Bodies (Financial and berdasarkan keperluan The Statutory sijil ini.

(DATUK WAN SURAYA BINTI WAN MOHD RADZI)
KETUA AUDIT NEGARA
MALAYSIA

PUTRAJAYA
September 2024



STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

		The Group 2023	oup 2022	The Corporation 2023	oration 2022
	NOTE	RM'000	RM'000	RM'000	RM'000
ASSETS					
STASSET ASSETS					
Property, plant and equipment	4	1,391,721	1,313,288	577,243	584,751
development		1 573	879	2015	2006
Investment properties	ır.	126.525	127.961	50,4	2,5
Biological assets	9	109	195		·
Intangible assets	7	1,401	1,215	τ	
Investment in subsidiaries	œ	i	,	496,812	478,994
Investment in associates	o	89,775	105,017	43,089	44,347
Investment in jointly controlled					
entities	10	226,078	241,314	24,937	24,937
Other investments	1	130,315	125,167	122,070	117,212
Trade and other receivables	14	13,916	31	31	5
Deferred tax assets	12	579	431	а	,
	l I	1,984,992	1,919,236	1,266,166	1,252,256
CURRENT ASSETS					
Inventories	5	65,725	56,491	5,046	5,424
Trade and other receivables	14	1,478,508	1,414,898	1,530,570	1,528,427
Amount due from contract customers	15	57,302	ı	1	1
Current tax assets		2,168	2,163	321	227
Other investments	11	26,506	15,906	2,110	2,028
Fixed deposits with					
financial institutions	16	19,282	7,502	4,636	i
Cash and cash equivalents	17	260,513	469,414	135,815	314,691
		1,910,004	1,966,374	1,678,498	1,850,797
TOTAL ASSETS		3,894,996	3,885,610	2,944,664	3,103,053

The annexed notes form an integral part of these financial statements.

STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	NOTE	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	oration 2022 RM'000
EQUITY AND LIABILITIES					
EQUITY Reserves	8	1,152,173	1,171,452	778,320	752,283
Equity attributable to owners of the Corporation Non-controlling interests		1,152,173	1,171,452	778,320	752,283
TOTAL EQUITY		1,170,760	1,186,017	778,320	752,283
NON-CURRENT LIABILITIES					
Trade and other payables	25	13,917		,	
State government equity grant	19(a)	ì	6,199	(((((((((((((((((((6,199
for equity participant	19(b)	264.677	264.677	264 677	264 677
Development funds	20	116,020	103,935	116,020	103,935
Government term loans and					
other borrowings	21	1,642,689	973,891	1,472,999	886,807
Finance lease payables	22	1,282	227	ı.	s •
Deferred tax liabilities	12	42,884	38,418	í	£
Deferred income	23	169,591	181,608	78,239	82,862
Employee benefits	24	973	1,010	973	832
		2,252,033	1,569,965	1,932,908	1,345,312
CURRENT LIABILITIES					
Trade and other payables	25	204,741	89,407	4,300	3,651
Employee benefits	24	848	1,531	848	1,531
Deferred income	23	19,439	31,425	•	
Government term loans					
and other borrowings	2	246,782	1,002,719	228,288	1,000,276
Finance lease payables	22	352	51	1	,
Current tax liabilities		41	4,495	1	1
		472,203	1,129,628	233,436	1,005,458
TOTAL LIABILITIES		2,724,236	2,699,593	2,166,344	2,350,770
TOTAL EQUITY AND LIABILITIES		3,894,996	3,885,610	2,944,664	3,103,053

STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR 31 DECEMBER 2023

	NOTE	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000 R	ation 2022 RM'000
REVENUE	26	745,873	294,853	71,354	35,183
COST OF SALES		(648,918)	(183,769)	(1,249)	(321)
GROSS PROFIT	l	96,955	111,084	70,105	34,862
OTHER INCOME	27	84,153	61,775	19,291	14,926
DISTRIBUTION COSTS		(4,725)	(4,348)	E	
ADMINISTRATIVE EXPENSES	38	(178,016)	(177,210)	(29,199)	(27,391)
OTHER OPERATING EXPENSES		(36,623)	(51,918)	(32,590)	(44,497)
(LOSS)/PROFIT FROM OPERATIONS		(38,256)	(60,617)	27,607	(22,100)
FINANCE COSTS	28	(8,619)	(2,946)	(312)	(301)
NET IMPAIRMENT LOSSES ON FINANCIAL ASSETS		(85)	£	¢	
SHARE OF NET (LOSSES)/PROFIT OF EQUITY ACCOUNTED ASSOCIATES		(14,211)	18,136		
SHARE OF NET PROFITS OF JOINTLY CONTROLLED ENTITIES		21,191	28,639	ī	
GAIN ON DISPOSAL OF A SUBSIDIARY		,	-	9	,
LOSS ON DISPOSAL OF ASSOCIATES		(1,258)	•	(1,258)	ŧ.
(LOSS)/PROFIT BEFORE TAXATION	58	(41,238)	(16,787)	26,037	(22,401)
TAXATION	30	(4,085)	(2,124)		(33)
(LOSS)/PROFIT AFTER TAXATION		(45,323)	(18,911)	26,037	(22,434)

The annexed notes form an integral part of these financial statements.

STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR 31 DECEMBER 2023 (CONT'D)

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	tion 2022 RM'000
OTHER COMPREHENSIVE (EXPENSES)/INCOME Items that will not be reclassified subsequently to Profit or Loss Translation differences of				
foreign operations Revaluation surplus/(deficit) of	4,551	(1,041)	ì	ı
leasehold land and building	20,766	(8,994)		1
TOTAL COMPREHENSIVE (EXPENSES)/ INCOME FOR THE FINANCIAL YEAR	(20,006)	(28,946)	26,037	(22,434)
(LOSS)/PROFIT AFTER TAXATION ATTRIBUTABLE TO:- Owners of the Corporation	(44,446)	(14,785)	26,037	(22,434)
Non-controlling meresis	(45,323)	(4,126) (18,911)	26,037	(22,434)
TOTAL COMPREHENSIVE (EXPENSES)/ INCOME ATTRIBUTABLE TO:- Owners of the Corporation Non-controlling interests	(19,129) (877)	(24,820) (4,126)	26,037	(22,434)
	(20,006)	(28,946)	26,037	(22,434)

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	<	Non-Distr	ibutable	>			
	Capital Reserve RM'000		Translation Reserve RM'000	Revenue Reserve RM'000	Attributable to Owners of the Corporation RM'000	Non- controlling interests RM'000	Total Equity RM'000
The Group		3					
Balance at 1.1.2022 - As previously reported - Transfer from revenue reserve to revaluation reserve	353	140,956 28,719	1,381	1,053,582 (28,719)	1,196,272	16,485 -	1,212,757 -
- As restated	353	169,675	1,381	1,024,863	1,196,272	16,485	1,212,757
Loss after taxation for the financial year	82	*	-	(14,785)	(14,785)	(4,126)	(18,911)
Acquisition of a subsidiary	787 F	-	1=1	-	-	2,206	2,206
Other comprehensive expenses	-	(8,994)	(1,041)		(10,035)	-0	(10,035)
Transer from revaluation reserve to revenue reserve	-	(2,220)		2,220	-	-	
Balance at 31.12.2022	353	158,461	340	1,012,298	1,171,452	14,565	1,186,017

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

	<	Non-Distr	ibutable	>			
	Capital Reserve RM'000	11000.10	Translation Reserve RM'000	Revenue Reserve RM'000	Attributable to Owners of the Corporation RM'000	Non- controlling interests RM'000	Total Equity RM'000
The Group			*				
Balance at 1.1.2023	353	158,461	340	1,012,298	1,171,452	14,565	1,186,017
Loss after taxation for the financial year	2.0	12 ×	w <u>w</u> .,	(44,446)	(44,446)	(877)	(45,323)
Acquisition of a subsidiary	-	250	-	*	-	4,899	4,899
Increase in share of associates' net assets		-	_	(150)	(150)	15	(150)
Other comprehensive income		20,766	4,551	-	25,317	14	25,317
Transer from revaluation reserve to revenue reserve		(1,631)	-	1,631	-	-	-
Balance at 31.12.2023	353	177,596	4,891	969,333	1,152,173	18,587	1,170,760

STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

	Revenue	Total
	Reserve	Equity
	RM'000	RM'000
The Corporation		
Balance at 1.1.2022	774,717	774,717
Loss after taxation for the financial year	(22,434)	(22,434)
Balance at 31.12.2022/1.1.2023	752,283	752,283
Profit after taxation for the financial year	26,037	26,037
Balance at 31.12.2023	778,320	778,320

The annexed notes form an integral part of these financial statements.

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SARAWAK ECONOMIC DEVELOPMENT CORPORATION (Established under the Sarawak Economic Development Corporation Ordinance, 1972)

STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES (Loss)/Profit before taxation	(41,238)	(16,787)	26,037	(22,401)
Adjustments for:- Allowance for/(Reversal of) impairment loss on:				
- investment in subsidiaries		ı	1,102	19,432
- trade and other receivables	1,452	(294)	(554)	(862)
- investment properties	1 (36,430	1	*
 property, plant and equipment intangible assets 	(308)	0	1 1	1 4
Amortisation of:		ח	ı	ı
- deferred income	(7,097)	(6,521)	ı	ı
- intangible assets	282	55	ı	r
- government grant	(6,199)	(6,198)	(6,199)	(6,198)
- goodwill Bad debts written off	ος Ο ,	88 80 700	1 (. 6
Depreciation:))
- property, plant and equipment	40,125	39,407	4,474	4,530
- investment properties	2,111	2,081	ı	ı
- biological assets	31	31	í (1 .
Dividend income	(5,250)	(3,777)	(46,392)	(18,145)
Employee benefits obligations	(577)	405	(237)	405
(Gam)/Loss on disposal of - property, plant and equipment	(39)	(21)	(104)	_
- other investments	1	1,488		800
Loss on disposal of associates	1,258	, í	1,258	1
Gain on foreign exchange	, (ĺ		
- realised - unrealised	(340)	515 55		(110)
(Gain)/I oss on fair value changes in		Ē	ı	ı
- investment properties	(675)			í
- other investments	(5,389)	20,416	(4,858)	ı
Inventories written off	125	283		. 283
Property, plant and equipment written off	1,308	4		τ
Provision for stock obsolescence	258	1	r	ı
Interest expenses	8,619	2,946	312	302
Interest income	(9,230)	(7,007)	(12,798)	(9,710)
Share of net losses/(profits) of equity accounted associates	14,211	(18,136)	J	,
Share of net profits of equity accounted jointly controlled entities	(21,191)	(28,639)	ı	ı
Operating (loss)/profit before	(77 247)	16 406	(020 767)	. 400, 400,
The second of th	(110,12)	10,420	(606,10)	(264,16)
BALANCE CARRIED FORWARD	(27,317)	16,426	(37,959)	(31,492)

STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

ation 2022 RM'000	(31,492)	326	(11,902)	1	(2,711)	(45,779)	(302) 9,710	184 (464)	(36,651)		(90)	(50)		(1,950)	1	(23,731) 185,520	18,145	ŀ	(10,139)	1 1	4,514	-	172,334
The Corporation 2023 RM'000	(37,959)	379	2,436	1	884	(34,260)	(312) 12,798	(94) (304)	(22,172)		(60)	(0)		(18 920)	(202)	(3,819)	46,392	(4,636)	(3,677)	1 1	1 1	150	15,202
2022 RM'000	16,426	963 36,922	135,034	í	5,465 56	194,866	(2,900) 7,007	(3,718) (470)	194,785		(127)	(54) 359		(1,944)	ı i	ı i	18,530	(1,176)	(83,006)	(10,745)	8,767 4,144	499	(65,279)
The Group 2023 RM'000	(27,317)	(9,617) (10,478)	(78,978)	(57,302)	129,595 55	(54,042)	(8,619) 9,230	(4,421) (500)	(58,352)		(10.350)	(556) (556) 75		, ,			46,356	(11,780)	(96,224)	(4,907)	1 1	449	(76,946)
NOTE	BALANCE BROUGHT FORWARD	(Increase)/Decrease in inventories (Decrease)/Increase in deferred income	(increase)/Decrease in trade and other receivables increase in amount due from contract	customer (amount are not) to the contract	other payables Decrease in biological assets	CASH (FOR)/FROM OPERATIONS	Interest paid Interest received	Tax (paid)/refund Employee benefits paid	NET CASH (FOR)/FROM OPERATING ACTIVITIES	CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES Acquisition of jointly controlled	entities Against of their income.	Acquisition of intangible assets Decrease in land held for development	Acquisition of subsidiaries, net of cash and cash equivalents	acquired 31(c)		Advances to subsidiaries Advances repaid from associates	Dividend received	Increase in fixed deposits with maturity more than three months	Furchase of property, plant and equipment 32	Purchase of investment properties Net movement in associates	rroceeus non disposal of other investments Withdrawal of cash management fund	Proceeds from disposal of property, plant and equipment	NET CASH (FOR)/FROM INVESTING ACTIVITIES

The annexed notes form an integral part of these financial statements.

STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

	NOTE	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	on 2022 RM'000
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES Contribution by non-controlling interest Drawdown of term loan and		4,899	ě	1	ï
other borrowings Drawdown of revolving credit		92,716	20,562	1 1	î î
Repayment of term loan and other borrowings Repayment of lease payables		(197,298) (243)	(1,024)	(185,796)	(266)
Proceeds/(Disbursement) of development funds		12,085	(11,263)	13,890	(1,019)
NET CASH (FOR)/FROM FINANCING ACTIVITIES		(72,841)	8,271	(171,906)	(1,285)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(208,139)	137,777	(178,876)	134,398
EFFECTS OF FOREIGN EXCHANGE TRANSLATION		(762)	35	r	Е
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		469,414	331,602	314,691	180,293
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	1 71	260,513	469,414	135,815	314,691

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

CORPORATION INFORMATION -

development, community development, mineral and mining, commercial and socio-economic projects The Corporation is principally engaged in activities related to tourism and leisure, agro-food, property substantially through its investments in subsidiaries and associated companies. The Corporation is established under the Perbadanan Pembangunan Ekonomi Sarawak Ordinance, 1972 (Sarawak Cap.35). The registered office is located at Menara SEDC, Level 3-11, Lot 2787, Isthmus, off Jalan Bako, 93050 Kuching, Sarawak.

The financial statements were authorised for issue by the Board of Members in accordance with a resolution of the Members dated 19 April 2024.

BASIS OF PREPARATION N

The financial statements of the Group and the Corporation are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Private Entities Reporting Standard ("MPERS").

SIGNIFICANT ACCOUNTING POLICIES (7)

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS 3.1

Key Sources of Estimation Uncertainty

Management believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year other than as disclosed below:-

Depreciation of Property, Plant and Equipment <u>a</u>

change significantly as a result of technical innovations and competitors' actions in response to the market conditions. Changes in the expected level of usage and The estimates for the residual values, useful lives and related depreciation charges for the property, plant and equipment are based on commercial factors which could technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

Valuation of Investment Properties 9

Investment properties of the Group are reported at fair value which is based on valuations performed by independent professional valuers.

been applied in estimating prices for less readily observable external parameters. Other factors such as model assumptions, market dislocations and unexpected correlations can also materially affect these estimates and the resulting fair value. market rental and other factors used in the valuation process. Also, judgement has The independent professional valuers have exercised judgement in determining

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D) 3.1

Key Sources of Estimation Uncertainty (Cont'd)

(c) Impairment of Property, Plant and Equipment

The Group and the Corporation determine whether an item of their property, plant and equipment is impaired by evaluating the extent to which the recoverable amount of the asset is less than its carrying amount. This evaluation is subject to changes variety of methods is used to determine the recoverable amount, such as valuation reports and discounted cash flows. For discounted cash flows, significant judgement the assets, which involve uncertainties and are significantly affected by assumptions used and judgements made regarding estimates of future cash flows and discount is required in the estimation of the present value of future cash flows generated by rates which are subject to higher degree of estimation uncertainties due to volatility as market performance, economic and political situation of the country. in markets in which the Group and the Corporation operate.

(d) Impairment of Inventories

Reviews are made periodically by management on damaged, obsolete and slowchanges in these estimates could result in revisions to the valuation of inventories. moving inventories. These reviews require judgement and estimates.

(e) Impairment of Trade and Other Receivables

customer creditworniness, current economic construction of the payment profile when making a judgement to evaluate the adequacy of the allowance for impairment losses. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. If the expectation is experience for assets with similar credit risk characteristics. If the expectation is asset is impaired. Management specifically reviews its trade and other receivables An impairment loss is recognised when there is objective evidence that a financial and analyses their ageing profiles, historical bad debts, customer concentrations, customer creditworthiness, current economic trends and changes in the customer

Impairment of Investment in Subsidiaries, Jointly Controlled Entities, Associates and Other Investments E

The Group and the Corporation determine whether their investments in jointly controlled entities, associates and other investments is impaired by evaluating the This evaluation is subject to changes such as market performance, economic and discounted cash flows, significant judgement is required in the estimation of the of future cash flows generated by the assets, which involve uncertainties and are significantly affected by assumptions used and judgements extent to which the recoverable amount of the asset is less than its carrying amount. political situation of the country. A variety of methods is used to determine recoverable amount, such as valuation reports and discounted cash flows. made regarding estimates of future cash flows and discount rates. value

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D) 3.1

Key Sources of Estimation Uncertainty (Cont'd)

(g) Fair Value of Livestock

the species, age and growing condition to reflect differences in characteristics of the livestock; or the present value of expected net cash flows from the livestock when The fair value is measured based on either the market prices as at the reporting date adjusted with reference to market prices are unavailable. Any change in the estimates may affect the fair value ivestock are measured at fair value less costs to sell. of the livestock significantly.

(h) Income Taxes

tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax expense Corporation recognise tax liabilities based on their understanding of the prevailing for which the ultimate and computations for which the ultimate from the initial estimate. The Group and and deferred tax balances in the period in which such determination is made. certain transactions be different determination may

(i) Deferred Tax Assets

Deferred tax assets are recognised for all deductible temporary differences or unused tax losses or unabsorbed capital allowances to the extent that it is probable that future taxable profits would be available against which the deductible temporary Management judgement is required to determine the amount of deferred tax assets that can be recognised, based on the assessment of the probability of the future differences or unused tax losses or unabsorbed capital allowances could be utilised. taxable profits.

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the Group's and the Corporation's accounting policies which will have a significant effect on the amounts recognised in the financial statements other than as disclosed below:-

(a) Classification of Leasehold Land

The classification of leasehold land as a finance lease or an operating lease requires the use of judgement in determining the extent to which risks and rewards incidental to its ownership lie. Despite the fact that there will be no transfer of ownership by the end of the lease term and that the lease term does not constitute the major part of the indefinite economic life of the land, management consider that the present value of the minimum lease payments approximates to the fair value of the land at the inception of the lease. Accordingly, management judge that the Group has acquired substantially all the risks and rewards incidental to the ownership of the land through

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.2 BASIS OF CONSOLIDATION

The consolidated financial statements include the financial statements of the Corporation and its subsidiaries made up to the end of the reporting period. Subsidiaries are entities controlled by the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities

Subsidiaries are consolidated from the date on which control is transferred to the Group up to the effective date on which control ceases, as appropriate consolidation. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure o are eliminated Intragroup transactions, balances, income and expenses consistency of accounting policies with those of the Group.

(a) Business Combinations

purchase method, the cost of a business combination is measured at the aggregate of the fair values at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued plus any costs directly attributable to the Acquisitions of businesses are accounted for using the purchase method. business combination. If an associate becomes a subsidiary, the Group remeasures its previously held equity interests to fair value and any corresponding gain or loss is recognised in profit or loss. The remeasured carrying amount forms part of the cost of business

Non-controlling interests in the acquiree are measured at the non-controlling interest's proportionate share of the acquiree's recognised identifiable net assets at the date of acquisition.

(b) Non-controlling Interests

Non-controlling interests are presented within equity in the consolidated statement of financial position, separately from the equity attributable to owners of the Corporation. Profit or loss and each component of other comprehensive income are attributed to the Total comprehensive is attributed to non-controlling interests even if this results in the nonowners of the Corporation and to the non-controlling interests. controlling interests having a deficit balance.

Changes in Ownership Interests in Subsidiaries Without Change of Control 0

All changes in the parent's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. Any difference between the amount by which the non-controlling interest is adjusted and the fair value of the consideration paid or received is recognised directly in the equity of the Group.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.2 BASIS OF CONSOLIDATION (CONT'D)

(d) Loss of Control

Upon the loss of control of a subsidiary, the Group recognises any gain or loss in profit or loss which is calculated as the difference between the proceeds from the disposal of the subsidiary and its carrying amount at the date of disposal.

accounted for as a financial asset from the date the entity ceases to be a subsidiary, provided that it does not become an associate or a jointly controlled entity. The carrying amount on that date is regarded as the cost of the initial measurement of that investment is the former subsidiary, any interest in Group retains the financial asset. If the

3.3 GOODWILL

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses, if any. Amortisation is recognised in profit or loss on a straight-line method over a period of 10 years. Under the purchase method, any excess of the cost of business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities recognised, is recorded as goodwill. Where the latter amount exceeds the former, after reassessment, the excess represents a bargain purchase gain (negative goodwill) and is recognised in profit or loss immediately. Goodwill arises on the acquisition of equity-accounted associates is recorded as part of the carrying amount at the date of acquisition. The Group adjusts its share of the post acquisition profits or losses of associates to account for the amortisation of the goodwill.

3.4 FUNCTIONAL AND FOREIGN CURRENCIES

(a) Functional and Presentation Currency

The individual financial statements of each entity in the Group are presented in the currency of the primary economic environment in which the entity operates, which is the functional currency. The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is the Corporation's functional and presentation currency.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.4 FUNCTIONAL AND FOREIGN CURRENCIES (CONT'D)

(b) Foreign Currency Transactions and Balances

Transactions in foreign currencies are converted into the respective functional currencies on initial recognition using exchange rates at the transaction dates. At the end of the reporting period, foreign currency monetary assets and liabilities are retranslated at the exchange rates of that date. Non-monetary assets and liabilities denominated in foreign currencies are not retranslated at the end of the reporting All foreign currency exchange differences arising from the settlement of monetary items or on the retranslation of monetary items are recognised in profit or loss in the period in which they arise.

(c) Foreign Operations

Assets and liabilities of foreign operations (including any goodwill and fair value adjustments arising on acquisition) are translated to the Group's presentation currency at the exchange rates at the end of the reporting period. Income, expenses and other comprehensive income of foreign operations are translated at exchange translation are taken directly to other comprehensive income and accumulated in equity; attributed to the owners of the Corporation and non-controlling interests, as exchange differences arising ₹ rates at the dates of the transactions. appropriate.

relation to partial disposal of a subsidiary that does not result in the Group losing On the disposal of a foreign operation, all of the exchange differences accumulated of accumulated exchange in equity in respect of that foreign operation are not reclassified to profit or loss. the proportionate share differences are reattributed to non-controlling interests. control over the subsidiary,

In the consolidated financial statements, when the settlement of an intragroup loan is neither planned nor likely to occur in the foreseeable future, the exchange differences arising from translating such monetary item are considered to form part other .⊆ of a net investment in the foreign operation and are recognised comprehensive income. The cumulated foreign currency differences reclassified to profit or loss on the disposal of the net investment.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 FINANCIAL INSTRUMENTS

(a) Initial Recognition and Measurement

Financial assets and financial liabilities are recognised in the statements of financial position when the Group and the Corporation have become a party to the contractual provisions of the instruments.

A financial instrument is recognised initially at the transaction price, including transaction costs. For a financial asset or a financial liability that is subsequently measured at fair value through profit or loss, transaction costs are recognised in profit or loss when incurred.

(b) Subsequent Measurement

Debt instruments that are classified as current assets or current liabilities are measured at the undiscounted amount of cash or other consideration expected to be paid or received. Other debt instruments are measured at amortised cost using the effective interest method. Investments in non-puttable ordinary shares are measured at cost less impairment unless the shares are publicly traded or their fair value can otherwise be measured reliably without undue cost or effort, in which case the investments are measured at fair value with changes in fair value recognised in profit or loss.

Other than the above, all financial assets and financial liabilities are measured at fair value with changes in fair value recognised in profit or loss.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 FINANCIAL INSTRUMENTS (CONT'D)

(c) Derecognition

rights to the cash flows from the financial asset expire or are settled, or control of the asset is not retained or substantially all of the risks and rewards of ownership of derecognised and the consideration received (including any newly created rights and obligations) is recognised in profit or loss. A financial asset or a part of it is derecognised when, and only when, the contractual the financial asset are transferred to another party. On derecognition of a financial asset, the difference between the carrying amount of the financial asset

specified in the contract is discharged, cancelled or expires. A substantial modification to the terms of an existing financial liability is accounted for as an A financial liability or a part of it is derecognised when, and only when, the obligation extinguishment of the original financial liability and the recognition of a new financial liability. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss. For this purpose, the Group and the Corporation consider a modification as substantial if the present value of the revised cash flows of the modified terms discounted at the original effective interest rate differs by 10% or more when compared with the carrying amount of the original liability.

3.6 INVESTMENTS IN SUBSIDIARIES

of the The cost of the investments includes Investments in subsidiaries are measured in the statement of financial position Corporation at cost less any impairment losses. The cost of the investments in transaction costs,

3.7 INVESTMENTS IN ASSOCIATES

An associate is an entity over which the Group has significant influence and that is neither a subsidiary nor an interest in a joint venture.

using the equity method based on the financial statements of the associate made up to 31 December 2023. The Group's share of the post-acquisition profits and other comprehensive after adjustment if any, to align the accounting policies with those of the Group, from the date that significant influence commences up to the effective date on which significant The investment in an associate is accounted for in the consolidated financial statements income of the associate is included in the consolidated statement of comprehensive income, influence ceases. Dividends received and receivable from associates are recognised as reduction in the carrying amount of the investment.

When the Group's share of losses exceeds its interest in an associate, the carrying amount of that interest 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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.7 INVESTMENTS IN ASSOCIATES (CONT'D)

Unrealised gains and losses on transactions between the Group and the associate are eliminated to the extent of the Group's interest in the associate.

between the fair value of any retained interest plus proceeds from the interest disposed of When the Group loses significant influence over an associate as a result of a full or partial disposal, any retained interest in the former associate at the date is measured at fair value and this amount is regarded as the initial carrying amount of a financial asset. The difference and the carrying amount of the investment at that date is recognised in profit or loss. In addition, any gains or losses previously recognised in other comprehensive income are also reclassified to 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. In the separate financial statements of the Corporation, investments in associates are stated at cost less any impairment losses. The cost of the investment includes transaction costs. Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition. Any gain or loss arising from the disposal of an cost less any impairment losses. The cost of the investment includes transaction costs. associate is recognised in profit or loss.

3.8 INVESTMENTS IN JOINTLY CONTROLLED ENTITIES

A jointly controlled entity is a corporation, partnership or other entity over which there is a contractual arrangement between the parties that have joint control over the economic activity of the entity The Group accounts for its interest in the jointly controlled entities using the equity method based on the financial statements of the jointly controlled entities made up to 31 December 2023. The Group's share of the post-acquisition profits and other comprehensive income of the jointly controlled entities is included in the consolidated statement of comprehensive the date that significant influence commences up to the effective date on which significant influence ceases. Dividends received and receivable from jointly controlled entities are income, after adjustment if any, to align the accounting policies with those of the Group, from ecognised as a reduction in the carrying amount of the investment.

profits of the jointly controlled entities arising before or after the date of acquisition. Any gain or loss arising from the disposal of a jointly controlled entity is recognised in profit or loss. In the separate financial statements of the Corporation, investments in jointly controlled entities are stated at cost less any impairment losses. The cost of the investment includes Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated transaction costs.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.9 PROPERTY, PLANT AND EQUIPMENT

All items of property, plant and equipment are initially measured at cost. Cost includes expenditure that are directly attributable to the acquisition of the asset and other costs directly attributable to bringing the asset to working condition for its intended use.

Subsequent to initial recognition, all property, plant and equipment, other than freehold land, are stated at cost less accumulated depreciation and any impairment losses. Freehold land is stated at valuation less any impairment losses recognised after the date of the revaluation. Freehold land is revalued periodically. Surpluses arising from the revaluation are recognised in other comprehensive income and accumulated in equity under the revaluation reserve to the extent that it reverses a revaluation deficit of the same asset previously recognised in profit or loss. Deficits arising from the revaluation, to the extent that they are not supported by any previous revaluation surpluses, are recognised in profit or loss. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when the cost is incurred and it is probable that the future economic benefits associated with the asset will flow to the Group or the Corporation and the cost of the asset can be measured reliably. The carrying amount of parts that are replaced is derecognised. Freehold land is not depreciated. Depreciation on other property, plant and equipment is charged to profit or loss on a straight-line method to write off the depreciable amount of the assets over their estimated useful lives. The principal annual rates used for this purpose

Long leasehold land	2%
Short leasehold land	2%
Buildings and improvements	2% - 33.33%
Leasehold improvements	2% - 20%
Plant, machinery and equipment	2% - 33.33%
Vessel	10%

and Crockery, glassware, cutlery and linen for subsidiaries involved in hotel operations Additions operation. replacements are written off in the year in which they are acquired. level requirement for normal at the minimum capitalised

Capital work-in-progress included in property, plant and equipment are not depreciated as these assets are not yet available for use.

significant change since the last annual reporting date in the pattern by which the Group and the Corporation expect to consume an asset's future economic benefits. Any changes are depreciation method, useful lives and residual values will be reviewed if there accounted for as a change in accounting estimate.

Any gain or loss arising from the disposal of property, plant and equipment is recognised in profit or loss. The revaluation reserve included in equity is transferred directly to retained profits on retirement or disposal of the asset.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 INVESTMENT PROPERTIES

Investment properties are properties which are owned or held under a leasehold interest to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative

properties are initially measured at cost. Cost includes expenditure that is directly attributable to the acquisition of the investment property. Investment

Subsequent to initial recognition, hotel and investment properties are stated at fair value if the fair value can be measured reliably without undue cost or effort. Any changes in the fair value of investment properties are recognised in profit or loss in the year in which they arise.

Any gain or loss arising from the disposal of investment properties is recognised in profit or

3.11 INTANGIBLE ASSETS

that are attributable to the assets will flow to the Group, the cost or value of the assets can be measured reliably and the assets do not result from expenditure incurred internally on an intangible asset. Intangible assets are amortised over 5 to 10 years. ntangible assets are recognised when it is probable that expected future economic benefits

3.12 IMPAIRMENT

(a) Impairment of Financial Assets

All financial assets (except for financial assets measured at fair value through profit or loss) are assessed for impairment at each reporting date when there is objective evidence of impairment.

difference between the financial asset's carrying amount and the present value of estimated cash flows discounted at the financial asset's original effective rate. financial asset measured at amortised cost, the impairment loss is the æ

For a financial asset measured at cost less impairment, the impairment loss is the difference between the financial asset's carrying amount and the best estimate of the amount that would be received for the financial asset if it were to be sold at the reporting date.

All impairment losses are recognised in profit or loss immediately.

If, in a subsequent period, the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment loss was recognised, the previous recognised impairment loss is reversed to the extent that the carrying amount of the financial asset does not exceed its amortised cost at the reversal date. The amount of impairment reversal is recognised in profit or loss.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12 IMPAIRMENT (CONT'D)

(b) Impairment of Non-Financial Assets

Impairment of Assets does not apply, are reviewed at the end of each reporting period for impairment when there is an indication that the assets might be impaired. The carrying values of non-financial assets, other than those to which Section 27 -

impairment loss shall be recognised. The recoverable amount of an asset is the Impairment is measured by comparing the carrying values of the assets with their recoverable amount, the asset is written down to its recoverable amount and an costs to sell and its value in use, which is measured by reference to discounted future cash flows using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where it is not possible to estimate the recoverable amount of Corporation determine the recoverable amount of the cash-generating unit to which the asset belongs. Goodwill acquired in generating units of the Group that is expected to benefit from the synergies of the a business combination is, from the acquisition date, allocated to each of the cashcombination, irrespective of whether other assets or liabilities of the acquiree are asset exceeds ä When the carrying amount of Group and the higher of the asset's fair value less an individual asset, the amounts. assigned to those units. recoverable

the same asset. Any impairment loss recognised in respect of a cash-generating An impairment loss is recognised in profit or loss unless the asset is carried at its revaluation decrease to the extent of a previously recognised revaluation surplus for unit is allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit and then to reduce the carrying amounts of the other assets in treated a revalued asset is ō he cash-generating unit on a pro rata basis. oss revalued amount. Any impairment

have been determined (net of amortisation and depreciation) if no impairment loss In respect to non-financial assets other than goodwill, when there is a change in the estimates used to determine the recoverable amount, a subsequent increase in the recoverable amount of an asset is treated as a reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would had been recognised. The reversal is recognised in profit or loss immediately unless the asset is carried at its revalued amount, in which case the reversal impairment loss is treated as a revaluation increase.

3.13 LEASED ASSETS

(a) Finance Lease

the risks and rewards incidental to ownership. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is A lease is recognised as a finance lease if it transfers substantially to the Group all accounted for in accordance with the accounting policy applicable to that asset. corresponding liability is included in the statement of financial position as purchase payables.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.13 LEASED ASSETS (CONT'D)

(a) Finance Lease (Cont'd)

Minimum lease payments made under finance leases are apportioned between the finance costs and the reduction of the outstanding liability. The finance costs, which represent the difference between the total leasing commitments and the fair value of the assets acquired, are recognised in the profit or loss and allocated over the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability for each accounting period.

(b) Operating Lease

All leases that do not transfer substantially to the Group all the risks and rewards incidental to ownership are classified as operating leases and, the leased assets are not recognised on the statement of financial position of the Group. Payments made under operating leases are recognised as an expense in the profit or loss on a straight-line method over the term of the lease.

3.14 INVENTORIES

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises the purchase price and incidentals incurred in bringing the inventories to their present location and condition.

cost is measured using the specific identification method. For homogeneous items of inventory, cost is determined on either a first-in first-out basis or a weighted average cost formula. Net For items of inventory that are individually significant or are segregated for individual projects, realisable value is determined on an item-by-item basis or on group of similar items basis.

impaired by comparing the carrying amount of each item of inventory with its selling price less costs to complete and sell. If an item of inventory is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised in profit or At each reporting date, the Group and the Corporation assess whether any inventories oss immediately. For the foreign incorporated subsidiary, livestock inventory is recorded in accordance with MPERS 34 "Agriculture" which requires that livestock be reported at their market value at each reporting date. Net market value is the amount which could be expected to be received from the disposal of the livestock in an active and liquid market after deducting costs expected to be incurred in realising the proceeds of such a disposal. The method takes into in accordance with Directors valuation based on current sale yard reports or actual sales account the different types and weights of animals. Prices for each category are established achieved by the foreign subsidiary. Net increments and decrements in the net market value of livestock are recognised in the statement of comprehensive income as revenue or expenses in the financial year in which they occur.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.15 BIOLOGICAL ASSETS

plantation and pasture development expenditure breeder heifers, development expenditure. assets Biological

impairment losses. Cost of breeder heifers are based on the weighted average of the purchase accumulated accumulated amortisation and are measured at cost less Breeder heifers

ŏ Pasture development expenditure incurred in the planting and maintenance of immature areas of pasture is capitalised as pasture development expenditure and amortised over 5 years. Upon statement the 2 charged expenditure is maintenance subsednent comprehensive income.

cultivation of oil palm plantation. These biological assets are measured using the cost model as the fair value cannot be measured reliably without undue cost or effort because an external professional valuation would involve significant costs that substantially exceed the benefits to users, there are no comparable market prices and significant uncertain variables would be Plantation development expenditure comprise costs and other expenses incurred in needed to perform an internal valuation.

3.16 LAND HELD FOR PROPERTY DEVELOPMENT

Land held for future property development represents land on which no significant development work has been undertaken or where development activities are not expected to be completed within the normal operating cycle. Land held for future property development is stated at cost less any accumulated impairment losses. The cost comprises cost associated with the purchase of land, conversion fees and other relevant levies, and an appropriate proportion of common infrastructure costs.

developed less the estimated costs of completion and the estimated costs necessary in selling the properties. If future development layout plan is not available, the replacement cost of the land held for future property development will be the best available measure of the net Net realisable value represents the estimated selling price of intended properties that to be

when development activities have commenced and are expected to be completed within the Land held for future property development is transferred to property development cost category normal operating cycle.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.17 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash in hand, bank balances and demand deposits. For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts and pledged fixed deposits with licensed banks.

3.18 PROVISIONS

Provisions are recognised when the Group and the Corporation have a present obligation (legal or constructive) as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reporting period and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the provision is the present value of the estimated reliable estimate of the amount can be made. Provisions are reviewed at the end of each expenditure required to settle the obligation. The discount rate shall be a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the iability. The unwinding of the discount is recognised as interest expense in profit or loss

3.19 EMPLOYEE BENEFITS

(a) Short-term Benefits

basis and are recognised in profit or loss in the period in which the associated services are rendered by employees of the Group and the Corporation. Wages, salaries, paid annual leave and bonuses are measured on an undiscounted

(b) Defined Contribution Plans

The Group's and the Corporation's contributions to defined contribution plans are recognised in profit or loss in the period to which they relate. Once the contributions have been paid, the Group and the Corporation have no further liability in respect of the defined contribution plans.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.20 INCOME TAXES

(a) Current Tax

Current tax assets and liabilities are the expected amount of income tax recoverable or payable to the taxation authorities.

of loss except to extent that the tax relates to items recognised outside profit or loss Current taxes are measured using tax rates and tax laws that have been enacted or substantively enacted at the end of the reporting period and are recognised in profit (either in other comprehensive income or directly in equity).

(b) Deferred Tax

Deferred tax is recognised using the liability method for all temporary differences other than those that arise from goodwill or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of transaction, affects neither accounting profit nor taxable profit. Deferred tax assets and liabilities are 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 the tax rates that have been enacted or substantively enacted at the end of the reporting period. Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. The carrying amounts of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no onger probable that the related tax benefits will be realised.

recognised is measured using the tax rates that would apply on sale of those assets at their carrying value at the reporting date unless the property is depreciable and is held with the objective to consume substantially all of the economic benefits embodies in Where investment properties are carried at their fair value, the amount of deferred tax the property over time, rather than through sale. Current and deferred tax items are recognised in correlation to the underlying transactions either in profit or loss, other comprehensive income or directly in equity. Deferred tax arising from a business combination is adjusted against goodwill or negative goodwill. Current tax assets and liabilities or deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same taxable entity (or on different tax entities but they intend to settle current tax assets and liabilities on a net basis) and the same taxation authority

3.21 BORROWING COSTS

costs that are not directly attributable to the acquisition, construction or of a qualifying asset are recognised in profit or loss using the effective interest Borrowing production method

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.22 STATE GOVERNMENT EQUITY GRANT

The State Government Equity Grant represents funds injected into the Corporation by the State Government of Sarawak to finance investments in subsidiaries which undertake commercial projects.

The State Government Equity Grant will be amortised over 5 years commencing from 2019.

STATE GOVERNMENT CONTRIBUTION FOR EQUITY PARTICIPATION 3.23

The State Government Contribution for equity participation represents funds injected into the Corporation by the State Government of Sarawak to finance investments in subsidiaries.

The State Government Contribution for Equity Participation is repayable only upon request by the State Government when investments in subsidiaries are disposed.

3.24 DEVELOPMENT FUNDS

Development funds are assistance by government in the form of a transfer of resources to an entity in return for past or future compliance with certain conditions relating to the operating activities of the entity.

are are Development funds received before the revenue recognition criteria are satisfied recognised as liabilities in the statement of financial position. The development funds measured at transacted price of proceeds.

3.25 DEFERRED INCOME

Deferred income comprises government grants, rental income and membership fees.

is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Grants that compensate the Group and the Corporation for expenses incurred are recognised as income over the Deferred income are recognised initially at their fair value in the statement of financial periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Grants that compensate the Group and the Corporation for the cost of an asset are recognised as income on a systematic basis over the useful life of the asset. position as deferred income where there

Rental income and membership fees received in advance are recognised as revenue on a straight-line basis throughout the lease term and membership period.

3.26 CONTINGENT LIABILITIES

not wholly within the control of the Group and the Corporation. It can also be a present A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence of one or more uncertain future events obligation arising from past events that is not recognised because it is not probable that an outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

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SARAWAK ECONOMIC DEVELOPMENT CORPORATION

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.26 CONTINGENT LIABILITIES (CONT'D)

to the financial statements, unless the probability of outflow of economic benefits is remote. When a change it will then be in the probability of an outflow occurs so that the outflow is probable, contingent liability is not recognised but is disclosed in the notes recognised as a provision.

3.27 REVENUE AND OTHER INCOME

Revenue is measured at the fair value of the consideration received or receivable, net of returns, goods and services tax, cash and trade discounts.

(a) Sales of Goods

Revenue from sale of goods is recognised when significant risks and rewards of ownership of the goods have been transferred to the buyer and where the Group and the Corporation do not have continuing managerial involvement and effective control over the goods sold.

(b) Services

transaction can be estimated reliably by reference to the stage of completion at the end of the reporting period. When the outcome of the transaction cannot be Revenue is recognised upon the rendering of services and when the outcome of the estimated reliably, revenue is recognised to the extent of the expenses incurred that are recoverable.

(c) Interest Income

Interest income is recognised on an accrual basis using the effective interest

(d) Dividend Income

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

(e) Rental Income

Rental income is accounted for on a straight-line method over the lease term.

(f) Government Grants

Government grants are recognised as income at their fair value when the proceeds are receivable and all attached conditions are met.

Grant received when the Group and the Corporation have yet to comply with all attached conditions are recognised as a deferred income and recognised as income when all performance conditions are met.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTING POLICIES (CONT'D) 3

AMOUNT DUE FROM CONTRACT CUSTOMERS 3.28

and variable overheads incurred in the Group's contract activities based on normal operating capacity. If progress billings exceed costs incurred plus recognised profits, then the difference is presented as gross amount due to contract customers for contract works. Amount due from contract customers for contract works represent the gross unbilled amount expected to be collected from customer for contract works performed to date. It is measured at cost plus profit recognised to date less progress billings and recognised losses, if any. Cost includes all expenditure related directly to specific projects and an allocation of fixed

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

4. PROPERTY, PLANT AND EQUIPMENT

The Group Carrying Amount	At 1,1,2023 RM'000	Additions RM'000	Disposals RM'000	Write off / RM'000	Adjustments RM'000		Revaluation Adjustment RM'000	Exchange Differences RM'000	Depreciation Charged to Development Grant (Note 23) RM'000	Depreciation Charges RM'000		At 31.12.2023 RM'000
Freehold land	495,848	578	-	(126)	*	~	-	6,740	-	-	-	503,040
Long leasehold land	152,914	-	-	-	-	-	(10,636)	-	-	(2,503)	-	139,775
Short leasehold land	13,350	-	(45)	-	-	_	-	~	-	(528)	-	12,777
Buildings and improvements	540,593	7,899	(132)	(232)	(3)	86,262	31,447	352	(6,428)	(25,367)	309	634,700
Plant, machinery and equipment	45.602	15,507	(232)	(1)	837	8,228	-	244	(0,120)	(9,880)	-	60,305
Leasehold improvements	15,707	785	_	(42)	-	-	_	427		(1,507)	-	15,370
Vessel	2.898	15	_	(669)	_	_		-	_	(340)		1,904
Capital and construction work-	-,,,,,	,,,		(300)					=	(340)	-	1,904
in-progress	46,376	73,039	-	(238)	(837)	(94,490)		-	-	-	-	23,850
	1,313,288	97,823	(409)	(1,308)	(3)	-	20,811	7,763	(6,428)	(40,125)	309	1,391,721

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

4. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

The Group	At 1.1.2022 RM'000	Additions RM'000	cquisition of subsidiary RM'000	Disposals RM'000	Write off RM'000	Adjustments RM'000	Transfer RM'000	Revaluation Adjustment RM'000	Exchange Differences RM'000	(Depreciation Charges RM'000	At 31.12.2022 RM'000
Carrying Amount												
Freehold land Long leasehold land Short leasehold land Buildings and improvements Plant, machinery and equipment Leasehold improvements Vessel Capital and construction work-in progress	496,027 166,498 13,877 494,264 41,017 16,584	1,534 - - 1,827 11,677 697 672	- - 1 - 2,440	- - (478) - -	(3) (1)	- - (987) - - - (600)	72,832 6,071 (1) -	(884) (11,013) - 1,373 - - -	(829) - - (91) (51) (106) -	- (6,629) - - -	(2,572) (527) (21,993) (12,634) (1,467) (214)	495,848 152,914 13,350 540,593 45,602 15,707 2,898 46,376
	1,287,265	83,288	2,441	(478)	(4)	(1,587)	144	(10,524)	(1,077)	(6,629)	(39,407)	1,313,288

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

4. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

					Charged to		
					Development		
	At				Grant	Depreciation	At
	1.1.2023	Additions		Adjustments	,	Charges	31.12.2023
The Corporation	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Carrying Amount							
Freehold land	366,005	23	-	-	-	-	366,028
Long leasehold land	3,672	-	-	-	-	-	3,672
Short leasehold land	19,420	-	(45)	_	~	(526)	18,849
Buildings and improvements	185,319	352	_	(236)	(6,428)	(3,200)	175,807
Plant, machinery and equipment	2,199	296	(2)	-	-	(748)	1,745
Capital and construction work-in							
progress	8,136	3,006	-	-	-	-	11,142
	584,751	3,677	(47)	(236)	(6,428)	(4,474)	577,243

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

4. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	At 1,1,2022	Additions	Disposals	Write-off	Transfer	Adjustments	Depreciation Charged to Development Grant (Note 23)	Depreciation Charges	At 31.12.2022
The Corporation	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Carrying Amount									
Freehold land	364,946	1,059	-	-	-	-	-	-	366,005
Long leasehold land	3,672	-	-	-	-	-	-	-	3,672
Short leasehold land	19,946	-	-	-	-	-	-	(526)	19,420
Buildings and improvements	189,719	1,149	-	-	5,268	(987)	(6,629)	(3,201)	185,319
Plant, machinery and equipment	2,700	304	(1)	(1)	-	-	-	(803)	2,199
Capital and construction work-in									
progress	5,777	7,627	-	-	(5,268)	-	-		8,136
	586,760	10,139	(1)	(1)	-	(987)	(6,629)	(4,530)	584,751

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

PROPERTY, PLANT AND EQUIPMENT (CONT'D) 4

The Group	At Cost RM'000	At Valuation RM'000	Accumulated Depreciation RM'000	Accumulated Impairment RM'000	Carrying Amount RM'000
31.12.2023					
Freehold land Long leasehold land Short leasehold land Buildings and improvements Plant, machinery and equipment Lease improvements Vessel Capital and construction work-in progress	421,870 11,238 21,413 360,826 245,951 41,907 2,712 24,127 1,130,044	81,170 130,594 399,946	(1,998) (8,636) (122,152) (185,300) (26,537) (808) (194) (345,625)	(59) (3,920) (346) - - (83) (4,408)	503,040 139,775 12,777 634,700 60,305 15,370 1,904 23,850 1,391,721
The Group	At Cost RM'000	At Valuation RM'000	Accumulated Depreciation RM'000	Accumulated Impairment RM'000	Carrying Amount RM'000
31.12.2022					
Freehold land Long leasehold land	421,417 83,838	74,431 74,554	(5,419)	(69)	495,848
Short leasehold land Buildings and improvements	440,478	229,886	(8,109) (119,999)	(9,772)	13,350 540,593
Plant, machinery and equipment Lease improvements	226,407	1 1	(180,459)	(346)	45,602
Vessel	3,614	j	(716)	ı	2,898
Capital and construction work-in progress	46,653	k.	(194)	(83)	46,376
8	1,284,388	378,871	(339,711)	(10,260)	1,313,288

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

PROPERTY, PLANT AND EQUIPMENT (CONT'D) 4

	Cost RM'000	Valuation RM'000	on Depreciation	Accumulated Impairment RM'000	Carrying Amount RM'000
31.12.2023					
36	366,028	1,154	(41)	3 1	366,028
Short leasehold land Buildings and improvements Plant, machinery and equipment Capital and construction work in	27,351 262,852 18,260	f	(8,502) (86,871) (16,515)	(174)	18,849 175,807 1,745
	11,142	ı	Ē		11,142
89	688,192	1,154	(111,929)	(174)	577,243
The Corporation	At Cost RM'000	At Valuation RM'000	At Accumulated Accumulated on Depreciation Impairment 00 RM'000 RM'000	Accumulated Impairment RM'000	Carrying Amount RM'000
31.12.2022					
Freehold land 36	366,005	ι	ı	i	366,005
	2,559	1,154	(41)	•	3,672
	27,397	1	(7,977)	1	19,420
Buildings and improvements 26	262,735	,	(77,242)	(174)	185,319
Plant, machinery and equipment Canital and construction work in	18,315	ı	(16,116)	•	2,199
	8,136	ı		,	8,136
899	685,147	1,154	(101,376)	(174)	584,751

- The land titles for landed properties of the Corporation and certain subsidiaries of the Group have yet to be issued by the relevant authorities. <u>(a)</u>
- Included in property, plant and equipment of the Group are the following assets which have been charged to licensed banks as securities for banking facilities granted to the Group as disclosed in Note 21. **9**

dn	2022	RM'000	129,718	6,800	136,518	
The Group	2023	RM'000	137,013	6,800	143,813 136,518	
			Freehold lands	Buildings		

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT PROPERTIES S.

The Group

	2023	2022
At Fair Value	RM'000	RM'000
Carrying Amount		
At 1 January	81,760	118,190
Changes in fair value recognised in profit or loss	675	(36,430)
	(30)	1
At 31 December	82,405	81,760

The fair value of investment properties of the Group were based on valuations performed by accredited independent valuer in Sarawak, using depreciated replacement cost method and by reference to comparable market prices of similar property of recent transactions within the area of the subject property.

	The Group 2023	oup 2022
At Cost	RM'000	RM'000
Carrying Amount		
At 1 January Depreciation charges	46,201 (2,081)	48,282 (2,081)
At 31 December	44,120	46,201
Total carrying amount of hotel and investment properties	126,525	127,961
	The Group	dno
	2023 RM'000	2022 RM'000
Represented by:- Building, at fair value	62,229	61,584
Building, at cost Leasehold land, at fair vatue	44,120 20,176	46,201 20,176
	126,525	127,961

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

BIOLOGICAL ASSETS <u>ග</u>

The Group 2023 2022 RM'000 RM'000	109 164	The Group 2023 2022 RM'000 RM'000	2,568 2,568		(1,913) (1,913)	31	The Group 2023 2022 RM'000 RM'000	7,725 7,725	(3,304) (3,304)	(4,421) (4,421)	(4,421) (4,421)
	Breeder heifers, at cost Pasture development expenditure* Oil palm plantation**	*Pasture development expenditure:	<u>Cost</u> At 1 January and 31 December	Accumulated <u>Depreciation</u> At 1 January Charge for the financial year	At 31 December Accumulated Impairment Loss At 1 January and 31 December	solitorial	"Oil paim plantation:	<u>Cost</u> At 1 January and 31 December	Accumulated Depreciation At 1 January and 31 December	Accumulated Impairment Loss At 1 January	At 31 December

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INTANGIBLE ASSETS

The Group	At 1.1.2023 RM'000	Additions RM'000	Amortisation RM'000	Impairment Loss RM'000	Exchange Differences RM'000	At 31.12.2023 RM'000
Carrying Amount						
Computer software Corporate membership Goodwill	397 21 797	556	(265) (17) (89)	1 1 1	1 1	688 5 708
maga	1,215	556	(371)		_	1,401
The Group	At 1.1.2022 RM'000	Additions RM'000	Amortisation RM'000	Impairment Loss RM'000	Exchange Differences RM'000	At 31.12.2022 RM'000
Carrying Amount						
Computer software Corporate membership Goodwill	381	54 - 885	(38) (16) (88)	(6)	. (5)	397 21 797
	428	939	(142)	(6)	(1)	1,215
The Group		At Cost RM'000	Accumulated Amortisation RM'000	Accumulated Impairment RM'000	Exchange Differences RM'000	Carrying Amount RM'000
31.12.2023						
Computer software Corporate membership Film financing "Rajah"		1,141 123 920	(453) (74) (920)	(45)	, ,	688
Goodwill	Zive	885	(177)	1		708
	SERVICE	3,069	(1,624)	(45)	-	1,401

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INTANGIBLE ASSETS (CONT'D)

The Group 31.12.2022	At Cost RM'000	At Accumulated Accumulated ost Amortisation Impairment 00 RM'000 RM'000	Accumulated Impairment RM'000	Carrying Amount RM'000
Computer software	585	(188)	1	397
Corporate membership	123	(57)	(45)	21
Film financing "Rajah"	920	(920)	. 1	,
	885	(88)	•	797
	2,513	(1,253)	(45)	1,215

The filim financing "Rajah" represent the amount invested through the equity barter agreement entered between a subsidiary, Hemisphere Corporation and Margate House Film LLC (MHF) for production of the film title "Edge of the World" (formerly referred to as "Rajah").

INVESTMENT IN SUBSIDIARIES œ.

	The Corporation	ation
	2023 RM'000	2022 RM'000
Unquoted shares, at cost At 1 January Addition during the year Disposal during the year	579,218 18,920 (1,095)	576,818 2,400
ii K	597,043	579,218
Accumulated impairment losses:- At 1 January Written off during the year Addition during the financial year	(100,224) 1,095 (1,102)	(100,224)
At 31 December	(100,231)	(100,224)
	496.812	478 994

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN SUBSIDIARIES (CONT'D) ∞

The details of the subsidiaries are as follows:-

Name of Subsidiaries Bukit Saban Resort Sdn. Bhd.*^ Damai Beach Golf Course Bhd.	Country of Incorporation Malaysia Malaysia	Percentage of Effective Interest Held 2023 2022 % % 100 100	Effective eld 2022 % 100	Principal Activities Inactive Inactive
Damai Holdings Sdn, Bhd, *	Malaysia	100	100	Inactive
Damai Cove Resorts Sdn. Bhd.	Malaysia	100	100	Extraction and sale of timber, investment and property holding
Eastern Empress Silk Sdn. Bhd.*	Malaysia	100	100	Inactive
Hemisphere Corporation Sdn. Bhd.	Malaysia	100	100	Hotel management
Kuching Hotels Sdn. Bhd.	Malaysia	88	68	Owner and operator of hotel and shopping complex
Permaisara Sdn. Bhd.	Malaysia	100	100	Investment holding
Permata Carpark Sdn. Bhd.	Malaysia	100	100	Letting of commercial car park complex
PPES Aqua (Santubong) Sdn. Bhd.	Malaysia	100	100	Aquaculture and investment holding
PPES Consults Sdn. Bhd.	Malaysia	100	100	Project management consultancy and investment holding
PPES Ternak Holdings Sdn. Bhd.	Malaysia	100	100	Investment holding
SEDC Nutreco Sdn. Bhd.	Malaysia	100	100	Pre-operating
Sara Great Horizon Sdn. Bhd. *	Malaysia	100	100	Letting of a recreational and camping facilities at Camp Permai
Sara-HL Plantation Sdn. Bhd.*	Malaysia	100	100	Inactive

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN SUBSIDIARIES (CONT'D) ω.

The details of the subsidiaries are as follows (Cont'd):-

Principal Activities	Dissolved	Owner and operator of resort hotel	Management and service provider for trainings and events	Investment holding	Extraction and sale of timber	Property management	Management of timeshare membership schemes	Management and operation of a cultural park and centre	Service activities incidental to land transportation N.E.C as well as urban and suburban railway passenger transport service	Undertake oil and gas downstream activities, marketing and trading of petroleum products and its derivatives	Undertake development of petrochmical hub, provision of centralised and shared utilities and facilities and management of real estate
f Effective Held 2022 %	85	100	100	100	100	100	100	100	100	100	100
Percentage of Effective Interst Held 2023 2022 % %	ı	100	100	100	100	100	100	100	100	100	100
Country of Incorporation	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia
Name of Subsidiaries	Sara Rasa Sdn. Bhd.**	Sara Resorts Sdn. Bhd.	Sara Resorts Management Sdn. Bhd.	Sara Spectrum Holdings Sdn. Bhd.*	Sara Tourism & Leisure Sdn. Bhd.	Sara Urusharta Sdn. Bhd.	Sara Worldwide Vacations Bhd.*	Sarawak Cultural Village Sdn. Bhd.	Sarawak Metro Sdn. Bhd.	SEDC Energy Sdn. Bhd.*	SEDC Petchem Hub Sdn. Bhd.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN SUBSIDIARIES (CONT'D) ω.

The details of the subsidiaries are as follows (Cont'd):-

Name of Subsidiaries	Country of Incorporation	Percentage of Effective Interest Held 2023 2022 % %	Effective Held 2022 %	Principal Activities
SEDC Properties Sdn. Bhd.*	Malaysia	100	ì	Inactive
SEDC Holdings Sdn. Bhd.*	Malaysia	100	ś	Inactive
Sejadu Sdn. Bhd.	Malaysia	100	100	Owner and operator of hotel and shopping complex
Tanjung Datu Beach Resort Sdn. Bhd. *	Malaysia	100	100	Inactive
SEDC Fisheries Sdn. Bhd. (formerly known as Fieldmart Fishing Fleet Sdn. Bhd.)	Malaysia	09	09	Fishing on commercial basis in ocean and coastal waters, processing and preserving of fish and other
Held through subsidiaries: Subsidiaries of Damai Beach Golf Course Bhd.	Course Bhd.			טמבו ספר.
Damai Golf and Country Club Bhd.	Malaysia	06	06	Management of golf club
Subsidiaries of PPES Ternak Holdings Sdn. Bhd.	ings Sdn. Bhd.			
PPES Ternak Sdn. Bhd.	Malaysia	100	100	Rearing and marketing of livestock and operating food and beverage outlets
Rosewood Station Pty Ltd.	Australia	100	100	Cattle farming
Rosewood Livestock Exports Pty Ltd.	Australia	100	100	Inactive
Subsidiaries of Sara Spectrum Holdings Sdn. Bhd.	dings Sdn. Bhd.			
Hakanda Sdn. Bhd.	Malaysia	100	100	Fruit planting
Sarawak Coconut Enterprise Sdn. Bhd.*	Malaysia	100	100	Rental of factory buildng
Subsidiaries of Sara Worldwide Vacations Bhd.	cations Bhd.			
Asia Vacations Club Sdn. Bhd.*	Malaysia	06	06	Inactive

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN SUBSIDIARIES (CONT'D) တ်

The details of the subsidiaries are as follows (Cont'd):-

Principal Activities		Inactive		Marketing and distribution of diesel and provide bunkering service for fuel products		Importation and distribution of cement - Pre-operating		Trading, weliness and spa management
Percentage of Effective Interest Held 2023 2022 % %		100		09		1		t
Percentage Intere: 2023 %		100		09		51		100
Country of Incorporation	nt'd): 3dn. Bhd.	Malaysia	In. Bhd.	Malaysia	Bhd.	Malaysia	ooration Sdn, Bhd.	Malaysia
Name of Subsidiaries	Held through subsidiaries (Cont'd): Subsidiaries of PPES Consults Sdn. Bhd.	SEDC Castwell Sdn. Bhd.	Subsidiaries of SEDC Energy Sdn. Bhd.	SEDC Gafung Sdn. Bhd.	Subsidiaries of Permaisara Sdn. Bhd.	InnoCement Sdn. Bhd.	Subsidiaries of Hemisphere Corporation Sdn, Bhd.	Hemisphere Wellness Sdn. Bhd.

All of the subsidiaries are not audited by the Auditor General of Malaysia

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Uncertainty Related to Going Concern" regarding the abilities of these subsidiaries to continue as going concern in view of their capital deficiencies position as at the end of current reporting period. The financial statements of these subsidiaries were prepared on going concern basis as the Corporation has undertaken to provide continued financial support to these subsidiaries. "Material subsidiaries include report on the financial statements of these The auditors'

The subsidiary has been dissolved during the current financial year.

The subsidiary has resolved to liquidate the Company and the financial statements of the Company have been prepared on a break up basis. <

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

8. INVESTMENT IN SUBSIDIARIES (CONT'D)

- During the current financial year, the Corporation incorporated SEDC Properties Sdn. Bhd. and SEDC Holdings Sdn. Bhd. as wholly-owned subsidiaries with an issued and paid up share capital of RM2 comprising 2 ordinary shares and RM100 comprising 100 ordinary shares respectively. (a)
- On 1 July 2023, Hemisphere Wellness Sdn. Bhd. was incorporated as a wholly-owned subsidiary held through its subsidiary, Hemisphere Corporation Sdn. Bhd. with an issued and paid up share capital of RM1millon comprising 1million ordinary shares. **(Q**)
- On 1 August 2023, Permaisara Sdn. Bhd. acquired 51 ordinary shares representing 51% equity interest in InnoCement Sdn. Bhd., at a purchase consideration of RM51. Subsequently on 17 October 2023, it subscribed for an additional 5,099,949 new ordinary shares for a total cash consideration of RM5,099,949, the equity interest remains the same at 51%.
- During the current financial year, the Corporation has also subscribed additional ordinary shares in SEDC Energy Sdn. Bhd. from RM5,255,001 to RM22,175,001 and SEDC Nutreco Sdn. Bhd. from RM2 to RM2,000,000. 9
- In the last financial year, the Corporation acquired 60% equity interest in SEDC Fisheries Sdn. Bhd. (formerly known as Fieldmart Fishing Fleet Sdn. Bhd.). The details of the acquisition are disclosed in Note 31. (e)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN ASSOCIATES ර

	The Group		The Corporation	ation
•	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Unquoted shares, at cost	69,493	64,827	43,089	46,161
Share of post acquisition profits	23,226	43,095	,	1
	92,719	107,922	43,089	46,161
Less: Accumulated impairment losses	(2,944)	(2,905)	£	(1,814)
	89,775	105,017	43,089	44,347

The details of the associates are as follows:-

Principal Activities	General trading and construction of telecommunication towers, products and services	Property holding, property development and construction works	Management and marketing of realty and property projects	Supplying chicken and beef	Act as agents, investors, merchants, traders and engaged in investment holding	Cultivation of coconut and oil palm	Dissolved
Effective ald 2022 %	64	49	94	20	40	30	33
Percentage of Effective Interest Held 2023 2022 % %	6	9	69	20	40	30	,
Country of Incorporation	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia	Malaysia
Name of Associates	CMS Infra Trading Sdn. Bhd.	CMS Land Sdn. Bhd.	CMS Property Management Sdn. Bhd.	Comerich Sdn. Bhd.	Fieldmart Care Sdn. Bhd.	Good Harvest Plantation Sdn. Bhd.*	IMSA Sebor (Sarawak) Holdings Sdn. Bhd.**

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN ASSOCIATES (CONT'D) တ်

The details of the associates are as follows (Cont'd):-

Principal Activities	Investment in petrochemical - Pre-operating	Oil palm plantation	Cultivation of oil palm	Extraction and processing of silica sand		Rental of factory building	Operation of oil palm plantation		Agarwood plantation, and agro tourism related activities - Pre-operating		Quarrying activities	Quarrying activities	Quarrying activities	Quarrying activities - Pre-operating
f Effective Held 2022 %	30	30	30	21		04	30		30		30	30	30	30
Percentage of Effective Interest Held 2023 2022 % %	30	30	30	27		40	30		30		30	30	30	30
Country of Incorporation	Malaysia	Malaysia	Malaysia	Malaysia		Malaysia	Malaysia		Malaysia		Malaysia	Malaysia	Malaysia	Malaysia
Name of Associates	Sarawak Petchem Sdn. Bhd.	SOP Karabungan Sdn. Bhd.	SPB PPES Karabungan Plantation Sdn. Bhd.	Syarikat Sebangun Sdn. Bhd.	Associates of Sara Spectrum Holdings Sdn. Bhd.	Carbon Supplies (Sarawak) Sdn. Bhd. *	Kemudi Saling Sdn. Bhd. *	Associates of Eastern Empress Silk Sdn. Bhd.	Hope Aspire Sdn. Bhd.	Associates of Permaisara Sdn. Bhd.	Stigang Quarry Sdn. Bhd.	Syarikat Pendu Quarry (Serian) Sdn. Bhd.	Bukit Piring Quarry Sdn. Bhd.	IBZ Mineral Resources Sdn. Bhd.

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

9. INVESTMENT IN ASSOCIATES (CONT'D)

The details of the associates are as follows (Cont'd):-

Principal Activities	Quarrying activities - Pre-operating	Quarrying activities - Pre-operating		Development and construction of liquefied natural gas (LNG) ISO tank filling station facilities - Pre-operating	Undergo contructing a medical gloves factory		Construction - Pre-operating
Percentage of Effective Interest Held 2023 2022 % %	ı	j		30	40		•
Percentage Interes 2023 %	30	30		30	48		40
Country of Incorporation	Malaysia	Malaysia		Malaysia	Malaysia		Malaysia
Name of Associates	Associates of Permaisara Sdn. Bhd. (Cont'd) DLLK Enterprise Sdn. Bhd.	Teratai Serasi Sdn. Bhd.	Associates of SEDC Energy Sdn. Bhd.	Borneo United Consortium Sdn. Bhd.	Sarawak Medical Innovation & Technology Hub Sdn. Bhd.	Associates of PPES Consults Sdn. Bhd.	Pembinaan Dinasti Tias Sdn. Bhd.

The auditors' report on the financial statements of the associate include "Material Uncertainty Related to Going Concern" regarding the abilities of the associate to continue as going concern in view of its capital deficiencies position as at the end of current reporting period. The financial statements of the associate were prepared on going concern basis as the Corporation and immediate holding company has undertaken to provide continued financial support to the

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^{*} The associate has been dissolved during the financial year.

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SARAWAK ECONOMIC DEVELOPMENT CORPORATION (Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN ASSOCIATES (CONT'D) 6

The share of the Group in the associates' capital commitments is as follows:

2022	RM'000		4	4
2023	RM'000		ı	1
		Approved but not contracted for:	- Property, plant and equipment	

INVESTMENT IN JOINTLY CONTROLLED ENTITIES 10.

	The Group	Ω.	The Corporation	ıtion
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
	and the state of the state of	William State Commissioner	The second of the second	Company of the compan
Unquoted shares, at cost	25,064	25,064	24,937	24,937
Share of post acquisition profits:				
 previously held through investments 				
in associates	183,306	183,306	i	1
 share of profits under joint venture, 				
net of dividend received	17,708	32,944	ı	I
1				
	226,078	241,314	24,937	24,937
	ST. TO STORY THE PROPERTY OF T	STATE AND ADDRESS OF THE PROPERTY OF THE PROPERTY OF THE PARTY OF THE	A COMMENSAGE OF THE PROPERTY O	Conference of the Conference o

The details of the jointly controlled entities are as follows:-

Principal Activities	Investment and property holding	Civil engineering contractor and road maintenance		Quarry operations, marketing of aggregates and road construction
of Effective tt Held 2022 %	51	51	×	51
Percentage of Effective Interest Held 2023 2022 % %	51	51		51
Country of Incorporation	Malaysia	Malaysia		Malaysia
Name of Jointly Controlled Entities	SEDC Resources Sdn. Bhd.	PPES Works (Sarawak) Sdn. Bhd.	Subsidiaries held through SEDC Resources Sdn. Bhd.	SEDC Quarries Sdn. Bhd.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN JOINTLY CONTROLLED ENTITIES (CONT'D) 10

The details of the jointly controlled entities are as follows (Cont'd):-

Principal Activities		Production and sale of premix and road construction	Production and sale of premix and road construction	Production and sale of premix and road construction	Quarry operations	Manufacture and sale of concrete products		Developing and upgrading the Pan Borneo Highway from Sg. Awik Bridge to Bintangor Junction	Construction and completion of Bintulu-Jepak Bridge crossing Kuala Kemena, Bintulu		Project management and engineering consultancy
Effective Held 2022 %	?	14	34	31	59	51		36	36		51
Percentage of Effective Interest Held 2023 2022	2	14	31	31	29	51		36	36		51
Country of Incorporation		Malaysia	Malaysia	Malaysia	Malaysia	Malaysia		Malaysia	Malaysia		Malaysia
Name of Jointly Controlled Entities	Subsidiaries held through SEDC Resources Sdn. Bhd. (Cont'd)	SEDC Premix (Betong) Sdn. Bhd. *	SEDC Premix Sdn. Bhd.	SEDC Premix (Miri) Sdn. Bhd.	Borneo Granite Sdn. Bhd.	SEDC Concrete Product Sdn. Bhd.	Subsidiaries held through PPES Works (Sarawak) Sdn. Bhd.	PPESW BPSB JV Sdn. Bhd.	PPES Works CCCC JV Sdn. Bhd.	Joint venture held through PPES Consults Sdn. Bhd.	OPUS Consultants (Sarawak) Sdn. Bhd.

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(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVESTMENT IN JOINTLY CONTROLLED ENTITIES (CONT'D) 10.

The auditors' report on the financial statements of the jointly controlled entities include "Material Uncertainty Related to Going Concern" regarding the abilities of the jointly controlled entities to continue as going concern in view of its capital deficiencies position as at the end of current reporting period. The financial statements of the jointly controlled entities were prepared on going concern basis as the holding company has undertaken to provide continued financial support to the jointly controlled entities.

All of the jointly controlled entities are not audited by the Auditor General of Malaysia.

The share of the Group in the jointly controlled entities' capital commitments is as follows:

0.	2022	RM'000		1,171		1,342	0 540	6,0,2	
The Group	2023	RM'000		i		631		100	
			Approved and contracted for:	- Property, plant and equipment	Approved but not contracted for:	- Property, plant and equipment			
			Approved a	- Property,	Approved k	- Property,			

11. OTHER INVESTMENTS

	The Group	dn	The Corporation	ation
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Quoted shares, at fair value	127,460	118,721	113,741	108,973
Quoted unit trust, at fair value	21,655	14,646	2,733	2,561
Unquoted shares, at cost	7,706	7,706	7,706	7,706
	156,821	141,073	124,180	119,240
Represented by:-				
Non-current	130,315	125,167	122,070	117,212
Current	26,506	15,906	2,110	2,028
	156,821	141,073	124,180	119,240

- The fair value of quoted shares is determined by reference to their quoted closing bid price at the end of the reporting period. (a)
- as Investments in unquoted shares are stated at cost less accumulated impairment losses their fair values cannot be reliably measured without undue cost or effort. **@**

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

OTHER INVESTMENTS (CONT'D) <u>ئے</u>

The current portion consists of fund invests in short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value with original maturity periods of three months or less. (c)

DEFERRED TAX ASSETS/(LIABILITIES) 12.

	The Group	a
	2023	2022
	RM'000	RM'000
At 1 January	(37,987)	(43,256)
Recognised in equity	(3,510)	1,530
Recognised in profit or loss	(116)	3,556
Exchange differences	(692)	183
At 31 December	(42,305)	(37,987)
Presented after appropriate offsetting as follows:		
Deferred tax assets	579	431
Deferred tax liabilities	(42,884)	(38,418)
	(42,305)	(37,987)

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:-

	At 1.1.2023 Adjustment RM'000 RM'000	djustment RM'000	Translation differences RM'000	Translation Recognised in Recognised in differences equity profit or loss RM'000 RM'000	Recognised in profit or loss RM'000	At 31.12.2023 RM'000
The Group						
2023 Deferred Tax Liabilities						
Property, plant and equipment Investment properties Inventories Others	(31,111) 3,643 (10,740) (210)	4,450 (4,450)	(124) - (558) (10)	2,773 (6,283)	(165) (67) (29) (3)	(24,177) (7,157) (11,327) (223)
•	(38,418)	4	(692)	(3,510)	(264)	(42,884)
Deferred Tax Assets						
Provisions Unabsorbed capital allowances and	81		1		(1)	80
unused tax losses	350			1	149	499
	431	1	t	il.	148	579

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(42,305)

(116)

(3,510)

(695)

(37,987)

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(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

DEFERRED TAX ASSETS/(LIABILITIES) (CONT'D)

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:-

	At Translation 1.1.2022 differences RM'000 RM'000	ranslation R fferences RM'000	At Translation Recognised in Recognised in 22 differences equity profit or loss 00 RM'000 RM'000 RM'000	Recognised in profit or loss RM'000	At 31.12.2022 RM'000
The Group					
2022 Deferred Tax Liabilities					
Property, plant and equipment Investment properties	(32,448)	29	1,530	(222)	(31,111)
Inventories	(11,114)	146	ı	228	(10,740)
Others	(607)	œ	j	386	(210)
	(44,169)	183	1,530	4,038	(38,418)
Deferred Tax Assets					
Property, plant and equipment	(7)	ı	t	7	1
Provisions Unabsorbed capital allowances and	673	ì	ı	(265)	<u>~</u>
unused fax losses	247	ı	i	103	350
	913	at .	1	(482)	431
	(43,256)	183	1,530	3,556	(37,987)

At the end of the reporting period, the amounts of deferred tax assets not recognised (stated at gross) in respect of the following items:-

	The Group		The Corporation	
	2023	7707	2023	7077
	RM'000	RM'000	RM'000	RM'000
Unused tax losses	157,997	172,523	77,703	77,703
Unabsorbed capital allowances	231,166	212,005	33,093	33,093
Unutilised investment tax allowance	169,476	164,485	•	ŧ
Other deductible temporary differences	25,539	29,336		ŧ
	584,178	578,349	110,796	110,796

losses are allowed to be utilised for ten (10) consecutive years of assessment while unabsorbed capital allowances are allowed to be carried forward indefinitely. The use of the investment tax The unutilised tax losses and unabsorbed capital allowances are available for offsetting against future taxable profit of the respective subsidiaries in which the losses arose. No deferred tax assets are recognised in respect of these items as it is not probable that taxable profits of the subsidiaries will be available against which the deductible temporary differences can be utilised. The unused tax allowances is subject to the agreement of the tax authorities and compliance with certain provisions of the tax legislation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

INVENTORIES 13,

	The Group		The Corporation	ation
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Properties held for sales	7,959	8,612	5,015	5,381
Trading stocks	1,376	779		. 1
Livestock	54,210	44,522	1	ı
Souvenir stocks	176	203	ı	1
Materials and consumables	2,262	2,375	31	43
	65,983	56,491	5,046	5,424
Less: Provision for stock obsolescence	(258)	1	1	1
	65,725	56,491	5,046	5,424

Except for livestock, all other inventories are stated at cost. The valuation for livestock is as follows:

	The Group	육
	2023	2022
	RM'000	RM'000
Livestock		
At fair value	52,280	44,509
*	1,930	13
	54,210	44,522
		registration of the control of the c

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

TRADE AND OTHER RECEIVABLES 4

	The Group	dn	The Corporation	oration
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Trade receivables	108,164	74,910	27,714	27,833
Allowance for impairment losses	(3,910)	(3,985)	(2,444)	(2,625)
	104,254	70,925	25,270	25,208
About the state of	905	00	10 516	15 00 4
Office receivables and prepayments	027,00	110,07	0,0,0	10,00
Advances to subsidiaries			179,365	1/5,141
Advances to associates	1,325,013	1,318,830	1,314,485	1,313,580
Allowance for impairment losses	(2,068)	(1,368)	(2,066)	(1,366)
	1,388,170	1,343,973	1,505,300	1,503,219
L T	1 492 A2A	1 414 898	1 530 570	1 528 427
II Con	1,704,74	000,114,1	0.0000	174,070,1
Represented by:-				
Non-current	13,916		1	E
Current	1,478,508	1,414,898	1,530,570	1,528,427
	1,492,424	1,414,898	1,530,570	1,528,427

The amounts due from subsidiaries and associates are unsecured, interest free and are repayable on demand except for certain advances to subsidiaries and associates which bear interest rates ranging from 4% to 5% (2022 – 4% to 5%) per annum.

AMOUNT DUE FROM CONTRACT CUSTOMERS 15.

The Group 2023 2022 RM'000 RM'000	502,152 59,264	502,152 59,264 (444,850) (59,264)	57,302
			comisoreiadius
	Cumulative costs incurred to date Cumulative attributale profits	Cumulative progress billings	

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

FIXED DEPOSITS WITH FINANCIAL INSTITUTIONS

The fixed deposits with financial institutions at the end of reporting period bore effective interest rates of 2.75% to 4% (2022 – 1.70% to 3.70%) per annum with a maturity period of 6 to 12 months (2022 – 6 to 12 months). Fixed deposits with financial institutions are not considered as cash and cash equivalents if they are more than 3 months or pledged to the financial institutions.

17. CASH AND CASH EQUIVALENTS

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
Cash and bank balances	139,115	308,770	21,676	181,380
banks	140,681	168,146	118,775	133,311
Lose: Eivod donoeite with maturity	279,796	476,916	140,451	314,691
Less: Tixed deposits with matching more than 3 months Less: Deposit pledged to bank	(18,283)	(7,502)	(4,636)	i)
Cash and cash equivalents	260,513	469,414	135,815	314,691

- Included in the Group's fixed deposits was RM500,000 (2022 RM500,000) placed on lien to licensed banks for bank guarantee facilities granted to certain subsidiaries of the Group. (a)
- The fixed deposits with financial institution of the Group and the Corporation at the end of the reporting period bore effective interest rates of 2.50% to 3.75% (2022-1.50% to 4.00%) per annum and 2.75% to 3.95% (2022-2.30% to 3.30%) per annum respectively with a maturity period of 3 months (2022-3 months). (p)

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

18. RESERVES

	The Group 2023		The Corporation 2023	
	RM'000	RM'000	RM'000	RM'000
Capital reserve	353	353		ı
Revaluation reserve	177,596	129,742	•	ι
Translation reserve	4,891	340	ı	1
Revenue reserve	969,333	1,041,017	778,320	752,283
	1,152,173	1,171,452	778,320	752,283

Revaluation reserve arose from the revaluation of a foreign subsidiary's perpetual leasehold land. (a)

		2002
	0.70.7	j
	KM.000	KM,000
As at 1 January	129,742	140,956
Exchange differences	ı	(884)
Revaluation surplus/(deficit)	20,766	(8,110)
Transfer from/(to) revenue reserve	27,088	(2,220)
As at 31 December	177,596	129,742

Translation reserve represents foreign exchange differences arising from the translation of foreign operations. **a**

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

EQUITY FOR CONTRIBUTION AND GRANT EQUITY STATE GOVERNMENT PARTICIPATION <u>ა</u>

	The Group/The Corporation 2023 2022 RM'000 RM'000	2022 2022 RM'000
(a) State government equity grant		
Sejadu Sdn. Bhd.	2,200	2,200
Damai Cove Resorts Sdn. Bhd. PPES Aqua (Santubong) Sdn. Bhd.	1,629	1,629
	6,199	6,199
At 1 January Amortisation of grants	6,199 (6,199)	12,397 (6,198)
At 31 December	•	6,199
	The Group/The Corporation 2023 2022 RM'000 RM'000	rporation 2022 RM'000

(b) State government contribution for equity participation

144,189	57,400	24,088	37,000	2,000	264,677
144,189	57,400	24,088	37,000	2,000	264,677
Sejadu Sdn. Bhd.	Sara Resorts Sdn. Bhd.	Kuching Hotels Sdn. Bhd.	Damai Cove Resorts Sdn. Bhd.	Borsamulu Resort Sdn. Bhd.	

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

DEVELOPMENT FUNDS 20.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
Bumiputra Participation Fund Aquaculture Development Fund Others	86,140 4,851 25,029	86,245 4,851 12,839	86,140 4,851 25,029	86,245 4,851 12,839
	116,020	103,935	116,020	103,935
At 1 January	103,935	115,198	103,935	115,198
Received during the year Disbursed/utilised during the year	59,208 (47,123)	84,377 (95,640)	59,208 (47,123)	84,377 (95,640)
At 31 December	116,020	103,935	116,020	103,935

GOVERNMENT TERM LOANS AND OTHER BORROWINGS 21.

	The Group	dno	The Corporation	ration
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Current liabilities				
Government term loan	288	276	288	276
Musyarakah funding	28,000	,	28,000	r
QAH Loan	200,000	1,000,000	200,000	1,000,000
Revolving credit	15,000	1		
Term loans - secured	3,494	2,397	я	ŧ
Term loans - unsecured	,	46	ı	ι
	246,782	1,002,719	228,288	1,000,276
Non-current liabilities				
Government term loan	6,519	6,807	6,519	6,807
Musyarakah funding	852,000	880,000	852,000	880,000
QAHLoan	614,480	ı	614,480	
Term loans - secured	169,690	66,522		ı
Term loans - unsecured		20,562	Ą	•
	1,642,689	973,891	1,472,999	886,807
Total	1,889,471	1,976,610	1,701,287	1,887,083

The government term loan bore an interest rate of 4% (2022 – 4%) per annum. <u>(a)</u>

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

GOVERNMENT TERM LOANS AND OTHER BORROWINGS (CONT'D) 2

- party to the 'Methanol Project' via Musyarakah where SFS Investor will become a party to the 'Methanol Project' via Musyarakah arrangement. The term of the Methanol Project Musyarakah shall be 21 years and the repayment shall commence on the 3rd anniversary date of the *Musyarakah* restructuring date The Musyarakah funding is granted by SFS Investor to invest in the 'Methanol Project' until the 20th anniversary date. (P)
- The Qard Al-Hasan (QAH) benevolent loan is a short-term interest-free bridging loan granted by Infrasar Ventures Tiga Sdn. Bhd. (SFS Investor) for the purpose of putting funds in Sarawak Petchem Sdn. Bhd. to meet its urgent payment obligations under the Methanol the Corporation has been granted approval to vary the repayment terms from a single bullet Project. The loan is repayable in full in a single bullet payment on 31 March 2022. However, payment to 3 instalment payments spread over 3 years until 31 December 2025. <u>(၁</u>
- The term loan (secured) provided by RHB Bank Berhad is for the purpose of refurbishment and upgrading works at Riverside Majestic Hotel Puteri Wing, which bears interest rate at 4.99% (2022: 4.99%) per annum and repayable in instalments up to 2037. 9
- The borrowings of the Group are secured by the followings:-(e)
- Subsidiaries' buildings, freehold and perpetual leasehold land as disclosed in Note 4; Foreign subsidiary's all cattle depastured at Rosewood and Carmor Plains; "Open All Monies" Facility Agreement stamped for RM26 Million;
- 1st legal charge over the property at Lot 276 Section 48 Kuching Town Land Disctrict; 1st legal charge over the land held under Provisional Lease described as Lot 683, Block 2, Salak Land District SSIBB
- During the financial year, the subsidiary drew down RM47,341,000 out of RM77,000,000 term loan facility from Development Bank of Sarawak for financing the proposed refurbishment and upgrading works at Damai Lagoon Resort. The loan has a tenure of 16 years from the first release of the loan and bears interest at the rate of 1.75% per annum above the Bank's cost of funds. \oplus
- The revolving credit bears interest at rate ranging from 5.10% to 5.30% per annum and repayable after 90 days from the drawdown date. (b)

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(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

22. FINANCE LEASE PAYABLES

The Group

The finance lease bear interest rate of 1.13% to 1.23% (2022: 1.14%) above the bank's Base Rate ("BR") per annum and the remaining lease term is 4 years as at 31 December 2023.

23. DEFERRED INCOME

	The Group	ō.	The Corporation	ation
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Government Grant				
At 1 January	207,347	179,939	82,862	79,247
Adjustment	233	ķ		ŧ
Received during the year	36,305	062'09	1,805	10,244
Depreciation charges (Note 4)	(6,428)	(6,629)	(6,428)	(6,629)
Utilised for projects	(47,100)	(23,869)	i.	
	190,357	210,231	78,239	82,862
Amortisation for the year	(2,957)	(2,884)	4	i
At 31 December	187,400	207,347	78,239	82,862

The government grant was partly for the development of the following projects:

- Development of Multifuel Refueling Stations project under the 11th and 12th Malaysian Plan and for the Hydrogen Fuel Cell Development project amounting to RM26.7 million. (a)
- Development of Kuching Urban Transportation System ("KUTS") project via adoption of the hydrogen-powered Automated Rapid Transit ("ART") amounting to RM65.37 million. **a**
- Construction and renovation of the Permata Carpark complex amounting to RM68 million. (0)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

DEFERRED INCOME (CONT'D) 23.

- (d) Fund the acquisition of one unit Catamaran Aquila Yacht for the development of Tourism and Hospitality Sector and Investor relation visits for Sarawak amounting to RM13.6 million.
- (e) Business premises under the entrepreneurs program.

	The Group	dno	The Corporation	ation
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Rental income At 1 January	199	209		ť
Amortisation for the year	(11)	(10)	-	1
At 31 December	188	199	•	i
Membership fees At 1 January Boogled during the year	5,487	9,114	ı	1
Neceived duffig tile year	5.571	9 114		
Amount recognised in profit or loss				
during the year	(4,129)	(3,627)	t.	•
At 31 December	1,442	5,487	1	ı
Total deferred income	189,030	213,033	78,239	82,862
Analysed by:- Current liabilites	19,439	31,425	1	ı
Non-current liabilites	169,591	181,608	78,239	82,862
•	189,030	213.033	78,239	82.862

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

EMPLOYEE BENEFITS 24.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
Long service leave Annual leave and others	1,821	178 2,363 2,541	- 1,821 1,821	2,363 2,363 2,363
At 1 January Payments for the year (Gain)/Losses from changes in assumptions	2,541	2,609	2,363	2,423
	(492)	(465)	(304)	(460)
	(228)	397	(238)	400
	1,821	2,541	1,821	2,363
Analysed by:-	848	1,531	848	1,531
Current liabilities	973	1,010	973	832
Non-current liabilities	1,821	2,541	1,821	2,363

TRADE AND OTHER PAYABLES 25.

	The Group	d	The Corporation	ıtion
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Trade payables Other payables and accruals	121,351 97,307	10,612 78,795	4,300	3,651
	218,658	89,407	4,300	3,651
Represented by:- Non-current	13,917	1	1 (1
Current	204,741	89,407	4,300	3,651
	218,658	89,407	4,300	3,651

The Group's other payables and accruals also include advances from a former Corporate Shareholder of a subsidiary amounting to RM1,281,912 (2022 – RM1,281,912). The amount due to the former corporate shareholder of a subsidiary, Sarawak Coconut Enterprise Sdn. Bhd., is unsecured, interest-free and repayable on demand.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

REVENUE 26.

	The Group	9	The Corporation	afion
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Amortisation of deferred income	4,106	3,614	ı	1
Contract customers	528,222	90,148	•	•
Dividend income	3,682	3,251	46,392	18,145
Fishing income	51		•	,
Function revenue	374	842	ı	ı
Gain on divestment of investment	1,229	,	1,229	ı
Hotel and cultural centre operations	75,793	64,406		,
Hotel management fees	ľ	3,339	ť	ı
Interest income	7,221	5,448	12,798	9,710
Licensing fees	355	268	355	268
Management fees	1,477	1,223	·ť	ı
Property management	1,692	1,453	£	ι
Rental income	14,371	7,516	8,955	4,689
Sales of cement	349	1	í	, (
Sales of fuel and diesel	43,819	26,455		
Sales of livestock and meat	40,772	63,906	£	ı
Sales of property development	1,625	2,371	1,625	2,371
Sales of wellness products and spa				
service	44	i	i	
Sales of timber	18,678	19,857	,	í
Sundry income	2,013	756		ı
	745,873	294,853	71,354	35,183

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

OTHER INCOME 27.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023	t ion 2022 RM'000
	000		000	
Amortisation of:				
- government grant	6,199	6,198	6,199	6,198
- deferred income	2,991	2,907	ı	Ē
Burrow pit fee	430	,	ī	ı
EV leasing income	72	r	ì.	ī
Fair value gain on other investments	5,590	116	4,858	ì
Foreign exchange gains:				
- realised	351	117	ı,	110
- unrealised	•	_	,	ı
Gain on disposal of property,				
plant and equipment	409	22	104	ſ
Government grant received	54,786	37,226	6,063	7,203
Dividend income	1,568	526	f	í
Interest income	2,009	1,559	ı	
Rental income	1,688	1,400	4	í
Reversal of allowance for impairment				
loss on receivables	121	263	554	862
Reversal of allowance for impairment				
loss on property, plant and equipment	309	1	ı	1
Miscellaneous	7,630	11,440	1,513	553
ozzania	84,153	61,775	19,291	14,926

FINANCE COSTS 28.

	The Group		The Corporation	on
*	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Interest expense on:-				(*)
Bank borrowings	8,189	2,454	i	
Government loan	283	294	283	294
Lease liabilities	62	₹~		ţ
Ofhers	85	197	29	7
Annahaman kan	8,619	2,946	312	301

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

(LOSS)/PROFIT BEFORE TAXATION 29.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	on 2022 RM'000
(Loss)/Profit before taxation is arrived at after charging:-				
Auditors' remuneration: - current financial year	482	408	56	20
 (Over)/underprovision in the previous financial year Allowance for/(Reversal of) impairment 	(5)	200	1	1
rosses on investment in subsidiaries - intannible assets	1 (o:	1,102	19,432
- investment properties	1	36,430	ī	
 property, plant and equipment trade and other receivables 	(309) 1,452	. (294)	. (554)	. (862)
Amortisation of:	c	o o		
- goodwill - deferred income	88 (7 097)	88 (6.521)	1 1	, ,
- intangible assets	282	55	í	1
Bad debts written off Denraciation	1	281	c	180
- property, plant and equipment	40,125	39,407	4,474	4,530
- investment properties	2,111	2,081	ı	•
- biological assets	31	31	, , , , , , , , , , , , , , , , , , , ,	107
Employee benefits obligations (Gain)/Loss on fair value changes in:	(677)	0.04	(167)	0,00
- investment properties	(675)		,	ı
- other investments	(5,389)	20,416	(4,858)	ı
Gain on toreign exchange: - realised	(340)	(117)	ı	(110)
- unrealised	ı	(1)		, ,
Inventories written off	125	283	1	283
(Gain)/Loss on disposal of: - property plant and equipment	(38)	(21)	(104)	_
- other investments		1,488	1	800
Members' and directors' fees	3,203	2,936	189	448
Property, plant and equipment written off	1,308	4	1	~
Rental expenses	,		0	Ċ
- land and buildings	2,260	2,228	493	0.75
- machines and motor vehicles	969	363	589	363
PACE PACE PACE PACE PACE PACE PACE PACE		Handooreka daga kanan kanan kanan daga daga daga daga daga daga daga	TO THE TAXABLE STATE OF TAXA	

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

TAXATION 30.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	ition 2022 RM'000
Income tax: - Malaysian tax - Foreign tax	2,416	1,624 4,025	· 1 1	. 33
- underprovision in the previous	2,416	5,649	T .	33
financial year	1,553	32 5,681		33
Deferred tax: - relating to orgination and reversal of temporary differences	(670)	(3,565)	,	1
 under provision in the previous financial year 	786	œ	Î.	1
	116	(3,557)	1	-

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33

2,124

4,085

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

TAXATION (CONT'D) 30.

A reconciliation of income tax expense applicable to the (loss)/profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and the Corporation are as follows:-

	The Group 2023 RM'000	u p 2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
(Loss)/Profit before taxation	(41,238)	(16,787)	26,037	(22,401)
Tax at the statutory tax rate of 24% (2022 - 24%)	(9,897)	(4,029)	6,249	(5,376)
Non-taxable income Non-deductible expenses Deferred tax assets not recognised	(19,760) 27,393	(15,749) 11,979	(6,249)	(5,859) 7,176
in respect of current year's unabsorbed capital allowances				
and tax losses Utlisation of deferred tax assets	4,898	12,112	ı	4,059
not recognised Differential in tex rate of foreign	(1,464)	(2,110)	Í	,
Subsidiaries	576	(152)	ı	ı
Real property gains tax arising from disposal of property Underprovision in the	ı	33	•	33
previous financial year: - income tax	1.553	32	1	j.
- deferred tax	786	∞	1 -	,
Income tax expense for the financial year	4,085	2,124		33

The Malaysian income tax is calculated at the statutory tax rate of 24% (2022 - 24%) of the estimated taxable profit for the financial year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

ACQUISITION OF A SUBSIDIARY 34.

On 12 July 2022, the Corporation acquired 60% equity interests in SEDC Fisheries Sdn. Bhd. (formerly known as Fieldmart Fishing Fleet Sdn. Bhd.) for a purchase price of RM2,400,000.

The following summarises the major classes of consideration transferred, and the recognised amounts of assets acquired and liabilities assumed at the date of acquisition.

(a) Purchase consideration

	MARKATAN AND AND AND AND AND AND AND AND AND A	
2,400	Total purchase consideration 2,400	Total purch
2,400	Ordinary shares issued at RM1 per share	Ordinary st
RM'000	RM'000	
2022	2022	
The Group The Corporation	The Group	

(b) Identifiable assets acquired and liabilities assumed

The Group 2022 RM'000	Property, plant and equipment Trade and other receivables Cash at bank Other payables and accruals Borrowings (1,968)	Net identifiable assets acquired 2,525
	Property, plant and equipmer Trade and other receivables Cash at bank Other payables and accruals Borrowings	Net identifiable ass

(c) Cash flows arising from acquisition

The Group The Corporation 2022 2022 RM'000 RM'000	2	(450) (450) 1,944 1,950
The	Purchase consideration (item (a) above) Less: Cash and cash equivalents of subsidiary acquired	Contra with amount owing to the Corporation Net cash outflow from the acquisition of a subsidiary

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

ACQUISITION OF A SUBSIDIARY (CONT'D) 31.

(d) Goodwill arising from acquisition

	2022 2022 RM'000
Total consideration transferred Less: Net identifiable assets acquired (item (b) above)	2,400 (2,525)
Non-controlling interests, measured at the proportionate snare of the net identifiable assets	1,010
Goodwill from the acquisition of a subsidiary (Note 7)	885

PURCHASE OF PROPERTY, PLANT AND EQUIPMENT 32.

	The Group 2023 RM'000	p 2022 RM'000	The Corporation 2023 RM'000	ation 2022 RM'000
Cost of property, plant and equipment purchased (Note 4)	97,823	83,288	3,677	10,139
purchase	(1,599)	(282)	ı	.1
Cash disbursed for purchase of property, plant and equipment	96,224	83,006	3,677	10,139

EMPLOYEE INFORMATION 33.

	The Group 2023 RM'000	2022 RM'000	The Corporation 2023 RM'000	tion 2022 RM'000
Staff costs	106,502	83,720	27,391	27,391
Number of employees as at 1 January Addition for the year Resigned/Retired for the year Number of employees as at 31 December	1,564 314 (20) 1,858	1,220 344	334 25 (20) 339	327

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SARAWAK ECONOMIC DEVELOPMENT CORPORATION

(Established under the Sarawak Economic Development Corporation Ordinance, 1972)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

RELATED PARTY DISCLOSURES 34.

Identities of Related Parties <u>a</u>

Parties are considered to be related to the Group or the Corporation if the Group or the Corporation has the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operation decisions, or vice versa, or where the Group or the Corporation and the party are subject to common control.

In addition to the information detailed elsewhere in the financial statements, the Group has related party relationships with its Members, key management personnel and entities within the same group of companies.

Significant Related Party Transactions 9

Other than those disclosed elsewhere in the financial statements, the Corporation also carried out the following significant transactions with the related parties during the financial year:-

(1,746) (333) (5,693) (4,262) (40,955) (14,903)	
(1,746) (5,693) (4 (40,955) (14,	
(1,746) (3; (5,693) (4,20) (40,955) (14,90)	
(5,693) (4,26; (40,955) (14,90;	
(40,955) (14,903	
(40,955) (14,903)	

CAPITAL COMMITMENTS 35.

	The Group	roup	The Corporation	oration
	2023	2022	2023	202
	RM'000	RM'000	RM'000	RM'00
Purchase of property, plant and equipment				
Authorised and contracted for	36,656	112,060	763	1
Authorised but not contracted for	25,256	20,943	1	4
	61,912	61,912 133,003	763	-

RM'000

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

OPERATING LEASE COMMITMENTS 36.

The future minimum lease payments under the non-cancellable operating leases are as follows:-

2023 2023 2022 RM'000 RM'000 RM'000 RM'000 Later than 1 year and not later than five years 2,265 Later than 5 years 2,265 Later than 5 years 2,265 13,489 14,052 16,887		ine Grou	or or
RM'000 RN 571 571 13,489 14 16,316 16		2023	2022
571 not later than five years 2,256 13,489		RM'000	RM'000
2,256 13,489 16,316	Not more than 1 year	571	570
13,489	Later than 1 year and not later than five years	2,256	2,265
MCGMARTTANTATATATATATATATATATATATATATATATATA	Later than 5 years	13,489	14,052
High and the state of the state			16,887

FINANCIAL INSTRUMENTS 37.

Categories of financial instruments 37.1

	The Group 2023 RM'000	oup 2022 RM'000	The Corporation 2023 RM'000	oration 2022 RM'000
Financial Assets Fair value through profit or loss Other investments	149,115	133,367	116,474	111,534
Amortised cost. Trade and other receivables	1,492,424	1,414,898	1,530,570	1,528,427
rixed deposits with itemsed banks Cash and cash equivalents	19,282 260,513	7,502 469,414	4,636 135,815	314,691
	1,772,219	1,891,814	1,671,021	1,843,118
Cost less Impairment Other investments	2,706	7,706	7,706	7,706
Financial Liabilities Amortised cost Government term loans Other borrowings Trade and other payables	1,889,471	1,976,610	1,701,287	1,887,083
	2,108,129	2,066,017	1,705,587	1,890,734

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

FINANCIAL INSTRUMENTS (CONT'D) 37.

Net gains and losses arising from financial instruments 37.2

	The Group	dn	The Corporation	ation
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Net gains/(losses) on:				
Financial assets measured at fair value				
through profit or loss	5,389	(21,904)	4,858	(800)
Financial assets measured at				
amorfised cost	7,778	7,301	13,352	10.572
Financial liabilities measured at			•	
amoritsed cost	(8,619)	(2,946)	(312)	(302)
I	4,548	(17.549)	17.898	9.470

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DETAILED TRADING AND PROFIT OR LOSS ACCOUNT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	2023 RM'000	2022 RM'000
Revenue		
Dividend income from - subsidiaries	1.746	333
- associates	40,956	14,903
- other investments	3,690	2,909
Gain on divestment of investments	1,229	4
Interest income	12,798	9,710
Licensing fees	355	268
Rental Income Sales of property development	8,955	7.371
	71,354	35.183
Less: Cost of sales Property development cost	1,249	321
Add: Other Income		
Reversal of allowance for impairment loss on trade and other receivables	554	862
Government grant	6,063	7,203
Gain on disposal of property, plant and equipment	104	i
Gain on fair value changes	4,858	Ĭ
Gain on foregin exchange		110
Amortisation of government grant	6,199	6,198
Sundry income	1,513	553
	19,291	14,926
Loce: Administrative evenues (Americalis II	00	0
Less. Administrative expenses (Appendix I)	29,199	185,72
Less: Otner operating expenses (Appendix II)	32,590	44,497
	61,789	71,888
Less: Finance costs		*
Interest on government loan	283	294
Other finance costs	29	7
	312	301
Less: Loss on disposal of associates	1,258	1
Droff!// oce \ hafara tayation	0000	(100,00)
Total (Ecos) before taxation	100,02	(77,401)

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DETAILED TRADING AND PROFIT OR LOSS ACCOUNT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

APPENDIX I

RM'000 1,420 404 1,593 236 70 39 51 705 173 4 13 19 77 162 12,036 601 7,387 1,201 104 127 251 RM'000 969 (237) 2,341 395 31 19 70 1,104 481 99 183 40 69 1,027 7,296 13,076 390 8 1,519 84 27 Staff chronic illness and hospitalisation Staff corporate gathering Staff housing loan interest subsidy Program Internship Siswazah Staff EHS (medical checkup) Staff transport and travelling Administrative expenses Transformation programme Chronic medical - retirees Staff incentive allowances Staff paid leave Professional fees subsidy Office moving expenses Staff divisional meeting Staff children education Staff accommodation Staff in-house training Staff external training - senior Staff salaries - junior Hotel room subsidy Welfare - retirement Staff bonuses Staff maternity Staff overtime Staff medical Staff mileage Staff uniform Staff welfare

27,391

29,199

DETAILED TRADING AND PROFIT OR LOSS ACCOUNT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONT'D)

APPENDIX II

RM'000 2022 150 4,530 283 800 5,795 5,337 283 1,523 19,432 180 502 1,641 44,497 RM'000 2023 1,102 246 150 4,474 3,261 8,857 463 1,047 9,139 32,590 3,851

Loss on disposal of property, plant and equipment

Inventory written off General expenses

Loss on disposal of other investments

Maintenance expenses

Project expenses Financial assistance to subsidiaries

Professional fees Office expenses

Depreciation of property, plant and equipment

Allowance for impairment losses on:

Bad debts written off

- Investments

Board's expenses

Business zakat

Other operating expenses





MENARA SEDC, NO.2, THE ISTHMUS, 93050 KUCHING, SARAWAK