SOLARVEST

ENERGISING THE NEXT

ANNUAL REPORT 2024

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ABOUT US

SOLARVEST HOLDINGS BERHAD

Solarvest is Malaysia's first and largest solar company listed on the Bursa Securities stock exchange, with a market capitalisation exceeding RM 1 billion. Founded in 2012, Solarvest has grown into a leading clean energy expert in the Asia Pacific region. Our operations span seven countries, including Malaysia (HQ), Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines.

Servicing over 800 world-renowned companies, we deliver exceptional value to stakeholders through operational excellence, rigorous performance standards, and strong corporate governance. To date, Solarvest has developed more than 1,200 MWp projects regionally.

Driven by our mission to make meaningful transitions, Solarvest continues to innovate and expand its sustainability offerings with aims to make clean energy affordable and accessible for all. Started as a one-stop solar photovoltaic systems provider, we now deliver new sustainable solutions to our clients. This includes Battery Energy Storage Systems, Energy Efficiency, Renewable Energy Certificates, Green Hydrogen, Electric Vehicle charging ecosystem and more.

As a leader in the clean energy industry, our passion to excel and dedication to growth keeps us ahead as a frontrunner in the ever-evolving renewable energy landscape. With this, we standby ready to support our partners in their decarbonisation journey, harnessing our brand promise to energise the next and to drive a positive change for a greener future.

AWARDS AND RECOGNITION

2023
Silver Award (SME & Mid Tier) - Relations with Local Communities

2022
CEO of the Year

2022
Solar Company of the Year: EPC Award

2021
Leadership In Community initiatives Award

2020
Top 5 Malaysia's Most Attractive Graduate Employers Award

2019
Solar Energy Leadership Award

2018
Fast Moving Companies Award

2018
Top 100 Most Influential Sustainable Entrepreneur Award

2016
Most Promising Award

2016
(Nan Yang) Excellent Eagle

2016
Excellence Company Award

2016
Best Turnkey Supplier Award

2015
Young/ Emerging Business Excellence Award

2015
ASEAN Most Recognized Brand Solar PV Service Provider

2015
(Nan Yang) Emerging Eagle

2015
Fast Moving Companies Award

OUR VISION

Energising a Regenerative World

OUR MISSION

We uplift the quality of life and enable meaningful transitions to net-zero by making clean energy more reliable, accessible and affordable for all. To boldly grow the good of Planet, People and Progress.

CORPORATE VALUES

PASSION to excel

We care deeply about the sustainable legacy we leave, that's why we push limits to energise customer experiences like no other.

ACCOUNTABLE as professionals

We stand behind what we do and always act professionally in the interest of all stakeholders for the greater good of the organisation.

COLLABORATE to win

We keep an open mind and embrace diversity, that's how we achieve more together and empower individuals to grow.

ENTERPRISING spirit defines us

We are brave, curious and agile problem solvers, always finding innovative ways to create value and invent what's next.

CORPORATE STRUCTURE

Solarvest Holdings Berhad
Registration No. 201701033607 (1247778-U)

- 100% Solarvest Asset Management Sdn Bhd
  - 100% SLV MFZ Holdings Sdn Bhd
  - 100% RE Suria Impiana Sdn Bhd
  - 70% Amazing Solar Sdn Bhd
  - 100% Shining Star Energy Sdn Bhd
  - 100% Solar Horizon Sdn Bhd
  - 100% Gradient Solar Sdn Bhd
  - 100% Pelita Energy Sdn Bhd
  - 100% Powerful Merger Sdn Bhd
  - 100% CS Organic Farm Sdn Bhd
  - 100% Distance Solar Energy Sdn Bhd
- 100% Atlantic Blue Sdn Bhd
  - 100% Powertrack Sdn Bhd
  - 100% Solarvest Energy Sdn Bhd
    - 70% Solarvest Energy (SR) Sdn Bhd
    - 100% Blazing Solar Sdn Bhd
      - 30% Selarong Pertama Energy Sdn Bhd
  - 100% Sinarmas Energy (Api-Api) Sdn Bhd
  - 100% Serimas Energy (Manjung) Sdn Bhd
  - 100% Suriamas Energy (Maritime) Sdn Bhd
  - 100% Jiwa Solar Sdn Bhd
  - 100% Atlantic Blue CGPP Sdn Bhd
  - 70% Setia Kawan Energy Sdn Bhd
  - 55% Edward Marcs Philippines And Atlantic Blue Inc — Philippines
- 100% Powerbee Sdn Bhd
- 40% I Ruma Solutions Sdn Bhd
- 100% Solarvest Borneo Sdn Bhd
- 90% Vestech Energy Sdn Bhd
- 100% Solarvest EE Sdn Bhd
  - 100% SLV ZI Sdn Bhd
- 100% Solarvest International Pte Ltd — Singapore
  - 70% PT Lembaga Tenaga Indonesia — Indonesia
  - 99% Solarvest Corp. — Philippines
  - 100% Solarvest Solutions (Vietnam) Co., Ltd — Vietnam
  - 70% Saxon Renewables Pte Ltd — Singapore
    - 100% Saxon Renewable Energy Sdn Bhd
  - 100% Solarvest (Taiwan) Corp Ltd (旭卉太陽能股份有限公司) — Taiwan
    - 100% Huei Zhan Solar Energy Corporate Limited (輝展太陽能股份有限公司) — Taiwan
    - 49% Xu Guang Corporate Limited (旭光光電股份有限公司) — Taiwan
    - 100% Guo Zhan Solar Energy Corporate Limited (國展太陽能股份有限公司) — Taiwan
    - 100% Solarvest Technology Corporate Limited (旭卉科技股份有限公司) — Taiwan
- 100% Solarvest Global Assets Pte Ltd — Singapore
  - 100% Sunny Solar Pte Ltd — Singapore
  - 100% Solarvest Asset (Thailand) Co., Ltd — Thailand
  - 100% SGA Renewables Pte Ltd — Singapore
  - 100% SLV (Vietnam) Pte Ltd — Singapore
    - 100% Solarvest (Vietnam) Co. Limited — Vietnam

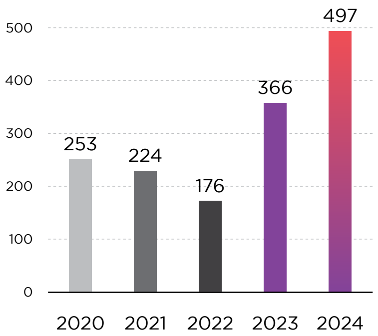
5 YEARS FINANCIAL HIGHLIGHTS

FINANCIAL YEAR ENDED 31 MARCH

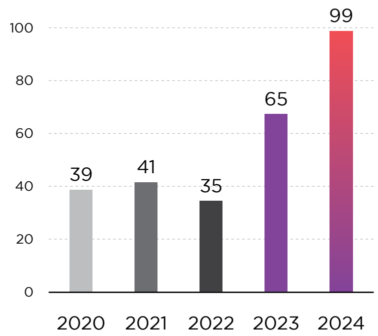
RM Million	FYE 2020	FYE 2021	FYE 2022	FYE2023	FYE 2024
Revenue	253.4	224.3	175.8	365.5	497.0
Gross Profit	39.2	41.1	34.9	65.0	99.2
Profit Before Tax	16.5	22.7	11.0	27.7	47.2
Net Profit	15.7	16.1	6.9	19.7	32.6
Gross Profit Margin	15.5%	18.3%	19.9%	17.8%	20.0%
Profit Before Tax Margin	6.5%	10.1%	6.3%	7.6%	9.5%
Net Profit Margin	6.2%	7.2%	3.9%	5.4%	6.6%
Total Assets	166.6	226.1	253.6	474.3	520.4
Total Liabilities	85.4	93.8	77.9	276.8	285.2
Net Assets	80.8	131.4	172.9	193.3	230.8
Total Borrowings	10.9	5.4	6.8	104.9	173.3
Total Borrowings ex-PF	10.9	5.4	6.8	19.7	52.0
Gross Gearing Ratio	0.13	0.04	0.04	0.54	0.75
Gross Gearing Ratio ex-PF	0.13	0.04	0.04	0.10	0.23
Cash & Cash Equivalents (including money-market fund and pledged FDs)	61.0	92.2	56.3	72.6	103.4
Net Cash Generated From/(Used in) Operating Activities	8.8	5.1	-65.0	56.5	30.8
Net Cash Used in Investing Activities	0.3	1.5	6.5	136.9	61.4
Net Cash Generated From Financing Activities	22.7	25.4	26.4	89.3	54.4

5 YEARS FINANCIAL HIGHLIGHTS (CONT'D)

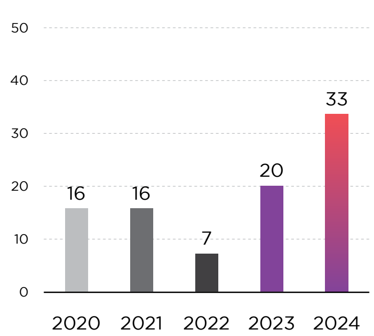
REVENUE
RM Million



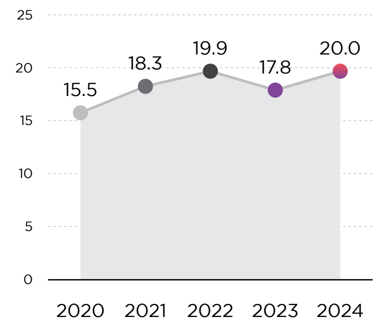
GROSS PROFIT
RM Million



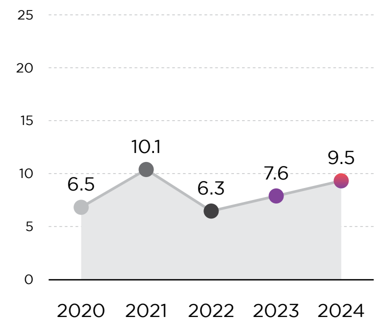
NET PROFIT
RM Million



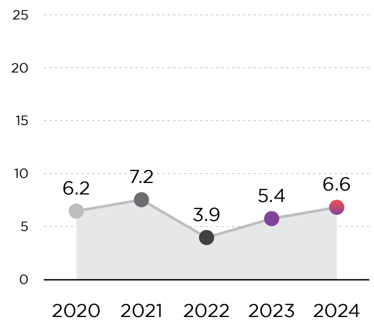
GROSS PROFIT MARGIN
(%)



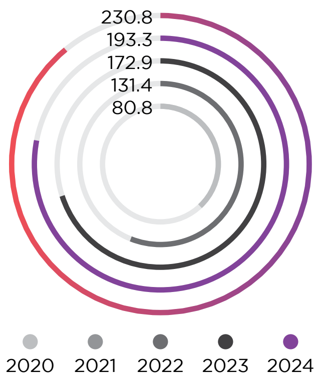
PROFIT BEFORE TAX MARGIN
(%)



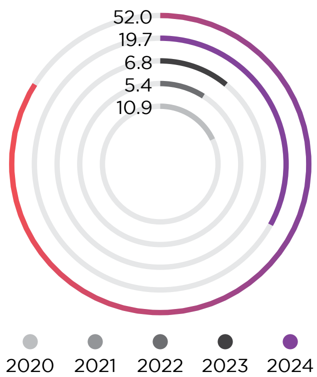
NET PROFIT MARGIN
(%)



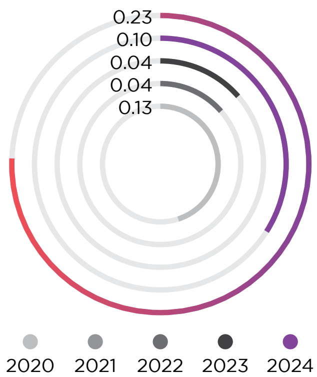
NET ASSETS
RM Million



TOTAL BORROWINGS EX-PF
RM Million



GROSS GEARING RATIO EX-PF
RM Million



BUSINESS OVERVIEW

NEW SUSTAINABLE SOLUTIONS

Vertical expansion across the clean energy ecosystem, such as EE solutions, ESS, low-carbon mobility ecosystem, REC, green hydrogen and green data centres.

TURNKEY SOLAR ENGINEERING, PROCUREMENT, CONSTRUCTION AND COMMISSIONING

One-stop solar PV system solution serving three main segments: utility-scale solar, commercial and industrial as well as residential. Our solutions include project development, EPCC, O&M, bank and investor financing and insurance.

ASSET DEVELOPMENT & MANAGEMENT

Develop and own solar assets ranging from FiT, NEM/SELCO rooftop to utility-scale solar farm. Under the business transformation plan, we will expand asset portfolio to include other clean energy sources such as mini-hydro and biogas and across different countries in Asia Pacific.

SOLAR PV SYSTEMS OPERATIONS & MAINTENANCE

Comprehensive services that include solar performance monitoring, AIoT solutions, preventative maintenance and corrective maintenance.

CORPORATE MILESTONES

2012
- Founded and ventured into the provision of services for solar PV systems.

2014
- Built and operate our own solar PV plant with capacity of 1 MWp in Pokok Sena, Kedah.

2015
- Atlantic Blue Sdn Bhd was awarded the SME100 award by SME Magazine under the “Fast Moving Companies” category.
- Atlantic Blue was recognised as ASEAN’s “Most Recognised Brand of Solar Photovoltaic Service Provider” during the ASEAN Business Awards organised by ASEAN Business Advisory Council.

2016
- Established Powertrack to focus on operations and maintenance of solar PV systems.
- Solarvest Energy to focus on solar rooftop EPCC services for residential, commercial and industrial segment.
- Atlantic Blue focuses on EPCC services for LSS PV plant.
- Atlantic Blue was awarded the “Asia Renewable Energy Award” for Best Turnkey Supplier and Award for Excellence by CMO Asia.

2018
- Commissioned Malaysia’s first LSS PV plant.
- Received the “Top 100 Most Influential Sustainable Entrepreneur Award” under the Renewable Energy Excellence category by Asia Pacific Business Council for Sustainability.

2019
- Secured our first turnkey EPCC contracts for LSS PV projects in Kampar, Kamunting and Kinta, all in Perak, with aggregate contract value of RM158.1 million.
- Established Solarvest Energy (SR) to focus on EPCC services for residential, commercial and industrial segment in the Southern Region of Peninsular Malaysia.
- Obtained SC approval for IPO.
- Listed on ACE Market of Bursa Securities in November 2019.
- Established Solarvest Asset Management to carry out the business of solar leasing and other related activities.

2020
- Acquired 51% equity interest in Tailai Energy Co., Ltd to venture into the solar industry in Taiwan.
- Established Solarvest Corp. in the Philippines to further expand our business within the solar industry of the Philippines.

2021
- The Group was awarded three bids in LSS4 programme with a total capacity of 50MW. It marks a major leap forward in our expansion plans.
- Launched the first of its kind flexible and affordable solar financing programme – Powervest – to accommodate client’s financial needs in solar PV system project investment.
- Kickstarted Solarvest Innovation Lab to power up startup company in Malaysia.
- Headquarter & Penang branch relocated to a bigger space to accommodate our growing business and provide a better environment for Solarvees.
- The Group has successfully transferred its listing from ACE Market to Main Market of Bursa Malaysia.

2022
- Business operation expanded to East Malaysia, Indonesia, Vietnam and Singapore.
- Launched the first RE fintech platform which complementary to the solar financing solution –Powervest – creating a digitalised experience for clients.
- Established Vestech Energy to focus on residential rooftop solar.
- Celebrated Solarvest 10th anniversary of Turning Sunlight Into Investment.
- Established Powerbee to focus on green mobility ecosystem development.
- Launched the Green Energy Lab in CENTEXS Sarawak to develop local talents for Sarawak’s clean energy market.
- Announced the partnership with national badminton player Ng Tze Yong as Solarvest brand ambassador.

2023
- Secured 11 projects totaling 12.8MW project capacity in Vietnam, and completed the first 1MWp ground mounted project in the Philippines, marking a leap in overseas growth.
- Completed 10 LSS4 PV Plant, including 3 Solarvest-owned solar farm, adding 50MW to the group’s PV asset.
- The Group has achieved 1GWp project track record.
- The Group establishes Sukuk Wakalah Programme worth RM1.0 billion for strategic expansion.
- Opening of New Office in Taiwan.
- Launched Solarvest Innovation Lab 2023 (SIL 2023) program to spur innovation in Greentech, fintech, and renewable energy sector.
- Launched Hyperscale Green Data Centre Testbed and Training Program in collaboration with CENTEXS, Huawei and Greenbay.
- Launches smart solar PV and green hydrogen testbed in collaboration with CENTEXS and Huawei.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Dato' Che Halin Bin Mohd Hashim
Independent Non-Executive Chairman

Lim Chin Siu
Managing Director

Tan Chyi Boon
Executive Director

Chong Chun Shiong
Executive Director and Group Chief Executive Officer

Liew Chee Ing
Executive Director and Chief Strategy Officer
(Appointed w.e.f 18.9.2023)

Fong Shin Ni
Independent Non-Executive Director

Gan Teck Hooi
Independent Non-Executive Director

Azian Binti Mohd Yusof
Independent Non-Executive Director

Rashidah Binti Othman
Independent Non-Executive Director
(Appointed w.e.f 18.9.2023)

Lee Hai Peng
Non-Independent Non-Executive Director
(Resigned w.e.f 30.4.2024)

AUDIT COMMITTEE

Chairman
Gan Teck Hooi

Members
Fong Shin Ni
Azian Binti Mohd Yusof

REMUNERATION COMMITTEE

Chairman
Gan Teck Hooi

Members
Fong Shin Ni
Lee Hai Peng
(Ceased w.e.f 30.4.2024)
Azian Binti Mohd Yusof
(Appointed w.e.f. 30.5.2024)

NOMINATING COMMITTEE

Chairperson
Fong Shin Ni

Members
Gan Teck Hooi
Lee Hai Peng
(Ceased w.e.f 30.4.2024)
Rashidah Binti Othman
(Appointed w.e.f. 30.5.2024)

SUSTAINABILITY AND RISK MANAGEMENT COMMITTEE

Chairman
Gan Teck Hooi

Members
Fong Shin Ni
Chong Chun Shiong

STOCK EXCHANGE LISTING

Bursa Malaysia Securities Berhad,
Main Market, Industrial Product & Services
STOCK NAME/CODE
SLVEST/0215

REGISTERED OFFICE

No. D-09-02, Level 9,
EXSIM Tower, Millerz Square @
Old Klang Road, Megan Legasi,
No. 357, Jalan Kelang Lama,
58000 Kuala Lumpur, Malaysia
Tel : 03-79718080
Fax : 03-79728585
Email : info@amerits.com.my
Website : www.amerits.com.my

PRINCIPAL PLACE OF BUSINESS

L1-01, Pacific 63 @ PJ Centre
No. 5, Jalan 13/6, Seksyen 13,
46200 Petaling Jaya, Selangor
Tel : 03-76253211
Fax : 03-76253212
Website : http://solarvest.com

PRINCIPAL BANKERS

OCBC Al-Amin Bank Berhad
Hong Leong Islamic Bank Berhad
Maybank Islamic Berhad
United Overseas Bank (Malaysia) Berhad
HSBC Amanah Malaysia Berhad
AmBank Islamic Berhad

AUDITORS

Ecovis Malaysia PLT (AF 001825)
No. D-10-03, Level 10,
EXSIM Tower, Millerz Square @
Old Klang Road, Megan Legasi,
No. 357, Jalan Kelang Lama,
58000 Kuala Lumpur, Malaysia
Tel : 03-79860066
Website : www.ecovis.com.my

SHARE REGISTRAR

Tricor Investor & Issuing House Services Sdn Bhd
Unit 32-01, Level 32, Tower A
Vertical Business Suite, Avenue 3
Bangsar South
No. 8, Jalan Kerinchi
59200 Kuala Lumpur
Tel : 03-27839299
Fax : 03-27839222
Email : www.tricorglobal.com

COMPANY SECRETARY

Teo Soon Mei (MAICSA 7018590)
(SSM PC No. 201908000235)
Tee Wan Ting (MAICSA 7077906)
(SSM PC No. 202208000388)

DIRECTORS PROFILE

DATO' CHE HALIN BIN MOHD HASHIM

Independent Non-Executive Chairman

NATIONALITY Malaysian
AGED 69
GENDER Male

Dato' Che Halin Bin Mohd Hashim was appointed to our Board of Directors and the Chairman of the Board on 14 September 2018. He graduated with a Bachelor of Science in Mechanical Engineering from University of Leeds, United Kingdom in 1979. He subsequently obtained a master's degree in Business Administration from Ohio University, United States of America in 1996.

Dato' Che Halin began his career as Technical Officer with Malaysian Industrial Development Finance Berhad ("MIDF") in 1980. He was responsible for processing and reviewing loan applications and loan performance. He left MIDF to join the banking division of Affin Investment Bank Berhad (formerly known as Chartered Merchant Bankers Berhad) in year 1982 as Assistant Manager where he was involved in marketing, evaluation and granting of loans as well as loan disbursement and collections. He left the bank as Manager in 1991 and joined Sime AXA Assurance Berhad as Manager of its Technical and Motor Division. He was promoted to Senior Manager and in year 1996 was reassigned to establish the Institutional Marketing and Bancassurance department in 1996, in charge of improving the company's Institutional Marketing and Bancassurance.

He joined Time Engineering Berhad in year 1997 as Senior General Manager and was subsequently appointed as Chief Operating Officer of Uniphone Sdn Bhd after the company was acquired by Time Engineering Berhad in year 1997. He was responsible for the operations and integration of Uniphone Sdn Bhd with Time Engineering Berhad. In year 1998, he was appointed as Director of Business Support Services of TT dotCom Sdn Bhd where he was responsible for overseeing regulatory, customer service, credit risk management, as well as the IT division of the company. In year 2002, he was reappointed as the Chief Operating Officer of Time Reach Sdn Bhd (previously, Uniphone Sdn Bhd) responsible for managing and implementing plans to improve the business performance of the company.

He left Time Reach Sdn Bhd in year 2005 to join Cement Industries of Malaysia Berhad as its Chief Executive Officer before being promoted to Group Managing Director in 2006. During his tenure with the group, he was responsible for overseeing the overall business operations, developing strategic planning, as well as annual operating plans for the group. He retired in year 2012.

Dato' Che Halin is also an Independent Non-Executive Director of Signature International Berhad and has directorships in various other private businesses. He has no family relationship with any director and/or major shareholder of Solarvest Holdings Berhad ("Solarvest" or "the Company").

He has attended five (5) out of five (5) Board meetings for the financial year ended 31 March 2024 ("FYE 2024").

Notes:

For information regarding the Director's potential conflicts of interest, please refer to the Conflict of Interest section on page 20.

DIRECTORS PROFILE (CONT'D)

MR. LIM CHIN SIU

Managing Director

NATIONALITY
Malaysian

AGED
44

GENDER
Male

Mr. Lim Chin Siu has been our Director since incorporation of the Company, i.e. 20 September 2017. He is the co-founder of our Group and has been jointly spearheading the business growth since we commenced business in 2012. He is primarily responsible for our Group's overall business strategy and corporate direction. He is in charge of execution and implementation of our Group's business plans. He also oversees the utility-scale solar projects of our Group, especially on the technical aspects of the projects.

He graduated with a bachelor's degree in Electrical and Electronic Engineering from University of Hertfordshire, United Kingdom in 2003. He also obtained the Grid-Connected Photovoltaic System Design certificate from Sustainable Energy Development Authority of Malaysia ("SEDA") in 2014.

He began his career with Lim Electric Company in 2003 as Project Engineer where he was in charge of installation, supply and commissioning of electrical systems. He left in 2006 to establish Dynamic Primajaya Sdn Bhd, an electrical contractor company, with 3 other partners in the same year. He was responsible of managing various aspects of the company's electrical projects from documentation to tendering including budget controls. He was also involved in the company's business development activities and business strategy planning. He subsequently exited the business and resigned in 2013 to focus on Atlantic Blue Sdn Bhd.

Mr. Lim Chin Siu does not hold directorships in any other public company, and he does not have any family relationship with any director and/or major shareholder of the Company.

As at 28 June 2024, Mr. Lim Chin Siu has 10,000,000 outstanding ESOS that are exercisable.

He has attended five (5) out of five (5) Board meetings for the FYE 2024.

Notes:

For information regarding the Director's potential conflicts of interest, please refer to the Conflict of Interest section on page 20.

DIRECTORS PROFILE (CONT'D)

MR. TAN CHYI BOON

Executive Director

NATIONALITY	AGED	GENDER
Malaysian	44	Male

Mr. Tan Chyi Boon has been our Director since the date of incorporation of the Company, i.e. 20 September 2017. He is also the co-founder of our Group and has been jointly spearheading the business growth since commencement in 2012. He is responsible for the business development of our Group including administration matters.

He graduated from KDU College (previously known as Kolej Damansara Utama), Malaysia, with a Higher Diploma in Computer Studies in 2001. After graduation, he established YH Digital Sdn Bhd with his family members, principally involved in the trading of computers and related parts. He was responsible for the business development and management of the company. YH Digital Sdn Bhd ceased its operations in 2012 when he ventured into the solar PV industry via Atlantic Blue Sdn Bhd with Mr. Lim Chin Siu and his brother, Mr. Tan Paw Boon.

Mr. Tan Chyi Boon does not hold directorships in any other public company, and he does not have any family relationship with any other director and/or major shareholder of the Company.

As at 28 June 2024, Mr. Tan Chyi Boon has 10,000,000 outstanding ESOS that are exercisable.

He has attended five (5) out of five (5) Board meetings for the FYE 2024.

Notes:

For information regarding the Director's potential conflicts of interest, please refer to the Conflict of Interest section on page 20.

DIRECTORS PROFILE (CONT'D)

MR. CHONG CHUN SHIONG

Executive Director and Group Chief Executive Officer

NATIONALITY Malaysian | AGED 44 | GENDER Male

Mr. Chong Chun Shiong was appointed to the Board on 29 December 2021 as Executive Director and a member of the Sustainability and Risk Management Committee. Under his leadership as the Group Chief Executive Officer, the Group has undergone a remarkable transformation, evolving from a small and medium enterprise to a public listed company on Bursa Securities' Main Market.

Mr. Chong's strategic vision and execution have been instrumental in the Group's success in becoming an industry leader in clean energy. He has spearheaded the development and implementation of successful commercial plans for the Malaysian solar market, encompassing grid-tied, off-grid, and self-consumption models across various segments, including residential, commercial, and industrial as well as utility-scale solar.

Driven by the vision of "Energising A Regenerative World", Solarvest has established a strong track record in the solar energy industry, with a cumulative portfolio of over 1GWp. With Mr. Chong at the helm, Solarvest is actively venturing beyond solar energy, exploring new clean energy verticals such as battery energy storage systems, green mobility, green hydrogen and more. Additionally, Solarvest is also expanding its geographical footprint in Asia Pacific, which further strengthens the Group's position regionally as a comprehensive clean energy expert.

His commitment to sustainability extends beyond the Group. He serves as the President of the Malaysian Photovoltaic Industry Association ("MPIA"), actively advocating for the advancement of solar policies in Malaysia and promoting the country's role in relation to the global sustainability movement.

Mr. Chong began his career in engineering before transitioning into business and management roles. Prior to Solarvest, he has taken on various roles in multinational companies like Intel, Avago Technologies, and Dell. He joined Solarvest in 2014 as a Co-Founder and Marketing Director and has assumed the role of Group Chief Executive Officer since 1 April 2017.

He holds a Bachelor's Degree in Engineering, majoring in Electrical and Mechatronics from the Universiti Teknologi Malaysia (2003) and a Master of Business Administration from the University of Ballarat, Australia (2012). In addition, he has completed an Executive Education Programme on Mergers and Acquisition from Imperial College London (2021).

Mr. Chong does not hold directorships in any other public company. He has no family relationship with any director and/or major shareholder of the Company.

As at 28 June 2024, Mr. Chong Chun Shiong has 10,000,000 outstanding ESOS that are exercisable.

He has attended five (5) out of five (5) Board meetings for the FYE 2024.

Notes:

For information regarding the Director's potential conflicts of interest, please refer to the Conflict of Interest section on page 20.

DIRECTORS PROFILE (CONT'D)

MR. LIEW CHEE ING

Executive Director and Group Chief Strategy Officer

NATIONALITY
Malaysian

AGED
36

GENDER
Male

Mr. Liew Chee Ing has over 14 years of experience in the energy and oil & gas sectors and brings strong strategy, business advisory expertise and holistic experience from the energy industry, covering power generation, transmission, distribution, retail, and policy setting from both private players and regulatory bodies perspective. He joined Solarvest as Chief Strategy Officer in 2021 and appointed to current position on September 2023.

Mr. Liew started his career with Schlumberger Limited ("Schlumberger") in 2011 as an Offshore Field Engineer where he was involved in oil & gas exploration across the globe, running seismic, directional drilling and logging services, and accomplished several world record-breaking drilling operations. He held various roles and assignments during his tenure in Schlumberger namely operations, technical, and business development in more than 10 countries. His last position in Schlumberger was as Drilling Services Manager, managing various International Oil Companies (IOC) drilling services operations with over 100 workforces to streamline service delivery across project operations.

In 2018, Mr. Liew joined Sarawak Energy Berhad ("SEB") and headed the corporate development division where he spearheaded SEBs strategic foresight and innovation development, new energy venture and corporate continuous improvement. He developed new business strategies and drove corporate growth by identifying acquisition and strategic investment opportunities across the energy market such as solar energy, energy storage development, hydrogen business, renewable energy certificates venture, electric vehicles roadmap, etc.

Throughout his career in SEB, Mr. Liew also drove Corporate Organizational Excellence with continuous improvement through operational excellence and operational innovation initiatives to improve the financial and operating performance of SEB.

Mr. Liew does not hold directorships in any other public company. He has no family relationship with any director and/or major shareholder of the Company and has no conflict of interest with the Company.

As at 28 June 2024, Mr. Liew has 1,900,000 outstanding ESOS that are exercisable.

He has attended two (2) out of two (2) Board meetings for the FYE 2024.

DIRECTORS PROFILE (CONT'D)

MS. FONG SHIN NI

Independent Non-Executive Director

NATIONALITY
Malaysian

AGED
50

GENDER
Female

Ms. Fong Shin Ni was appointed to our Board on 14 September 2018 and is the Chairperson of our Nominating Committee. She is also a member of our Audit Committee, Remuneration Committee and Sustainability and Risk Management Committee. She holds a master's degree in Business Administration from Cardiff University as well as a bachelor's degree in Law from University of Sheffield. She has a Barrister-At-Law from Lincoln's Inn and was called to the Malaysian Bar in 1999.

Ms. Fong Shin Ni joined Messrs. Chew Kar Meng, Zahardin & Partners, a firm established since 1981, as a partner in 2006 where she specialises in corporate and commercial banking, and real property related transaction. She began her career in Messrs. Zul Rafique & Partners handling corporate matters, specialising in the field of capital markets, mergers and acquisitions and the provision of corporate advisory services.

She does not hold directorships in any other public company, and she does not have any family relationship with any director and/or major shareholder of the Company.

She has attended five (5) out of five (5) Board meetings for the FYE 2024.

Notes:

For information regarding the Director's potential conflicts of interest, please refer to the Conflict of Interest section on page 20.

DIRECTORS PROFILE (CONT'D)

MR. GAN TECK HOOI

Independent Non-Executive Director

NATIONALITY Malaysian | AGED 50 | GENDER Male

Mr. Gan Teck Hooi was appointed to our Board on 24 February 2020. He has a Fellow membership in The Association of Chartered Certified Accountants ("FCCA") and is a member of the Malaysian Institute of Accountants ("MIA"). He is the Chairman of our Risk Management Committee, Audit Committee and Remuneration Committee. He is also a member of the Nominating Committee.

Mr. Gan Teck Hooi began his career as an audit associate and served in Yeo, Lim & Co and Hew & Tan for approximately four (4) years before joining the commercial industry. He joined Rohas-Euco Industries Bhd as Assistant Finance Manager in 2002 and was promoted to Finance Manager in 2004. He then joined TSH Resources Bhd as Finance Manager in 2006. In 2007, he joined Hexagon Holdings Bhd as Senior Finance Manager and was promoted to Financial Controller in 2009.

In 2010, he joined the Poney Group of Companies ("PONEY") as Group Chief Operating Officer, where he was responsible for overseeing the overall business operation of the group as well as the establishment of international retail presence. He left PONEY in year 2014 and founded ICFO Solutions Sdn. Bhd., a business consulting firm that provides consultation to small and medium-sized enterprises ("SME") to improve productivity and profitability. He was the President of the International Council for SME and Entrepreneurship-Malaysia (ICSMEE Malaysia) in year 2020 and 2021.

He does not hold directorships in any other public company, and he does not have any family relationship with any director and/or major shareholder of the Company and has no conflict of interest with the Company.

He has attended five (5) out of five (5) Board meetings for the FYE 2024.

DIRECTORS PROFILE (CONT'D)

PUAN AZIAN BINTI MOHD YUSOF

Independent Non-Executive Director

NATIONALITY Malaysian

AGED 66

GENDER Female

Puan Azian Binti Mohd Yusof was appointed to our Board and as a member of the Audit Committee on 29 July 2021. She has then appointed as a member of Remuneration Committee on 30 May 2024.

She holds a Bachelor Degree of Economics from the University of Malaya, Kuala Lumpur. She served the Malaysian Investment Development Authority ("MIDA"), a government agency under the Ministry of International Trade and Industry ("MITI"), from June 1982 until July 2018. Since then, she has over 30 years of experience in promoting the growth of investments in Malaysia during her tenure with MIDA.

She was the Director of Communications and Media Division from 2007 to 2010 and was responsible for the branding and strategising MIDA's position globally through collaborations with Forbes, Nikkei and other notable media companies. From 2010 to 2013, she became the Director of Business Services Division and was involved in the development and promotion of the Services Sector Capacity Development Fund, a fund allocated by the government which aimed to grow the Internet of Things capabilities for businesses in the Services Sector. She was also involved in promoting the Green Technology Fund created by the government under the Malaysian Green Technology Corporation.

She then held the position of Director of Resource based industries covering food, wood based including furniture, paper packaging and oil palm industries between January 2013 to November 2014. Thereafter, she served as Executive Director until August 2017 covering the industries in Oil & Gas, Maritime, Green Technology, Healthcare, Hospital and Education Services. She had led and guided the team in developing and creating new policies to further grow investments into several sectors. She also served as chairperson for various committees including Committees on Import Duty Exemption on raw materials, Expatriates Posts and Task Force under the Industry 4.0.

From September 2017 and until her retirement in July 2018, she was promoted as the Deputy Chief Executive Officer in charge of Strategic Planning and Coordination where her job scope covered reviewing policies on various initiatives for further enhancement of identified sub-sectors to leap frog the growth of industries.

Puan Azian is also the Independent Non-Executive Director of Wellcall Holdings Berhad, Bonia Corporation Berhad and Texchem Resources Berhad. She does not have any family relationship with any director and/or major shareholder of the Company and has no conflict of interest with the Company.

She has attended five (5) out of five (5) Board meetings for the FYE 2024.

DIRECTORS PROFILE (CONT'D)

PUAN RASHIDAH BINTI OTHMAN

Independent Non-Executive Director

NATIONALITY
Malaysian

AGED
62

GENDER
Female

Puan Rashidah was appointed to our Board on 18 September 2023 and as a member of the Nominating Committee on 30 May 2024. She holds a Bachelor Degree of International Business from the University Memphis, Tennessee, USA.

She served the Malaysian Investment Development Authority ("MIDA"), a government agency under the Ministry of International Trade and Industry ("MITI"), from December 1989 to February 2022. She has over 30 years of experience in various divisions and capacities in Foreign Direct Invesment ("FDI") and Domestic Investment related matters during her tenure with MIDA.

She started her career as an Assistant Accounts Officer in Jabatan Perkhidmatan Awam, Pension Department from April 1985 to December 1985. She then joined MIDA in 1989 starting with the Planning and International Cooperation, followed by Building Materials, Textiles & Misc. Industries Division and Promotion Division. She joined the Startegic Planning and Policy Advocacy Division from 2008 to 2018, was working with policies, guidelines and incentives, on gas and electricity, human capital and expatriates' requirements for the manufacturing sector, representing MIDA/MITI on Chapters of investment in bilateral and multi-trade agreements (FTAs, APEC, RECP), as well as the custodian and coordination of MIDA's overall development budget. She was the Director of this Division since 2014, with additional responsibilities by overseeing MIDA's Annual Budget (Incentive) Proposal and be the focal point of contact for inputs/reports on investments to local and international agencies/bodies.

She then held the position of Director of MIDA London cum Minister Counsellor (Investment), High Commission of Malaysia, London from October 2018 to December 2021 by promoting FDI in the targeted sector of manufacturing and services from the United Kingdom and Republic of Ireland in Malaysia.

She does not hold directorships in any other public company, and does not have any family relationship with any director and/or major shareholder of the Company and has no conflict of interest with the Company.

She has attended two (2) out of two (2) Board meetings for the FYE 2024.

DIRECTORS PROFILE (CONT'D)

Note:

Conflict of Interest

(i) Ms. Fong Shin Ni ("Ms. Fong") is the director and shareholder of the Company. Additionally, she is a partner at the law firm, Messrs. Chew Kar Meng, Zahardin & Partners, where she is acting as the solicitor for the subsidiary of Chin Hin Group Berhad ("CHGB") in the preparation of sale and purchase agreements for the Proposed Transaction as set out below. It should be noted that there is a conflict of interest in the Proposed Transaction involving Ms. Fong, as she is also a shareholder in CHGB and its subsidiaries: -

Details of the Proposed Transaction

Solarvest had on 13 June 2024 entered into 3 separate conditional sales and purchase agreements with BK Alliance Sdn. Bhd., a wholly-owned subsidiary of BKG Development Sdn Bhd, which in turn is a wholly-owned subsidiary of Chin Hin Group Property Berhad, which in turn is a subsidiary in Chin Hin Group Berhad to acquire 4 levels of office space on Levels 26 to 29 with 200 parking bays and a rooftop retail unit on Level 31 of the Solarvest Tower (an on-going high-rise office tower development being constructed), the details of which can be found in the Company's announcement to Bursa Securities dated 13 June 2024 ("Proposed Transaction").

In light of these connections and shareholdings, the Audit Committee (except for Ms. Fong) hold the view that Ms. Fong is in a conflicted position regarding the Proposed Transaction. To address any potential conflict of interest, Ms. Fong has abstained and will continue to abstain from all deliberations and voting related to the Proposed Transaction during the relevant Audit Committee Meeting and Board of Directors' Meeting. Furthermore, she will also abstain from voting on the resolution pertaining to the Proposed Transaction at the forthcoming Extraordinary General Meeting, considering her direct and/or indirect shareholdings in the Company, if any.

(ii) Dato' Che Halin Bin Mohd Hashim, Mr. Lim Chiu Siu, Mr. Tan Chyi Boon, and Mr. Chong Chun Shiong ("the Affected Directors") are directors and shareholders of the Company.

Mr. Lim Chiu Siu, Mr. Tan Chyi Boon, and Mr. Chong Chun Shiong are also the directors and shareholders of Atlantic Blue Holdings Sdn. Bhd., which serves as the major shareholder of the Company.

The Audit Committee has recognised a conflict of interest in the Proposed Transaction (as defined above) involving the Affected Directors who also the shareholders of CHGB and/or its subsidiaries.

In light of these connections and shareholdings, the Audit Committee acknowledges that the Affected Directors are in a conflicted position with regarding the Proposed Transaction. It is worth noting that although the Affected Directors hold shares in CHGB and/or its subsidiaries, however, their shareholdings in CHGB and/or its subsidiaries are less than 5%. While a conflict of interest has been identified concerning the Proposed Transaction involving the Affected Directors as shareholders in CHGB and/or its subsidiaries, the Affected Directors will not engage in direct or indirect competition with the businesses of the Company and its subsidiaries. According to MMLR, they are also not considered related parties for the Proposed Transaction.

(iii) Save as disclosed, none of the Directors have:

(a) any family relationships with any director and/or major shareholders of the Company.
(b) any conflict of interest with the Company.
(c) not convicted of any offences in the past 5 years other than traffic.

KEY SENIOR MANAGEMENT PROFILE

MR. TAN QI JIE

Group Vice President, Global Sales, Asset and Marketing

NATIONALITY
Malaysian

AGED
34

GENDER
Male

Date of appointment to the current position:
1 November 2020

Mr. Tan Qi Jie stands out as a key member of Solarvest's management team. He has over 10 years of experience in various segments in the clean energy and construction industry.

His exceptional leadership, strategic thinking, and operational expertise position him as a driving force in the clean energy sector, shaping a brighter future for Solarvest and the industry. Currently, he is spearheading the Company's global commercial operation as a Group Vice President, global sales, assets, and marketing across 7 regions including Malaysia, Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines.

His expertise includes securing strategic investments and navigating mergers and acquisitions ("M&A") to propel the company's expansion. He structures effective Power Purchase Agreements ("PPAs") that create win-win situations for both Solarvest and its clients.

He demonstrates exceptional ability in managing a growing portfolio of assets, ensuring optimal performance, and maximizing return on investment. He has led multi-million-dollar contracts in the commercial and industrial ("C&I") as well as utility-scale space. He has secured investments in the hundreds of millions for assets, leading to the development of a remarkable gigawatt ("GW") asset portfolio. His collaborative efforts with Fortune 500 companies support their environmental, social, and governance ("ESG") goals while solidifying Solarvest's position as a reliable partner.

Before Solarvest, he was in real estate and construction industry, where he gained valuable experience in various stage of construction.

He possesses a Bachelor's degree in Civil and Structural Engineering from the University of Leeds (UK, 2012) and SEDA certification in Grid-Connected Photovoltaic System Design.

He is the brother of Tan Chyi Boon, Executive Director of Solarvest. As at 28 June 2024, he has a direct interest of 241,700 ordinary shares, 298,675 Warrants A 2021/2026, and 2,130,000 outstanding ESOS that are exercisable in the Company.

KEY SENIOR MANAGEMENT PROFILE (CONT'D)

MR. LIEW KONG FATT

Chief Financial Officer

NATIONALITY
Malaysian

AGED
46

GENDER
Male

Date of appointment to the current position:
1 April 2022

Mr. Liew Kong Fatt has more than 20 years of experience in audit, corporate finance and corporate advisory. He is a Chartered Financial Analyst charter holder and members of the Association of Chartered Certified Accountants and the MIA.

He started his career in an international accounting firm – Grant Thornton. After 3 years of varied audit and consultancy exposures, he joined the Corporate Finance Division in Malaysian International Merchant Bankers Berhad from 2004 to 2006 and later in CIMB Investment Bank Berhad ("CIMB") from 2007 to 2010. During his years in the investment banks, he had garnered extensive experience in advising Malaysian public listed companies in the areas of initial public offering, fund raising, corporate restructuring and corporate finance advisory. After 7 years of originating, structuring and executing various deals over multiple industries, he left CIMB as a Manager of Corporate Finance in 2010.

He then joined Tan Chong Motor Holdings Berhad Group ("Tan Chong Group") in 2011 with his last position held as the General Manager of Corporate Planning where he planned and executed Tan Chong Group's financial funding needs and mergers & acquisitions exercises. He left Tan Chong Group in 2022 with both equity and debt transaction experience to assume his current role in Solarvest as Chief Financial Officer who takes charge of all financial matters of the Group including financial reporting and operations, corporate finance, investor relations, treasury, tax, financial planning and analysis.

As at 28 June 2024, he has 840,000 outstanding ESOS that are exercisable.

KEY SENIOR MANAGEMENT PROFILE (CONT'D)

MR. YAP PEI KOON

Chief Operating Officer

NATIONALITY
Malaysian

AGED
46

GENDER
Male

Date of appointment to the current position:
1 November 2021

Mr. Yap Pei Koon brings over 20 years of extensive experience in the renewable energy, power generation, and oil & gas industries. He joined Solarvest in 2020 as Head of Operations, where he played a pivotal role in overseeing the operations of Solarvest and its subsidiaries ("the Group") and executing strategic business initiatives. Since his appointment as Chief Operating Officer in November 2021, Mr. Yap has been instrumental in supporting the Group Chief Executive Officer and managing the Group's daily operations and strategic implementation.

Mr. Yap began his career in 2001 with Impian Tekad Sdn. Bhd. as a Project Engineer, contributing to various combined cycle and hydro power plant projects. In 2010, he joined Sapura Energy Berhad ("Sapura") as a Project Manager, where he was later promoted to Senior Project Manager. During his tenure at Sapura, he significantly increased the revenue of a business unit from USD 1 million to USD 40 million and successfully led the execution of Sapura's first Floating Storage & Offloading ("FSO") and Deepwater Floating Production, Storage & Offloading ("FPSO") projects.

In 2014, Mr. Yap transitioned to contract employment as a Project Manager with start-up oil & gas service providers in Malaysia. He took a career break in 2016 and qualified as an accredited Facilitator for the Personal Efficiency Program, coaching corporate executives to achieve sustainable productivity improvements.

Mr. Yap resumed his career in 2019 with Trans Fame Offshore Sdn. Bhd. ("Trans Fame") as a Project Manager. Shortly thereafter, he was promoted to General Manager, where he reduced overall operational costs by 22% and successfully delivered the Gumusut Kakap 2019 Turnaround Campaign, preventing a potential production loss valued at approximately USD 10 million per day for his client.

As at 28 June 2024, Mr. Yap holds a direct interest of 9,900 ordinary shares and 1,141,200 outstanding ESOS that are exercisable in the Company.

Notes:

Save as disclosed, none of the Key Senior Management have:

(a) any interest in the Company and its subsidiaries.
(b) any directorship in any other public companies and listed issuers.
(c) any family relationships with any director and/or major shareholders of the Company.
(d) any conflict of interest with the Company.
(e) not convicted of any offences in the past 5 years other than traffic.

MANAGEMENT DISCUSSION AND ANALYSIS

OPENING REMARK

Amidst a challenging global environment characterised by economic volatility, geopolitical tensions, and inflationary pressures, the Malaysian economy has demonstrated resilience with a 3.7% growth in 2023, as indicated by the Bank Negara Malaysia. This resilience is further underscored by positive domestic indicators, such as political stability and rollouts of strategic national blueprints and initiatives aimed at driving economic growth. Mirroring this resilience, Solarvest is also pleased to conclude the FYE 2024 with another set of record-breaking financial performance.

Solarvest made substantial strides across various fronts in the year under review. Notably, we have successfully completed all LSS4 EPCC projects, demonstrating our strong project execution capabilities. Furthermore, we secured quota awards in the CGPP. Our innovative financing solution, Powervest, continues to gain traction, securing a robust project pipeline from C&I customers. Capping off this successful year, we achieved our record financial performance to date, with revenue reaching an all-time high of RM497.0 million in FYE 2024 and PATAMI standing at RM32.6 million.

REVENUE
RM497.0
MILLION

PATAMI
RM32.6
MILLION

OVERVIEW OF SOLARVEST

With over a decade of track record in the clean energy industry, Solarvest has established itself as a clean energy expert in driving sustainable change for a net-zero future. The Group is actively engaged across the clean energy value chain, with capabilities encompassing the EPCC of solar energy solutions, O&M of solar energy systems, as well as the sales of electricity through solar energy. Today, Solarvest has developed a clean energy portfolio exceeding 1.2 GWp for both ongoing and completed projects, a testament to our commitment to clean energy development.

As a leading turnkey EPCC solution provider for clean energy projects, we specialise in catering to diverse sectors, encompassing LSS PV, residential, and C&I segments. Our capabilities extend across projects of all scales, from rooftop installations for residential and commercial buildings, to large-scale ground-mounted and floating solar PV systems. To date, we have successfully installed over 850 MWp of solar PV systems.

Additionally, we jointly-own, develop and/or operate a growing portfolio of solar PV assets in Malaysia, totalling project capacity of approximately 204 MWp. This includes asset development and ownership facilitated through participation in government programmes such as the LSS4 and CGPP, as well as our financing programme, Powervest. With that, we can supply clean electricity to our national utility company, TNB, and C&I clients through PPAs and/or CGPAs.

We also offer post-installation O&M services to ensure the optimal performance of the clean energy systems. Our O&M solutions incorporate modern technologies like AIoT, drone inspections, and robotic cleaning systems to enhance the operational efficiency of the solar PV systems, thereby maximising their return on investment.

Innovation is at the core of everything we do, pushing the boundaries of clean technology. As unveiled in our 5-Year Strategic Roadmap (2022-2026) in 2022, we are venturing into exciting clean energy solutions such as ESS, energy efficiency solutions, low-carbon mobility, and REC. We are also expanding our regional presence by solidifying our footprint across the Asia Pacific region, including Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

OVERVIEW OF SOLARVEST (CONT'D)

01 EPCC MARKET LEADERSHIP

- Maintain market leader position in the solar EPCC segment
- Launch operations excellence programme to drive agility and competitiveness

02 ASSET DEVELOPMENT

- Attain 30% recurring income
- Greenfield and brownfield investments
- Powervest solar-financing programme
- Target 1GW of assets

03 NEW SUSTAINABLE SOLUTIONS

- Expand vertically across clean energy ecosystem
- M&A and other forms of strategic collaborations

EXPANSION PLANS

GEOGRAPHICAL

East Malaysia | Taiwan | The Philippines | Vietnam

Singapore | Indonesia | Thailand

OTHER CLEAN ENERGY SOURCES

Mini-hydropower | Biogas | Biomass

TARGETED SUBSECTORS

1. Energy Efficiency
2. Battery Energy Storage System
3. Renewable Energy Certificates
4. Green Hydrogen
5. Electric Mobility

5-Year Strategic Roadmap (2022-2026)

At Solarvest, we are committed to being a trusted partner in the journey towards decarbonisation and a more sustainable future, in line with our corporate vision of *Energising a Regenerative World*.

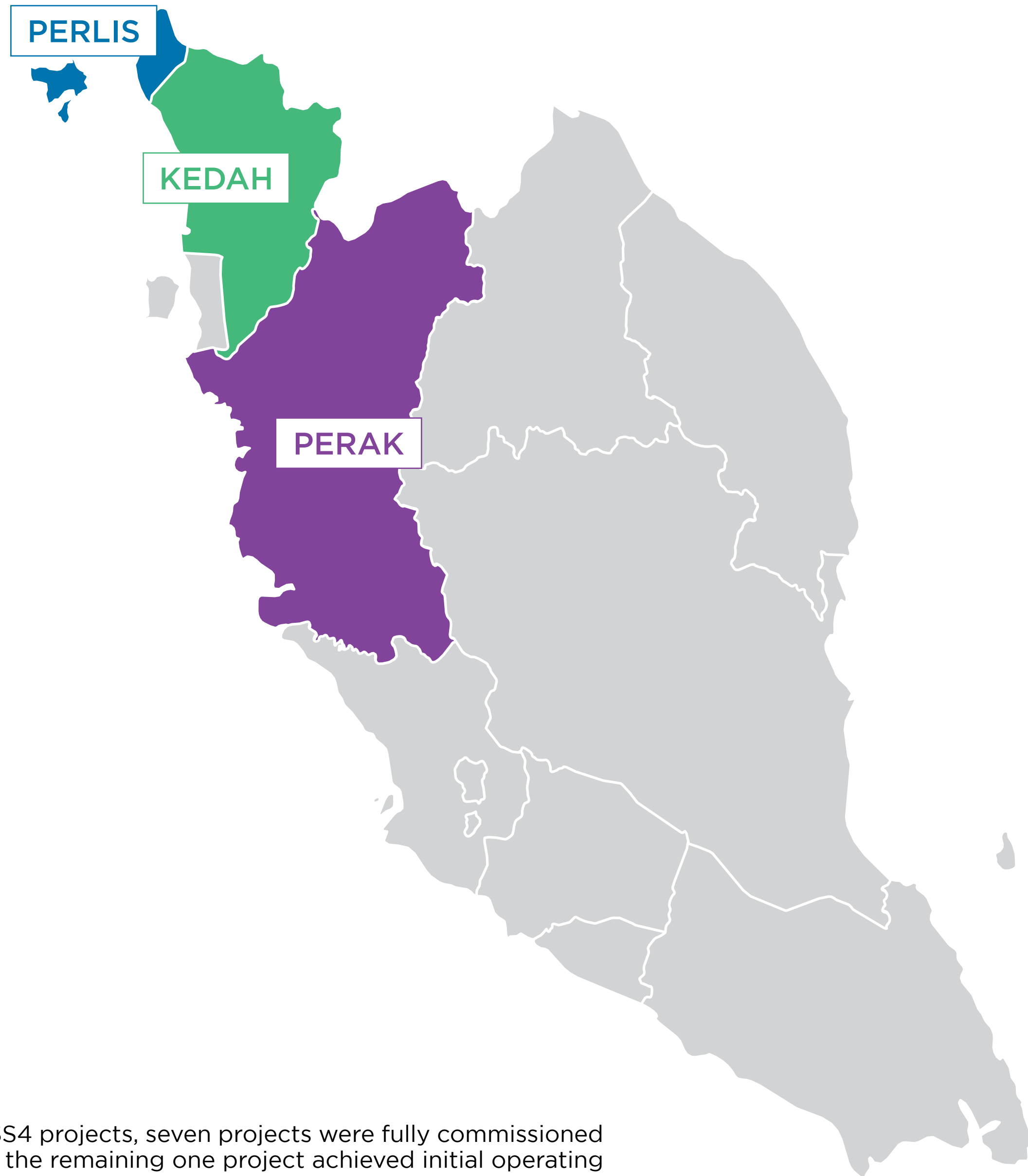
MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

BUSINESS AND OPERATIONAL REVIEW

BUSINESS REVIEW: EPCC

Maintaining our leadership position in the EPCC market remains a top priority at Solarvest. This commitment extends to both C&I and utility-scale solar services, solidifying our presence across the EPCC space.

FYE 2024 marked a significant milestone for us with the successful commissioning of all eight LSS4 EPCC projects (Note 1). This commendable achievement, encompassing a combined capacity of 277.9 MWp and a cumulative contract value of approximately RM573.0 million, underscores our expertise in handling the deployment of complex, large-scale solar projects.



Note 1:

Out of the eight LSS4 projects, seven projects were fully commissioned in FYE 2024, while the remaining one project achieved initial operating date (IOD) in FYE 2024 and was subsequently fully commissioned in April 2024.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

BUSINESS AND OPERATIONAL REVIEW (CONT'D)

BUSINESS REVIEW: EPCC (CONT'D)

Our strong performance extended beyond LSS projects. The residential and C&I segments also thrived in FYE 2024, contributing 44.6% or RM202.6 million to our EPCC revenue. This sustained contribution from rooftop projects further bolsters our position in the EPCC segment.

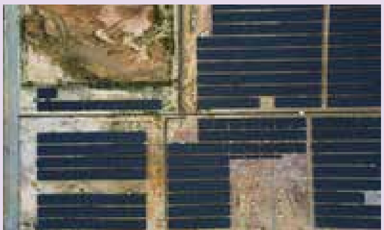
Subsequent to the completion of our LSS4 EPCC projects, our total unbilled order book was at RM242.0 million as of 31 March 2024. Of this amount, RM8.0 million is attributable to LSS PV projects, with the remaining RM234.0 million derived from residential and C&I segments.

~70.0MWp Daerah Chuping, Perlis

~28.4MWp Pekan Junjong, Kedah

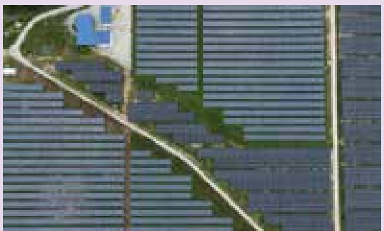
~75.0MWp Bukit Selambau, Kedah

~24.1MWp Mukim Bota, Perak



~25.2MWp Daerah Kinta, Perak

~14.4MWp Daerah Kerian, Perak



~24.0MWp Daerah Kampar, Perak

~16.6MWp Daerah Kampar, Perak

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

BUSINESS AND OPERATIONAL REVIEW (CONT'D)

BUSINESS REVIEW: ASSET OWNERSHIP AND DEVELOPMENT

Other than our EPCC division, we are strengthening our position as a leading clean energy developer. Our growing portfolio of solar assets not only expands our clean energy sales but also strengthens our recurring revenue streams.

For the year under review, we are pleased to share the successful commissioning of our three LSS4 assets totalling 67.3 MWp. Through the ownership of these solar assets, we are able to sell clean electricity to TNB under a 25-year PPA, ensuring a stable and consistent income stream.

Manjung, Perak
~29.6MWp
COD date: Aug-23

Kuala Selangor, Selangor
~20.5MWp
COD date: Nov-23

Manjung, Perak
~17.2MWp
COD date: Dec-23

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

BUSINESS AND OPERATIONAL REVIEW (CONT'D)

BUSINESS REVIEW: ASSET OWNERSHIP AND DEVELOPMENT (CONT'D)

Additionally, in November 2023, the EC announced the award of the final round of quota for the CGPP programme. Along with our consortium partners, we secured a total of 90 MWp of solar assets, but Solarvest holds an effective ownership of approximately 49.5 MWp. These long-term assets, with CGPAs extending up to 21 years, will significantly contribute to our electricity sales segment.

Our awarded CGPP electricity generation capacity	Export Capacity (MWac)	Export Capacity (MWp)	Solarvest's equity stake
Atlantic Blue Sdn Bhd and TNB Renewables Sdn Bhd	29.99	~45.0	70%
Savelite Engineering Sdn Bhd, **Blazing Solar Sdn Bhd** and TNB Renewables Sdn Bhd	29.99	~45.0	30%
Shizen Malaysia Sdn. Bhd, HSS Engineering Sdn Bhd, **Solarvest Asset Management Sdn Bhd** and Aziho Trading Sdn Bhd	29.99	~45.0	10%
Total		= **~49.5 MWp (effective ownership)**	

POWERVEST

A financing solution *to promote clean energy adoption among C&I players.*

Furthermore, our innovative financing solution, Powervest, plays a crucial role in in expanding our capabilities as a clean energy developer. This program addresses the financial barrier for businesses by eliminating upfront capital costs associated with solar installations, thereby facilitating clean energy adoption. During the year under review, we successfully commissioned new solar plants totalling 6.2 MWp under Powervest. As of 31 March 2024, we have signed approximately 109.0 MWp of PPAs with C&I clients under the same programme, marking a significant milestone in our journey as a clean energy developer. With these PPAs typically ranging from 15 to 25 years, our recurring revenue streams will be further strengthened.

BUSINESS REVIEW: OPERATION AND MAINTENANCE

Solarvest is committed to provide customers with a holistic solar adoption experience. Through our wholly-owned subsidiary, Powertrack Sdn Bhd, we offer a comprehensive suite of O&M services for solar power systems, ensuring optimal performance for over 755 solar power systems across residential, C&I sectors, and large-scale solar farms. These services encompass routine inspections, cleaning, and inverter maintenance, alongside module replacement, warranty management, and preventative maintenance programs. Powertrack also leverages on big data analysis and digitalisation for performance optimisation, maximising asset lifespan and energy production for our customers. Our commitment to O&M excellence has translated into a healthy revenue stream for the Group, with the O&M segment contributing 1.4% or RM7 million in FYE 2024.

Powertrack adopts a holistic approach by utilising thermal drone technology and AI-driven software from our associate partner, Airlytic Sdn Bhd, for aerial thermography inspections. This allows for inspecting solar farms at a pace of 10 minutes per MW, compared to 3-5 hours per MW with traditional methods. The software provides precise analysis, pinpointing the location of each solar anomaly and impact of each anomaly on annual power loss if not maintained.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

BUSINESS AND OPERATIONAL REVIEW (CONT'D)

BUSINESS REVIEW: ALL OTHER SEGMENTS

Solarvest remains steadfast in our commitment to clean energy innovation. Other segments encompass ventures into new sustainable solutions to expand our earnings base while advancing clean energy transition. This includes solar project development, REC and exploration of other green energy solutions.

The Powervest programme offers a dual approach to income generation. In addition to securing recurring electricity sales income through PPAs, we may leverage on the programme to develop and sell solar projects, providing opportunities for project development profits.

Our progress in REC trading is evident with approximately 500,000 RECs facilitated and support provided to corporates in achieving their RE100 initiative goals across the region. Additionally, we are exploring other green energy solutions, such as low-carbon mobility, green hydrogen, energy storage systems, and energy efficiency solutions.

The successful launch of EV charging and mobility solution, Powerbee in December 2022, marked our entry into the EV ecosystem. We have already installed over 40 EV chargers, with an additional 500 in the pipeline. We are now set to enhance our EV charging network through a strategic joint venture with property management system provider, I Ruma Solutions Sdn Bhd. This partnership enables the integration of digitalised property management with green features, including real-time solar energy monitoring and online booking for EV charging facilities within green-enabled properties. Furthermore, collaborations with CENTEXS and Huawei Malaysia have led to the establishment of the Green Energy Lab and testbeds, fostering innovation and experimentation in sustainable energy solutions.

As a testament to our efforts, the other segments have contributed 4.8% or RM23.9 million to the Group's revenue in FYE 2024, representing a growth of over ten times compared to the previous year's RM2.4 million.

BUSINESS REVIEW: OVERSEAS UPDATES

We are strategically expanding our presence beyond the domestic market, establishing a regional footprint in Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines. Not only are we broadening our geographical reach, but we are also unlocking fresh revenue streams from overseas operations. To date, we have successfully secured projects totalling approximately 24.3 MWp in overseas markets. Furthermore, our overseas project pipeline remains strong with a tenderbook of 2.0 GWp, signifying significant future growth opportunities in the Asia-Pacific region.

OVERSEAS TENDERBOOK

2.0 GWp

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

FINANCIAL REVIEW

REVENUE

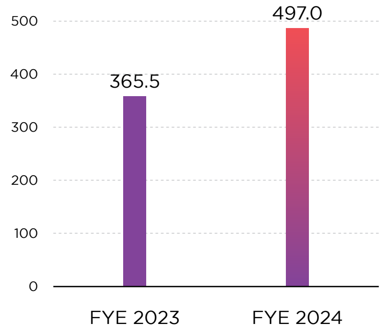
In FYE 2024, the Group delivered another record-high revenue of RM497.0 million, representing a 36.0% YoY growth from RM365.5 million attained in the previous financial year. This was mainly driven by higher revenue contribution from LSS4 projects and strong performances in the C&I segments.

The EPCC for solar energy solutions segment remained as the Group's primary revenue contributor. It is noteworthy that the segment's overall revenue share shifted from 97.6% or RM356.7 million in FYE 2023 to 91.3% or RM454.0 million in FYE 2024. This signified a positive progress towards Solarvest's Five-Year Strategic Roadmap to achieve 30.0% recurring income. Within the EPCC segment, LSS projects accounted for 55.4% or RM251.4 million of the revenue, while residential and C&I projects contributed 44.6% or RM202.6 million.

Meanwhile, Solarvest's electricity sales segment surged more than six-fold YoY to RM12.1 million in FYE 2024 from RM1.8 million in FYE 2023, representing a 2.4% contribution to the Group's total revenue. The remarkable growth was driven by the successful commissioning of all three self-owned LSS4 solar assets that commenced commercial operations during the year.

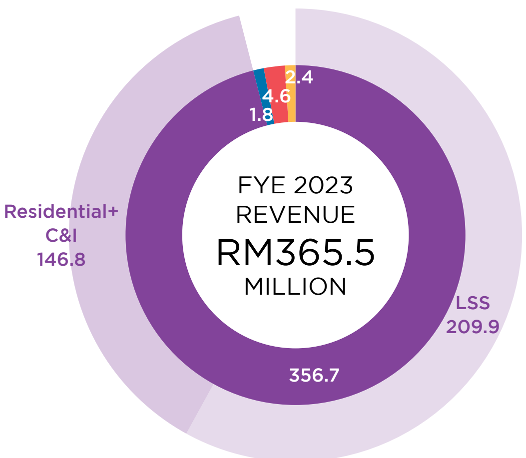
REVENUE
RM Million

36.0%
YoY

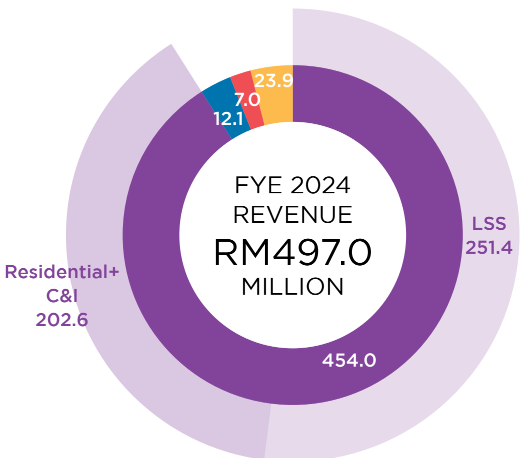


Furthermore, reflecting on its commitment to new sustainable solutions, Solarvest's all other segment grew significantly. These segments contributed 4.8% or RM23.9 million in FYE 2024, representing a ten-fold increase from the previous year's RM2.4 million.

The O&M segment for solar energy systems also saw steady growth, contributing 1.4% or RM7.0 million in FYE 2024, up from RM4.6 million in FYE 2023.



*In RM million



*In RM million

● EPCC of solar energy solution ● Sales of electricity through solar energy ● O&M of solar energy system ● All other segments

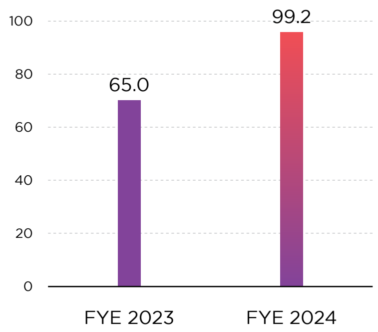
MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

FINANCIAL REVIEW (CONT'D)

PROFITABILITY

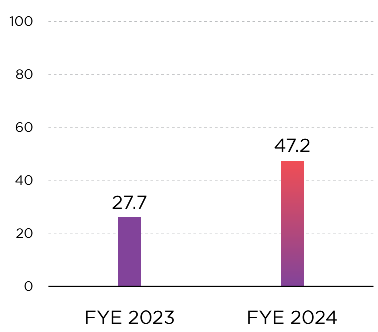
GP
RM Million

52.6% YoY



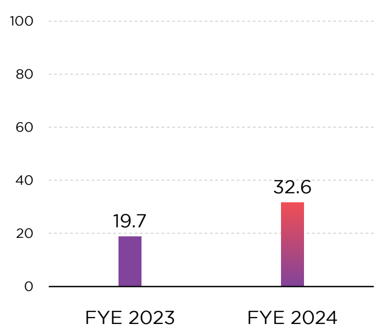
PBT
RM Million

70.4% YoY



PATAMI
RM Million

65.5% YoY



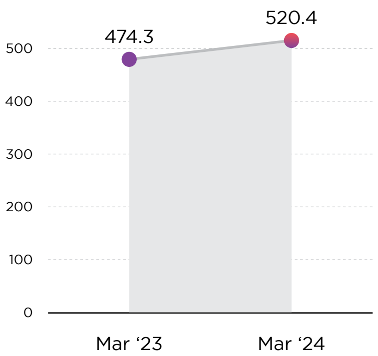
In tandem with the top-line growth, Solarvest's GP increased by 52.6% YoY to RM99.2 million in FYE 2024, as compared to RM65.0 million recorded last year. The Group's GP margin also improved to 20.0% in FYE 2024 from 17.8% in FYE 2023, primarily due to higher contributions from residential and C&I projects.

Meanwhile, the Group's PBT also recorded a robust growth of 70.4% YoY to RM47.2 million in FYE 2024, up from RM27.7 million in FYE 2023. This resulted in a corresponding improvement in PBT margin by 1.9 percentage points, rising from 7.6% in FYE 2023 to 9.5% in FYE 2024.

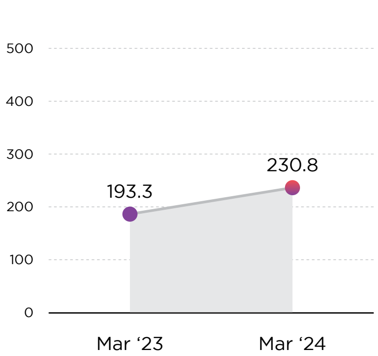
Solarvest capped off a remarkable year with PATAMI soaring by 65.5% to RM32.6 million in FYE 2024, as compared to RM19.7 million the previous year. This marked a new historical high for the Group's financial performance. Additionally, the PATAMI margin improved to 6.6% during the year under review, up from 5.4% last year.

BALANCE SHEET POSITION

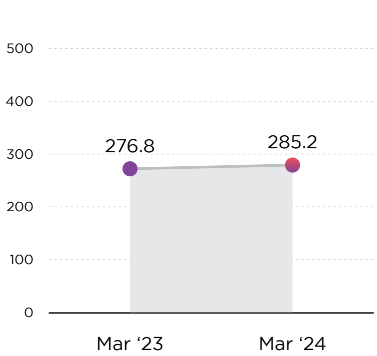
TOTAL ASSETS
RM Million



TOTAL EQUITY
RM Million



TOTAL LIABILITIES
RM Million



MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

FINANCIAL REVIEW (CONT'D)

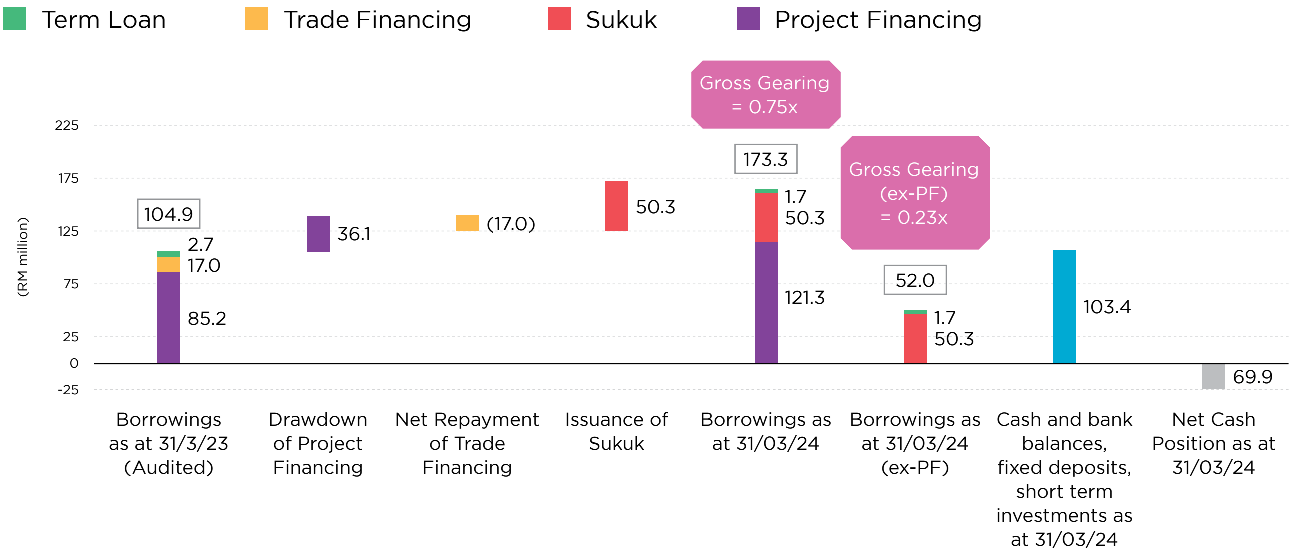
BALANCE SHEET POSITION (CONT'D)

Solarvest's financial position remained strong in FYE 2024, with total assets reaching RM520.4 million as at 31 March 2024 from RM474.3 million a year ago. This growth is primarily driven by our investment in LSS4 solar assets, along with an increase in other investments and short-term investments. Notably, the Group maintained a healthy cash holding of RM103.4 million at the close of the financial year under review.

Solarvest shareholders' equity also remained on an uptrend, rising 19.4% YoY to RM230.8 million compared to RM193.3 million in the prior year on the back of higher retained earnings.

Meanwhile, our total liabilities stood at RM285.2 million as at 31 March 2024, compared to RM276.8 million in the previous year.

BORROWING AND GEARING POSITION



In FYE 2024, the total borrowings of the Group increased to RM173.3 million from RM104.9 million in the preceding year. This is mainly due to a drawn down of RM36.1 million in project finance to partially fund the capital expenditure for the Group's LSS4 solar farms, which have been fully commissioned and operational since the end of 2023. Additionally, we made our first drawdown of RM50.0 million of Islamic Medium-Term Notes ("IMTNs") and issued RM10.0 million in Islamic Commercial Papers ("ICPs") under the Group's RM1.0 billion Sukuk Programmes.

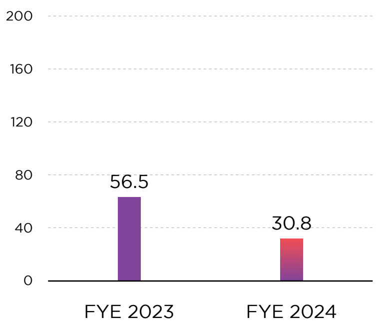
Nonetheless, the Group's gross gearing and net gearing ratios remained manageable at 0.75x and 0.30x respectively as at 31 March 2024. Following the full commissioning of the self-owned LSS4 solar assets, we obtained conditional approval from our financier to discharge our corporate guarantee, effectively making the entire project financing non-recourse. Accordingly, excluding the project financing totalling RM121.3 million for our LSS4 solar plants, the Group's gross gearing was 0.23x as at 31 March 2024. Furthermore, with a total cash and cash equivalents amounting to RM103.4 million, Solarvest was in a net cash position by the end of FYE 2024.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

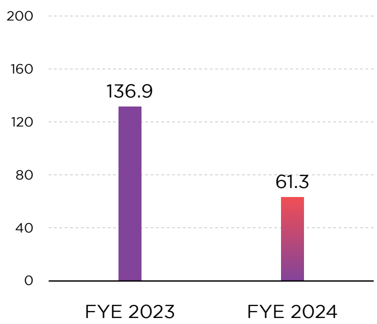
FINANCIAL REVIEW (CONT'D)

CASH FLOW

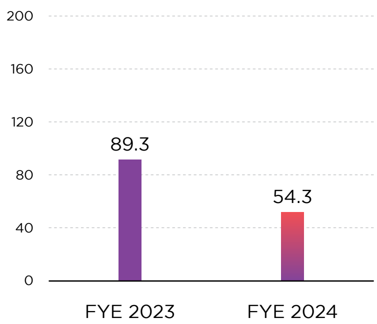
NET OPERATING CASH FLOW
RM Million



NET CASH USED IN INVESTING ACTIVITIES
RM Million



NET CASH GENERATED IN FINANCING ACTIVITIES
RM Million



In FYE 2024, Solarvest generated a healthy net operating cash flow ("NOCF") of RM30.8 million. This marked our second consecutive financial year of reporting a positive NOCF, highlighting the Group's adept working capital management and operating efficiencies.

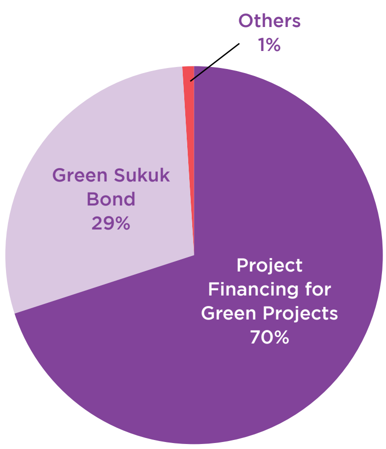
Furthermore, in FYE 2024, Solarvest recorded a decrease in net cash used in investing activities, amounting to RM61.3 million compared to RM136.9 million in FYE 2023. This reduction can be attributed to the near completion and subsequent commissioning of our self-owned LSS4 solar plants in FYE 2024, resulting in lower capital expenditure requirements for solar plants construction.

Solarvest generated a net financing cash flow of RM54.3 million in FYE 2024, primarily due to IMTNs drawn down to fund EPCC projects and asset investments.

GREEN FINANCING

As a renewable energy company, we are committed to playing a leading role in directing capital raised towards green projects and activities that drive the transition to a low-carbon economy. Over the past two years, our Group has undergone a transformative journey to strategically position ourselves to meet the stringent criteria for securing green financing opportunities.

As at the end of FYE 2024, green financing contributed to 99% of our total borrowings, reaffirming our commitment to sustainability.



FYE 2024

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

GREEN FINANCING (CONT'D)

GREEN PROJECT FINANCING

In FYE 2024, we had drawn down a total of RM36.1 million in term loans to partially finance the construction of the Group's 67.3 MWp LSS4 solar farms, all of which were fully commissioned during the FYE 2024. Our LSS4 plants are expected to generate 103,380,914 kWh of solar energy annually, effectively displacing an estimated 78.4 tonnes of CO2e each year.

ESTABLISHMENT OF SUSTAINABILITY SUKUK

In June 2023, Solarvest has established an Islamic Medium-Term Notes programme ("IMTN Programme") and an Islamic Commercial Papers programme ("ICP Programme"), with a combined limit of up to RM1.0 billion ("Sukuk Programmes"). Under the IMTN Programme, Solarvest may also issue Sustainable and Responsible Investment IMTNs in accordance with Solarvest's Sustainability Sukuk Framework and the Sustainability Guidelines defined in Securities Commission Guidelines on Unlisted Capital Market Products.

The Sukuk Programmes have received positive evaluations from leading credit rating agencies. RAM Rating Services Berhad assigned credit ratings of A1 (long-term) to our IMTN Programme and a P1 (short-term) rating to our ICP Programme. Additionally, our Sustainability Sukuk Framework received a "Gold" Impact Assessment from Malaysian Rating Corporation Berhad.

By accessing debt capital markets through the Sukuk Programmes, we can broaden our investor base, particularly those seeking Shariah-compliant investment opportunities. It also provides us with the financial resources to undertake larger-scale projects, both domestically and internationally. The funds raised through the Sukuk Programmes will be allocated towards capital expenditure, working capital needs, project acquisitions, and strategic investments aligned with our long-term vision. This enhanced capacity for growth enables us to capitalise on strategic opportunities and solidify our position as a leader in the clean energy market.

RISK FACTORS

DEPENDENCE ON GOVERNMENT POLICIES AND THE RETENTION OF CERTAIN APPROVALS, PERMITS AND LICENSES

As a company operating in the energy industry, we are subject to various laws, regulations, and policies imposed by government authorities. Any unfavourable changes in policies and support mechanisms related to tax incentives, subsidies, and degree of liberalisation could impact our financial performance. Additionally, to conduct our business, we are required to obtain and hold valid approvals, permits and licenses, such as the Registration of Solar PV Service Provider issued by the SEDA. Compliance with the applicable requirements is essential as failure to keep or renew the requisite approvals, permits and licenses could result in suspension or restriction of our business operations.

To mitigate these risks, we maintain regular engagement with relevant authorities to stay informed about the latest industry developments and anticipated policy changes. This proactive approach allows us to adapt to regulatory shifts effectively and safeguard our business operations.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

RISK FACTORS (CONT'D)

COMPETITIVE INDUSTRY ENVIRONMENT

Competition in the solar industry has intensified over the years with the entry of both local and international players into the EPCC space and asset development market. This competition extends to areas such as pricing, offered solutions, service quality, and tariff rates. Additionally, our Group faces competition from alternate clean energy sources like biogas, biomass, small hydropower, and geothermal resources, which are competitive in terms of power generation capacity, initial installation costs and ongoing O&M expenses.

Nonetheless, we remain steadfast in enhancing our competitive advantage by focusing on technological advancement and value engineering to offer cost-efficient solutions to our clients. Solarvest sets itself apart in the EPCC space with a strong track record of delivering large scale projects. We go beyond construction, offering a comprehensive suite of end-to-end services such as O&M, insurance coverage, and financing solutions (via Powervest). In the asset development field, our projects remain financially feasible and are expected to remain so. Importantly, by providing EPCC, we gain a significant advantage in managing project development costs compared to other pure-play assets developers and owners.

Furthermore, Solarvest is expanding across the clean energy ecosystem to venture into other clean energy sources and innovative green technology solutions. We are also diversifying our business to other geographical regions, which will reduce its concentrated exposure to the clean energy industry of Malaysia.

UNANTICIPATED INCREASES IN PROJECT COSTS, RISING INPUT COSTS AND CURRENCY RISK

At Solarvest, we meticulously consider various factors such as material prices, currency fluctuations, and labour and equipment availability when estimating project costs and scheduling. With that, our financial performance is subject to risks like currency fluctuations, project delays and unexpected site conditions, rising material and labour costs, as well as potential disruptions in material deliveries or project financing. These factors may result in deviations from our original project profit estimates, potentially impacting our margins.

Price fluctuations for important commodities such as polysilicon, copper, and aluminium may directly impact our project costs. The increase in input material costs, partially caused by the depreciation of the Ringgit Malaysia, could further impact our overall financial results.

While fluctuations in project costs, commodity prices, and foreign exchange rate movements are beyond our control, we are prudent with our procurement and inventory management practices. For example, we strategically source solar PV module from various suppliers and engage in bulk purchases to secure favourable pricing. Additionally, we hedge our foreign currency-denominated trade payables to reduce exposure to fluctuations in foreign exchange rates.

OVERSEAS EXPANSION AND INVESTMENT

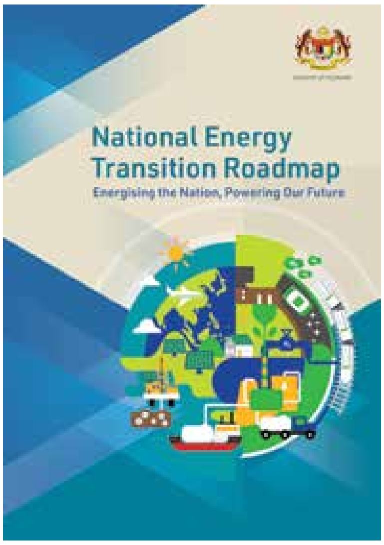
We have established regional presence in Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines to diversify our market exposure, thereby reducing reliance on a single market due to varying regulatory frameworks, political climates, and business environments. However, such expansion entails uncertainties and requires significant capital outlay, with no guarantees that these investments will generate our desired returns.

As such, Solarvest approaches this strategy with caution and diligence, intending to grow our overseas presence at a measured pace. When selecting local partners, our Group prioritises candidates with strong networks to secure contracts and familiarity with local regulations. Additionally, Solarvest leverages on its proven track record in the Malaysian market to replicate its successful solar offerings abroad.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

PROSPECTS

INDUSTRY: MALAYSIAN GOVERNMENT'S FOCUSED COMMITMENT IN DRIVING THE COUNTRY'S ENERGY TRANSITION JOURNEY



The Malaysian RE industry is undergoing a transformative shift, driven by the government's firm commitment to a sustainable future. The unveiling of the NETR serves as a blueprint for this transformation. The NETR outlines a clear pathway in shaping the nation's energy mix through six key transition levers: energy efficiency, RE, hydrogen, bioenergy, green mobility, as well as CCUS. Notably, the NETR prioritises attracting investments, fostering international collaboration, and cultivating a skilled clean energy workforce. This bodes well with Solarvest, as the country sets a clear and promising trajectory for its energy future.

Furthermore, the introduction of the CGPP marks an initial step towards a more dynamic and liberalised electricity market, a move we eagerly welcome. This program, with an allocation quota of 800 MW, allows corporate consumers to directly negotiate energy tariffs between developers like Solarvest and corporate consumers seeking for green attributes, through CGPAs. This shift fosters a more open and competitive electricity market while empowering companies to reduce their carbon footprint.

The Malaysian government has reaffirmed its commitment to clean energy with the launch of the fifth round of the LSS program ("LSS5"). LSS5 boasts a total capacity of 2 GW, more than double the capacity of the previous round. Besides, the government also announced an additional quota of 400MW under the NEM programme, as well as a 400MW quota in a low-carbon power generation programme through the NEDA mechanism. These substantial increases mark a major leap forward in clean energy adoption and positions Malaysia well on its path to achieving 70% RE installed capacity and carbon neutrality by 2050.

Additionally, the establishment of Malaysia's own energy exchange, Energy Exchange Malaysia, marks a significant milestone for the country's energy sector. This long-awaited initiative unlocks the potential for cross-border electricity trading with neighbouring countries like Singapore and Thailand. It aligns perfectly with Malaysia's ambition to become a regional energy hub, transforming the nation's energy landscape and paving the way for clean energy exports. The upcoming pilot auction of 100 MW of RE to Singapore signifies the first step in this exciting journey, allowing Malaysia to expand its clean energy footprint beyond its borders.

The Malaysian government is further stimulating the demand for clean energy solutions with a suite of targeted initiatives. One such initiative is the Green Electricity Tariff program, featuring a new tiered pricing mechanism with lower rates that empowers consumers to reduce their carbon footprint by choosing green electricity from renewable sources. Complementing this initiative is the Solar for Rakyat Incentive Scheme (SolaRIS), designed to incentivise residential customers to adopt solar PV systems, thereby further expanding Malaysia's RE capacity.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

PROSPECTS (CONT'D)

SOLIDIFYING OUR FOOTHOLD IN THE EPCC MARKET

Following the successful completion of eight LSS4 EPCC projects, our orderbook stands at RM242.0 million as of 31 March 2024. The upcoming award of CGPP EPCC projects presents a significant opportunity to bolster our orderbook. We are actively pursuing CGPP EPCC projects with a capacity of approximately 463 MWp, translating into potential revenue of RM714 million. Looking beyond CGPP, the 2 GW LSS5 quota, coupled with the additional 800 MW quota allocations under NEM 3.0 and NEDA, presents further avenues to expand our project pipeline.

Meanwhile, we continue to see healthy project pipeline within the C&I segments, driven by the growing awareness of ESG principles. Companies are increasingly embracing clean energy, driven by their commitments to RE100, a global initiative uniting leading businesses on the path to 100% renewable electricity. With that, our Group anticipates sustained orderbook replenishment from this segment, supporting our overall growth trajectory.

BUILDING RECURRING INCOME STREAM THROUGH ASSET OWNERSHIP AND DEVELOPMENT

We are strategically building our recurring income streams to ensure long-term growth and financial stability. As such, we are pleased to share that all three LSS4 solar assets, totalling 67.3 MWp capacity, are now fully operational. These operational assets are projected to generate annual electricity sales of RM23.0 million annually for the next 25 years.

For the upcoming LSS5 program, we are actively pursuing ownership and development opportunities alongside EPCC projects. Replicating our proven approach from LSS4, we are advancing as both an EPCC contractor and a clean energy developer/owner, enabling us to secure long-term electricity sales beyond EPCC contracts.

Alongside our CGPP EPCC projects, Solarvest will also participate as a Solar Power Producer to undertake the ownership and development of CGPP solar power plants. We are currently finalising all the remaining definitive agreements and financing arrangement prior to commencing the construction of these solar plants. With that, corporate consumers will then purchase electricity generated from these plants under 21-year CGPAs.

Furthermore, leveraging on our financing programme, Powervest, we have secured corporate PPAs with a cumulative capacity of 109.0 MWp as at 31 March 2024. Upon the projects' completion within the next 12 to 18 months, we are projecting to generate a recurring revenue of RM38.0 million annually.

Combined, these initiatives position Solarvest closer to achieving our goal of a 30% recurring income contribution. With our established track record in developing utility-scale projects, we are confident of fulfilling our role as a clean energy developer, providing our customers with sustainable energy solutions to advance their sustainability goals.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

PROSPECTS (CONT'D)

UNLOCKING FURTHER POTENTIAL WITH OUR ESTABLISHED REGIONAL PRESENCE

Expanding our reach across the Asia-Pacific region, Solarvest has established a solid presence in six overseas countries, notably the Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines. With a robust project pipeline and a tenderbook of 2.0 GWp overseas, we are poised to tap into new sources of income abroad. Looking ahead, we anticipate increased overseas contributions in the coming financial years, driving further growth and unlocking additional potential beyond borders.

BUILDING A GREENER FUTURE WITH NEW SUSTAINABLE SOLUTIONS

In response to the growing demand for corporate sustainability, we offer a range of environmental commodities, including REC and CC. By partnering with renewable energy project owners, we facilitate the registration and issuance of RECs, providing additional income for the project owners and supplying these certificates to corporate buyers striving to meet their renewable energy targets.

We also collaborate with various carbon projects to supply CC tailored to corporate needs. By acquiring these credits, businesses can offset their carbon emissions and showcase their commitment to environmental responsibility in line with their sustainability reporting requirements. By purchasing REC or CC, companies can actively contribute to sustainability goals and demonstrate their dedication to environmental stewardship.

Our objective is to become the leading supplier of environmental commodities across the Asia-Pacific region, ensuring a comprehensive supply chain that meets the diverse requirements of corporations throughout the region. We aim to supply over 5 million RECs or carbon credits annually across the Asia-Pacific region.

Besides, we are actively expanding our clean energy solutions beyond solar with Powerbee, our EV charging and mobility solution powered by 100% renewable energy. Our charging platform 'Powerbee App', enables EV drivers to charge their cars conveniently. In the future, it will provide an end-to-end clean energy ecosystem integration, including solar, battery energy storage systems, and V2G systems to ensure a reliable and sustainable energy source for EV adoption. Our ambitious goal is to install 10,000 EV chargers across Malaysia by 2030, creating a robust nationwide charging infrastructure. Furthermore, we also plan to expand Powerbee's reach regionally, contributing to the global transition towards sustainable transportation.

Beyond REC and green mobility solutions, we are also actively exploring advancements in other green energy ventures such as energy efficiency, battery energy storage systems, green hydrogen, and green data centres. We are also looking into other renewables exploration such as wind, biomass, mini-hydro. Through strategic collaboration with industry leaders like CENTEXS and Huawei Malaysia in Sarawak, we are combining our expertise in accelerating green development and shaping a more sustainable future for generations to come with more innovations into battery, green hydrogen and green data centre.

MANAGEMENT DISCUSSION AND ANALYSIS (CONT'D)

CLOSING REMARK

In conclusion, we are pleased to report a second consecutive year of record-breaking financial performance, which is a testament to the dedication of our team and the growing demand for clean energy solutions. We remain optimistic about the outlook of the clean energy industry, buoyed by supportive government policies and heightened environmental awareness in driving clean energy adoption across residential and C&I segments.

While we remain prudent with potential challenges stemming from geopolitical tensions and macroeconomic uncertainties, we stand ready for growth on multiple fronts in the coming years. In line with our 5-Year Strategic Roadmap, we will continue to excel as both an EPCC contractor and a clean energy developer, offering a comprehensive suite of clean energy solutions to our clients. Moreover, we will solidify our existing regional footprint and explore new market opportunities to establish a robust regional presence. Meanwhile, we are committed to exploring new sustainable solutions beyond solar power, fostering a resilient clean energy ecosystem. These endeavours mark an exciting phase for our Group, and we are confident in our ability to fulfil our role as a decarbonisation partner, facilitating a meaningful and impactful transition towards a clean energy future.

APPRECIATION

On behalf of the Management, we extend our deepest gratitude to our esteemed Board of Directors, whose strategic insights and unwavering guidance have been instrumental in navigating the complexities of the market and charting a course for continued growth. We are also thankful for the trust and support of our valued stakeholders, including our shareholders, customers, business associates, bankers, lawyers, suppliers and contractors. Finally, and most importantly, we commend the dedication of our entire Solarvest team. The tireless efforts and unwavering commitment of each Solarvest employee have been the cornerstone of our growth. It is through this collective spirit of collaboration and excellence that Solarvest has achieved yet another successful financial year and continues to soar to new heights.

Lim Chin Siu
Managing Director

Tan Chyi Boon
Executive Director

Chong Chun Shiong
Executive Director &
Group Chief Executive Officer

SUSTAINABILITY STATEMENT

EMPOWERING A GREENER TOMORROW: INNOVATING CLEAN ENERGY FOR A SUSTAINABLE FUTURE

SUSTAINABILITY STATEMENT (CONT'D)

ABOUT THIS STATEMENT (GRI 2-1, 2-2, 2-3, 2-4, 2-5, 2-14)

In an era marked by escalating global awareness of the urgent need for sustainable solutions, Solarvest stands at the forefront of the clean energy revolution. As one of the leading clean energy specialists in the Asia-Pacific region, we recognise the pivotal role clean energy plays in combating climate change and fostering a more sustainable future. Positioned at the intersection of innovation and environmental stewardship, we understand the pressing imperative to transition towards clean sources of power. Our expertise and dedication have uniquely positioned us to drive meaningful change, harnessing the power of clean energy to propel us towards a greener and more sustainable world.

Taking a further stride forward, our 5-year strategic roadmap initiated in 2022 has paved the path for us to transform Solarvest from a pure-play solar energy company into a clean energy specialist with holistic offerings of clean energy and other low-carbon solutions. This strategic shift is in line with our core vision to make clean energy reliable, accessible and affordable to all.

The Board is pleased to present this 5th Sustainability Statement for the FYE 2024, demonstrating our continued efforts, developments and performance in creating a more sustainable and resilient future for our stakeholders.

REPORTING SCOPE AND BOUNDARIES

Solarvest was successfully listed on the ACE Market of Bursa Securities in November 2019 and was subsequently transferred to the Main Market in October 2021. To date, we operate in 7 countries, including Malaysia, Singapore, Vietnam, Taiwan, Indonesia, Thailand, and the Philippines. Our headquarters is located in Petaling Jaya, Selangor, Malaysia.

This Sustainability Statement outlines the sustainability efforts and performances of Solarvest and the following 12 major subsidiaries which are involved in the fields of Solar PV EPCC and O&M, new sustainable solutions, asset development and investment: -

- ATLANTIC BLUE SDN BHD;
- SOLARVEST ENERGY SDN BHD;
- SOLARVEST ENERGY (SR) SDN BHD;
- SOLARVEST BORNEO SDN BHD;
- SOLARVEST ASSET MANAGEMENT SDN BHD;
- VESTECH ENERGY SDN BHD;
- POWERTRACK SDN BHD;
- POWERBEE SDN BHD;
- SOLARVEST EE SDN BHD;
- SINARMAS ENERGY SDN BHD;
- SERIMAS ENERGY SDN BHD; AND
- SURIAMAS ENERGY SDN BHD.

The remaining local/overseas subsidiaries and associates of the Group have been excluded from the scope of our sustainability reporting in view of their limited revenue and profit contributions to the Group or their current dormant status. However, we intend to incorporate them into our sustainability reporting as they continue to grow and evolve, eventually becoming more substantial contributors to our Group.

SUSTAINABILITY STATEMENT (CONT'D)

ABOUT THIS STATEMENT (GRI 2-1, 2-2, 2-3, 2-4, 2-5, 2-14) (CONT'D)

REPORTING GUIDELINES AND REFERENCE

This Sustainability Statement was prepared in accordance to the GRI and SASB reporting requirements. In addition, it is also prepared in accordance to the Bursa Securities' MMLR relating to sustainability statement and its Sustainability Reporting Guide 3rd Edition.

Meanwhile, we have made reference to the SDGs as introduced by the United Nation's Department of Economic and Social Affairs in 2015, to map our material sustainability matters and formulate the Group's sustainability strategies.

REPORTING PERIOD AND FREQUENCY

Solarvest evaluates, updates and reports the Group's sustainability strategies and performances on an annual basis and this Sustainability Statement covers the reporting period from 1 April 2023 to 31 March 2024, unless otherwise specified.

This Sustainability Statement is published in July 2024.

RESTATEMENTS OF INFORMATION

In FYE 2024, the Group has decided to revise the emission factor adopted for calculating GHG emissions and energy consumption.

The GHG emission data reported in FYE 2023 was computed in accordance to the emission factor guided by the Malaysia Third Biennial Update Report to the UNFCCC as well as the MTGC Study on Grid Connected Electricity Baselines in Malaysia. However, starting from FYE 2024 onwards, the Group has opted to adopt the 2006 IPCC Guidelines for National GHG Inventories and the Grid Emission Factor 2017-2021 by Malaysia Energy Information Hub of EC Malaysia for our Group's Scope 1 and Scope 2 emission factors respectively.

On the other hand, the energy consumption data reporting in FYE 2023 was computed based on the BP Statistical Review of World Energy 2022 and the Malaysian Green Technology and Climate Change Corporation Study on Grid Connected Electricity Baselines in Malaysia for the fuel and electricity conversion factor respectively. However, starting from FYE 2024 onwards, the Group has opted to adopt the conversion factor from National Energy Balance 2016 by EC Malaysia.

This adjustment aims to provide a more accurate and contextually relevant representation of our GHG emissions and energy consumption reporting. Consequently, this alteration in the emission and conversion factors will yield a 27.1% increase in Scope 1 emission, 11.5% decrease in Scope 2 emission and 16.8% increase in total energy consumption, as compared to the data reported previously. As a result, we will present restated comparative data for the past year, adjusted to reflect the application of the newly adopted emission factor, within the GHG emissions section of this Sustainability Statement.

ASSURANCE

This Sustainability Statement is prepared based on all available internal information within our Group. The Board, as the highest governing body in Solarvest acknowledges the responsibility for reviewing and approving this Sustainability Statement. Such review and approval processes undertaken by the Board can be referred to "Sustainability Governance Structure" and "Materiality Assessment Process" sections.

This Sustainability Statement has not been subjected to any assurance process. We are targeting to undertake the assurance process on our Sustainability Statement in the near future.

ENQUIRIES AND FEEDBACK

We welcome stakeholders' feedback, comments and suggestions on this Sustainability Statement and any other relevant matters to continuously improve our sustainability practices, performances and reporting. All enquiries and feedbacks can be directed to ir@solarvest.com.

SUSTAINABILITY STATEMENT (CONT'D)

VIEWS FROM OUR GROUP CEO (GRI 2-22)

Dear Stakeholders,

As we navigate the complexities of the modern world, our commitment to sustainability and clean energy has never been more resolute. The ongoing climate crisis, coupled with geopolitical tensions and conflicts that contribute to a volatile energy market underscores the urgent need for transformative action. At Solarvest we are not just adapting to these challenges; we are leading the charge towards a sustainable future.

"The recent COP28 summit in Dubai has reinforced the global commitment to addressing climate change, with an emphasis on accelerating the transition to clean energy sources. This landmark conference has set ambitious targets that align perfectly with our vision and strategic goals. We are inspired by the collaborative spirit as well as the renewed sense of urgency that emerged from COP28, and we are determined to play a pivotal role in the global energy transition."

Looking ahead, we envision a future where clean energy is the cornerstone of global energy systems. Our strategic initiatives are designed to expand our reach and impact, ensuring that we are at the forefront of the clean energy revolution. We are committed to fostering a resilient and sustainable energy infrastructure that can withstand the uncertainties of the global landscape.

SUSTAINABILITY STATEMENT (CONT'D)

Recognising the transformation potential of digitalisation and artificial intelligence, we are ramping up our efforts in these domains to unlock values which contributes to business excellence and enhancing our business solutions. As we digitalise our operations, ensuring the security of our digital infrastructure is paramount. Enhanced cybersecurity measures are progressively being implemented to further protect our data, systems and operations.

Our success is deeply intertwined with the well-being of our employees, communities, and society at large. We strive to create a diverse, equitable and inclusive workplace where every team member can thrive. Our social initiatives are focused on ensuring health and safety, fostering professional growth and supporting the communities in which we operate.

We are dedicated to empowering local communities through education, job creation, and sustainable development programs. Our focus on social responsibility also includes upholding human rights, promoting fair labour practices and ensuring that our supply chain adheres to high ethical standards.

Strong governance is the backbone of a sustainable enterprise. At Solarvest, we practise corporate governance which ensures transparency, accountability and ethical conduct in all our dealings. Our governance framework is designed to foster a culture of integrity and responsible decision-making. We are committed to maintaining robust oversight through our board of directors, which includes a diverse mix of independent members with extensive experience and expertise.

Together, with our dedicated team and valued partners, we are driving forward a future powered by clean energy.

> "Our journey towards sustainability is not just a response to the present challenges but a proactive step towards a greener, more equitable world for generations to come."

Chong Chun Shiong
Executive Director and Group CEO

SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT

Our Group's dedication to sustainability is underscored by our ESG Policy. We firmly believe that ESG principles are pivotal in cultivating a resilient business model that generates enduring value for all stakeholders. By embedding ESG principles into our operations, we bolster risk management capabilities and enhance operational efficiencies through optimised resource utilisation and heightened regulatory compliance.

Our ESG Policy delineates our strategy for integrating ESG considerations into our business practices, encompassing our sustainability governance structure, stakeholder engagement initiatives and materiality assessment processes.

SUSTAINABILITY APPROACH

The Group's commitment to sustainability goes beyond environmental concerns. As guided by our vision and mission, we adopt a holistic 3P approach, representing Planet, People and Progress, driving our pursuit of ongoing advancements in environmental stewardship, employee's welfare, societal wellbeing as well as business growth and sustainability. The overview of our sustainability approach is illustrated as follows: -

VISION

Energising a Regenerative World

MISSION

We uplift the quality of life and enable meaningful transitions to net-zero by making clean energy more reliable, accessible and affordable for all.
To boldly grow the good of the Planet, People and Progress.

SUSTAINABILITY PILLARS AND OBJECTIVES

Planet	**People**	**Progress**
To build a resilient and sustainable ecosystem that fights climate change and powers our circular economy.	To maximise the potential of our customers, employees, partners and shareholders, including the underserved.	To create new value with greentech and fintech for us to thrive together as a community.
• To promote decarbonisation of the business and customers. • To protect and preserve the environment.	• To ensure a healthy and well-balanced workplace for our employees. • To contribute to the wellbeing of the community.	• To grow and expand the Group's business sustainably. • To deliver quality products and services. • To deliver sustainable returns to shareholders. • To promote technological innovation and development.

SUSTAINABILITY GOVERNANCE

- Advocate ethical business conducts
- Strict adherence to all applicable laws and regulations

SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT (CONT'D)

SUSTAINABILITY GOVERNANCE STRUCTURE (GRI 2-9, 2-12, 2-13, 2-14, 2-17, 2-18)

We recognise the critical role of a robust sustainability governance structure in facilitating the strategic planning and execution of our sustainability objectives and endeavours. Hence, we adopt a "tone at the top" approach within our sustainability governance, wherein the core values and sustainability ethos of senior management shape the overall behaviour and culture of the Group. This governance structure comprises 4 distinct levels: the Board, Sustainability and Risk Management Committee ("SRMC"), Management and Sustainability Working Group ("SWG"), each playing a crucial role in driving our sustainability agenda forward.

At Solarvest, the Board holds the ultimate responsibility to oversee the Group's sustainability management, ensuring that pertinent sustainability concerns are integrated into our Group's sustainability strategy.

Recognising the importance of sustainability in driving our Group's long-term business growth, the Board is dedicated to staying abreast of the latest sustainability trends and developments. Accordingly, during FYE 2024, the Board actively participated in various sustainability-related training programmes, the details of which are outlined in the Corporate Governance Overview Statement within this Annual Report.

To facilitate the effective discharge of responsibilities, the SRMC is delegated with the responsibility to manage and monitor the Group's sustainability matters as guided by its TOR. The said TOR is readily available for public reference on our website at https://solarvest.com/investor-relations/corporate-governance/.

Additionally, the MGMT is accountable for the execution of the Group's sustainability agenda, which involves monitoring the implementation of sustainability initiatives and strategies carried out by the SWG. Our SWG comprises various HODs, who are tasked to execute the sustainability initiatives within their purview.

The MGMT will report the progress of implementing the Group's sustainability initiatives to the SRMC on a half yearly basis. The SRMC shall then highlight the Group's sustainability risks and opportunities, together with the corresponding action plans and initiatives undertaken to the Board during scheduled Board meetings.

To underscore the significance of sustainability within our governance framework, we have integrated sustainability criteria into the performance evaluation process for both the Board and KSM since FYE 2023. These criteria encompass various aspects of sustainability management, including the Board's and KSM's oversight and support for the implementation of sustainability strategies, the development of sustainability programmes, the monitoring of progress towards SDGs and the understanding of sustainability risks and opportunities faced by our Group.

The outcome of this assessment formed part of the consideration in determining the remuneration for both the Board and KSM, ensuring that our sustainability targets and performances are appropriately executed and prioritised. This performance evaluation is conducted internally, facilitated by our company secretary on a yearly basis. For further details on the conduct and process of this evaluation, kindly refer to the CG Overview Statement in this Annual Report and our CG Report.

SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT (CONT'D)

STAKEHOLDERS ENGAGEMENT (GRI 2-29)

In Solarvest, we define stakeholders as the parties with a vested interest in our organisation, who can either impact or be impacted by our business decisions and activities. We recognise the importance of stakeholders' engagement in our pursuit of maintaining the Group's competitiveness in this dynamic business environment.

Regular engagement with our stakeholders serves a dual purpose: it keeps us abreast of significant economic, environmental and social trends while enriching our decision-making processes with diverse perspectives. This engagement enables us to anticipate changes in stakeholder expectations and respond promptly. Stakeholders' engagement fosters innovation and refinement in our sustainability strategies, ensuring their resilience and adaptability. By closely aligning our business practices with the needs and expectations of our stakeholders, we not only improve operational efficiency but also reinforce our reputation as a forward-looking and responsible organisation.

In FYE 2024, we have revisited our list of stakeholders and have concluded that the same stakeholder groups identified during FYE 2023 remain relevant to us. Hence, the 9 key stakeholder groups identified earlier will remain in the scope of consideration for Solarvest in FYE 2024, illustrated as follows: -

List of Stakeholders

SHAREHOLDERS/ INVESTORS

EMPLOYEES

CUSTOMERS/ CONSUMERS

SUPPLIERS/ DISTRIBUTORS/ CONTRACTORS

GOVERNMENT/ REGULATORS

MEDIA/ OPINION LEADERS/ INDUSTRY ASSOCIATION

COMMUNITY GROUPS

NON-GOVERNMENTAL ORGANISATIONS

ENVIRONMENT

SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT (CONT'D)

STAKEHOLDERS ENGAGEMENT (GRI 2-29) (CONT'D)

During FYE 2024, we have engaged with various stakeholder groups through different engagement approaches shown in the table below: -

Stakeholders	Areas of Interest	Engagement Approaches
Shareholders/ Investors	• Investment risks and returns • Financial and operational performance • Corporate governance and regulatory compliance • Business strategies and development	• Quarterly financial results • Annual report • General meetings • Bursa announcements • Press releases • Company website and social media platforms
Employees	• Career development and progression • OSH • Competitive remuneration and benefits • Fair employment practices	• Training and development programme • Performance evaluation and appraisal • Engagement with Management • Company events
Customers/ Consumers	• Product safety and service quality • Customer experience and satisfaction • Technological innovation • Competitive pricing and on-time delivery	• Advertisement and marketing events • Face-to-face interaction • Customer satisfaction survey • Company website and social media platforms
Suppliers/ Distributors/ Contractors	• Sustainable business relationship • Supplier selection and credit terms • Fair and transparent procurement practices	• Annual supplier and subcontractor evaluation • Email communication • Face-to-face interaction
Government/ Regulators	• Regulatory compliance • Licenses and permits • Corporate governance	• Compliance audit • Licenses and permits renewal • Meetings and visits • Bursa announcements
Media/ Opinion Leaders/ Industry Association	• Financial and operational performance • Business development and expansion • Sustainability awareness and development	• Quarterly financial results • Annual report • Meetings and interviews • Company announcements and press release • General meetings
Community Groups	• Domestic job opportunities and economic support • Community wellbeing • Environmental and climate change impact	• Company website and social media platforms • CSR programmes
Non-Governmental Organisations	• Environmental and social impact arising from business operations • Contributions made to local communities	• Company website and social media platforms • CSR programmes
Environment	• Environmental and climate change impact	• Promotion and marketing of clean energy solutions to the public

SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT (CONT'D)

MATERIALITY ASSESSMENT AND SUSTAINABILITY STRATEGIES

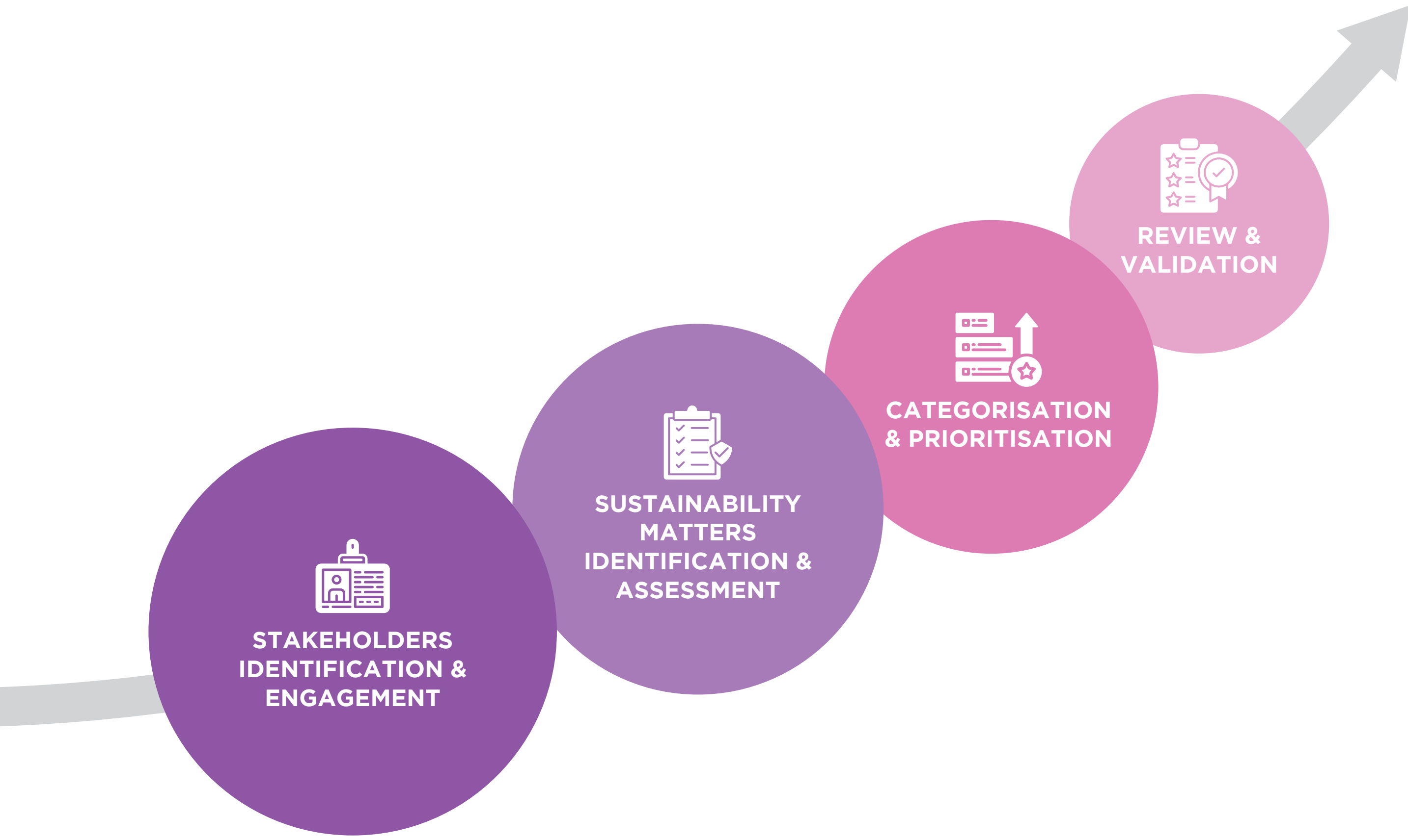
(GRI 3-1, 3-2, 3-3)

Materiality Assessment Process

Assessing and identifying the sustainability matters which are relevant to our business operations and various stakeholders is the fundamental step to develop an effective sustainability strategy. In this regard, we adopt a 4-step materiality assessment approach in accordance with the GRI and Bursa Securities' Sustainability Reporting Guide 3rd Edition.

Materiality assessment is an ongoing process where we review the relevancy and importance of the identified matters and consider against the recommendations from the SASB.

Upon identifying the list of sustainability matters, all identified material topics are ranked according to their level of significance towards the Group and the stakeholders respectively. Such process is facilitated by the inputs gained from stakeholders' engagement as well as the average materiality score provided by all HODs and senior level managers. Subsequently, these results are verified by the Board and C-suite of the Group.



SUSTAINABILITY STATEMENT (CONT'D)

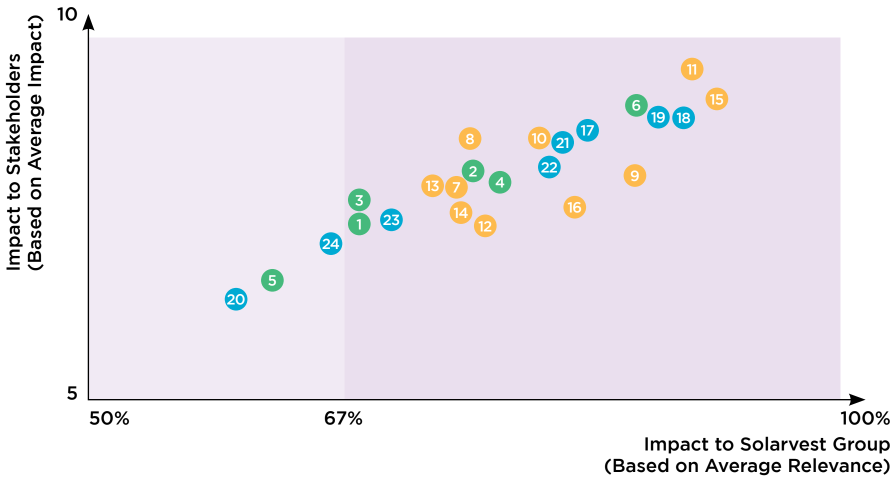
SUSTAINABILITY MANAGEMENT (CONT'D)

MATERIALITY ASSESSMENT AND SUSTAINABILITY STRATEGIES

(GRI 3-1, 3-2, 3-3) (CONT'D)

Materiality Matrix

In the FYE 2024, we have conducted a thorough review of our material topics and have determined that water management is a critical aspect to be newly incorporated into our materiality matrix. This inclusion aims to enhance the comprehensiveness of our sustainability reporting, ensuring that all relevant aspects pertinent to our Group are reflected. A total of 24 sustainability material topics have been identified and depicted in the following materiality matrix, demonstrating their respective position relative to stakeholders' interest and potential impact on our Group: -



PLANET	PEOPLE	PROGRESS
1. GHG Emissions	7. Human Rights & Community Relations	17. Business Model Resilience
2. Energy Management	8. Customer Privacy	18. Supply Chain Management
3. Water Management	9. Data Security	19. Material Sourcing & Efficiency
4. Waste & Hazardous Materials Management	10. Access & Affordability	20. Physical Impacts of Climate Change
5. Ecological Impacts	11. Product Quality & Safety	21. Business Ethics
6. Product Design & Lifestyle Management	12. Customer Welfare	22. Management of the Legal & Regulatory Environment
	13. Selling Practices & Product Labelling	23. Critical Incident Risk Management
	14. Labour Practice	24. Systematic Risk Management
	15. Employee Safety & Health	
	16. Employee Engagement, Diversity, Equity & Inclusion	

For all material topics identified above, not all of them will be scoped in for disclosure in this Sustainability Statement due to the unavailability of the relevant information. Nevertheless, all material topics identified will serve as a guide for our sustainability efforts moving forward as we gradually work toward addressing, managing and reporting them effectively.

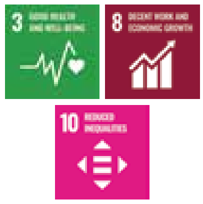
SUSTAINABILITY STATEMENT (CONT'D)

SUSTAINABILITY MANAGEMENT (CONT'D)

MATERIALITY ASSESSMENT AND SUSTAINABILITY STRATEGIES
(GRI 3-1, 3-2, 3-3) (CONT'D)

Sustainability Strategies and SDG Mapping

Introduced by the United Nations in 2015, the SDGs have gained significant traction worldwide ever since, catalysing the global embrace of sustainability. In this regard, we have considered the 17 SDGs for the development of our sustainability strategies, ensuring that our sustainability strategies and initiatives are well-aligned with the SDGs. We have mapped 9 SDGs that are most relevant to our material topics and have developed the corresponding sustainability strategies, narrated as follows: -

	Material Topics	Sustainability Strategies	SDGs
PLANET	• GHG Emissions • Energy Management • Water Management • Waste & Hazardous Materials Management • Ecological Impacts • Product Design & Lifestyle Management	• Promote clean energy for both building and vehicle use. • Practise responsible energy usage in both project sites and office areas. • Adopt water efficient measures to preserve water resource. • Implement proper and responsible waste management practices for pollution minimisation and regulatory compliance. • Conduct environmental assessment regularly and undertake necessary actions, when required.	
PEOPLE	• Human Rights & Community Relations • Customer Privacy • Data Security • Product Quality & Safety • Customer Welfare • Labour Practice • Employee Safety & Health • Employee Engagement, Diversity, Equity & Inclusion	• Foster a workplace environment that is diverse and inclusive. • Protect employees' rights and interests, while ensuring their health & safety. • Prioritise product quality and safety for the Group's customers, while protecting customer's privacy and data security. • Foster societal well-being through community investment.	
PROGRESS	• Supply Chain Management • Business Ethics	• Regularly engage and evaluate suppliers and subcontractors to ensure the consistent delivery of high-quality products and services. • Cultivate business ethics and professionalism in all aspects of daily operations.	

TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES ("TCFD") PLAN

As one of the leading clean energy solution providers in the region, we acknowledge that there are significant risks and opportunities posed to our business, stakeholders and the global economy by climate change. In light of this, we emphasise the significance of managing and disclosing climate-related financial information. Currently, we are in the process of adopting the implementation of climate-related financial disclosure in accordance with the TCFD reporting standard. However, due to the intricate nature of the preparatory process, which involves rigorous data collection, comprehensive analysis and reporting, we aim to initiate TCFD practices by 2025.

“TO BUILD A RESILIENT AND SUSTAINABLE ECOSYSTEM THAT FIGHTS CLIMATE CHANGE AND POWERS OUR CIRCULAR ECONOMY”

SUSTAINABILITY STATEMENT (CONT'D)

PLANET

In a world where technological advancements and industrial progress have revolutionised our way of life, the imperative to safeguard our environment has never been more pressing. We understand that every action we take has a ripple effect on the planet that we call "home". Climate change, pollution, deforestation and biodiversity loss are not just abstract concepts, but real and immediate challenges that affect every corner of our planet.

As stewards of the environment, we recognise our profound responsibility to address these issues and shape the world for generations to come. Thus, at Solarvest, we are not only rising to meet these challenges but are also dedicated to implementing innovative solutions that minimise environmental damage and conserve natural resources, leading the way towards a more sustainable future.

From harnessing the power of clean energy to pioneering waste reduction strategies, we are on a relentless journey to minimise our ecological footprint. Our commitment goes beyond compliance as our focus is on making a tangible and positive impact on the environment.

GHG EMISSION (GRI 3-3, 305-1, 305-2, 305-3, 305-4)

GHG Emission in Solarvest

As the global community faces the escalating impacts of climate change, Malaysia has taken a bold step by setting an unconditional target to reduce GHG intensity against GDP by 45% by 2030 as compared to 2005 levels. This commitment underscores Malaysia's dedication to addressing GHG emissions and signifies a proactive approach towards sustainable development.

In light of managing GHG emissions, the Malaysian government has launched a comprehensive NETR on 29 August 2023. This roadmap outlines Malaysia's effort towards achieving its net zero target by 2050, aiming to transition from a traditional fossil fuel-based economy to a high-value green economy. Through various national energy mix optimisation strategy, the NETR initiatives are expected to deliver a 32% reduction in GHG emissions for the energy sector as compared to the 2019 baseline.

Following our initiative to measure and report on Scope 1 and 2 emissions across our Group's business operations, we are pleased to announce a significant milestone, the incorporation of Scope 3 emissions from our major active subsidiaries in Malaysia into our comprehensive GHG management. The data of our Group's GHG emissions, encompassing scope 1, 2 and 3 during FYE 2023 and FYE 2024 is shown as follows: -

Scope	Gas Involved	Metrics	FYE 2023	FYE 2024
Scope 1	CO_2, CH_4, N_2O	Emission (t CO_2e)	233.45	296.81
		Emission Intensity Ratio (t CO_2e/mil revenue)	0.64	0.60
Scope 2	CO_2 (Based on conversion)	Emission (t CO_2e)	240.81	213.00
		Emission Intensity Ratio (t CO_2e/mil revenue)	0.65	0.43
Scope 3	CO_2 (Based on conversion)	Emission (t CO_2e)	* N/A	747.07
		Emission Intensity Ratio (t CO_2e/mil revenue)	* N/A	1.52
Total Emission (Scope 1, 2 and 3) (t CO_2e)			474.26	1,256.88

Note: -

* *Relevant information was only tracked and recorded since FYE 2024. Hence, no comparative information is available for FYE 2023.*

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

GHG EMISSION (GRI 3-3, 305-1, 305-2, 305-3, 305-4) (CONT'D)

GHG Emission in Solarvest (Cont'd)

In alignment with our commitment to transparency, we wish to disclose that we have adopted the financial control approach for computing GHG emissions within the 12 major subsidiaries outlined in the aforementioned "Reporting Scope and Boundaries" section. This approach ensures that our reporting reflects emissions from entities over which we have direct authority and influence. It is important to note that while not all subsidiaries are included in this GHG data compilation, these subsidiaries represent a significant portion of our operations, thereby providing our stakeholders with a comprehensive understanding of our environmental impact.

The computation of our GHG emissions is guided by the 2006 IPCC Guidelines for National GHG Inventories(1), Grid Emission Factor 2017-2021 by Malaysia Energy Information Hub of EC Malaysia(2) as well as IPCC 6th Assessment Report based on 100-year timeframe(3), for the adoption of appropriate emission factors and GWP rates respectively: -

Emission Factor				
Gas Involved	Gasoline (kg/TJ) (1)	Diesel (kg/TJ) (1)	Electricity (t CO2e/ MWh) (2)	GWP Rates (3)
CO_2	69,300	74,100	0.758	1.0
CH_4	25.0	3.9	N/A	29.8
N_2O	8.0	3.9	N/A	273.0

For the FYE 2024, we have recorded a total GHG emission of 1,256.88 t CO_2e, with Scope 1, 2 and 3 emissions accounting for 23.6%, 16.9% and 59.5% respectively. Despite a significant increase noted in the total emissions by 165.0%, it is important to note that this increase is not directly comparable to the previous financial year as Scope 3 emission was not covered in FYE 2023. As such, considering only Scope 1 and 2 emissions, the total emissions have increase from 474.26 t CO_2e to 509.81 t CO_2e, representing an increase of 7.5% in line with our business expansion and growth.

Scope 1 emission represents direct GHG emission resulting from our Group's vehicles' petrol and diesel consumptions. These emissions stem from activities within our operation, including fuel combustion in company-owned vehicles, reflecting the environmental impact of our direct operational activities and are crucial indicators of our carbon footprint. On the other hand, Scope 2 emission refers to the indirect GHG emissions associated with the electricity used in our operations, which is purchased from Malaysia's national grid operator, TNB. While we may not directly control the generation of electricity, we have the power to influence our energy consumption and reduce our reliance on fossil fuels by increasing energy efficiency and transitioning to clean energy sources. Meanwhile, Scope 3 emission encompasses all other indirect emissions arising from our Group's business activities but not directly owned or controlled by us, such as business travel and employee commuting.

For Scope 1 emission, our emissions have increased by 27.1% in line with the growth in our business activity. However, our emission intensity ratio has decreased by 6.3% in FYE 2024, mainly due to enhanced operational practices.

As for Scope 2 emission, we observed a 11.5% decrease in emission during FYE 2024 as compared to FYE 2023. It is also noteworthy that our emission intensity ratio has also reduced by 33.8% in line with the decrease in our Scope 2 emission, reflecting our commitment to improving energy efficiency.

(1) https://www.ipcc-nggip.iges.or.jp/public/2006gl/pdf/2_Volume2/V2_3_Ch3_Mobile_Combustion.pdf
(2) https://meih.st.gov.my/documents/10620/cdddb88f-aaa5-4e1a-9557-e5f4d779906b
(3) https://archive.ipcc.ch/publications_and_data/ar4/wg1/en/ch2s2-10-2.html

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

GHG EMISSION (GRI 3-3, 305-1, 305-2, 305-3, 305-4) (CONT'D)

Driving Towards a Greener Future

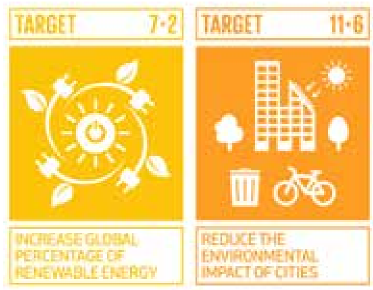
As part of Solarvest's talent retention strategy, we endeavour to provide company cars as part of the remuneration and benefits package to eligible employees. In line with our sustainability objectives, all newly acquired company cars will be EVs, demonstrating our dedication to reducing the GHG emissions associated with corporate transportation.

As for our existing internal combustion engine ("ICE") company car fleet, they undergo regular and timely maintenance in order to ensure optimal fuel efficiency. By prioritising the upkeep and efficiency of our ICE vehicles, we strive to minimise their environmental footprint by maximising their operational efficiency.

To further support our sustainability goals and align with SDG Target 7.1, we offer complimentary green EV charging services to our employees at our headquarters in Petaling Jaya, Selangor. This initiative aims to empower our employees to make eco-conscious transportation choices and actively contribute to the reduction of GHG emissions.

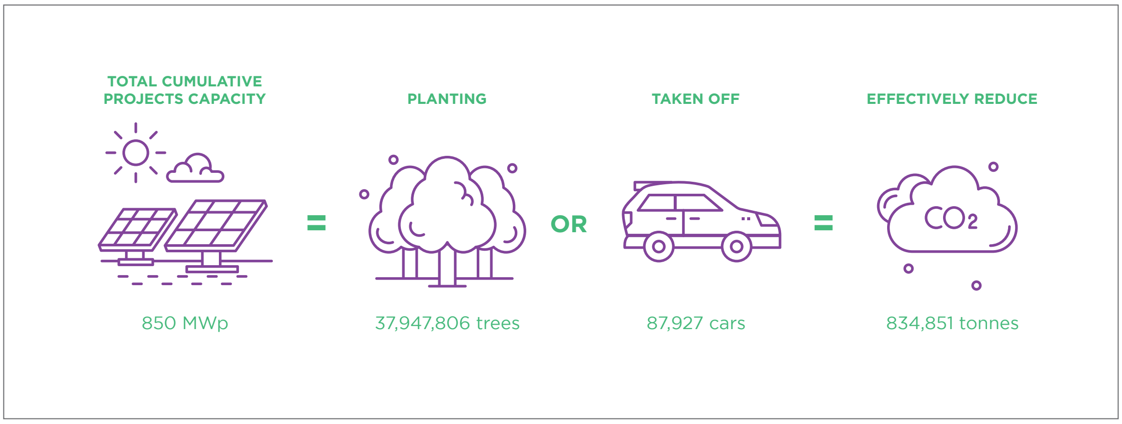
CO_2e Avoidance from Project Capacity

As a clean energy solutions provider, we firmly believe that our business activities and expertise in the clean energy industry can contribute positively to the global energy transition, aligning with the Malaysian Government's NETR objectives for achieving net-zero emissions.



Our continued involvement in the solar energy business is also well aligned with the SDG Target 7.2 and 11.6. In FYE 2024, we have secured 218 MWp solar PV projects, adding to our total secured cumulative projects' capacity of approximately 1,248 MWp. The success in securing these projects not only drives our Group's business growth but also plays a crucial role in transition to clean energy.

As at 31 March 2024, the Group has installed a total cumulative solar PV projects' capacity of approximately 850 MWp as compared to 432 MWp installed as at 31 March 2023. Based on our internal assessment, this could potentially translate to planting 37,947,806 trees or taken off an estimate of 87,927 cars from the road, which could effectively displace the CO_2e emissions by approximately 834,851 tonnes annually.

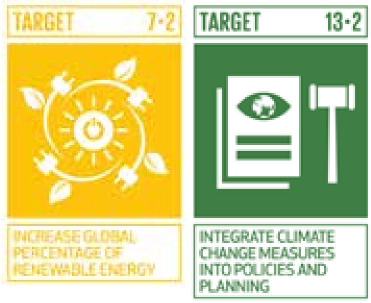


SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

GHG EMISSION (GRI 3-3, 305-1, 305-2, 305-3, 305-4) (CONT'D)

GHG Displacement from Clean Energy Asset Investment



Through clean energy asset investments, we supply clean energy to businesses and provide decarbonisation to the grid, enabling lesser reliance on fossil fuels and decrease carbon footprints in line with SDG Target 7.2 and 13.2.

The environmental impact of our clean energy asset investments can be measured in terms of the total clean energy produced and the corresponding reduction in GHG emissions. During FYE 2024, we are pleased to report that the total clean energy generated from our clean energy asset investment was 48,421 MWh, which is equivalent to 174,315 GJ of power generation. Using the emission factor of 0.758 t CO_2e/MWh as guided by the Grid Emission Factor 2017-2021 by Malaysia Energy Information Hub of EC Malaysia, this clean energy generated has displaced an estimated carbon footprint of 36,703 t CO_2e.

While acknowledging the substantial progress made, we view this achievement as just the initial phase of our broader vision. There remains considerable potential for environmental impact, and we are committed to leverage this opportunity to drive substantial change.

Moving forward, we will continue to pursue more clean energy asset investments and install more solar PV plants as well as other clean energy plants to promote the transition to a low-carbon energy system, aligning to our vision and mission. The journey ahead is still long, but with persistent effort and innovation, we are confident in our ability to make a significant difference.

ENERGY MANAGEMENT (GRI 3-3, 302-1, 302-3)

In Solarvest, our commitment to sustainability extends beyond generating clean energy, as it encompasses a holistic approach to energy management. Building on our commitments in GHG management, we strive to adopt responsible energy usage practices and optimise our energy consumption across our business activities.

The data of our Group's energy consumption during FYE 2023 and FYE 2024 is shown as follows: -

		FYE 2023	FYE 2024
Energy Consumed (MW)	Fuel	882	1,120
	Electricity	318	281
	Total	1,200	1,401
Energy Consumed (GJ)	Fuel	3,176	4,031
	Electricity	1,144	1,013
	Total	4,320	5,044
Energy Intensity Ratio (GJ/mil revenue)	Fuel	8.69	8.18
	Electricity	3.13	2.06
	Total	11.82	10.24

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

ENERGY MANAGEMENT (GRI 3-3, 302-1, 302-3) (CONT'D)

To ensure the reliability and transparency of our information, the computation of energy consumption presented in the table above is made reference to the conversion factor from National Energy Balance 2016 by EC Malaysia[(4)].

At Solarvest, the primary source of our energy consumption stem from the fuel used in our vehicles, followed by electricity usage as the second largest contributor. In FYE 2024, we have recorded a total energy consumption of 1,401 MW or 5,044 GJ, representing a 16.8% increase as compared to FYE 2023. Out of this total energy consumption, 79.9% was derived from non-renewable fuel sources, including combustion of gasoline and diesel fuel in our vehicles, while the remaining 20.1% was generated from the electricity supplied by TNB.

While our Group's sustainability efforts align with our core business of providing clean energy solutions, we acknowledge the imperative to align our internal energy consumption with our sustainability objectives. Currently, all our operational activities are supported by non clean energy sources. As such, we are looking into reducing this dependence and transitioning towards a more sustainable energy mix for our business operations.

The increase in our Group's total energy consumption is attributed to the increase in fuel consumption by 27.0% as compared to FYE 2023 in line with the growth of our Group's business and corresponding rise in our business commuting activities. Despite the increase in the total energy consumption in FYE 2024, we wish to highlight that our total energy intensity ratio has reduced by 13.4% in FYE 2024. This decrease in energy intensity showcases our success in optimising processes, adopting energy-efficient technologies and promoting responsible energy management practices across our operations.

Optimising Air Conditioning for Efficient Cooling

As part of our ongoing commitment to environmental sustainability and emission management, we have implemented a new initiative to optimise the use of air conditioning within our office areas. To this end, we have affixed informative stickers near all air conditioning remote controls. These stickers serve as a constant reminder for our employees to set the air conditioning temperature to 24˚C, the optimal balance between maintaining a comfortable working environment and ensuring EE. By standardising the air conditioning settings, we can enhance the efficiency of our air conditioners, thereby reducing our overall energy consumption and translating into lower electricity bills and smaller carbon footprints.

Powering Down for Energy Conservation

Aside from optimising air conditioning usage, we also placed "Switch Off After Use" stickers around our office areas to remind our employees to turn off lights, equipment and other electrical devices when not in use. This simple yet effective measure plays a significant role in our overall energy and emission management strategy by minimising any unnecessary energy consumption. For any device that cannot be feasibly switched off, employees are encouraged to switch it to standby or energy-saving mode to conserve energy usage.

(4) https://www.st.gov.my/contents/files/download/111/ST-NEB_2016_Booklet.pdf

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

ENERGY MANAGEMENT (GRI 3-3, 302-1, 302-3) (CONT'D)

Powering Down for Energy Conservation (Cont'd)

Lower energy consumption not only leads to reduced electricity bills but also allows the savings generated to be redirected towards other sustainability initiatives or operational needs. By decreasing our energy consumption, we can effectively reduce our carbon footprint, thereby reducing GHG emissions and mitigating climate change. Through collective action and individual responsibility, small changes can indeed make a big difference in our journey toward sustainability.

Transition to Light-Emitting Diode ("LED") and Natural Lighting

During FYE 2024, we effectively upgraded our office lighting to energy-efficient LED lights. Unlike traditional lighting solutions, LED lights consume significantly less energy, resulting in substantial cost savings. Additionally, LED lights have a longer lifespan as compared to traditional fluorescent bulbs, thereby reducing the frequency of bulb replacements and maintenance costs.

In addition to cost savings, lower energy consumption through our transition to LED lightings also contributed to the reduction of GHG emissions. This initiative demonstrates our proactive approach to environmental sustainability in alignment with the global efforts to combat climate change.

In addition, we have implemented an initiative to maximise the use of natural lighting within our office areas. In this regard, we have carefully designed our office layout to enhance the penetration of natural light, which includes integrating larger windows to facilitate sunlight exposure throughout the day. Aside from environmental impact, studies have shown that exposure to natural sunlight can enhance mood, reduce stress and increase productivity, leading to a happier and more engaged workforce. We are confident that illuminating our workspaces with natural lights not only promotes environmental sustainability but also foster the wellbeing and productivity of our employees.

By embracing natural lighting as a sustainable alternative to artificial lighting, we are taking proactive steps to minimise our carbon footprint and promote a healthier workplace environment. This initiative aligns with our broader commitment to environmental sustainability and demonstrates our dedication to creating sustainable solutions that benefit both our Group and the planet.

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

WATER MANAGEMENT (GRI 3-3, 303-5)

Water, a vital and finite resource, is indispensable for sustaining life on Earth. With growing concerns about water scarcity and pollution, the need for effective water management practices has become increasingly pressing. As such, we have included water management as a material topic in our sustainability reporting from FYE 2024 onwards.

The data of our Group's water consumption during FYE 2023 and FYE 2024 is shown as follows:-

	FYE 2023	FYE 2024
Total water consumption (megalitre)	2.33	1.77
Water consumption intensity ratio (megalitre/mil revenue)	0.0064	0.0036

In FYE 2024, we recorded a total water consumption of 1.77 megalitre, representing a 24.0% decrease as compared to FYE 2023. This was mainly due to more efficient water management practices across our operations.

Given the nature of our business which does not rely heavily on water consumption, our water consumption intensity ratio was recorded at 0.0036 megalitre per million revenue for FYE 2024, indicating a very low level of water usage relative to the scale of our business activities. While we maintain this low level of water consumption, we remain committed to implement measures to improve water efficiency in acknowledgement of water scarcity concerns. In this regard, we have put in place signage throughout our office areas to foster awareness of water conservation.

We look forward to reporting our progress in the coming years and identifying new opportunities for enhancing our water management practices. Through these ongoing efforts, we aim to support the global drive towards responsible water usage and environmental sustainability.

WASTE MANAGEMENT (GRI 2-23, 2-24, 2-27, 3-3, 306-1, 306-2, 306-3, 306-4, 306-5)

Waste management plays a pivotal role in the clean energy industry, where sustainability and environmental stewardship are paramount. As the clean energy sector continues to expand globally, ensuring effective waste management practices throughout the EPCC process is crucial for minimising environmental impact and maximising resource efficiency. From the procurement and installation phases to ongoing operations and maintenance, adopting sustainable waste management strategies is essential for fostering a cleaner and greener future.

In FYE 2024, we commenced to include our waste management performance as part of our sustainability reporting. Our waste management data collected for FYE 2024 is tabled as follows: -

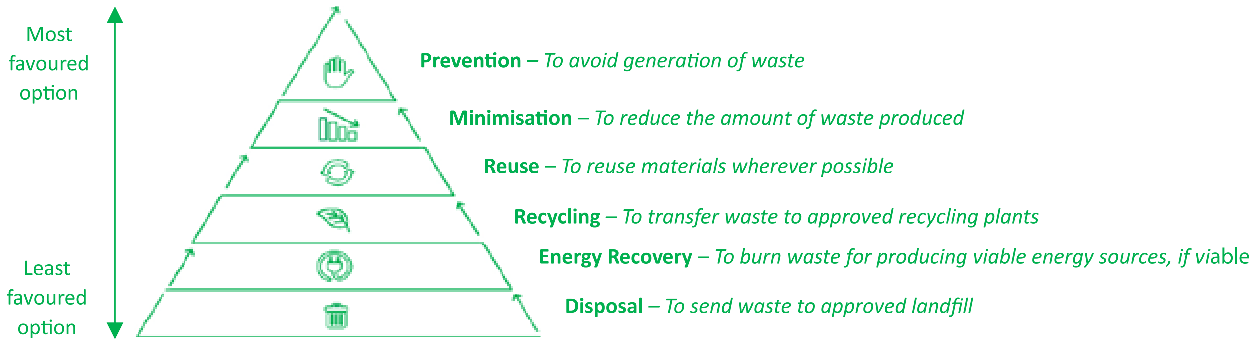
	Type of Waste	Composition of Waste	Disposal Method	Quantity (tonne)
Total Waste Diverted from Disposal	Non-hazardous	Aluminium Mounting Structure	Offsite	2.18
		Solar PV Module	Offsite	6.29
Total Waste Directed to Disposal	Non-hazardous	General Waste	Offsite	4.89
Total Waste Generated				13.36

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

WASTE MANAGEMENT (GRI 2-23, 2-24, 2-27, 3-3, 306-1, 306-2, 306-3, 306-4, 306-5) (CONT'D)

In Solarvest, most of our waste is generated from our project sites. This includes electrical, electronic and mechanical wastes from our clean energy projects, along with other construction wastes. To advocate for proper waste management, we have put in place a Waste Management Procedure, outlining a waste hierarchy approach as the cornerstone of our waste management principle as follows: -



In view of the high economic value associated with the electrical, electronic and mechanical wastes generated from our clean energy projects, we are committed to utilise these wastes to the fullest for the benefit of our environment. In this aspect, these wastes are properly collected, segregated and recycled as appropriate.

In line with SDG Target 12.5, we specifically focus on the proper recycling of defective solar PV module to reduce waste generation and promote resource recovery. Additionally, the packaging materials of solar PV module are managed responsibly by our subcontractors to ensure proper storage and disposal. With SDG Target 11.6 in mind, we also maintain a strict policy against open burning of these materials to prevent risks and pollutions that could negatively affect the public health and the environment.

In addition to our core business endeavours, we are deeply committed to a broad spectrum of sustainability initiatives. As a responsible corporate citizen, we recognise the significance of promoting sustainability not only within our business operations but also by integrating environmentally friendly practices into our daily lives.

At Solarvest, we recognise the collective impact of small efforts on our environment. Thus, we have implemented waste management practices not only in our project sites but also within our office premises. In alignment with SDG Target 12.5, we have initiated 3R ("Reduce, Reuse and Recycle") programme by preparing 3R bins at our offices in Petaling Jaya, Penang and Johor. Additionally, we also established designated collection points in our Petaling Jaya and Penang offices to encourage our employees to drop off their small e-waste items for proper recycling and disposal.

This marks Solarvest's inaugural initiative to promote environmental sustainability by encouraging individuals and organisations to minimise waste, maximise the lifespan of products and recycle materials, whenever possible. Through these efforts, Solarvest aims to lead by example and inspire others to adopt sustainable practices for the betterment of our planet.

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

WASTE MANAGEMENT (GRI 2-23, 2-24, 2-27, 3-3, 306-1, 306-2, 306-3, 306-4, 306-5) (CONT'D)


3R bins at Solarvest Petaling Jaya, Penang and Johor offices respectively

Designated boxes for small e-waste items at Petaling Jaya and Penang offices respectively

We are pleased to announce that no penalty or fine has been imposed by any relevant environmental regulatory authorities during the financial year. We remain dedicated to maintaining responsible waste management practices across our business operations to ensure full compliance to environmental laws and regulations at all times.

SUSTAINABILITY STATEMENT (CONT'D)

PLANET (CONT'D)

ECOLOGICAL IMPACT (GRI 3-3)

To ensure responsible environmental stewardship, we practice strict environmental compliance for all our clean energy projects, especially for the solar PV ground-mounted projects. In this regard, projects exceeding 25 hectares in scale are subjected to a detailed Environmental Impact Assessment ("EIA") to be conducted by an independent third-party consultant. On the other hand, for projects within the scale of 25 hectares, the corresponding Development Plan and Building Plan will be submitted to the local authority and the Department of Environment for approval in compliance with Malaysia's environmental regulations. In addition, our commitment to environmental responsibility extends to the conduct of annual Environmental Aspect Impact Assessment ("EAIA") to assess the significant impact of various aspects of our operations, such as design, procurement, office activities and construction work. Upon conducting risk assessment and rating, appropriate control measures will be implemented to address the identified areas of improvement.

In conjunction with these efforts, we have established stringent operational controls to manage various aspects of our operations, including:

1. Chemical management
2. Scheduled waste
3. Solid waste management
4. Fire hazard prevention
5. Prohibition of open burning
6. Smoke emissions control
7. Dust control
8. Noise management
9. Wastewater control
10. Sewage and erosion control

These controls are integral to minimise our environmental footprint while ensuring responsible waste management practices across the Group.

Furthermore, we have opted for manual grass cutting over the use of herbicides in maintaining our ground mounted solar plants. This decision not only helps to mitigate the potential harm to the ecosystem, particularly chemical leaching, but also reflects our dedication to environmentally friendly practices.

Meanwhile, we are pleased to report that we have completed the first stage of ISO 14001:2015 certificate application and are currently undergoing the second stage of assessment. We anticipate our environmental management system to attain full certification by July 2024.

SUSTAINABILITY STATEMENT (CONT'D)

PRODUCT DESIGN AND LIFECYCLE (GRI 3-3)

At Solarvest, we recognise the importance of responsible design and lifecycle management in our quest for sustainability. Central to our approach is the belief that every aspect of product design and lifecycle management should be imbued with sustainability principles.

One of the key strategies we have undertaken is to design our products with end-of-life material recycling in mind. For instance, we have made a significant change in our utility-scale solar PV plant design by switching our control buildings from traditional concrete buildings to containerised structures. This innovative approach not only minimises space requirements but also reduces material and energy consumption while streamlining the construction process. By adopting this containerised building design, we are able to improve the "end-of-life" management of our solar PV plants, thereby reducing the environmental impact from our operations.

In addition to design changes, we have also implemented wireless solutions for our streetlight and CCTV systems to minimise material consumption. This approach not only reduces material footprint but also reduces the energy required to power these systems.

Furthermore, we are dedicated to promoting sustainable practices throughout our supply chain. To this end, we prioritise procuring major equipment with MyHijau certification in an effort to promote a sustainable supply chain in our Group. We also place a strong emphasis on partnering with the first-tier suppliers who share our commitment to sustainability. In selecting our suppliers, we integrate ESG principles as part of our decision-making process to ensure that our procurement processes are conducted in a responsible and sustainable manner.

Through these initiatives, we strive to promote sustainability not only within our own operations but also throughout the broader supply chain. Together, we can build a more sustainable world for generations to come.

OTHER ENVIRONMENTAL EFFORTS

Reef Check Beach Cleaning

In conjunction with the nationwide International Coastal Cleanup Day in September 2023, a group of volunteers from our Group came together to clean up Pantai Morib. This initiative was fuelled by our dedication to combating the urgent problem of marine debris, which poses a significant threat to marine ecosystems and coastal communities. With a total spending of RM494, we managed to remove 93.35 kg of litter and waste from the shoreline, contributing to the total of 315.04 kg of trash collected during the event, together with 2 other groups from different companies. These efforts aim to mitigate the impact of pollution on marine life, protect the natural beauty of our beaches and raise awareness about the importance of maintaining clean and healthy coastlines.

Earth Hour

As part of our dedication to supporting the Earth Hour in March 2024, we demonstrated our commitment to the planet by dimming the lights, resting the air conditioners and reducing gadget usage during office hours from 12pm to 2pm on 22 March 2024. This collective effort was not only a symbolic gesture but also a practical step towards reducing our energy consumption and carbon footprint. By participating in Earth Hour, we joined millions of people worldwide in raising awareness about the urgent need to address climate change and promoting sustainable practices. Our initiative also extended beyond the office, encouraging employees to adopt energy-saving habits at home. We believe that small changes, when multiplied across our community, can lead to significant positive impacts on the environment. Through these efforts, we aim to inspire others to take part in the global movement towards a more sustainable future.

“TO MAXIMISE THE POTENTIAL OF OUR CUSTOMERS, EMPLOYEES, PARTNERS AND SHAREHOLDERS, INCLUDING THE UNDERSERVED”

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE

At Solarvest, we prioritise the well-being and development of our people, fostering a safe and inclusive working environment where every voice is respected and valued. We strive to empower our employees with opportunities for both personal and professional growth, recognising that their success contributes to higher levels of operational excellence and sustainable growth for our Group.

Our commitment to people goes beyond the boundaries of the organisation. We are unwavering in our dedication to delivering exceptional products and services to our customers, maintaining the excellent standards of quality and safety to ensure a reliable and satisfying experience. As a responsible corporate citizen, we are devoted to making a positive impact on the broader community through various CSR programmes. Through these efforts, we not only contribute to the development and well-being of the local community but also reinforce our ethical standards and corporate responsibility.

In essence, we firmly believe that people are the fundamental pillars of our success. By investing in our employees and prioritising the needs of our stakeholders, we are confident that we can mutually contribute to the long-term success of our Group.

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION

(GRI 2-8, 3-3, 401-1, 405-1)

Embracing Diversity

At Solarvest, we embrace employee diversity, equity and inclusion within our organisation. Our commitment to cultivating a diverse and inclusive workforce fosters creative thinking, embraces varied perspectives and values diverse experiences. This approach not only promotes long-term value creation but also ensures the continued success of our organisation.

In line with our commitment to SDG Target 10.2 and 10.3, we strive to establish an inclusive workplace where all employees, regardless of gender, age or nationality, are offered equal opportunities without discrimination. This dedication to inclusivity not only strengthens our workforce but also reflects our core values of fairness and respect for every individual.

As at 31 March 2024, our Board consists of 10 Directors, while our total workforce consists of 303 employees with diverse backgrounds in terms of gender, age groups and nationalities. Within our workforce, we have a total of 50 contract employees, constituting 17% of our total workforce across the Group.

		Employee				
	Board	Senior Management	Mid-Management	Senior Executive	Executive	Non-Executive
Total	10	7	44	58	134	60
Gender						
Male	7 (70%)	7 (100%)	35 (80%)	32 (55%)	83 (62%)	48 (80%)
Female	3 (30%)	-	9 (20%)	26 (45%)	51 (38%)	12 (20%)
Age Group						
< 30	-	-	2 (5%)	13 (23%)	106 (79%)	38 (63%)
30 – 50	6 (60%)	7 (100%)	41 (93%)	43 (74%)	28 (21%)	21 (35%)
> 50	4 (40%)	-	1 (2%)	2 (3%)	-	1 (2%)
Nationality						
Local	10 (100%)	7 (100%)	37 (84%)	57 (98%)	127 (95%)	60 (100%)
Foreign	-	-	7 (16%)	1 (2%)	7 (5%)	-

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

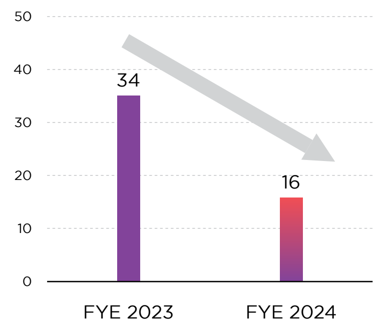
EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION
(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Embracing Diversity (Cont'd)

We believe that apart from cultivating a diverse and inclusive workforce, talent acquisition and employee retention are equally important in sustaining our business. Attracting and recruiting new talents to our Group enable us to drive innovation and benefit from diverse perspectives and ideas.

Meanwhile, maintaining a healthy employee turnover rate serves as a key indicator of a loyal and stable workforce. In FYE 2024, we have recruited a total of 109 new employees. Additionally, we observed 41 instances of employee turnover this year, resulting in an annual employee turnover rate of 16%, a significant decrease of 18% as compared to 34% turnover rate recorded in FYE 2023. This notable improvement underscores the success of our initiatives aimed at enhancing employee satisfaction, engagement and retention throughout the financial year.

EMPLOYEE TURNOVER RATE
%



The table below shows a detailed breakdown of our new hires and employee turnover during FYE 2023 vs FYE 2024: -

	New Hires		Turnover	
	FYE 2023	FYE 2024	FYE 2023	FYE 2024
Total	117	109	68	41
Gender				
Male	72	76	45	25
Female	45	33	23	16
Age Group				
< 30	83	73	33	23
30 - 50	33	35	32	18
> 50	1	1	3	-
Nationality				
Local	115	100	68	40
Foreign	2	9	-	1
Employee Category				
Senior Management	1	-	-	-
Mid-Management	14	13	11	6
Senior Executive	13	14	14	6
Executive	39	60	28	20
Non-executive	50	22	15	9

Moving forward, our commitment lies in continuously diminishing our employee turnover rate, with a focus on bolstering talent retention and fostering a more steadfast workforce. To achieve this, we will focus on addressing our employees' requirements through a range of retention strategies. These include enhancing employee welfare, nurturing a positive workplace culture and environment as well as offering opportunities for personal career development within the Group. Through these efforts, we aim to establish a sustainable workforce capable of propelling long-term business continuity and sustainable growth.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION
(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Solarvest Internship Programme

At Solarvest, we value the fresh perspectives and skills that interns contribute, enriching our organisation with creativity and diverse insights. In FYE 2024, we proudly welcomed 48 interns through our Solarvest Internship Programme, encompassing 33 males and 15 females. With positions across various departments like marketing, safety, project management and finance, each intern has contributed unique ideas, which enhanced our operations with innovation. We are delighted that the interns gained valuable real-life working experience, fostering a mutually beneficial relationship for both Solarvest and the younger generation.

We are pleased to present some of the experiences shared by our interns during FYE 2024. Here are their stories: -

Ng UFay, a student pursuing a Bachelor's Degree in Accounting and Finance at Sunway University, participated in an internship with our Marketing Department from January 2023 to March 2023. Despite his academic focus on accounting and finance, UFay's interest in the commercial realm motivated him to delve into marketing.

Throughout his internship period, UFay played a dynamic role in event management, contributing to the planning and execution of marketing events. His proactive attitude and clear passion for marketing were apparent in every task he undertook. Through his involvement in these events, he gained relevant experience in ensuring smooth operations and attaining predetermined objectives.

UFay also demonstrated a notable flair for design in his assigned tasks. His creativity and potential were showcased from the outset, prompting us to entrust him with greater autonomy in projects such as developing marketing materials. This opportunity not only honed his design skills and knack for impactful visuals, but also solidified our initial confidence in his abilities.

Furthermore, recognising the importance of understanding customer needs in developing effective marketing strategies, we actively involved UFay in market research initiatives. His hands-on participation provided invaluable insights into customer preferences and market trends, thereby enriching our marketing strategies.

In today's digital landscape, maintaining a strong online presence is critical. We have also involved UFay in our digital marketing campaigns, empowering him to contribute to expanding Solarvest's online reach and strengthening our digital identity. This experience equipped him with skills in digital marketing, further enhancing his capabilities.

Reflecting on his internship, UFay said, "I am delighted to have worked with such a wonderful team at Solarvest. Their support and positivity made my internship an unforgettable experience." His internship not only bolstered our marketing endeavours but also facilitated his professional growth. His dedication, coupled with the versatile skillset including event management, creative design, market research and digital marketing made a positive impact on our team.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION

(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Solarvest Internship Programme (Cont'd)

Kenneth Jong, a Civil and Environmental Engineering student from Grenoble INP, France, undertook his third-year industry placement internship with us in our Corporate Strategy Department from 12 July 2023 to 8 September 2023.

Initially tasked with familiarising himself with engineering operations to grasp the value of our client services, Kenneth's first assignment involved developing a Go-to-Market strategy for the residential solar market in Sarawak. This led him to explore rooftop solar systems through our existing projects in Santubong, Kuching, providing valuable insights into market landscape analysis and solar pricing in Sarawak. Additionally, he supported our marketing efforts by assisting in the rollout of leaflet brochures and proposals for the launching of our residential solar solutions in Sarawak.

Kenneth also contributed to Powerbee, our green mobility unit, by researching on Charging Point Operator business models and conducting a market analysis of EV chargers across the Southeast Asia region. Moreover, he assisted the Business Development team in preparing an EV fleet leasing model for potential customers. This experience enables him to understand how EV is connected as a component within an integrated solar-EV system. He actively participated in client meetings, thereby gaining direct exposure to the dynamic business environment.

Coming to the final stage of his internship, the last assignment given to Kenneth was to immerse into our ongoing business venture in vertical farming. He was tasked to liaise with our container technology provider to ensure the quality of the vegetables produced on a daily basis. He also helped to liaise with distributors to check and report the off-take progress. Meanwhile, he was also involved in the business plan review process, gaining insights into the improvement in business model and cash flow management.

Kenneth's internship was multidisciplinary, blending technical and commercial elements. These exposures have equipped him with practical experience in both engineering and business development and has spurred his continued interest in the clean energy industry post-graduation. Throughout his internship, he honed his interpersonal skills and learned to navigate real-life expectations and timeline challenges.

Through the Solarvest Internship Programme, we invest in nurturing the next generation of leaders who will drive our industry forward. This initiative not only underscores our dedication to developing future talent but also highlights our commitment to industry sustainability and innovation. We shall strive to continue mentoring the younger generation and we look forward to the long-term success of our internship programme.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION

(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments

At Solarvest, we recognise the importance of hosting regular company events to boost employee engagement, fostering a strong sense of bonding and team spirit that enhances our Group's overall productivity. These events provide valuable opportunities for team building and knowledge sharing, breaking down the hierarchical barriers and fostering open communication. By cultivating a more inclusive and motivated workforce, these activities contribute to the success of Solarvest.

The activities and events conducted in Solarvest during FYE 2024 are illustrated as follows: -

MAY 2023

Hari Raya Aidilfitri

Selamat Hari Raya! We joyously celebrated Hari Raya in all of our offices across Malaysia, including Petaling Jaya, Penang and Johor Bahru. Our offices were filled with vibrant decorations relating to this special season. The celebration brought together employees from diverse cultural backgrounds to share delicious traditional delicacies and exchange heartfelt wishes and greetings while adorned in their traditional attires. As part of the festivities, we organised an exciting lucky draw and distributed "duit raya" to our employees as a token of appreciation during this festive season.

JULY 2023

Durian Feast

During the peak of the Durian season, we organised a delightful Durian Feast event across our offices in Petaling Jaya, Penang and Johor Bahru. This event was a wonderful experience for our employees to savour the taste of the king of the fruits in a relaxed and enjoyable ambiance. We also prepared other fresh fruits, ensuring that everyone could indulge in a variety of flavourful treats.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION
(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments (Cont'd)

AUG 2023

Stress Relief Series

In today's fast-paced world, stress has become an inevitable part of our daily lives. In this aspect, we prioritised stress relief and took a well-deserved break from work by organising a Stress Relief Series Programme in August 2023. Specifically, we organised a Ceramic Workshop at our Penang office, a Terrarium Workshop for our Petaling Jaya office and a thrilling Lazer Tag Battle for our Johor Bahru office.

SEP 2023

Breakfast Talk with the Management

During the span of 4 months from September 2023 to December 2023, we hosted 4 breakfast talks with the MGMT. These gatherings aimed to foster an open culture within our Group, offering employees and the MGMT an informal setting to connect over a morning meal.

Traditional Chinese Medicine ("TCM") Physiotherapy

Recognising that physical discomfort or strain can affect the productivity and happiness of our employees, we took proactive initiative to address this concern. We collaborated with TCM Physiotherapy to provide professional physiotherapy services to our employees to relieve any physical discomfort they may be experiencing. This collaboration underscores our commitment to supporting the health and wellness of our employees.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION
(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments (Cont'd)

OCT 2023

Mooncake Festival

In the spirit of unity and tradition, we celebrated the Mooncake Festival across our Petaling Jaya, Penang and Johor Bahru offices. The Mooncake Festival, also known as the Mid-Autumn Festival, is a time-honoured celebration symbolising unity, harmony and togetherness. During the event, we indulged in delectable mooncakes and tea, fostering a sense of camaraderie and belonging amongst employees. This event is more than just a culinary experience, it was a celebration of diversity and unity within our Solarvest family. Regardless of backgrounds or roles, we came together to honour this cherished tradition and created an enjoyable and effective bonding session.

NOV 2023

Deepavali

Across our Petaling Jaya, Penang and Johor Bahru offices, the spirit of Deepavali was alive with vibrant decorations adorning our workplace, filling the air with a sense of warmth and festivity. Central to our celebrations was the sharing of Indian delicacies, where our employees gathered to enjoy a sumptuous feast of traditional treats. As we exchanged greetings of "Happy Deepavali" and shared laughter and stories, we appreciated these moments of cultural exchange that make our Solarvest family truly special.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION

(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments (Cont'd)

DEC 2023

Ice Cream Delights

We indulged in the delightful treat of Baskin-Robbins ice cream at our Petaling Jaya, Penang and Johor Bahru offices, fostering unity and enjoyment amongst employees through a shared experience. Beyond the delicious ice cream, the event encouraged employees to appreciate life's simple pleasures and share joyful moments with one another. It served as a sweet reminder that amidst busy workdays, there is always time to pause and savour the sweetness of life.

Health Talk

Pantai Hospital and Great Eastern honoured us with a special visit, delivering insightful talks on various health topics including navigating the post-Covid-19 landscape and managing emergencies in our daily lives. Alongside the presentations, an interactive Question and Answer session was conducted, allowing our employees to seek clarification and gain further insights into specific health-related issues. It was an invaluable opportunity for our employees to stay informed and empowered on matters concerning their health and well-being.

Christmas

In our Petaling Jaya office, employees dressed up as Santa and Santarina, spreading cheer and distributing gifts throughout the office.

In our Penang office, we hosted various exciting and joy-filled games that brought smiles to everyone's faces. Meanwhile, for our Johor Bahru office, a lucky draw event was held with exciting prizes prepared for our employees, adding an element of thrill and surprises to the celebrations.

Across the seas in our Borneo office, our employees gathered for a cozy dinner on Christmas Eve, sharing delicious food and heartfelt conversations in a warm and inviting atmosphere.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION
(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments (Cont'd)

JAN 2024

Sports Day

On 18 January 2024, we organised a thrilling Sports Day, bringing our employees from various sites and offices together for a day of friendly competition and team bonding. During the event, our employees were divided into 4 teams named "Hock", "Heng", "Ong" and "Huat", a nod to the upcoming Chinese New Year festivities. The Sports Day began with a light warm-up session, followed by various sporting events, including badminton, table tennis, team games, captain's ball, futsal, frisbee, dodgeball and even cheerleading. Beyond the excitement of competitions, the Sports Day underscored the importance of teamwork and mutual support in achieving the common goal.

11th Annual Dinner

Bringing together employees from around the globe, we hosted the spectacular 11th Annual Dinner, doubling as a pre-Chinese New Year festivity, on 19 January 2024. Prior to the main event, the evening was kicked off with a series of exciting activities, including airbrush tattooing, a wow spin booth and a mosaic photo booth.

As the main event unfolded, our agenda was packed with memorable moments, including heartfelt speeches, traditional "lou sang" ceremony, exciting lucky draws, long-service awards, live band performances, best-dressed competition as well as the announcement of the Sports Day champion house.

To conclude the night on a high note, a DJ afterparty was hosted, ensuring that the night ended with laughter, dancing and memories for all in attendance. Solarvest's 11th Annual Dinner was more than just a celebration, where it was a testament to the strength of our Solarvest family and the bonds that unite us.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE ENGAGEMENT, DIVERSITY, EQUITY AND INCLUSION

(GRI 2-8, 3-3, 401-1, 405-1) (CONT'D)

Celebrating Memorable Moments (Cont'd)

FEB 2024

Chinese New Year

Gong Xi Fa Cai! As the dawn of Chinese New Year approached, we embraced the spirit of renewal and prosperity with joyous celebrations across our Petaling Jaya and Penang offices. To mark the reopening of our offices after the holiday break, our employees were greeted with a vibrant Lion Dance performance, symbolising luck, happiness and good fortune for the year ahead. In the spirit of goodwill and generosity, we extended the tradition of giving by distributing "angpaos" to all employees across Malaysia. This symbolic red envelops, filled with tokens of prosperity and well-wishes, served as a symbol of blessings and hope for the year ahead.

MAR 2024

International Women's Day

At Solarvest, we are committed to promote equality and empowerment for all. On 8 March 2023, we celebrated the International Women's Day by organising a best-dressed competition, inviting all our employees to dress in the colours of International Women's Day - purple, green and white. In addition to the best-dressed competition, we provided Grab vouchers to all female employees so as to express our appreciation for their invaluable contributions to our Group.

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3)

We acknowledge that good labour practices play an important role in fostering a productive, efficient and harmonious working environment. Adopting fair and ethical labour practices not only ensures compliance with legal standards, but also fosters a culture of trust and respect amongst employees, thereby contributing to employees' retention and positive corporate reputation. In contrast, unfair treatment or unethical labour practices may result in detrimental effects on both employees and the company as a whole, such as disengagement, decreased morale as well as higher turnover rates.

Here in Solarvest, we are commitment to uphold responsible labour practices that prioritise the wellbeing and overall satisfaction of our employees. As part of our responsible labour practices, we continued to implement the following key initiatives to create a supportive and empowering workplace where employees thrive: -

Employee Share Option Scheme ("ESOS")

We appreciate our employees' contributions and are dedicated to recognise and reward their efforts and contributions. To this end, we have introduced an ESOS on 1 March 2021, aiming to align our employees' personal interests with our Group's growth and success. This shall foster a sense of ownership amongst our employees, thereby promoting our employees' loyalty and improve employee retention rate.

During FYE 2024, we have granted 3 tranches of ESOS, totalling up to RM61.5 million ESOS options to the eligible employees. These ESOS options were allocated based on a set of prescribed criteria, including employees' job grade/position, individual performance, years of service, past contributions and potential future contributions to our Group. The total ESOS option expenses incurred in FYE 2024 amounted to RM3.0 million.

3 TRANCHES OF ESOS, TOTALLING UP TO

RM61.5

MILLION

Employee Benefits

We truly understand that a supportive working environment is essential to improve our productivity, engagement and overall happiness. Therefore, apart from the ESOS, we also provided a wide range of employee benefits to our employees as set out by our Employee Handbook. Some of the key benefits offered to our employees include: -

Group Personal Accident ("GPA") Insurance

At Solarvest, safety and security of our workforce is our utmost priority. Thus, all our full-time and contract employees below the age of 65 are protected under our GPA Insurance. The said insurance provides a 24/7 coverage for all types of accident that happens in Malaysia with coverage within the range between RM50,000 and RM100,000 per annum depending on the job grade/position of the employee. Subject to prescribed exclusions, this GPA Insurance provides financial supports to our employees and their families in any unfortunate event of accidental death or permanent total disablement. For FYE 2024, we spent a total of RM9,250 under this GPA Insurance.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3) (CONT'D)

Employee Benefits (Cont'd)

Group Hospitalisation and Surgical ("GHS") Insurance

Our GHS Insurance provides comprehensive coverage to all our full-time and contract employees below 60 years old, providing them financial coverage against significant hospitalisation and surgical expenses due to accidents or illnesses covered under the GHS Insurance Plan. This GHS Insurance ensures that our employees have the necessary financial support during medical emergencies and this insurance is claimable at any time within Malaysia, covering several key hospitalisations and surgical fees such as Intensive Care Unit fees, surgeon fees, day care surgery and others, with varying limits depending on the employee's job grade/position. For FYE 2024, we spent a total of RM134,116 under this GHS Insurance.

Outpatient Medical Treatment

Apart from insurance coverage, we also ensure that our employees have access to quality medical services in line with SDG Target 3.8. To this end, all our full-time employees are entitled to outpatient medical claims, which cover medical consultations and treatments at all clinics registered under the Ministry of Health.

In our effort to promote the accessibility of this benefit, we are using HealthMetrics, to connect our employees via a mobile app with a network of trusted healthcare services providers across Malaysia. This app enables our employees to locate their nearest clinics, make appointments and access to a wide range of health-related information and resources at their fingertips.

We encourage our employees to visit the panel clinics listed on the HealthMetrics app. By doing so, they can access medical advices, necessary treatments and prescriptions at no cost within their entitled medical benefits. This facilitates easy and convenient health management for our employees. For those who opt for non-panel clinics, they can still be reimbursed for eligible medical expenses by submitting their claims via our Human Resource Management System.

Our outpatient medical treatment covers not only treatments from general practitioner, but also optical care, health screening and dental service. To further improve our employees' well-beings and benefits, our outpatient medical treatment overage extends beyond our employees to include up to 4 of their immediate family members. All our full-time employees and contract employees are eligible for this extended coverage.

For FYE 2024, we spent a total of RM63,255 on outpatient medical and health screenings, RM25,651 on optical care and RM43,211 on dental service for our employees.

Parental Leave

At Solarvest, we acknowledge the importance of standing by our employees during their significant life milestones, such as the arrival of a new family member. In this regard, we offer paternity and maternity leaves in accordance with the Employment Act (Amendment) 2022. This ensures that our employees have the essential time off to take care of their newborns, with the assurance that their job positions are safeguarded. Fathers and mothers are eligible for 7 days and 98 days of leaves, respectively, for their first 5 children upon joining Solarvest.

As at 31 March 2024, a total of 277 full-time employees, including 191 male employees and 86 female employees, were entitled for parental leaves. During FYE 2024, 15 male employees and 3 female employees took parental leave and we are proud to report that all of them have since resumed their duties and continues to contribute as valued members of our Group. The successful return and continued presence of all employees who took parental leave signify the efficacy of our commitment to employee wellbeing.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3) (CONT'D)

Fairness and Respect in Solarvest

In addition to offering extensive employee benefits, we strongly believe in fostering a healthy, transparent and communicative working environment to boost motivation and morale amongst our employees. We highly value our employees' voices, actively listening and responding to their feedback. To facilitate this, our Group has put in place a formal grievance mechanism, ensuring a clear and confidential process for reporting and resolving issues fairly.

Employee may raise concerns by emailing to their immediate superior, providing details of their grievance along with relevant supporting documents within 7 days. In the event that the response from the immediate supervisor is unsatisfactory, the employee may escalate the issue to HR by submitting a written appeal within another 7 days.

During FYE 2024, we received 4 grievance reports from our employees, primarily related to misuse of company assets, punctuality and attendance issues. We addressed these concerns by issuing warning letters and show cause letters, effectively resolving the grievances. We acknowledge the areas for improvement highlighted by these incidents and remain committed to enhancing our practices.

Moreover, our Employee Handbook underscores the importance of ethical business conduct within our Group, delineating a comprehensive code of conduct and disciplinary measures. We are pleased to report that in FYE 2024, we did not receive any complaints regarding discrimination, human rights violations, forced labour or child labour disputes. Hence, no fines or penalties related to human rights violations or labour law non-compliance were imposed on Solarvest during the financial year. Our track record of maintaining a complaint-free environment reflects our dedication in fostering a fair, inclusive and respectful workplace.

Our dedication to responsible and ethical labour practice extends beyond internal policies to encompass our entire supply chain. We incorporate human rights and labour standards into our agreements with subcontractors, ensuring adherence to ethical labour practices and respect for employees' rights and interests. In FYE 2024, we took a significant step forward by implementing the "Declaration of Commitment to Sustainability" with our suppliers and subcontractors. This declaration outlines the standards and behaviours that we expect from our business partners with respect to environmental protection, social responsibility and governance practices. By holding our business partners to these high standards, we ensure that our collective impact is positive, contributing to a more sustainability and ethical industry.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3) (CONT'D)

Talent Development

We believe that the success of our Group is intrinsically linked to the growth and development of our employees. Our talent management strategy is designed to identify, nurture, and develop the potential within our workforce, ensuring that we remain at the forefront of the industry. Central to this strategy is our commitment to continuous learning and development through comprehensive training programmes.

From non-executive to the MGMT, we offer a diverse range of training opportunities which are tailored to the needs of our employees across different job grades/positions. Our training programmes cover various topics and aspects, such as technical skills, leadership development, personal growth and soft skills enhancement. By focusing on specific job requirements, we aim to optimise the effectiveness of our training initiatives and ensure efficient resources utilisation.

The detailed information pertaining to our training and development conducted in FYE 2024 is as follows: -

	Total Training Hours	Average Training Hours
Gender		
Male	4,956	24.2
Female	1,518	15.5
Employee Category		
Senior Management	124.5	17.79
Mid-Management	1,922.5	43.69
Senior Executive	986	17.00
Executive	2,136	15.94
Non-Executive	1,305	21.75

Based on the table above, we observed that our male employees recorded an average of 24 training hours per year, while female employees recorded an average of 16 training hours per year. In order to foster a collective team growth, a training needs analysis ("TNA") is conducted periodically to address each employee's specific training needs. It is our continuous goal to refine our training programmes to ensure equitable opportunities for all employees, thereby empowering our workforce to achieve their full potential and contribute effectively to our organisational goals.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3) (CONT'D)

Talent Development (Cont'd)

A list of the training programmes attended by our employees during FYE 2024 are as follows: -

Name of Training and Development Programme	Date
Power Communication Leadership Kursus Penjaga Jentera AO Introduction to Buying & Selling Carbon Credits on BCX by Bursa How to be a GRI Certified Professional by ESGright and People Prowess	April 2023
SEDA Malaysia Grid-Connected Photovoltaic (PV) Systems Design Course Project Management Professional (PMP) Course Schedule & Examination ASEAN Green Hydrogen Conference 2023: Stimulating Regional's Green Bursa PLCT #digital4ESG Forum: Exploring the Intersection of Digitalisation and ESG by Bursa National Economic Forum 2023 by NCCIM BNM Briefing on Economic and Monetary Review in the Northern Region by Bank Negara Malaysia	May 2023
Building Up a Future Towards Sustainable Risk Assessment (AROSHE) Project Internal Training v1	June 2023
Working at Height Digital Marketing Masterclass Climate Finance Summit 2023 by Perdana Fellows Alumni Association	July 2023
High Voltage Substations Certified Energy Auditor Training Design and Development Internal Training 10001317077 – ISO 9001:2015, ISO 14001:2015 & ISO 45001:2018 Risk Based Thinking Training 1000127439 – ISO 14001:2015 Life Cycle Perspective / Aspect & Impact Assessment Training Introduction to the FTSE4Good Bursa Malaysia Methodology by Bursa	August 2023
Project Internal Training v2	September 2023
National Human Capital Conference & Exhibition 2023 Battery Energy Storage Systems (BESS) Integration in GCPV Systems SEDA Malaysia Off-Grid Photovoltaic (PV) Systems Design Course Lifting Supervisor Competency and Basic Rigging & Slinging in House Training Entrepreneurs Summit IV by NEXEA SIL: Things to Prepare for Fundraising Time by pitchIN	October 2023
Project Internal Training Battery Energy Storage Systems (BESS) Integration in GCPV Systems Workshop on Climate Change by MGT SIL: AI Powering Innovation by Microsoft	November 2023
4-Day Fiber Optics Hands-On Legal Training Mastering Client Relationships for B2B Sales	December 2023
IF and CGPP Design Alignment Workshop (Stage 1) Webinar SST Latest Update on Malaysia Budget 2024	January 2024
Internal Audit Training Microsoft Excel 20162019 Intermediate & Advance Kursus Modular Talian Atas Voltan Rendah (TVAR)	February 2024
Train-The-Trainer Fundamentals of Grid Scale BESS DX Leaders Strategy Forum Malaysia by EDX Events	March 2024

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

LABOUR PRACTICES (GRI 2-23, 2-24, 2-25, 2-27, 3-3, 401-2, 401-3, 403-3, 403-6, 404-1, 404-2, 404-3) (CONT'D)

Talent Development (Cont'd)


High Voltage Substations


Working at Height

Building Up a Future Towards Sustainable Risk Assessment (AROSHE)


IF and CGPP Design Alignment Workshop (Stage 1)


4-Day Fiber Optics Hands-On


Mastering Client Relationships for B2B Sales

Alongside our ongoing training and development initiatives, we prioritise conducting regular performance and career development reviews for our employees. To facilitate this, we practise an annual performance appraisal to comprehensively review and assess all our employees' individual performance, achievements and growth throughout the year. This performance appraisal also offers an opportunity for all employees to discuss their career aspirations with their reporting managers. By understanding our employees' personal and professional goals, we can tailor development plans that align with their aspirations and our Group's objectives, ensuring that our employees are not only progressing within their current roles but also evolve in tandem with our Group's vision and achievements.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE SAFETY AND HEALTH (GRI 2-23, 2-24, 3-3, 403-1, 403-2, 403-3, 403-4, 403-5, 403-8, 403-9, 403-10)

Recognising the inherent health and safety risks associated with our industry, we understand that a sound OSH management within our Group is essential. This commitment is paramount to safeguard the health and safety of our employees while ensuring the overall efficiency of our Group's daily operations.

OSH System in Solarvest

With SDG Target 8.8 in mind, we strive to uphold the highest standards of OSH management across our Group. On 10 October 2023, we have revised our Group's health and safety policy by introducing a new QSHE Policy to align with the latest business, safety and regulatory standards.

This QSHE Policy serves as a framework to instil a culture of accountability, awareness and responsibility in all aspects of our operations. Applicable to all employees, it provides clear guidelines and expectations to ensure that safety is ingrained in every action and decision we make.

The key objectives outlined in our QSHE Policy are as follows: -

QSHE Policy
S atisfy customers with optimum level of quality product and services.
O ptimise quality, cost and delivery for clients in our project delivery.
L everage staff competencies and professionalism to deliver corporate expectations on quality, cost and delivery.
A dopt a mind-set of excellence to go beyond compliance with all applicable statutory, regulatory and client requirements related to products, services, safety, health and the environment.
R aise awareness and standards of work to achieve zero life loss and prevention of pollution.
V alue employee empowerment through active consultation and participation to achieve a safe, healthy, environmentally sensitive and conducive corporate climate for innovations and breakthroughs.
E ncourage the care for environmental and climate protection through sustainable construction, waste reduction and resource conservation from design to delivery of our services.
S hare our passion amongst employees and interested parties to eliminate business risks, work hazards and environmental pollutions.
T rain our minds to consciously look into opportunities to improve our QHSE management system so as to enhance our QHSE performance by setting meaningful objectives.

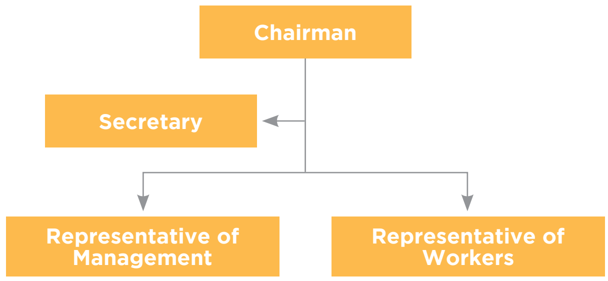
SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE SAFETY AND HEALTH (GRI 2-23, 2-24, 3-3, 403-1, 403-2, 403-3, 403-4, 403-5, 403-8, 403-9, 403-10) (CONT'D)

OSH System in Solarvest (Cont'd)

Our Group's OSH matters are governed by our S&H Committee. Led by the Head of Operation and supported by the S&H Officer, who serves as the committee secretary, our S&H Committee comprises equal representation from both the MGMT and workers from various departments. The inclusive structure fosters collaboration between departments and ensures that decisions regarding OSH management are made with input from both the MGMT and workers.



Apart from our QSHE Policy and the OSH governance structure, we have also integrated the Hazard Identification, Risk Assessment and Risk Control ("HIRARC") approach within our OSH system to proactively assess and monitor work-related hazards and risks. This approach involves active participation from both workers and engineers who evaluate the potential risks and hazards within their respective departments in accordance with the guidelines set forth by the Department of Occupational Safety and Health. To streamline the implementation of HIRARC, we have developed a simplified Safety Procedure to outline the detailed steps for conducting the HIRARC.

In the event of a work-related injury, employees shall immediately report the incident to their immediate superiors in order to ensure that necessary actions and investigations are undertaken on a timely basis. With our stringent OSH management in place, we are pleased to report that we managed to maintain an injury-free working environment for another year, recording a total of 2,420,769 safe manhours in FYE 2024.

Furthermore, we are proud to report that there were no work-related illnesses reported in accordance with the Notification of Accident, Dangerous Occurrence, Poisoning and Occupational Disease ("NADOPOD") Regulation 2004. Meanwhile, all our foreign workers had undergone the Foreign Workers' Medical Examination Monitoring Agency's ("FOMEMA"), a comprehensive foreign worker's health screening system mandated by the Ministry of Health prior to the issuance of their working permits during FYE 2024. This process not only ensures that our foreign workers are healthy and fit to work before joining our Group but also ensures our compliance with the health standards required by the local authorities.

Our OSH performance indicators are recorded according to calendar year in compliance with ISO requirements. Some key OSH performance indicators recorded for Year 2023 as compared to Year 2022 are as follows: -

OSH Performance Indicators	Jan – Dec 2022	Jan – Dec 2023
Total safe manhours	304,868	2,420,769
Number of ill health	0	0
Number of lost time injury	0	0
Number of HSE violations resulting in penalty	0	0
Number of HSE violations resulting in a warning	0	0
Number of HSE violations resulting in voluntary codes	0	0
Number of Observation Report/STOP Card	177	242

As per the table above, our total safe manhours had increased from 304,868 hours in Year 2022 to 2,420,769 hours in Year 2023 in line with the increase in our total headcount and project construction activities, especially in the segment of utility scale solar.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

EMPLOYEE SAFETY AND HEALTH (GRI 2-23, 2-24, 3-3, 403-1, 403-2, 403-3, 403-4, 403-5, 403-8, 403-9, 403-10) (CONT'D)

OSH System in Solarvest (Cont'd)

The number of Observation Reports/STOP Cards submitted has increased from 177 in Year 2022 to 242 in Year 2023. The Observation Report/STOP Card is a critical tool for identifying and addressing potential safety issues before they result in any actual incidents. As such, the increase in submissions reflects an improvement in safety awareness and proactive hazard identification amongst our employees.

During FYE 2024, we undertook 2 safety audits on our OSH system, both internally and externally, to evaluate the effectiveness and adequacy of our current OSH system. The feedbacks and results obtain from the safety audits have been instrumental in identifying the areas of improvement to ensure that our OSH system remains robust and effective.

A total of 4 notices were issued by regulatory authorities upon their visits to our project sites during FYE 2024, highlighting specific compliance areas that require our immediate attention and action. We are pleased to report that all highlighted areas have been properly addressed and resolved.

In tandem with these efforts, we conducted several HSE visits internally to our project sites throughout FYE 2024. These visits underscore our proactive approach in monitoring and upholding workplace safety and environmental standards and compliances, enabling us to swiftly identify potential hazards and implement corrective actions promptly.

Our commitment to OSH management is further evidenced by the accreditation of ISO 45001:2018 since September 2021, under the scope of "Solar Energy Engineering Service Provider including Design, Procurement, Construction & Maintenance Services".

OSH Training

As part of our OSH management, we also provide OSH training for our employees to equip them with necessary skills and knowledge to identify, prevent and respond to workplace hazards appropriately. During FYE 2024, our employees participated in safety trainings such as Lifting Supervisor Competency and Basic Rigging & Slinging In-House Training. Additionally, internal OSH training and awareness programme such as Working at Height, Daily Toolbox Meeting and Emergency Drill were also conducted during FYE 2024 to promote safety measures and increase awareness amongst our Construction Team and subcontractors when working at our various project sites.

Additionally, all new employees at Solarvest are required to participate in 2 induction programmes, namely the Corporate Induction and Safety Induction upon their onboarding. In the Safety Induction Programme, the employees will be briefed on workplace safety precautions and regulations prior to the commencement of work.

During FYE 2024, we are glad to report that a total of 116 employees have received training on health and safety standards.

Moreover, to foster an environment where all employees are valued and heard, we have continued to implement the Corporate OSH Engagement initiative. This programme facilitates a two-way communication between our employees and the MGMT, ensuring that all safety concerns raised by our employees are taken seriously and addressed appropriately by the MGMT. Our primary objective is to ensure that every employee "comes safe, works safe and goes home safe".

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

PRODUCT QUALITY, SAFETY AND CUSTOMER WELFARE (GRI 3-3, 416-2)

Quality and Safety Assurance

At Solarvest, we prioritise quality and safety assurance as fundamental principles that underpin our operational excellence and industry reputation. We are committed to deliver innovative clean energy solutions while adhering to the highest standards of quality and safety. This steadfast commitment not only enhances our customer loyalty but also fosters brand confidence and offering peace of mind to all stakeholders.

To ensure the quality and safety of our products and services, we have implemented rigorous quality control standards and procedures across all facets of our business operations, spanning from procurement to O&M. While we did not subject our products to health and safety inspections, our procurement team consistently evaluate suppliers based on relevant health and safety criteria before making purchasing decisions. This meticulous approach ensures that all purchased materials and components adhere to requisite specifications and certifications.

Our Group's testament towards assurance of quality services and products are evidenced through the following licenses and registrations: -

- G7 Contractor with CIDB;
- G7 Contractor with TNB;
- Registered PV Service Provider with SEDA Malaysia;
- Registered Solar PV Investor under NEM Programme with SEDA Malaysia;
- Class A Registered Electrical Contractor with EC; and
- Registered Vendor & Service Contractor with TNB.

Apart from the abovementioned licenses and registrations, our Quality Management System is also certified with the accreditation of ISO 9001:2015 since Year 2017, under the scope of "Solar Energy Engineering Service Provide including Design, Procurement, Construction and Maintenance Services". This accreditation reaffirms our commitment to high quality management system that adheres to stringent quality control processes and technical proficiency.


Certificate MY17/02315.00

SGS

The management system of

Atlantic Blue Sdn. Bhd.
Solarvest Energy Sdn. Bhd.
Powertrack Sdn. Bhd.

L1-01, Pacific 63 @ PJ Centre, No. 5, Jalan 13/6, Seksyen 13, 46200 Petaling Jaya, Selangor, Malaysia

has been assessed and certified as meeting the requirements of

ISO 9001:2015

For the following activities
Solar Energy Engineering Service Provider including Design, Procurement, Construction & Maintenance Services

This certificate is valid from 02 February 2023 until 01 February 2026 and remains valid subject to satisfactory surveillance audits.

Issue 7. Certified since 02 February 2017
Certified activities performed by additional sites are listed on subsequent pages.

Authorised by
Kenny Looi

SGS (Malaysia) Sdn Bhd
Lot 3 & Lot 4, Persiaran Jubli Perak, Seksyen 22, 40300 Shah Alam, Selangor Darul Ehsan, MALAYSIA
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In addition, we take pride in our recognition through the MyHijau accreditation, Malaysia's official green recognition scheme endorsed by the government, for the scope of "EPCC Services for Solar PV System" and "Engineering, Testing and Commissioning Services, O&M for Solar PV System". This accreditation not only acknowledges our commitment to sustainability, but also reaffirms our long-term vision of energising a regenerative world.

As a result of our stringent quality control, we are glad to report that no incidents have been reported pertaining to non-compliance with regulations and/or voluntary codes concerning the health and safety impacts of our products and services during FYE 2024.

To further enhance our customers' confidence in our EPCC services, we provide a 2-year defects liability warranty period to all residential, C&I and utility PV projects. This defect liability warranty period is valid from either the date of testing and commissioning or the date of the certificate of practical completion, depending on the contractual agreements. During this warranty period, we are fully responsible to rectify any defects that arise from our defective work within our EPCC scope. This practice underscores our commitment to product quality and customer satisfaction, ensuring that our customers can rely on our EPCC services with absolute confidence.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

PRODUCT QUALITY, SAFETY AND CUSTOMER WELFARE (GRI 3-3, 416-2) (CONT'D)

Customer Satisfaction

While we diligently maintain our quality assurance and control protocols to uphold the safety and quality benchmarks of our offerings, customer satisfaction remains pivotal in propelling our operational prowess and performance.

In FYE 2024, we transitioned from the Net Promoter Score system to an annual Customer Satisfaction Survey to gather feedbacks and insights directly from our customers regarding their experiences with our products and services. All feedbacks and comments are valuable as they aid to identify areas for future improvements, ensuring we consistently meet and exceed our customers' expectations.

Our Customer Satisfaction Survey covers various aspects including pricing, design, product package, sales consultation, company background/reputation, project planning and execution, responsiveness, compliances on environmental, safety and health, workforce competency as well as satisfaction on end product/service. In our commitment to delivering high-quality services, we have set a customer satisfaction target of at least 70%. We are pleased to report that we have achieved our target by receiving an 86% overall satisfaction rating from our customers for FYE 2024, reflecting our commitment to delivering excellent products, services and supports to our customers.

We truly understand that each piece of feedback provides crucial insights that drive our continuous improvements. Therefore, all feedbacks and comments, regardless of being positive or negative, are carefully considered and promptly addressed by different teams, depending on the matters concerned and the project stage.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

CUSTOMER PRIVACY AND DATA SECURITY (GRI 2-23, 2-24, 3-3, 418-1)

In addition to ensuring product quality, safety and customer satisfaction, we acknowledge that trust forms the cornerstone of fostering meaningful relationship with our customers. Thus, we are committed to protect our customers' personal data and privacy with the utmost care and security. By ensuring a strong data security management, we can mitigate the potential adverse effects of data privacy breaches, including financial losses, reputational damage and legal liabilities.

To this end, we adopt a stringent set of policies that outline the necessary protocols to manage our customers' data with the highest level of security and confidentiality: -

PASSWORD POLICY

Complex passwords are required to serve as a formidable defence against brute-force cyber-attacks. Multi-factor authentication is also integrated to serve as an additional layer of security by requiring users to confirm their identity through separate means.

DATA POLICY

Security measures such as access control, regular backups and incident response are put in place to align with the industry compliance standards.

BACKUP POLICY

Isolated backups are implemented to safeguard against any ransomware attacks or accidental data loss. These isolated backups ensure that, even if our primary systems are compromised, we still have secured copies of data that can be restored quickly to minimise downtime and data loss.

DISASTER RECOVERY POLICY

Strict access controls are implemented for the storage of customer data backups to protect the data against any unauthorised access and potential data breaches. Regular testing and verification processes are also conducted to ensure that our data backups are intact and recoverable within specified timeframes.

On top of the implementation of the aforementioned policies, all employees in Solarvest are required to sign a Non-Disclosure Agreement ("NDA") to ensure their commitment in managing sensitive information with the utmost care and confidentiality. Additionally, for specific partnerships and business transactions, we execute customised NDA and/or Non-Conformance Agreement ("NCA") to uphold strict confidentiality, prevent unauthorised information disclosure and establish clear guidelines in handling our customers' data.

We limit the collection of customer data to only personal information that are strictly for business use. Our customer data are securely stored in our dedicated data centres with data encryption, providing an additional security layer. Furthermore, our employees are trained and guided by the Code to handle and protect customer data with the utmost professionalism. Through a blend of stringent protocols, including the execution of NDA and NCA, secured data storage practices as well as compliance with data protection laws, we strive to uphold high data security standards in every facet of our operations across the Group.

In FYE 2024, we are pleased to report that we did not receive any complaints related to breaches of customer privacy, neither were there any reported incidents of leaks, thefts or losses of customer data. Moving forward, we are committed to staying ahead of the industry and IT trends to ensure that we remain updated on the latest advancements in data privacy and security.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

COMMUNITY RELATIONS (GRI 3-3)

At Solarvest, our commitment to CSR stems from our acknowledgement of the imperative to foster positive change and make meaningful contributions to the local communities that we serve. We firmly believe that our long-term success is intrinsically linked to the health and prosperity of our broader society and environment.

During FYE 2024, we undertook a range of impactful CSR initiatives, covering areas from education and entrepreneurship to donation and sponsorship. With a commitment to fostering sustainable development and community well-being, we have not only supported the local community with monetary contributions but also focused on the growth and development of our future generations. We are pleased to highlight that our CSR initiatives, together with the activity as described in our "Planet" section, amounted to a total expenditure of RM58,494 and benefitted a total of 261 beneficiaries.

Solarvest Innovation Lab: Building a Supportive Ecosystem for Entrepreneurs

Malaysia is teeming with talent and ambition, with aspiring entrepreneurs across diverse industries constantly generating innovative ideas. However, translating these ideas into successful businesses can be an uphill struggle for the talents. We recognise that the current environment often lacks the necessary resources and support for early-stage ventures to flourish. To address this gap, we are committed to build a more robust entrepreneurial ecosystem in Malaysia.

In 2021, we have launched the SIL as a launchpad for aspiring entrepreneurs, especially in the sectors of green technology, financial technology and renewable energy, who possess the potential to make a significant impact. SIL offers a two-pronged approach to fuelling innovation, i.e., Seed Grant programme and Accelerator Fund programme. The Seed Grant programme provides promising startups with a foundational financial assistance of RM10,000 for each venture, enabling them to validate their proof-of-concept, refine their ideas and lay the groundwork for success. Startups that demonstrate their business potential can then compete for the prestigious Accelerator Fund of a minimum RM100,000. This Accelerator Fund programme is aimed to propel them towards market launch and accelerate their growth trajectory.

Seed Grant

- RM100,000 cash for Proof of Concept
- Special Business Workshops
- 6 Months of Business Coaching
- Other Benefits-in-Kind from Partners

Accelerator Fund

- Minimum RM100,000 cash to Scale Up
- Special Business Workshops
- 6 Months of Business Coaching
- Other Benefits-in-Kind from Partners
- Support on Grant Application
- Access to Solarvest's Business Network

PEOPLE (CONT'D)

COMMUNITY RELATIONS (GRI 3-3) (CONT'D)

Solarvest Innovation Lab: Building a Supportive Ecosystem for Entrepreneurs (Cont'd)

We understand that financial support is merely one component in nurturing a successful start-up. As such, our SIL programme cultivates a comprehensive ecosystem designed to empower the participating start-ups on multiple fronts: -

Mentorship

Participants are guided by a network of experienced partners in key areas such as financial management, brand building and business development, equipping them with the necessary knowledge and skills to navigate in the business world.

Networking

By leveraging on Solarvest's extensive network, participants are connected with the right industry players, leading them to establish strategic partnerships, gain access to valuable resources as well as a wider customer base, thereby accelerating their growth trajectory.

Support

Along with our esteemed strategic partners, Solarvest provides various support to the participants, ranging from digital solutions to government grant applications.

From providing initial seed funding to fostering sustainable growth, we are glad that we have witnessed numerous success stories in our SIL programme. Across the past 2 rounds, our remarkable journey in SIL 2021 and SIL 2023 are highlighted as follows: -

	SIL 2021	SIL 2023
Seed Grant Submitted	50	49
Seed Grant Pitched	11	7
Seed Granted Allocated	6	5
Accelerator Fund Submitted	30	49
Accelerator Fund Pitched	9	9
Accelerator Fund Allocated	1	0

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

COMMUNITY RELATIONS (GRI 3-3) (CONT'D)

Solarvest Innovation Lab: Building a Supportive Ecosystem for Entrepreneurs (Cont'd)

Our SIL could never have achieved its success without the invaluable support from our strategic partners. We extend our heartfelt gratitude to the following entities for their unwavering support and shared commitment to nurturing the growth and development of our future generations: -

	SIL 2021	SIL 2023
Strategic Partners	1. Malaysian Technology Development Corporation 2. Telekom Malaysia 3. Malaysian Global Innovation and Creativity Centre 4. Malaysia Digital Economy Corporation 5. SME Corporation Malaysia 6. OCBC Bank Malaysia 7. INTI International University Malaysia 8. Junior Chamber International 9. Junior Chamber International Creative Young Entrepreneur Award	1. Alta 2. Unifi 3. Microsoft 4. Malaysia Digital Economy Corporation 5. OCBC Bank Malaysia 6. Common Ground 7. PitchIN

In May 2024, we successfully launched SIL 2024, reaffirming our commitment to nurturing Malaysia's future business leaders. This year's SIL promises to be another exciting chapter, providing aspiring entrepreneurs with the necessary resources and guidance that they need to transform their visions into impactful businesses.

As SIL 2024 unfolds, we expect to see inspiring stories of innovation and the emergence of the next generation of entrepreneurs who will shape a brighter future for all. Further details of SIL 2024 can be referred at https://innovationlab.solarvest.com.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

COMMUNITY RELATIONS (GRI 3-3) (CONT'D)

Diapers Donation to Special Care Centres

On 22 May 2023, we participated in Respack Group's CSR initiative by sponsoring RM20,000 worth of diapers to 2 special care centres, namely the Handicap Children's Welfare Home and Yayasan Latihan Insan Istimewa in Ipoh. This initiative benefitted a total of 30 individuals. We extend our heartfelt gratitude to Respack Group for leading this initiative. Our commitment to supporting local communities remains steadfast and we look forward to continuing our efforts in making a positive impact on those in need.

Solar Lights Donations

During FYE 2024, we also donated solar lights to over 40 families in need in Kampung Ulu Kibunut, Penampang, Sabah as part of our CSR initiatives. These solar lights will benefit approximately 200 individuals, empowering them with increased accessibility to sustainable lighting. This CSR initiative underscores our ongoing commitment to environmental sustainability and social responsibility by making a positive impact on underserved areas. The donation of these solar lights amounted to a total cost of RM25,000.

SUSTAINABILITY STATEMENT (CONT'D)

PEOPLE (CONT'D)

COMMUNITY RELATIONS (GRI 3-3) (CONT'D)

Sponsorship for Penang Football Club ("FC") 3rd Anniversary Dinner

Our CSR initiatives extend to sponsorship aimed at fostering the development and empowerment of national sports. As an advocate for sports development and community engagement, we have contributed a total of RM10,000 sponsorship to Penang FC for their 3rd anniversary dinner. Penang FC has been an integral part of the local sports scene, providing opportunities for talented athletes to showcase their skills and pursue their dreams. By sponsoring this event, we not only celebrate the achievements of Penang FC but also demonstrated out solidarity with the local community and our shared aspirations for a brighter future.

Sponsorship for Charity Run to Raise Funds

Demonstrating our ongoing dedication to supporting sporting events, we have sponsored a total of RM3,000 to Toyo Tires Charity Run Event 2023. This charity run is aimed to provide financial assistance to the underprivileged children, senior citizens as well as students in Taiping, Perak by providing shelter and improving their quality of life. The funds raised from the event were allocated to the following 5 organisations, ensuring that our sponsorship had a tangible impact on improving the lives of those in need: -

Orphanage Home	Old Folks Home	Educational Institutions
• Chrystal Home • Pertubuhan Pengurusan Rumah Anak-Anak Yatim & Miskin Anning • Persatuan Kebajikan Anak Yatim Nur Hidayah	• Pertubuhan Kebajikan Warga Emas Emmanuel	• Hua Lian High School

"TO CREATE NEW VALUE WITH GREENTECH AND FINTECH FOR US TO THRIVE TOGETHER AS A COMMUNITY"

PROGRESS

At Solarvest, our commitment to sustainable business progress remains at the forefront of our strategic decisions and directions. To us, "Progress" extends beyond financial metric, it serves as a vital enabler that fuels innovation, business expansion and our broader mission to create lasting value for all stakeholders.

Our approach to progress is underscored by a holistic commitment to sustainable business practices. This includes strategic growth and expansion, responsible supply chain management, cutting-edge technological innovation and digitalisation as well as business ethics and integrity. We firmly believe that economic prosperity should not come at the expense of our planet or our people. Therefore, by integrating these sustainability elements into every aspect of our business, we aim to deliver value today while proactively shaping the future of the clean energy landscape.

BUSINESS GROWTH AND EXPANSION (GRI 201-4)

Tangible improvements in performance are evidenced through financial indicators. For FYE 2024, our revenue reached RM497.0 million with a net profit of RM32.6 million, marking a notable year-on-year surge of 36.0% and 65.5% respectively. As at 31 March 2024, our unbilled order book stood at RM242.0 million, slated for gradual invoicing over the next 2 years.

On the operational front, all 3 of our LSS4 plants, with a total installed capacity of 67.3 MWp, secured in FYE 2023 are currently fully operational. This achievement enables us to generate an annual recurring revenue of RM23.0 million from the sale of solar energy for the next 25 years, fortifying our long-term financial viability.

In addition to securing asset ownership in these LSS4 plants, we have also assumed the role of EPCC contractor for 8 other LSS4 projects since 2022. This demonstrates our capability and expertise in delivering comprehensive solutions within the clean energy sector, further solidifying our market presence and fostering future growth prospects.

During FYE 2024, we have been awarded with 3 new solar assets projects with a cumulative capacity of 90 MWac under the CGPP programmes. Our ownership stake in these projects amount to approximately 49.5 MWp. We are expected to enter into a 21-year tripartite PPA with TNB and corporate purchasers in due course, ensuring a stable stream of recurring income for the next 21 years.

On a separate note, we are proud to announce that we had on 5 September 2023, successfully issued RM50.0 million of Sustainability Islamic Medium-Term Note. The proceeds raised can be channelled to our existing assets and projects qualified under the 4 categories, including clean energy, energy efficiency, climate change adaptation and affordable basic infrastructure, as outlined in our Sustainability Sukuk Framework. As at 31 March 2024, RM45.0 million of the proceeds has been allocated to eligible projects and the remaining unutilised proceeds were invested in Shariah compliant money markets or liquid marketable instruments. Further details are available on our website at https://solarvest.com/investor-relations/corporate-governance/.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

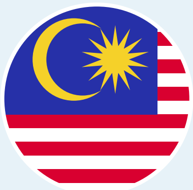
BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Clean Energy Industry on the Rise

On 29 August 2023, Malaysian Government has launched a comprehensive NETR, outlining Malaysia's effort towards achieving its net zero target by 2050. According to this NETR, 10 flagship catalyst projects based on 6 energy transition levers, including EE, clean energy, hydrogen, bioenergy, green mobility as well as CCUS have been introduced to attract investment of more than RM25.0 billion, create 23,000 job opportunities and reduce GHG emissions by more than 10,000 kilo tonnes CO_2e per year.

Within the energy transition lever of RE, the Ministry of Economy has also collaborated with Ministry of Natural Resources, Environment and Climate Change ("NRECC") to review and update existing policies on Malaysia's RE, leading to the decisions of increasing the target for installed RE capacity from 40% in 2040 to 70% by 2050.

The 4 Guiding Principles of NETR


Based on national aspirations and commitments


Just, inclusive and cost-effective


Effective governance and whole-of-nation approach


High-impact job opportunities, SME involvement in the ecosystem

A total of 6 key energy transition levers proposed under the NETR, details as follows: -

NETR

Energy transition levers

- ENERGY EFFICIENCY
- RENEWABLE ENERGY
- HYDROGEN
- BIOENERGY
- GREEN MOBILITY
- CARBON CAPTURE, UTILISATION AND STORAGE

Prioritisation criteria

- **Emission reduction potential**
  Advancing green growth and enhancing sustainability to become a low-carbon nation while addressing energy trilemma.
- **Economic opportunities**
  Propelling strategic and high impact industries, especially for SMEs, strengthening investments and create job opportunities.
- **Cost effectiveness**
  Promoting investments, especially in nascent technologies to yield long-term benefits.
- **Social inclusiveness**
  Strengthening the security, wellbeing and inclusivity through clean energy sources that would benefit communities without compromising future generations.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Powervest Programme

Powervest is our solar financing programme that offers a wide range of flexible financial models tailored to meet the diverse needs of commercial and industrial users for their clean energy investment. Our solar financing models include PowerFlex Lite and PowerFlex Hybrid that offer zero upfront solutions as well as PowerLease that provide zero capital solutions.

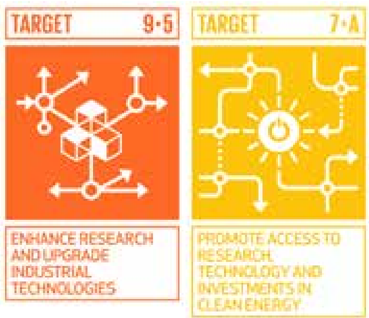
Furthermore, leveraging on our financing programme, Powervest, we have secured corporate PPAs with a cumulative capacity of 109.0 MWp as at 31 March 2024. Upon the projects' completion within the next 12 to 18 months, we are projecting to generate a recurring revenue of RM38.0 million annually.

Green Energy Testbed Gallery

Subsequent to the launch of Green Energy Lab ("GEL") in January 2023, Solarvest Borneo, CENTEXS and Huawei Malaysia have jointly inaugurated the Green Energy Testbeds, which consists of Green Energy Gallery, Wind Turbine Testbed and Cascading Dam Testbed in Kuching, Sarawak during February 2024. Additionally, we have also launched the Smart Solar PV and Green Hydrogen Testbed within the Green Energy Testbeds in conjunction with the 2-days Green Energy Symposium Sarawak 2023. We were honoured to have the Premier of Sarawak, Tan Sri Abang Johari Tun Openg, to preside both launching ceremonies.

Since the launching of GEL in January 2023, it has provided courses developed by Solarvest including the Smart Solar PV Programme, Green Mobility and Storage Programme, and Green Hydrogen Programme, offering students with practical learning opportunities in sustainable energy.

The establishment of the testbeds align with the objectives set forth by the introduction of the GEL. In line with SDG Target 7.A and 9.5, these testbeds aim to facilitate research and innovation in the RE industry by bridging theoretical knowledge with hands-on experience.



SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Green Energy Testbed Gallery (Cont'd)

With the introduction of these testbeds, students have the opportunity to directly apply theoretical knowledge to practical situations. For example, students enrolled in the Smart Solar PV Programme can utilise the testbeds to gain insights into real-world scenarios involved in designing, installing and optimising solar PV systems. Likewise, those participating in the Green Mobility and Storage Programme can experiment with EV, BESS and other sustainable transportation solutions utilising the testbed facilities. Meanwhile, students in the Green Hydrogen Programme can delve into practical aspects of hydrogen production, storage and utilisation, aligning their studies with the testbed's capabilities in green hydrogen technologies.

This practical approach equips students for careers as professionals in the fields such as solar system design, EV technology or hydrogen production. By fulfilling the growing demand for clean energy solutions, it not only drives the expansion of green energy market but also plays a vital role in addressing environmental challenges.

Green Energy Testbeds and campus rooftop feature a remarkable installed solar capacity of 447 kWp, making it the largest solar system in Sarawak. The Green Energy Gallery, as one part of the Green Energy Testbeds, is powered by a Smart Solar PV Testbed that consists of 12 kWp ground-mounted solar system on a rotating tracker coupled with a 30 kWh battery as well as a 5 kWp Building-integrated Photovoltaics ("BIPV") solar system. It is also integrated with a hydrogen system with a storage capacity of 2.5 kg, enabling the Green Energy Gallery to operate seamlessly both on and off the grid.

On the other hand, the Wind Turbine Testbed features 2 types of wind turbines, including a 1 kW vertical axis wind turbine and a 5 kW horizontal axis wind turbine. By showcasing both vertical and horizontal axis turbines, the testbed provides a platform for students to conduct comparative analysis and research into the performance, efficiency and suitability of different wind turbine designs. This shall support the students to have a comprehensive understanding on wind energy technology and its potential applications in the region.

The Cascading Dam Testbed, developed in collaboration with Sarawak Energy, simulates a cascading micro-hydropower system for technological demonstration, proof-of-concept and hybridisation with multiple clean energy sources. It also serves as a teaching platform for technical training for engineers and technicians in the Sarawak cascade dam market. The setup of this Cascading Dam Testbed involves the use of 2 Kaplan microturbines and 1 Crossflow microturbine, integrated with a 2.7 kWp solar PV and 10 kWh battery system to showcase a hybrid energy solution.

Additionally, the Green Energy Testbeds feature a fully decarbonised and off-grid 5G telco tower which is powered by a 19 kWp BIPV solar system and a 48 kWh battery system. Furthermore, the telco tower is also equipped with a hydrogen fuel cell, serving as a secondary backup whenever the solar and battery systems are low in energy. Furthermore, there is also a 17 kWp BIPV solar system installed at the EV testbed carpark, equipped with a charging station that has direct current fast charging rated at 120 kW and an AC Charger rated at 22 kW. We are glad to highlight that this marks the first solar-powered green charging station in Sarawak.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Green Energy Testbed Gallery (Cont'd)

1. Green Energy Testbed Gallery
2. Smart Solar PV Testbed
3. Vertical-Axis Wind Turbine Testbed
4. Horizontal-Axis Wind Turbine Testbed
5. Cascading Dam Testbed
6. Green Hydrogen + 5G Tower Testbed

GREEN ENERGY TESTBED GALLERY

Powered by renewable energy consisting of the following:

- Smart Solar PV Test bed: 12 kWp ground mounted system with 30 kWh of battery
- 5 kWp direct power from solar integrated to the gallery
- Hydrogen fuel cell back up with 2.5 kg of hydrogen storage

VERTICAL-AXIS WIND TURBINE TESTBED & HORIZONTAL-AXIS WIND TURBINE TESTBED

Wind Turbine Testbed features 2 types of wind turbines, including:

- 1 kW vertical axis wind turbine
- 5 kW horizontal axis wind turbine

CASCADING DAM TESTBED

The setup of this Cascading Dam Testbed involves:

- 2 Kaplan microturbines
- 1 Crossflow microturbine

The system is also integrated with the following:

- 2.7 kWp solar PV
- 10 kWh battery system

GREEN HYDROGEN + 5G TOWER TESTBED

A fully decarbonised off-grid 5G telco tower consisting of the following:

- 19 kWp BIPV solar system
- 48 kWh battery system
- Hydrogen fuel cell as a secondary backup

A 17 kWp BIPV solar system is installed at the EV testbed carpark.

- The carpark is equipped with a charging station with 120 kW DC fast charging and a 22 kW AC charger

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Environmental Attributes by Saxon Renewables

The issue of global climate change stands as one of the most urgent challenges of our era, exerting profound impacts on the environment, economies and communities worldwide. Rising temperatures, escalating frequency and severity of weather events as well as ecosystem transformations are amongst the consequences we face. Since the signing of the Paris Agreement in 2016, there has been a concerted global effort to curb carbon emissions and limit the rise in global temperatures to no more than 1.5˚C above pre-industrial levels.

An urgent call to action has been sounded for governments and corporations worldwide to prioritise climate mitigation efforts and expedite the adoption of clean energy. In this regard, REC and CC play crucial roles in facilitating this transition by providing mechanisms to offset carbon emissions and bolster the development of clean energy infrastructure: -

RENEWABLE ENERGY CERTIFICATE ("REC")

Governments and corporations are increasingly setting goals to transition to clean energy sources. Many corporations are aligning with international net-zero initiatives such as RE100 and SBTi that set out stringent standards for REC targets and compliance.

To support the adoption of clean energy, corporations can purchase REC from project owners. Each REC represents 1 MWh of clean energy and can be used by the corporations to meet their clean energy targets.

CARBON CREDIT ("CC")

CC is a tradable certificates representing the reduction, removal or avoidance of 1 metric tonne of CO_2 emissions or its equivalent in other GHG. It serves as a key mechanism in carbon offsetting, enabling individuals, organisations and governments to compensate for their carbon footprint by investing in emission-reducing projects. These projects contribute to mitigating climate change by promoting energy efficiency, carbon capture, reforestation, afforestation and other sustainable practices.

Saxon Renewables, one of our subsidiaries, specialises in providing consultancy services related to sustainability, particularly about REC and CC. We partner with clean energy project owners to facilitate the registration and issuance of REC. This not only provides additional income for the project owners but also supplies these certificates to corporate buyers aiming to meet their clean energy targets. We also collaborate with various carbon projects to supply CC tailored to corporate needs. By acquiring these credits, businesses can offset their GHG emissions and showcase their commitment to environmental responsibility.

By purchasing REC or CC, companies can actively contribute to sustainability goals and demonstrate their dedication to environmental stewardship. Our objective is to become the leading supplier of environmental commodities across the Asia region, ensuring a comprehensive supply chain that meets the diverse requirements of corporations throughout the region. Moving forward, we aim to supply over 5 million RECs or CCs annually across the entire Asia region.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Green Mobility with Powerbee

Powerbee is making significant strides in advancing the adoption of EV in Malaysia through strategic collaborations and innovative solutions. By partnering with OCBC Bank, Powerbee provides EV owners with green and affordable financing options to purchase EV chargers, which include a zero percent interest instalment plan spanning up to 24 months, along with discounts. This collaboration fosters the expansion of the EV infrastructure in Malaysia by enhancing the accessibility of EV ownership, thereby fostering a transition towards a low-carbon economy.

Furthermore, in collaboration with Lee Motors Auto Care, the leading representative for BMW brand in Kedah, Powerbee extends an exclusive solar energy offering to new BMW EV customers. This initiative enhances their premium ownership experience with a eco-friendlier and more sustainable journey. By integrating rooftop solar PV systems, Powerbee ensures that EV charging is fully powered by clean energy, thereby reducing carbon footprints and promoting green mobility. This collaboration also paves the way for additional joint efforts with Lee Motors to increase EV adoption in Malaysia and ensure the transition to electric mobility is supported by green energy initiatives.

To date, Powerbee has successfully secured more than 100 EV chargers across various locations nationwide, which will be operated under the Powerbee app and all Powerbee EV charger are powered with 100% clean energy. These projects serve as a testament to our expertise and dedication in providing tailored charging solutions that meet the varied needs of diverse businesses and locations. With our unwavering dedication to revolutionising transportation and facilitating sustainable mobility, we are actively shaping a future where green transportation transcends mere vision to become a vibrant reality.

ALL POWERBEE EV CHARGER ARE POWERED WITH

100%

CLEAN ENERGY

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Bringing Solar Energy to Homes with Vestech Energy

The demand for residential solar solutions has experienced a notable surge, mainly attributed to several government's initiatives and actions, including the allocation of additional quota for NEM Rakyat Programme, removal of blanket subsidies on electricity tariff as well as introduction of the Solar for Rakyat Incentive Scheme ("SolaRIS") by the government.

With strong government support and policy incentives for residential solar installations, we have embarked on several strategic business collaboration as follows: -

On 13 July 2023, Vestech Energy entered into a Memorandum of Understanding with Selangor Industrial Corporation ("SIC"), a wholly-owned subsidiary of Perbadanan Kemajuan Negeri Selangor ("PKNS"), to accelerate the development of residential rooftop solar PV systems in Malaysia and contribute to the nation's clean energy goals.

Under this collaboration, SIC will endorse and offer residential solar solutions to PKNS employees, including those within SIC itself, via a salary deduction scheme. This scheme allows employees to allocate a portion of their monthly salary towards the installation of solar PV systems, granting them access to convenient and cost-effective financing options. By eliminating the need for significant upfront payments, this scheme facilitates a smoother transition to sustainable energy, rendering it more achievable for individuals.

Vestech Energy is collaborating with Alliance Bank and renowned Sarawakian property developer, Hornbill Networks Consortium Sdn Bhd ("Hornbill Networks") to drive the adoption of clean energy solutions in Sarawak. This partnership involves the integration of solar PV systems into Hornbill Networks' upcoming Samariang Avenue Phase 2 in Kuching, Sarawak, with aspiration to introduce 500 solar-ready homes by 2025. In this collaboration, Vestech Energy acts as the solar solution provider, while Alliance Bank extends financial support for the initiative and contributes to raising awareness to enhance clean energy adoption efforts.

TO INTRODUCE

500

SOLAR-READY HOMES BY 2025 AT HORNBILL NETWORKS' UPCOMING

Samariang Avenue Phase 2 in Kuching, Sarawak

This partnership empowers homeowners with direct access to clean energy and contributes to a greener future. Our vision extends beyond solar rooftop solutions. In our upcoming phase, we will introduce EV charging facilities to Hornbill Networks' residential projects, offering a comprehensive clean energy solution that caters to various aspects of sustainable living.

SUSTAINABILITY STATEMENT (CONT'D)

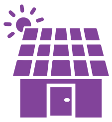
PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Overseas Expansion

Apart from our domestic endeavours, we are actively broadening our global footprint by securing projects in Singapore, Indonesia, the Philippines, Vietnam, Thailand, Brunei and Taiwan. Our overseas expansion strategy lies at the heart of Solarvest's business growth, aiming to achieve a 2 GWp solar PV capacity installation over the next few years, demonstrating our commitment towards SDG Target 7.2. To achieve this goal, we continue to invest heavily in various countries with large initiatives that align with our core strengths. Our initial focus is on solar system development, followed by the plans to introduce additional clean energy services to these regions at a later stage.

During FYE 2024, our subsidiary in Vietnam, Solarvest (Vietnam) Co. Limited, has successfully secured 11 rooftop solar PV installation projects in Vietnam, with a combined capacity of 12.8 MWp. By collaborating with renowned local partners for EPCC services, we are poised to capitalise the promising opportunities in Vietnam's clean energy market. As outlined in Vietnam's 8th National Power Development Plan, Vietnam aims to transition away from coal and is targeting 150 GW of renewables by 2030 and 500 GW by 2050. In this aspect, Vietnam's MoIT has recently introduced incentives for rooftop solar power systems in an attempt to equip half of the country's buildings with solar panels by 2030. Our strategic initiatives in Vietnam align perfectly with these national goals, positioning us at the forefront of the country's RE transformation.



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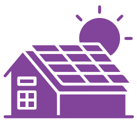
ROOFTOP SOLAR PV INSTALLATION PROJECTS IN VIETNAM

Capacity of 12.8 MWp

For Singapore and Brunei, we are capitalising on the growing demand for sustainable energy solutions through synergistic collaborations to advance ESS in solar energy systems, thereby enhancing energy stability and reliability. During FYE 2024, we secured 10 C&I rooftop solar PV installation projects across Singapore and Brunei, totalling over 4 MWp. The prospects in both countries are highly promising, as Singapore aims to reach 2 GWp of solar energy by 2030 while Brunei targets for 200 MWp of solar energy by 2025.



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C&I ROOFTOP SOLAR PV INSTALLATION PROJECTS ACROSS SINGAPORE AND BRUNEI

Totalling over 4 MWp

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Overseas Expansion

On the other hand, in Taiwan, we are proud to announce the establishment of a new office for our subsidiary in Taipei after 3 years of local operation. This move strengthens our overseas market presence and allows us to explore clean energy project opportunities. Currently, we have an active pipeline of projects in Taiwan, supported by a strong tender book worth 536 MWp of clean energy projects. Building on our previous collaboration with a Taiwan-listed solar investor and contractor, namely Hsinjing Holding Corporate Limited, to develop solar projects, we are now expanding into other clean energy sources such as wind energy throughout the country. Driven by Taiwan's ambition to achieve 30 GW of solar energy by 2030 and 20.7 GW of wind energy by 2035, the nation presents a promising landscape for our Group's overseas market expansion. Taiwan's current solar energy generation stands at around 11 GW, while wind energy production is at 6 GW, revealing tremendous potential for our Group to further advance Taiwan's RE ambitions.

STRONG TENDER BOOK WORTH

536 MWp

IN TAIWAN

In the Philippines, we, in collaboration with Edward Marcs Philippines Inc as a consortium, have been appointed by the Philippines-government-owned National Power Corporation's subsidiary, South Cotabato II Electric Cooperative, Inc, ("SOCOTECO II") as the EPCC solutions provider for a 1.0 MWp ground-mounted solar development in General Santos, Mindanao Island. This project is part of the Rural Network Solar Program, which aims to deliver affordable, clean and disaster-resilient energy systems to isolated communities in the Philippines. Additionally, the project is administered by the World Bank and funded by the European Union under the Access to Sustainable Energy in the Philippines Programme. Through this initiative, we are confident in our expertise as a regenerative partner to uplift the quality of life by providing access to green electricity, which in turn advance our regional expansion agenda and increase our market share within the Philippines market.

APPOINTED BY THE PHILIPPINES-GOVERNMENT-OWNED NATIONAL POWER CORPORATION'S SUBSIDIARY, SOCOTECO II FOR A

1.0 MWp

GROUND-MOUNTED SOLAR DEVELOPMENT

We remain committed to being a trusted partner in supporting the global energy transition towards a sustainable future. As we advance ahead, we are transforming into a holistic clean energy developer, actively participating in our overseas projects as an asset owner or co-developer.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS GROWTH AND EXPANSION (GRI 201-4) (CONT'D)

Financial Assistance Empowering Technology Innovation`

On 23 March 2024, we are pleased to announce that we were awarded with the Sarawak Research Development Council ("SRDC") Research Grant, amounting to RM100,000, to support our ongoing efforts in developing a Type 4 hydrogen tank prototype. In view of the SRDC Research Grant being a matching grant of 1:1, we will contribute RM100,000 from our own funds, bringing the total project budget to RM200,000.

Our research efforts are aimed to develop a solution that not only enhances the efficiency and mobility of hydrogen storage but also promotes its widespread adoption in various downstream applications. With the support of this grant, we are well-positioned to make significant strides towards realising our vision of a cleaner and more sustainable future in alignment with SDG Target 9.5.

SRDC Sarawak Research and Development Council

AWARDED
RM100,000
RESEARCH GRANT BY SRDC

SUPPLY CHAIN MANAGEMENT (GRI 3-3, 204-1)

At Solarvest, the supply chain is the backbone of our commitment to delivering innovative and sustainable energy solutions. It plays a vital role in facilitating the smooth transition of products and services from inception to delivery to ensure our operational success and overall customer satisfaction. Therefore, prioritising effective supply chain management is imperative for our Group's competitiveness and commitment to clean energy advancement.

Guided by the requirements of our ISO 9001:2015 certification, we uphold high quality management standards throughout our supply chain processes. One of the key aspects of our supply chain management is the evaluation of suppliers and subcontractors before inviting them to participate in job tenders. All potential suppliers and subcontractors are required to undergo a pre-qualification submission process by providing their essential information such as company profiles and track records. This ensures that we collaborate with the business partners who share our commitment to excellence and reliability in order to ensure consistent delivery of quality materials and services to our customers.

In addition to initial evaluation, we conduct annual assessment on our approved suppliers and subcontractors on various parameters, including quality/workmanship, cost, delivery, payment terms, cooperation/communication as well as safety and health. These assessments provide us with crucial insights into the performance and capabilities of our business partners, enabling us to maintain high standards of quality and efficiency throughout our supply chain. For FYE 2024, we have assessed a total of 122 key active suppliers and subcontractors and we are pleased to highlight that all of them have met our stringent requirements and none of them have been ruled out from our approved suppliers and subcontractors list.

1. Quality/workmanship
2. Cost
3. Delivery
4. Payment terms
5. Cooperation/communication
6. Safety and health

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

SUPPLY CHAIN MANAGEMENT (GRI 3-3, 204-1) (CONT'D)

Furthermore, we also prioritise the sourcing of materials that are environmentally friendly, ethically produced and closed-loop, wherever feasible. Our procurement decisions meticulously consider factors such as materials' lifecycle impact, carbon footprint and potential for reuse or recycling. By choosing sustainable materials, we aim to minimise environmental degradation and promote responsible resource management in line with SDG Target 12.7.

Aligned with our mission to enhance living standards and facilitate meaningful transitions towards net-zero emissions, we truly understand the importance of offering sustainable products and services at affordable prices. Therefore, in our procurement decisions, we consider not only the environmental impact of products but also their cost-effectiveness. By seeking out sustainable options that are also economically viable, we believe that we can promote affordability without compromising on quality or performance.

Another dimension of our sustainability strategy involves supporting the local economy through domestic procurements. Whenever viable, we source materials such as cables and low voltage electrical systems locally.

In FYE 2024, 28% of our procurement was sourced locally, given that the specific requirements of many of our purchases necessitated international sourcing. Our commitment remains firm to prioritise local procurement whenever possible, as we aim to strengthen the local economy in advocating SDG Target 8.1, which promotes sustained, inclusive and sustainable economic growth.

BUSINESS ETHICS (GRI 2-26, 2-27, 3-3, 205-2, 205-3)

Our dedication to business ethics is essential to ensuring the sustainability of our business operations. We believe that ethical business practices are essential not only for compliance but also for fostering a culture of trust and respect within our organisation and with our stakeholders. Failure to establish ethical standards undermines our integrity, jeopardise our relationships with stakeholders and diminish our influence on society and the environment. Therefore, we pledge to uphold the highest ethical standards in all aspects of our operations, guiding our actions with integrity and accountability.

Our Code serves as the foundation of our ethical framework, outlining the standards and expectations for all our employees. The Code sets out clear guidelines in both business conducts and employee conducts, promoting professionalism, honesty, fairness and integrity in our daily operations and business dealings.

In alignment with SDG Target 16.5, we maintain a zero-tolerance stance against any form of bribery and/or corruption. In this regard, we have put in place an ABC Policy in compliance with Malaysian Anti-Corruption Commission Act 2009 to cultivate an ethical business environment that is free from any form of bribery, corruption and/or fraudulent activities. Applicable to all employees and business partners, this ABC Policy provides clear guidelines for identifying, preventing and reporting any instances of bribery and/or corruption.

To facilitate the enforcement of ABC Policy, we have also implemented a Whistleblowing Policy to provide a safe and confidential avenue for employees and stakeholders to report any suspected or known wrongdoing or unethical behaviour without fear of retaliation. In the event that any wrongdoing or malpractice is suspected, investigations and disciplinary actions will be undertaken appropriately and confidentially. All whistleblowers who reported in good faith are protected in accordance with the Whistleblower Protection Act 2010. By promoting a culture of openness and accountability, our Whistleblowing Policy helps us to promptly identify and mitigate risks associated with any unethical conduct.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

BUSINESS ETHICS (GRI 2-26, 2-27, 3-3, 205-2, 205-3) (CONT'D)

All the aforementioned Code, ABC Policy and Whistleblowing Policy are publicly accessible on our website at https://solarvest.com/investor-relations/corporate-governance/.

We recognise that education and awareness are critical components in combating against bribery and corruption. As such, we conduct trainings or briefings on the ABC Policy for our employees, ensuring that they are well-versed in our policies and equipped with knowledge to identify and address any potential ethical issues. These trainings or briefings aim to enhance our employees' understanding on their responsibilities towards anti-bribery and corruption as well as the importance of maintaining high ethical standards in all business dealings.

During FYE 2024, all our employees underwent anti-bribery and corruption training, detailed as follows:

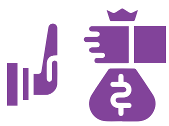
Employee Categories	Headcount	Percentage
Senior Management	7	100%
Mid-Management	44	100%
Senior Executive	58	100%
Executive	134	100%
Non-Executive	60	100%
Total	303	100%

Besides, to ensure that our ABC Policy is effectively communicated to our suppliers and subcontractors, the ABC Policy is published on our website, providing transparent access to all stakeholders. Additionally, all suppliers and subcontractors are required to acknowledge and adhere to our ABC Policy, reinforcing our commitment to ethical business practices throughout our supply chain.

In our ongoing commitment to upholding a work environment free from bribery and corruption, we acknowledge the importance of regular assessment to identify and mitigate potential bribery and corruption risks within our Group. However, we regret to inform that no internal assessments were conducted this year due to human resources constraints. Nonetheless, we intend to carry out these assessments in the coming year. Despite the absence of formal assessments, bribery and corruption risk management is integrated into our Group's overall risk management and internal control systems, ensuring the continued safeguarding of our ethical standards and business integrity.

In FYE 2024, we are pleased to report that no employees had been disciplined or dismissed, nor any public cases been brought against the Group and its employees pertaining to bribery and/or corruption. Therefore, no relevant fines, penalties or settlements imposed or made during FYE 2024.

NO EMPLOYEES HAD BEEN DISCIPLINED OR DISMISSED



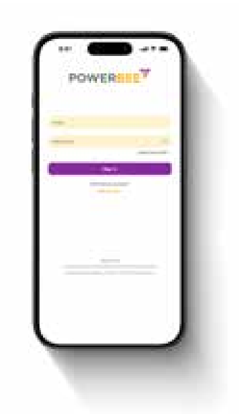
NO PUBLIC CASES AGAINST THE GROUP AND ITS EMPLOYEES PERTAINING TO BRIBERY AND/OR CORRUPTION.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

DIGITALISATION AND NEW TECHNOLOGY INITIATIVES (CONT'D)

In a world that is constantly shaped by technological advancement, the clean energy industry stands at the forefront of innovation. In this respect, we embrace digital transformation with open arms, recognising the potential it holds to revolutionise how we streamline operations, enhance efficiency, and deliver effective solutions to our customers.



Powering Sustainable Journeys with Powerbee

The launch of our Powerbee app in December 2023 marks another significant milestone in our continuous effort to promote sustainable transportation and enhance the EV user experience in Malaysia. The app enables EV owners to manage their EV charging needs, including locating charging stations, monitoring charging progress, accessing payment options as well as receiving updates on promotions and incentives, with greater convenience and peace of mind.

More than just a network of EV charging stations, PowerBee app represents a bold step towards a future defined by sustainable mobility and cutting-edge digital innovations. Central to PowerBee is a vision for a seamless and connected EV charging experience. Our strategically positioned charging stations form a network which is carefully designed to meet the needs of Malaysian EV drivers.

By offering a user-friendly and comprehensive app, PowerBee is not only simplifying the charging process for EV owners but also fostering a greater engagement and connectivity within the EV community, aligning with its commitment to revolutionising green mobility through technology-driven solutions.

The digital backbone of this network allows us to gain insights into how drivers interact with our stations, enabling us to optimise the user experience with improved efficiency and user-friendliness. Furthermore, digitalisation opens the door to enhanced and convenient services, such as remote reservation of charging spots and real-time alerts on charging status. Moreover, we are also able to conduct remote diagnostics and troubleshooting on the PowerBee app, enabling us to identify and resolve any technical issues swiftly so as to ensure smooth and reliable function of the App.

We wish to highlight that PowerBee's impact extends far beyond our own operations. By demonstrating the viability and desirability of connected and sustainable EV charging, PowerBee contributes significantly to the wider growth of Malaysia's electric mobility sector, in terms of reduced carbon footprint and enhanced energy infrastructure.

Here in Solarvest, we are not content with merely adopting to the future but we actively shape it. Our exploration of Vehicle-to-Grid ("V2G") technology demonstrates our ambition to revolutionise clean energy management. V2G technology allows the stored energy from EVs to flow back into the grid during peak demand periods, supporting grid stability and offering potential benefits to EV owners. However, the implementation of this advanced solution still requires a robust digital infrastructure, an area in which we continue to invest and innovate.

Recognising that digitalisation is an ongoing journey, we remain dedicated to continuous improvement and exploring new ways to harness digital technologies for the benefit of our customers and the environment. The PowerBee app embodies our commitment to a future in Malaysia that is clean, interconnected and powered by intelligence.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

DIGITALISATION AND NEW TECHNOLOGY INITIATIVES (CONT'D)

Unlocking Workplace Efficiency with Joan

In today's fast-paced business environment, workplace efficiency is not merely a perk but a prerequisite for achieving success. Our commitment to digital transformation surpasses mere acquisition of new technologies. We actively seek solutions that empower employees and unlock their full potential.

Traditionally, locating and reserving meeting spaces was a time-consuming and frustrating experience, often resulting in wasted time due to room availability searches or encountering double bookings, which hindered productivity and efficiency. However, with the adoption of Joan, an innovative room scheduling system, we are now able to streamline our workplace management by easily locating and reserving meeting spaces, leading to enhanced workplace productivity and efficiency.

Joan's integration with popular calendar platforms ensures a smooth scheduling experience, while its real-time availability updates and calendar notifications keep everyone informed and prepared. By streamlining scheduling process and maximising employee time, Joan fosters a more collaborative and effective working environment that enables our employees to focus on their core competencies. Beyond streamlining scheduling, Joan also provides invaluable data on meeting room usage, enabling us to make informed decisions about space allocation and optimise workplace layout for optimal efficiency.

Inking Efficiency with SigningCloud

In an era where the swipe of a finger holds more power than a signature with a pen, we embrace the digital tide with SigningCloud, a secure cloud-based digital signature platform. As the world shifts towards virtual collaboration and paperless workflows, our adoption of this digital signature platform is more than just a technological leap. In fact, it is a strategic move towards greater efficiency, flexibility and sustainability.

By eliminating the need for physical document printing and circulation, SigningCloud has led to substantial cost savings on paper and printing supplies. Additionally, its secure remote signing capabilities have provided us with greater work flexibility, resulting in faster turnaround times on critical documents and reducing reliance on traditional mail services.

SigningCloud also provides stringent and robust security features, including multi-layered encryption, Public Key Infrastructure technology and a comprehensive audit trail. These features ensure the legal validity, long-term integrity and traceability of all digital signature captured within the system. This emphasis on security fosters trust amongst internal and external stakeholders while maintaining compliance with relevant regulations at all times.

Recognising the dynamic nature of the technology landscape, we have conducted a comprehensive market comparison of digital signature solutions during FYE 2024. This data-driven evaluation ensures that SigningCloud remains the most cost-effective and feature-rich platform to align with our evolving needs. Additionally, a centralised vendor management system is being implemented for SigningCloud, consolidating access control and user permissions for both internal and external users. This streamlined approach has further enhanced collaboration and expedite document signing across our Group.

This initiative of minimising paper usage through digital signature has demonstrated our commitment to environmental sustainability as well as our broader CSR goals to contribute positively for a more paperless future. Moving forward, we plan to explore additional integration functions with SigningCloud to track and quantify paper saved through digital signature, enabling us to better measure the environmental impact of this technology adopted.

SUSTAINABILITY STATEMENT (CONT'D)

PROGRESS (CONT'D)

DIGITALISATION AND NEW TECHNOLOGY INITIATIVES (CONT'D)

Project and Construction Management Efficiency with Procore

In FYE 2023, we have started to embrace a new era of construction management with the adoption of Procore, a cloud-based platform designed to streamline and enhance project workflows. As our clean energy projects across the region grew in complexity and scale, Procore serves as a functional tool, empowering us to navigate the intricacies of construction with precision and efficiency.

The adoption of Procore enables us to eliminate manual data entry and streamline communication channels between stakeholders, driving the overall project efficiency. Besides, Procore enables us to have real-time access to project data that facilitates improved teamwork and information sharing, leading to faster decision-making and problem-solving processes. To ensure a systematic project management, Procore also offers a centralised platform for project documents, plans and schedules, enabling stakeholders to track progress so as to identify and address potential issues promptly.

While Procore represents a significant investment for the Group, its efficiency-enhancing features and demonstrably positive impact on large-scale projects make it a worthwhile expenditure. Since its implementation, Procore's functionalities and features have significantly improved our project delivery timelines and ensured successful completion of complex solar installations.

Similar to SigningCloud, we have also conducted a market analysis on similar platforms during FYE 2024 to ensure that Procore remains as the most appropriate solution for our evolving needs. As we move forward, we are actively customising Procore functionalities to seamlessly integrate with our unique project workflows. This tailored approach ensures that the platform fully supports our specific needs and unlocks its maximum efficiency potential. Our customisation efforts focus on streamlining data input, automating reporting processes and enhancing visibility of key project metrics.

Infrastructure Fortification to Enhance Cybersecurity

In FYE 2024, fortifying our cybersecurity posture was a cornerstone of our digital transformation journey. Taking reference from ISO 27001:2022 framework, we have implemented several key initiatives to safeguard critical infrastructure, data and customer privacy.

Firstly, we conducted a comprehensive risk assessment to identify and prioritise potential security threats in our IT system. This analysis led to the development of a formal risk management program with risk mitigation strategies and strong access control policies. Within our cybersecurity protocols, the principle of least privilege restricts user access to sensitive information and systems. Furthermore, we have implemented a clear and concise acceptable use policy to promote responsible technology use and minimises human error. Additionally, a comprehensive incident response plan has also been developed to ensure a coordinated and efficient response to any potential security breaches.

In addition, we have upgraded our firewall infrastructure to a next-generation solution. This new system boasts advanced threat detection capabilities to identify and block a wider range of cyberattacks. With the infrastructure upgrade, the enhanced scalability ensures continued protection as our digital footprint expands, while centralised management simplifies overall security administration. Moreover, we continue to deploy the Next-Generation Antivirus on every device within our network to detect and prevent potential malware and other security risks.

By implementing the abovementioned enhancements, together with the implementation of customer privacy and data security measures as mentioned in our "People" section, we have significantly strengthened our cybersecurity posture. These enhancements equip us with better capabilities to safeguard our critical assets, establishing a secure and reliable foundation for our ongoing digital transformation journey.

SUSTAINABILITY STATEMENT (CONT'D)

GRI CONTENT INDEX

Solarvest has reported its sustainability initiatives and performances in accordance with the GRI Standard for the period from 1 April 2023 to 31 March 2024.

GRI standard	Disclosure number	Standards disclosure	SDG	SASB	Location of disclosures and reasons for omissions, if applicable
General Disclosures					
GRI 2: General Disclosures 2021	2-1	Organisational details	-	-	43-44
	2-2	Entities included in the organisation's sustainability reporting			43-44
	2-3	Reporting period, frequency and contact point			43-44
	2-4	Restatements of information			43-44
	2-5	External assurance			43-44
	2-6	Activities, value chain and other business relationships			N/A
	2-7	Employees			N/A
	2-8	Workers who are not employees			69-78
	2-9	Governance structure and composition			Disclosed in other section within this annual report
	2-10	Nomination and selection of the highest governance body			
	2-11	Chair of the highest governance body			
	2-12	Role of the highest governance body in overseeing the management of impacts			48
	2-13	Delegation of responsibility for managing impacts			48
	2-14	Role of the highest governance body in sustainability reporting			43-44, 48
	2-15	Conflicts of interest			Disclosed in other section within this annual report
	2-16	Communication of critical concerns			N/A
	2-17	Collective knowledge of the highest governance body			48
	2-18	Evaluation of the performance of the highest governance body			48
	2-19	Remuneration policies			Disclosed in other section within this annual report
	2-20	Process to determine remuneration			
	2-21	Annual total compensation ratio			Confidentiality Constraints
	2-22	Statement on sustainable development strategy			45
	2-23	Policy commitments			62-64, 79-87, 90

SUSTAINABILITY STATEMENT (CONT'D)

GRI CONTENT INDEX (CONT'D)

GRI standard	Disclosure number	Standards disclosure	SDG	SASB	Location of disclosures and reasons for omissions, if applicable
General Disclosures (Cont'd)					
	2-24	Embedding policy commitments	-	-	62-64, 79-87, 90
	2-25	Processes to remediate negative impacts			79-84
	2-26	Mechanisms for seeking advice and raising concerns			109-110
	2-27	Compliance with laws and regulations			62-64, 79-84, 109-110
	2-28	Membership associations			N/A
	2-29	Approach to stakeholder engagement			49-50
	2-30	Collective bargaining agreements			N/A
Material Topics					
GRI 3: Material Topics 2021	3-1	Process to determine material topics	-	-	51-53
	3-2	List of material topics			51-53
Planet					
GRI 3: Material Topics 2021	3-3	Management of material topics	-	-	Throughout Sustainability Statement
GHG Emissions					
GRI 305: Emissions 2016	305-1	Direct (Scope 1) GHG emissions	7,11,13	RR-ST-000.A RR-ST-000.B	56-59
	305-2	Energy indirect (Scope 2) GHG emissions			56-58
	305-3	Other indirect (Scope 3) GHG emissions			56-58
	305-4	GHG emissions intensity			56-57
	305-5	Reduction of GHG emissions			N/A
	305-6	Emissions of ozone-depleting substances (ODS)			N/A
	305-7	Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions			N/A
Energy Management					
GRI 302: Energy 2016	302-1	Energy consumption within the organisation	-	RR-ST-130a.1	59-61
	302-2	Energy consumption outside of the organisation			N/A
	302-3	Energy intensity			59-60
	302-4	Reduction of energy consumption			N/A
	302-5	Reductions in energy requirements of products and services			N/A

SUSTAINABILITY STATEMENT (CONT'D)

GRI CONTENT INDEX (CONT'D)

GRI standard	Disclosure number	Standards disclosure	SDG	SASB	Location of disclosures and reasons for omissions, if applicable
Planet (Cont'd)					
Water Management					
GRI 303: Water and Effluents 2018	303-1	Interactions with water as a shared resource	-	-	N/A
	303-2	Management of water discharge-related impacts			N/A
	303-3	Water withdrawal			N/A
	303-4	Water discharge			N/A
	303-5	Water consumption			62
Waste Management					
GRI 306: Waste 2020	306-1	Waste generation and significant waste-related impacts	11, 12	-	62-63
	306-2	Management of significant waste related impacts			64
	306-3	Waste generated			62-63
	306-4	Waste diverted from disposal			63-64
	306-5	Waste directed to disposal			62-63
People					
GRI 3: Material Topics 2021	3-3	Management of material topics	-	-	Throughout Sustainability Statement
Employee Engagement, Diversity, Equity and Inclusion & Labour Practices					
GRI 401: Employment 2016	401-1	New employee hires and employee turnover	3, 10	-	69-78
	401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees			79-83
	401-3	Parental leave			79-82
GRI 404: Training and Education 2016	404-1	Average hours of training per year per employee	-	-	79-80, 82-84
	404-2	Programs for upgrading employee skills and transition assistance programs			79-83
	404-3	Percentage of employees receiving regular performance and career development reviews			80-84
GRI 405: Diversity and Equal Opportunity 2016	405-1	Diversity of governance bodies and employees	10	-	69-78
	405-2	Ratio of basic salary and remuneration of women to men			Confidentiality Constraints

SUSTAINABILITY STATEMENT (CONT'D)

GRI CONTENT INDEX (CONT'D)

GRI standard	Disclosure number	Standards disclosure	SDG	SASB	Location of disclosures and reasons for omissions, if applicable
People (Cont'd)					
Employee Safety and Health					
GRI 403: Occupational Health and Safety 2018	403-1	Occupational health and safety management system	8	-	85-87
	403-2	Hazard identification, risk assessment, and incident investigation			85-87
	403-3	Occupational health services			78-86
	403-4	Worker participation, consultation, and communication on occupational health and safety			85-87
	403-5	Worker training on occupational health and safety			85-87
	403-6	Promotion of worker health			79-83
	403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships			N/A
	403-8	Workers covered by an occupational health and safety management system			85-87
	403-9	Work-related injuries			85-87
	403-10	Work-related ill health			85-87
Product Quality, Safety and Customer Welfare					
GRI 416: Customer Health and Safety 2016	416-1	Assessment of the health and safety impacts of product and service categories	-	-	N/A
	416-2	Incidents of non-compliance concerning the health and safety impacts of products and services			88-89
Customer Privacy and Data Security					
GRI 418: Customer Privacy 2016	418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	-	-	90
Progress					
GRI 3: Material Topics 2021	3-3	Management of material topics	-	-	Throughout Sustainability Statement
Business Growth and Expansion					
GRI 201: Economic Performance 2016	201-1	Direct economic value generated and distributed	7, 9	-	N/A
	201-2	Financial implications and other risks and opportunities due to climate change			N/A

SUSTAINABILITY STATEMENT (CONT'D)

GRI CONTENT INDEX (CONT'D)

GRI standard	Disclosure number	Standards disclosure	SDG	SASB	Location of disclosures and reasons for omissions, if applicable
Progress (Cont'd)					
Business Growth and Expansion (Cont'd)					
GRI 201: Economic Performance 2016 (Cont'd)	201-3	Defined benefit plan obligations and other retirement plans	7, 9	-	N/A
	201-4	Financial assistance received from government			98-108
Supply Chain Management					
GRI 204: Procurement Practices 2016	204-1	Proportion of spending on local suppliers	8, 12	-	108-109
Business Ethics					
GRI 205: Anti-corruption 2016	205-1	Operations assessed for risks related to corruption	16	-	N/A
	205-2	Communication and training about anti-corruption policies and procedures			109-110
	205-3	Confirmed incidents of corruption and actions taken			109-110

SUSTAINABILITY STATEMENT (CONT'D)

BURSA MALAYSIA'S ENHANCED SUSTAINABILITY REPORT REQUIREMENTS

Indicator	Measurement Unit	2024
Bursa (Anti-corruption)		
Bursa C1(a) Percentage of employees who have received training on anti-corruption by employee category		
Senior Management	Percentage	100.00
Mid-Management	Percentage	100.00
Senior Executive	Percentage	100.00
Executive	Percentage	100.00
Non-Executive	Percentage	100.00
Bursa C1(b) Percentage of operations assessed for corruption-related risks	Percentage	0.00
Bursa C1(c) Confirmed incidents of corruption and action taken	Number	0
Bursa (Community/Society)		
Bursa C2(a) Total amount invested in the community where the target beneficiaries are external to the listed issuer	MYR	58,494.00
Bursa C2(b) Total number of beneficiaries of the investment in communities	Number	261
Bursa (Diversity)		
Bursa C3(a) Percentage of employees by gender and age group, for each employee category		
Age Group by Employee Category		
Senior Management < 30	Percentage	0.00
Senior Management 30 - 50	Percentage	100.00
Senior Management > 50	Percentage	0.00
Mid-Management < 30	Percentage	5.00
Mid-Management 30 - 50	Percentage	93.00
Mid-Management > 50	Percentage	2.00
Senior Executive < 30	Percentage	23.00
Senior Executive 30 - 50	Percentage	74.00
Senior Executive > 50	Percentage	3.00
Executive < 30	Percentage	79.00
Executive 30 - 50	Percentage	21.00
Executive > 50	Percentage	0.00
Non-Executive < 30	Percentage	63.00
Non-Executive 30 - 50	Percentage	35.00
Non-Executive > 50	Percentage	2.00
Gender Group by Employee Category		
Senior Management Male	Percentage	100.00
Senior Management Female	Percentage	0.00
Mid-Management Male	Percentage	80.00
Mid-Management Female	Percentage	20.00
Senior Executive Male	Percentage	55.00
Senior Executive Female	Percentage	45.00
Executive Male	Percentage	62.00
Executive Female	Percentage	38.00
Non-Executive Male	Percentage	80.00
Non-Executive Female	Percentage	20.00
Bursa C3(b) Percentage of directors by gender and age group		
Male	Percentage	70.00
Female	Percentage	30.00
< 30	Percentage	0.00
30 - 50	Percentage	60.00
> 50	Percentage	40.00

Internal assurance | External assurance | No assurance | (*)Restated

SUSTAINABILITY STATEMENT (CONT'D)

BURSA MALAYSIA'S ENHANCED SUSTAINABILITY REPORT REQUIREMENTS (CONT'D)

Indicator	Measurement Unit	2024
Bursa (Energy management)		
Bursa C4(a) Total energy consumption	Megawatt	1,401.00
Bursa (Health and safety)		
Bursa C5(a) Number of work-related fatalities	Number	0
Bursa C5(b) Lost time incident rate ("LTIR")	Rate	0.00
Bursa C5(c) Number of employees trained on health and safety standards	Number	116
Bursa (Labour practices and standards)		
Bursa C6(a) Total hours of training by employee category		
Senior Management	Hours	125
Mid-Management	Hours	1,923
Senior Executive	Hours	986
Executive	Hours	2,136
Non-Executive	Hours	1,305
Bursa C6(b) Percentage of employees that are contractors or temporary staff	Percentage	17.00
Bursa C6(c) Total number of employee turnover by employee category		
Senior Management	Number	0
Mid-Management	Number	6
Senior Executive	Number	6
Executive	Number	20
Non-Executive	Number	9
Bursa C6(d) Number of substantiated complaints concerning human rights violations	Number	0
Bursa (Supply chain management)		
Bursa C7(a) Proportion of spending on local suppliers	Percentage	28.00
Bursa (Data privacy and security)		
Bursa C8(a) Number of substantiated complaints concerning breaches of customer privacy and losses of customer data	Number	0
Bursa (Water)		
Bursa C9(a) Total volume of water used	Megalitres	1.770000
Bursa (Waste management)		
Bursa C10(a) Total waste generated	Metric tonnes	13.36
Bursa C10(a)(i) Total waste diverted from disposal	Metric tonnes	8.47
Bursa C10(a)(ii) Total waste directed to disposal	Metric tonnes	4.89
Bursa (Emissions management)		
Bursa C11(a) Scope 1 emissions in tonnes of CO2e	Metric tonnes	296.81
Bursa C11(b) Scope 2 emissions in tonnes of CO2e	Metric tonnes	213.00
Bursa C11(c) Scope 3 emissions in tonnes of CO2e (at least for the categories of business travel and employee commuting)	Metric tonnes	747.07

Internal assurance | External assurance | No assurance | (*)Restated

CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board is cognisant of its accountability towards the sound corporate governance and ethical standards in the Group for the achievement of long-term success. The Board is committed to uphold high standards of corporate governance with the principles of transparency, integrity, and professionalism in the best interest of both Solarvest and various stakeholders.

Pursuant to Paragraph 15.25(1) of the MMLR and guided by Practice Note 9 of MMLR, the Board is pleased to present this Corporate Governance Overview Statement ("CG Statement") setting the summary of the corporate governance practices applied by the Company during the FYE 2024 as prescribed under the MCCG. This CG Statement takes guidance from the three (3) key corporate governance principles as per MCCG as follows: -

- Principle A: Board Leadership and Effectiveness;
- Principle B: Effective Audit and Risk Management; and
- Principle C: Integrity in Corporate Reporting and Meaningful Relationship with Stakeholders.

Shareholders are advised to read this CG Statement together with the Corporate Governance Report ("CG Report 2024") which sets out the details on how the Company has applied each best practices as advocated by the MCCG during the financial year under review. The CG Report is published on the Company's website at https://solarvest.my/investor-relations/corporate-governance/.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS

I. BOARD RESPONSIBILITIES

Intended Outcome

1.0 Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

1.1 The Board is responsible for setting the Company's strategic aims, ensuring necessary resources are in place to meet objectives, and reviewing management performance. They also set corporate value and standards for the Group, ensuring obligations to shareholders and stakeholders are met. The Board's responsibilities include overseeing strategic planning, risk management, corporate governance, financial control and reporting, sustainability and social responsibility, and operational management. They are committed to protecting shareholder value and improving company's performance. Led by the Independent Non-Executive Chairman, Dato' Che Halin Bin Mohd Hashim, the Board sets the Group's vision, mission, and corporate values while considering the interests of shareholders.

The MD and EDs of the Company manage the day-to-day operations and provide regular reports on the Group's activities, issues and plans to the Board. The SRMC reports on risk management, while the Group CEO reports on sustainability strategies, business plans and key initiatives. The Board provides guidance and advice on the Company's business strategies. The Chief Financial Officer also presents financial updates to the Directors, considering the Company's values and standards. The Board has established the five (5) Board Committees, namely MEC, AC, NC, RC and SRMC to assist in their duties, monitors the Group's development ensures sound corporate governance with risk management and internal controls, oversees daily management and operations, maintains investor relations, plans for succession, governs sustainability efforts, provides directors' training, and follows a board charter available on the Company's website. TOR of these committees outlined clearly their objectives, duties, and powers. The Chairmen of these committees report to the Board on the meeting outcomes, resolutions, and key issues discussed.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

1.2 The Chairman of the Board, Dato' Che Halin Bin Mohd Hashim is appointed to instill good corporate governance practices and ensure the effectiveness of the Board. As the Chairman, he plays a crucial role in providing leadership and driving the success of the Group. During Board meetings, the Chairman ensures that all Directors have the opportunity to contribute to discussions, encourages active participation and addresses all agenda items.

1.3 The Chairman and Group CEO of the Company are held by separate individuals, each with clearly defined responsibilities to maintain a balance of power and authority. The Chairman focuses on good corporate governance practices, leadership, and the effectiveness of the Board, while the CEO is responsible for overall business operations, day-to-day management and implementing the Board's policies and decisions. These responsibilities are outlined in the Company's Board Charter which is published on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

1.4 The Chairman of the Board does not serve as a member of AC, NC, RC and SRMC of the Company. He does not participate in the meetings of these committees during the financial year.

1.5 During the FYE 2024, the Board is supported by two (2) competent and highly qualified Company Secretaries, namely Ms. Teo Soon Mei and Ms. Tee Wan Ting. Both Ms. Teo Soon Mei (MAICSA 7018590 and SSM Practicing Certificate No. 201908000235) and Ms. Tee Wan Ting (MAICSA 7077906 and SSM Practicing Certificate No. 202208000388), have fulfilled all necessary credentials and qualifications under Section 235(2) of the CA 2016. They are registered with the Companies Commission of Malaysia ("CCM") under Section 241 of the CA 2016 and have been issued practicing certificates by the CCM. Both Company Secretaries possess extensive knowledge and experience gained from their previous roles in public practices. Both the Company Secretaries play an active role in assisting the Management with the preparation of all required documentation, minutes and updates for Board and Board Committees' meetings. During FYE 2024, the Company Secretaries and their representatives attended all Board and Board Committees' meetings. They have provided advices, updates, and guidance on regulatory to the Board and the Management. The Board is satisfied with the performance and support provided by the Company Secretaries in carrying out their functions and responsibilities. The Company Secretaries continuously update their knowledge and expertise by staying informed about the latest regulatory and corporate governance developments through continuous training and industry updates. They have also attended various relevant continuous professional development programs throughout FYE 2024 to meet the requirements for their practising certificates.

1.6 The Board and Board Committees' meetings are conducted with proper planning and preparation. The agenda, relevant reports and information related to the Company's business operations as well as the proposal papers for considerations, are distributed to all Directors at least five (5) business days before the meeting. This allows Directors sufficient time to review the material and seek additional information or clarifications if necessary. The minutes of these meetings are circulated to the respective Chairman for review before being confirmed and adopted by the Board or Board Committees.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

During FYE 2024, a total of five (5) Board meetings were held to discuss various matters such as the Company's quarterly financial results, the audited financial statements, the internal auditor's report, the report from the Chairman of SRMC, Solarvest's sustainability activities, internal restructuring plan, annual report and corporate governance report, gap analysis against MCCG best practices, performance evaluations of the Board and its Committees, review of the Board policies and procedures and other strategic matters. The Board also reviewed the Group's operations, budget, performance, and potential impacts on the business. At some Board meetings, relevant senior management members and advisors were invited to provide their insights and clarity to issues raised by the Directors. The NC was satisfied that the Directors had made sufficient efforts to attend these meetings during FYE 2024.

The attendance of Directors during FYE 2024 is detailed below:

Name	Designation	The Attendance for the following Meetings				
		Board	AC	NC	RC	SRMC
Dato' Che Halin Bin Mohd Hashim	Independent Non-Executive Chairman	5/5	Not member	Not member	Not member	Not member
Lim Chin Siu	MD	5/5	Not member	Not member	Not member	Not member
Tan Chyi Boon	ED	5/5	Not member	Not member	Not member	Not member
Chong Chun Shiong	ED cum Group CEO	5/5	Not member	Not member	Not member	2/2
Liew Chee Ing*	ED	2/2	Not member	Not member	Not member	Not member
Lee Hai Peng^	Non-Independent Non-Executive Director ("**NINED**")	5/5	Not member	1/1	2/2	Not member
Gan Teck Hooi	INED	5/5	5/5	1/1	2/2	2/2
Fong Shin Ni	INED	5/5	5/5	1/1	2/2	2/2
Azian Binti Mohd Yusof	INED	5/5	5/5	Not member	Not member	Not member
Rashidah Binti Othman*	INED	2/2	Not member	Not member	Not member	Not member

(*) Appointed on 18 September 2023.

(^) Resigned on 30 April 2024.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

Intended Outcome

2.0 There is demarcation of responsibilities between the board, board committees and management. **There is clarity in the authority of the board, its committees and individual directors.**

2.1 The Company has a Board Charter that is periodically reviewed and published on the Company's website at https://solarvest.com/investor-relations/corporate-governance/. The charter clearly outlines the roles and responsibilities of the Board, Board Committees, individual Directors, and Management. It also specifies the issues and decisions reserved for the Board's authority. The Board has adopted a comprehensive Board Charter that serves as a reference document, providing clarity on the roles and responsibilities of Directors on the Board. It serves as a reminder of the statutory and other obligations. The charter details the responsibilities of the Board and the Board-Management relationship, including management limitations. It provides guidance and clarity to enable Directors and Management to effectively carry out their duties. The Board Charter also includes expectations for Directors' commitment, the roles, and responsibilities, as well as the Board's composition, diversity policy, appointment process, Code of Conduct and Ethics ("**Code**") and training requirements. The charter is regularly reviewed to ensure its relevance to the Company's policies and procedures, the Board's overall responsibilities, and applicable legislation and regulations.

Intended Outcome

3.0 The board is committed to promoting good business conduct and maintaining a healthy corporate culture that engenders integrity, transparency and fairness. **The board, management, employees and other stakeholders are clear on what is considered acceptable behaviour and practice in the Company.**

3.1 The Group has established the Code that sets forth general principles and standards of business conduct and ethical behaviour for the employees, including Directors, when representing the Group. The Code covers various areas including: -

(A) Business conduct
(i) Dealing with External Parties;
(ii) Money Laundering;
(iii) Bribery and corruption; and
(iv) Gifts, Entertainment and Others.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

(B) Employee conduct

(i) Discrimination and Harassment;
(ii) Fraud, Protection of the Group's Assets, Accounting;
(iii) Outside Directorship and Other Outside Activities;
(iv) Conflict of Interest;
(v) Confidentiality;
(vi) Insider Trading; and
(vii) Families and Relative of Employee.

In compliance with the corporate liability provision under Section 17A of MACC, the Company has also implemented an ABC Policy to prevent corruption and unethical practices. This policy applies to contractors, sub-contractors, consultants, agents, representatives, consortium partners, interns, joint-venture partners, and other parties performing work or services for the Group. They are required to adhere to the ABC Policy.

The Code, the Board Charter and ABC Policy are available on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

3.2 The Board has implemented a Whistleblowing ("WB") Policy, providing employees and stakeholders with a platform to report any suspected or unknown instances of fraud, bribery, corruption, money laundering, conflict of interest, abuse of power and other improper conduct within the Group. The purpose is to address these concerns promptly and effectively by taking appropriate actions. It is important that only genuine concerns are reported under the whistleblowing procedures. Reports should be made in good faith and with a reasonable belief in the substantial truth of the information and allegations, without personal gain. The Board views malicious and false allegations seriously and treats them as gross misconduct, which may result in dismissal if proven.

The WB Policy promotes an environment of integrity and ethical behaviour within the Group. The Board should be apprised of any reports that are serious in nature or have grave repercussions. As of FYE 2024, the Group has not received any report made by any whistle-blower.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

Intended Outcome

4.0 The Company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

4.1 The Board and Management of Solarvest have taken responsibility for the governance of sustainability within the Company. They have set sustainability strategies, priorities, and targets to guide long-term value creation. The Board considers sustainability considerations when making decisions and developing business plans, and the Management is responsible for driving the strategic management of material sustainability matters. The SRMC assists the Board in reviewing sustainability performance and challenges. The Board has identified key material sustainability matters for the current financial year and has aligned them with the United Nations Sustainable Development Goals. They have adopted a sustainability framework blueprint and the Group CEO leads the implementation of approved sustainability strategies. The EC oversees sustainability performance and reports to the SRMC. The Group CEO provides regular updates on sustainability risks, opportunities, and implementation. The SRMC reviews and approves the sustainability strategies to ensure alignment with the overall business strategy. The Board remains accountable for integrating sustainability into the company's strategic direction and operations.

The SRMC, delegated by the Board, periodically reviews, and approves the sustainability strategy to ensure that it aligns with the overall business strategy. Ultimately, the Board is accountable for integrating sustainability into the Group's strategic direction and operations. The Sustainability Statement in the Company's Annual Report 2024 set out the activities of the Group, which demonstrates the material sustainability matters, formulation of sustainability strategies and targets as well as the Group's sustainability performance for the FYE 2024.

4.2 The Company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success. The Group CEO leads the management team responsible for reviewing business operations and strengthening the sustainability framework. The Board ensures that the Company's sustainability strategies, priorities, targets, and performance are communicated to internal and external stakeholders. A sustainability blueprint, aligned with the Company's vision and mission, has been adopted, integrating sustainability strategies into the Brand Pillar.

A materiality assessment is conducted to identify and prioritise significant environmental, social, and governance (ESG) issues. The sustainability blueprint includes reporting mechanisms and timelines for each material topic, with 20 material topics currently identified. Stakeholder engagement is actively pursued to understand concerns, address material matters, and align priorities and strategies. Feedback from stakeholders is important for improving sustainability measurement and reporting. The Sustainability Statement in the Annual Report 2024 provides an overview of material sustainability matters, strategies, targets, stakeholder engagement approach, and sustainability performance for FYE 2024.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

4.3 In order to stay informed with the latest sustainability trend and issues, the Board has attended several training programmes as recommended by the NC. In FYE 2024, the Directors and the Management had attended several training programs to gather more insights on the sustainability issues, listed as follows:

Date Attended	Seminars/Courses/Training Programmes
10 May 2023	Bursa PLCT #digital4ESG Forum: Exploring the Intersection of Digitalisation and ESG
23 May 2023	MSIA SEMICON SEA 2023 Power Talk Sessions: Environmental, Social & Governance (ESG) Power Talk
24 to 26 May 2023	SNEC 16th (2023) International Photovoltaic Power Generation and Smart Energy Conference & Exhibition
22 June 2023	Securities Industry Development Corporation (SIDC) - Sustainability Virtual Conference - Session: Energy Security - Ensuring Socio-Economic Sustainability
13 July 2023	Huawei Fusion Solar Global Leadership Summit 2023 - Smart PV for Greener Future
17 July 2023	Sustainability & ESG Conference 2023 - Session 3: Solution Towards Low Carbon Emissions / Carbon Neutral
27 July 2023	Launch of the National Energy Transition Roadmap Part 1: Flagship Catalyst Projects and Initiatives Energising the Nation, Powering Our Future
21 August 2023	Introduction to ESG
6 September 2023	SAREF 3.0 - Plenary Session 1: ASEAN Renewable Energy Development - Accelerating the Energy Transition
6 to 7 September 2023	Sustainability & Renewable Energy Forum SAREF 3.0
26 September 2023	Huawei Malaysia ICT Summit 2023- Digital Malaysia, Green Growth
27 September 2023	Huawei Malaysia Green Energy Summit 2023-Building a Better and Greener Future

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

I. BOARD RESPONSIBILITIES (CONT'D)

Date Attended	Seminars/Courses/Training Programmes
4 October 2023	International Greentech and Eco Products Exhibition and Conference Malaysia (IGEM) 2023
17 October 2023	CGS-CIMB ESG & Sustainability Conference "Malaysia, ASEAN's Renewable Battery"
11 October 2023	ESG Matters@ACCA: Integrating Sustainability into Financial Planning and Decision-Making
2 November 2023	ESG reporting and Enhanced COI disclosure
15 November 2023	Photovoltaic & Storage Conference & Expo: Case Study "ASEAN Photovoltaic Market Forecast and Future Prospects"
8 December 2023	ESG Insights, Recap '23 Plan '24 For Sustainable Success!
17 January 2024	Eco Asia ESG: The Impact of ESG Trend to Renewable Energy Industry
31 January 2024	ESG Matters@ACCA Webinar - Double Materiality Assessment for Sustainability Reporting: Challenges of Regulatory Evolutions

The Board, along with the NC will continue to identify and update the Board and Management on various international standards and best practices related to sustainability risks and opportunities. The NC will recommend more suitable sustainability-related training programmes for the Board and Management.

4.4 In order to enhance the Board's accountability in sustainability management, NC has included governance of sustainability as an additional criterion for evaluating the Board's performance in FYE 2024.

This includes incorporating a sustainability-related questionnaire in the annual peer and self-assessment form. The criteria encompass various aspects of sustainability management, such as the Board and Senior Management's performance in overseeing and supporting the implementation of sustainability strategies, the development of sustainability programmes, monitoring progress towards SDGs and knowledge regarding the sustainability risks and opportunities faced the Group.

4.5 The Board currently does not designate a specific individual to solely focus on managing the sustainability strategy. However, to enhance the Group's sustainability management, the Board has bestowed the responsibility of overseeing sustainability matters to the SRMC. This delegation of authority reflects the Board's commitment to promoting sustainability practices throughout the Group.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION

Intended Outcome

5.0 Board decisions are made objectively in the best interests of the Company taking into account diverse perspectives and insights.

5.1 The Board Charter outlines the roles of the NC in the developing and implementing policies for nominating and appointing Directors to ensure long-term sustainability in accordance with the NC's term of reference.

The NC is responsible for overseeing the composition of the Board, ensuring that it consists of individuals with the necessary skills, knowledge, experience, independence to effectively achieve the Company's objectives and strategic goals.

The NC is chaired by an INED and the composition of the NC is as follows:

Designation	Name	Directorship
Chairperson	Ms. Fong Shin Ni	INED
Member	Mr. Gan Teck Hooi	INED
Member	Mr. Lee Hai Peng *(Resigned on 30 April 2024)*	NINED
Member	Puan Rashidah Binti Othman *(Appointed on 30 May 2024)*	INED

The TOR of NC detailed the roles and responsibilities of NC is accessible on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

Summary Activities of NC

During FYE 2024, NC guided by its TOR has undertaken the following activities in the discharge of their duties:

(a) Annually assessed of the four (4) Independent Directors and their tenure;
(b) Annually assessed on the size, composition of the Board, the contribution of the Board and Board Committees as well as the effectiveness of the Board as a whole and assessed the contribution of each individual Director and the performance of the Board Committees;
(c) Reviewed the terms of office and performance of AC and each of its members to determine whether AC and its members have carried out their duties in accordance with the TOR of AC;
(d) Reviewed and assessed the composition of the Board Committees, namely AC, NC, RC and SRMC;
(e) Reviewed and considered the current women representation in the Board;
(f) Annually assessed the Board and senior management in addressing the Company's material sustainability risks and opportunities;

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

Summary Activities of NC (Cont'd)

During FYE 2024, NC guided by its TOR has undertaken the following activities in the discharge of their duties: (Cont'd)

(g) Reviewed the meeting attendance of the Directors for the FYE 2024;
(h) Reviewed the Fit and Proper Policy and recommended the same for the Board's approval;
(i) Reviewed and assessed the suitability of Mr. Liew Chee Ing and Puan Rashidah Binti Othman. Based on the selection criteria set by the NC, they recommended to the Board that they be appointed as the Directors of the Company;
(j) Annually reviewed training requirements for Directors to identify any gaps in knowledge or areas that require further training or development; and
(k) Reviewed the tenure of each Director and recommended to the Board for re-election of the following Directors of the Company who are due for retirement ("Retiring Directors") at the forthcoming Annual General Meeting 2024 ("AGM 2024") of the Company pursuant to the Constitution of the Company:

No	Name	Provision of the Constitution
i.	Dato' Che Halin Bin Mohd Hashim	85.1
ii.	Mr. Lim Chin Siu	85.1
iii.	Puan Azian binti Mohd Yusof	85.1
iv.	Mr. Liew Chee Ing	92
v.	Puan Rashidah Binti Othman	92

During FYE 2024, the Board also adopted the Directors' Fit and Proper Policy to guide the NC in in considering the appointment and re-election of Directors. The Directors' Fit and Proper Policy is available on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

All Directors appointed to the Board have attended the Mandatory Accreditation Program prescribed by Bursa Securities. The Directors are encouraged to attend continuous education programmes / seminars / conferences and shall as such receive further training from time to time to keep abreast with the latest developments in statutory requirement and regulatory guidelines, where appropriate, in line with the changing business environment and enhance their business acumen and professionalism in discharging their duties to the Group.

In order for the Group to remain competitive, the Board ensures that the Directors continuously enhance their skills and expand their knowledge to meet the challenges of the Board.

Upon assessing the training needs of the Directors, the Board recognised that continuing education would be the way forward in ensuring its members are continually equipped with the necessary skills and knowledge to meet the challenges ahead. During FYE 2024, the Directors have attended at least one (1) training programme.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

The details of seminars, conferences and training programmes and seminars attended by the Directors during FYE 2024 were as follows:

Directors	Seminars/Conferences/Training Programmes Attended	Date Attended
Dato' Che Halin Bin Mohd Hashim	Effective Business Continuity Management for Business Survival	28 August 2023
Lim Chin Siu	SNEC 16th (2023) International Photovoltaic Power Generation and Smart Energy Conference & Exhibition	24 to 26 May 2023
Lim Chin Siu	Huawei Fusion Solar Global Leadership Summit 2023 - Smart PV for Greener Future	13 July 2023
Lim Chin Siu	Launch of the National Energy Transition Roadmap Part 1: Flagship Catalyst Projects and Initiatives Energising the Nation, Powering Our Future	27 July 2023
Lim Chin Siu	Sustainability & Renewable Energy Forum SAREF 3.0	6 to 7 September 2023
Lim Chin Siu	Huawei Malaysia ICT Summit 2023- Digital Malaysia, Green Growth	26 September 2023
Lim Chin Siu	Huawei Malaysia Green Energy Summit 2023-Building a Better and Greener Future	27 September 2023
Tan Chyi Boon	SNEC 16th (2023) International Photovoltaic Power Generation and Smart Energy Conference & Exhibition	24 to 26 May 2023
Tan Chyi Boon	Huawei Fusion Solar Global Leadership Summit 2023 - Smart PV for Greener Future	13 July 2023
Tan Chyi Boon	Sustainability & Renewable Energy Forum SAREF 3.0	6 to 7 September 2023
Tan Chyi Boon	Huawei Malaysia ICT Summit 2023- Digital Malaysia, Green Growth	26 September 2023
Tan Chyi Boon	Huawei Malaysia Green Energy Summit 2023-Building a Better and Greener Future	27 September 2023

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

The details of seminars, conferences and training programmes and seminars attended by the Directors during FYE 2024 were as follows (Cont'd):

Directors	Seminars/Conferences/Training Programmes Attended	Date Attended
Chong Chun Shiong	Bursa PLCT #digital4ESG Forum: Exploring the Intersection of Digitalisation and ESG	10 May 2023
	MSIA SEMICON SEA 2023 Power Talk Sessions: Environmental, Social & Governance (ESG) Power Talk	23 May 2023
	Securities Industry Development Corporation (SIDC) - Sustainability Virtual Conference - Session: Energy Security - Ensuring Socio-Economic Sustainability	22 June 2023
	Huawei Fusion Solar Global Leadership Summit 2023 - Smart PV for Greener Future	13 July 2023
	Sustainability & ESG Conference 2023 - Session 3: Solution Towards Low Carbon Emissions / Carbon Neutral	17 July 2023
	Philippines Business Forum	27 July 2023
	Launch of the National Energy Transition Roadmap Part 1: Flagship Catalyst Projects and Initiatives Energising the Nation, Powering Our Future	27 July 2023
	SAREF 3.0 - Plenary Session 1: ASEAN Renewable Energy Development - Accelerating the Energy Transition	6 September 2023
	CGS-CIMB ESG & Sustainability Conference "Malaysia, ASEAN's Renewable Battery"	17 October 2023
	Photovoltaic & Storage Conference & Expo: Case Study "ASEAN Photovoltaic Market Forecast and Future Prospects"	15 November 2023
	Photovoltaic & Storage Conference & Expo: Panel Discussion "Navigating the Potential of Floating Solar Photovoltaics with Energy Storage	15 November 2023
	GRESB 2023 Regional Insights: Infrastructure in Asia	21 November 2023
	Eco Asia ESG: The Impact of ESG Trend to Renewable Energy Industry	17 January 2024

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

The details of seminars, conferences and training programmes and seminars attended by the Directors during FYE 2024 were as follows (Cont'd):

Directors	Seminars/Conferences/Training Programmes Attended	Date Attended
Liew Chee Ing	Huawei Malaysia ICT Summit 2023- Digital Malaysia, Green Growth	26 September 2023
	Huawei Malaysia Green Energy Summit 2023-Building a Better and Greener Future	27 September 2023
	Mandatory Accreditation Programme (MAP) – ICDM Virtual Classroom	22 to 23 November 2023
	International Greentech and Eco Products Exhibition and Conference Malaysia (IGEM) 2023	4 October 2023
	World Congress on Innovation & Technology | International Digital Economy Conference Sarawak 2023	5 October 2023
	ESG Insights, Recap '23 Plan '24 For Sustainable Success!	8 December 2023
	UNITEN Energy Innovation & Economics	13 December 2023
	Goodweek 2024 webinar	15 March 2024
Gan Teck Hooi	Navigating the Rising Tide of Financial Crime & Technology by ICDM	8 September 2023
	ESG Matters@ACCA: Integrating Sustainability into Financial Planning and Decision-Making	11 October 2023
	Post-Budget 2024 Dialogue: Economic Reforms, Empowering the People by ICDM	10 November 2023
	TECH VENTURE Meetup in Malaysia 2024	17 January 2024
	BNRC Dialogue & Networking + ADIP® Graduation Ceremony: Cultivating Future Board Leaders by ICDM	23 January 2024
	ESG Matters@ACCA Webinar - Double Materiality Assessment for Sustainability Reporting: Challenges of Regulatory Evolutions	31 January 2024
	Capital Gains Tax (CGT) on Foreign and Domestic Transactions by ACCA	21 February 2024

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

The details of seminars, conferences and training programmes and seminars attended by the Directors during FYE 2024 were as follows (Cont'd):

Directors	Seminars/Conferences/Training Programmes Attended	Date Attended
Fong Shin Ni	Section 17A MACC Act 2009 : Anti-Bribery & Anti Corruption Compliance	13 December 2023
	Key Terms and the Importance of a Shareholders Agreement	23 January 2024
	Tawarruq in Islamic Financing : Applications and Legal Documentation	14 March 2024
Azian Binti Mohd Yusof	Circular Economy Conference - Organised by The Star Media	15 August 2023
	Introduction to ESG	21 August 2023
	ESG reporting and Enhanced COI disclosure	2 November 2023
Rashidah Binti Othman	Mandatory Accreditation Programme (MAP) – ICDM Virtual Classroom	22 to 23 November 2023

It has been noted that Mr. Lee Hai Peng, the Non-Independent Non-Executive Director *(resigned on 30 April 2024)* did not attended any training during the FYE 2024 due to his busy schedule.

5.2 For FYE 2024, the Board comprises ten (10) members, including an Independent Non-Executive Chairman, four (4) INEDs, four (4) EDs and one (1) NINED. The present Board composition complies with Paragraph 15.02 of the MMLR and Practice 5.2 of MCCG as half of the Board is made up of Independent Directors. The INEDs, along with the Independent Non-Executive Chairman contributed positively to the Company's strategy and policies through their independent, constructive, and informed judgement.

5.3 In FYE 2024, none of INEDs of the Company have exceeded a cumulative term of nine (9) years. As per the NC's term of reference, an INED can transition to a Non-Independent Director role after serving on the Board for nine (9) years. However, if the Board intends to retain an INED beyond this period, they must provide justification and seek annual approval from shareholders through a two-tier voting process, as recommended by the MCCG.

In accordance with the MMLR, the tenure of INED can be up to 12 years. If an Independent Director has served as an INED of the Company or any of its subsidiaries for more than twelve (12) years, they may continue to serve on the Board as non-independent director

5.4 The Company has not adopted a policy which limits the tenure of its independent directors to nine years without further extension. According to the TOR of NC, for Independent Director whose cumulative tenure has exceeded nine (9) years, it is required to review his/her independence and if deemed appropriate for continuance in the office, to provide justification to the Board for consideration and seek annual shareholders' approval through a two-tier voting process.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

5.5 The Company follows a formal and transparent procedure for the appointment and re-election of Directors and promoting board diversity. The Board is supported by a diverse Board and Senior Management. The appointment and re-election of Directors, Senior Management and the Board diversity are carried out in Paragraphs 4 and 9 of the TOR of NC of the Company, which are available on the Company's website.

In FYE 2024, the Board implemented the Directors' Fit and Proper Policy to guide the NC in consideration of appointment and re-election of Directors. The appointment and promotion of Directors and Senior Management are based on fit and proper criteria set by the NC. Both the NC and the Board are committed to following the Group's selection and appointment procedures, conducting thorough evaluations of candidates with diverse backgrounds, and ensuring their possession of the necessary professional and technical knowledge to effectively represent the interests of shareholders, shape the Company's strategy, and drive its successful implementation when filing any vacancies.

As of FYE 2024, the Board conducted a review of its size and composition to determine whether it had sufficient diversity, including an independence component, to align with the Company's objectives and strategic goals. On 18 September 2023, the Board appointed Mr. Liew Chee Ing as the Executive Director of the Company and Puan Rashidah Binti Othman as an additional woman director, both of whom possess a combination of relevant skills, experience, and strengths.

Further details on diversity of the Board and Key Senior Management in terms of age, gender, race/ethnicity, and nationality can be found in the Sustainability Statement of Solarvest's Annual Report 2024, which provides an analysis of the Group's workforce composition by gender, age, ethnicity, nationality, and employee structure.

In addition, during FYE 2024, the NC conducted a review of the time commitment of all Directors. The NC is satisfied that all Directors have devoted sufficient time to serve the Board and fulfil at least 50% of Board meetings, as stipulated by MMLR.

5.6 During the financial year under review, the Board and the NC primarily relied on recommendations from the current Board members, Senior Management, or major shareholders for the appointment of Mr. Liew Chee Ing and Puan Rashidah Binti Othman to the Board as a Non-Independent ED and INED, respectively on 18 September 2023. Mr. Liew Chee Ing has been serving as the Group Chief Strategy Officer since 2021, and his appointment as a Non-Independent ED was considered a promotion due to his outstanding performance and contributions. The appointment of Puan Rashidah Binti Othman as an INED was based on recommendations from existing Board members to expedite the appointment process. However, the nominators did not participate the deliberation and voting for her appointment. Furthermore, the NC assessed the candidate's suitability based on the relevant criteria and skills matrices determined by NC.

Moving forward, in accordance with the Procedure for Selection of Candidate for Directorship as outlined in the Board Charter, the Board is committed to using independent sources or other means to identify highly qualified candidates. The NC will then evaluate these candidates based on the defined criteria in the Board Charter, Fit and Proper Policy and its terms of reference.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

5.7 As per the Company's Constitution, the following Directors ("Retiring Directors") who are due for retirement and being eligible, have offered themselves for re-election in accordance with the Company's Constitution at the Seventh Annual General Meeting ("7th AGM") of the Company:

i. Dato' Che Halin Bin Mohd Hashim pursuant to Clause 85.1;
ii. Mr. Lim Chin Siu pursuant to Clause 85.1;
iii. Puan Azian Binti Mohd Yusof pursuant to Clause 85.1;
iv. Mr. Liew Chee Ing pursuant to Clause 92; and
v. Puan Rashidah Binti Othman pursuant to Clause 92

The Board has also established an annual performance evaluation process to assess the performance of each Director. Each Director conducts a peer assessment of the other Directors. The NC has considered the performance and contribution of the Retiring Directors from the Board Effectiveness Evaluation conducted following factors were taken into consideration: -

(a) Fit and proper assessment
(b) Contribution to interaction
(c) Knowledge and caliber
(d) Provision of quality of input to the Board
(e) Understanding of role

The NC and Board also review the tenure of the Directors and the Board composition to ensure the Board has an appropriate mix of skills and experience for the requirements of the business. Taking into consideration the Directors' Self and Peer Assessment results which were satisfactory and upon recommendation by the NC, the Board resolved to approve and support the re-election and re-appointment of the aforesaid Directors and submitted their recommendations to the shareholders for approval at the 7th AGM.

5.8 The INED, Ms. Fong Shin Ni chairs the NC.

5.9 For FYE 2024, there are three (3) women Directors on the Board, namely Ms. Fong Shin Ni, Puan Azian Binti Mohd Yusof and Puan Rashidah Binti Othman, representing a 33.3% of female Board representation.

5.10 The Board has in place a Gender Diversity Policy to promote women's participation in the Board and Senior Management in the Group. The Gender Diversity Policy is articulated in the Paragraph 9 in the terms of reference of the NC, including the target of achieving at least 30% women directors in the Board composition, which is accessible on the Company's website.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

Intended Outcome 6.0

Stakeholders are able to form an opinion on the overall effectiveness of the Board and individual Directors

6.1 On 30 May 2024, the Board, through NC, had conducted an annual assessment on the performance of the Board, Board Committees, and individual Directors for the FYE 2024.

The annual assessment was undertaken by way of both self-assessment and peer-assessment questionnaires.

The content of the annual assessment was customised and decided by the Board that involved a series of relevant assessment criteria, as follows:

(a) Performance Evaluation for the Board and Board Committees

All Directors participated the assessment of the Board and Board Committees' performance FYE 2024. The assessment focused on six (6) areas:

(i) Board mix and composition;
(ii) Board's relationship with the Management;
(iii) Quality of information and decision making;
(iv) Boardroom activities;
(v) Environmental, Social and Governance considerations; and
(vi) Board Committees evaluation.

(b) Performance Evaluation for Individual Director

The assessment included evaluating the contribution of Directors in terms of interaction, knowledge, quality of input and understanding of their roles. Additionally, the performance of the Board Chairman and the MD were also assessed by all Directors in relation to their respective roles and responsibilities;

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

II. BOARD COMPOSITION (CONT'D)

The assessments also covered the following reviews:

(a) Reviewed of the effectiveness of the Board as a whole, Board Committees and individual Directors' contributions;

(b) Reviewed of the terms of office and effectiveness of the AC as a whole and the performance of individual AC Members;

(c) Reviewed and assessed of the independence of INEDs;

(d) Reviewed the Directors' meeting attendance for the FYE 2024;

(e) Annually reviewed training requirements for directors to identify any gaps in knowledge or areas that require further training or development; and

(f) Reviewed and recommended the re-election of retiring Directors at the forthcoming AGM.

Based on the assessment result for the FYE 2024, aside from the gender diversity target that the Board is working towards, the Board and the NC are satisfied with the current size and composition of the Board and Board Committees which possess a well-balanced mix of high-calibre individuals with necessary skills, qualifications, experience, and credibility.

The Board is also satisfied with the performance, level of time commitment and efforts contributed by all Directors in fulfilling their duties and responsibilities during the FYE 2024. All INEDs have also fulfilled the independence prescribed criteria and carried out their duties independently and objectively during the financial year.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

III. REMUNERATION

Intended Outcome 7.0

The level and composition of remuneration of Directors and Senior Management take into account the Company's desire to attract and retain the right talent in the Board and Senior Management to drive the Company's long-term objectives. **Remuneration policies and decisions are made through a transparent and independent process.**

7.1 The Board has implemented policies and procedures to establish the remuneration of Directors and Senior Management. These policies outline the criteria used to recommend remuneration packages for the EDs, Non-Executive Director and Senior Management.

The Remuneration Policy is designed to link rewards to EDs and Senior Management for their responsibilities and fiduciary duties in steering the Company. As for the level of remuneration for Non-Executive Directors, it is designed to reflect the experience and level of responsibilities by the directors concerned. The Policy can be found on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

7.2 The RC is chaired by an INED. The composition of the RC are as follows:

Designation	Name	Directorship
Chairman	Gan Teck Hooi	INED
Member	Fong Shin Ni	INED
Member	Lee Hai Peng *(Resigned on 30 April 2024)*	NINED
Member	Azian Binti Mohd Yusof *(Appointed on 30 May 2024)*	INED

The TOR of RC detailed their authority and duties is accessible on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

III. REMUNERATION (CONT'D)

Intended Outcome 8.0

Stakeholders are able to assess whether the remuneration of Directors and Senior Management commensurate with their individual performance, taking into consideration the Company's performance

8.1 The CG Report 2024 provides a comprehensive breakdown of the individual Directors' remuneration from the Company and the Group FYE 2024. Please refer to the CG Report 2024 for the detailed information.

8.2 The Company has chosen to disclose the remuneration components of Senior Management in bands of RM50,000 rather than on a named basis. This decision is based on the Board's consideration that the information is sensitive and may cause unhealthy competition and resulting in talent poaching in the solar industry. The CG Report 2024 of the Company presents the top five (5) Senior Management remuneration figures in bands of RM50,000.00. Please refer to the CG Report 2024 for the information.

8.3 In order to maintain confidentiality, the detailed remuneration of each member of Senior Management will not be disclosed on a named basis. The CG Report 2024 provides an explanation for departing from this best practice. Please refer to the CG Report 2024 for further details.

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT

I. AUDIT COMMITTEE

Intended Outcome 9.0

There is an effective and independent AC. **The Board is able to objectively review the AC's findings and recommendations.** **The Company's financial statement is a reliable source of information.**

9.1 The AC is chaired by Mr. Gan Teck Hooi who is an INED. The Board is led by Dato' Che Halin Bin Mohd Hashim, an Independent Non-Executive Chairman. This composition ensures that the objectivity of the Board's review of the AC's findings and recommendations remains unbiased.

9.2 The Board has in place a policy in the terms of reference of AC that requires a former key audit partner to observe a cooling-off period of at least three (3) years before being appointed as a member of the AC. The AC's TOR, available on the Company's website. Nevertheless, none of the Board members is the former key audit partner of the External Auditors and the Board does not foresee any new appointment of former key audit partner to the AC.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT (CONT'D)

I. AUDIT COMMITTEE (CONT'D)

9.3 The AC has established procedures to regularly monitor and assess the suitability, objectivity, and independence of the External Auditors. The AC makes subsequent recommendations to the Board regarding the appointment, re-appointment, or termination of the External Auditors in compliance with its TOR. According to the annual assessment conducted for the FYE 2024, the AC is satisfied with the performance and independence of the External Auditor with the fulfilment of criteria based on several factors, including competency, independence, objectivity, adequacy of the expertise and resources and has recommended to the Board to put forth a proposal for the re-appointment of Messrs. Ecovis Malaysia PLT at the forthcoming 7th AGM for shareholders' approval.

9.4 The AC consists solely of Independent Directors. The composition of the AC is as follows: -

Designation	Director	Directorship
Chairman	Gan Teck Hooi	INED
Member	Fong Shin Ni	INED
Member	Azian Binti Mohd Yusof	INED

9.5 Mr. Gan Teck Hooi, the Chairman of the AC is a Fellow Member in The Association of Chartered Certified Accountants and member of the MIA. Ms. Fong Shin Ni is an experienced partner in a local legal firm while Ms. Azian Binti Mohd Yusof has over 30 years of experience in promoting the growth of investments in Malaysia during her tenure with MIDA. Although only one-third of the AC is a member of a professional accounting body, the other two (2) AC members are also financially literate through their continuous trainings and developments in accounting and auditing standards, practices, and rules as well as updates from the Management and External Auditor.

The NC conducted several reviews of the AC for FYE 2024, including:

(a) its composition as per MMLR of Bursa Securities;
(b) the terms of office of AC members; and
(c) the performance of AC and its members.

Based on the outcome of annual assessment, the Board, through NC, is of the opinion that all AC members possess the relevant knowledge and skills and have properly discharged their roles and responsibilities in FYE 2024. Additionally, All AC members have undertaken continuous professional development to keep themselves abreast of the market development as and when required.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT (CONT'D)

II. RISK MANAGEMENT AND INTERNAL CONTROL FRAMEWORK

Intended Outcome 10.0

Company makes informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The Board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the Company's objectives is mitigated and managed.

10.1 The Board has established a risk management and internal controls system and is integrated into the Group's Enterprise Risk Management ("ERM") Framework. Key processes including the identification, analysis, responding, monitoring, and reporting of the Group's risks and controls are incorporated in the ERM Framework to identify, evaluate, and mitigate any significant risk or arising structural weakness in hindering the Group towards its business objectives.

Key risks are evaluated in line with the Group's risk profile and risk tolerance level, and reported to the SRMC and the Board to further discuss on the relevant risk mitigating measures and any further action required for improvement.

The Board, through the Management, has also put in place a set of Standard Operating Procedures ("**SOP**") to ensure a smooth functioning of operations in the Group. The AC and SRMC are entrusted by the Board to oversee and evaluate the adequacy and effectiveness of the Group's risk management and internal controls system. The Board is also assisted by the outsourced Internal Auditor to assess the Group's internal controls periodically. The overview of the state of risk management and internal control are elaborated in the Statement on Risk Management and Internal Control in this Annual Report.

10.2 The Group's risk management and internal controls system is also regularly monitored by the AC and SRMC, as well as with the support of outsourced internal audit function. An ERM Working Committee, comprising various heads of departments, was established to assist in implementing and monitoring the ERM framework in various business operations across the Group.

With the assurance from the Management and relevant assurance providers, the Board is satisfied with the Group's risk management and internal controls system is operating adequately and effectively to safeguard the stakeholders' interest, shareholders' investments, and the Group's assets.

Further details of the features on the Group's risk management and internal controls system are stipulated in the Statement on Risk Management and Internal Control of the Annual Report 2024.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT (CONT'D)

II. RISK MANAGEMENT AND INTERNAL CONTROL FRAMEWORK (CONT'D)

10.3 The SRMC comprises two (2) INEDs and the ED/Group CEO. Below is the composition of SRMC:

Designation	Name	Directorship
Chairman	Gan Teck Hooi	INED
Member	Fong Shin Ni	INED
Member	Chong Chun Shiong	ED/Group CEO

Intended Outcome 11.0

Companies have an effective governance, risk management and internal control framework and stakeholders are able to assess the effectiveness of such a framework.

11.1 The internal audit function of the Group is performed by an external professional service firm, Eco Asia Governance Advisory Sdn Bhd ("Internal Auditor"). The outsourced Internal Auditor is report directly to the AC. They present the internal audit report to the AC on the internal audit findings noted and recommendations at the scheduled meeting. They provide the Board with a reasonable assurance about the adequacy of the internal audit function's scope, functions, and resources. The internal audit function is independent and conducts its assignments impartiality, proficiency and with due professional care. The outsourced Internal Auditor performed review processes according to the internal audit plan approved by the AC. Upon completing its audit review, internal audit report highlighting audit findings and recommendations will be issued by the internal auditors and tabled at the AC meetings for deliberation. A follow up review is also conducted to determine whether all audit recommended are effectively implemented.

11.2 The outsourced internal audit function is led by Ms Janeeta Salim, the Head of Department of Eco Asia. She possesses extensive experience and knowledge in the field of internal audit. FYE 2024, Ms Janeeta Salim was supported by one (1) Manager, one (1) Assistant Manager, one (1) Senior Consultants and one (1) Junior Consultant for the internal audit reviews conducted. All the internal audit personnel involved maintain objectivity and independence by abstaining from any relationships or conflict of interest. The internal audit function adheres to the standards recommended by International Professional Practices Framework of the Institute of Internal Auditors Malaysia.

Based on the internal audit review conducted by the Internal Auditor, the AC and the Board is of the view that there are no significant weaknesses noted in the internal control system that may arise with material impact and would result in material losses incurred by the Group for the FYE 2024.

The AC and the Board are satisfied with the performance of the Internal Auditor and have in the interest of greater independence and continuity in the internal audit function, taken the decision to continue with the outsourcing of the Internal Audit function.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

I. COMMUNICATION WITH STAKEHOLDERS

Intended Outcome 12.0

There is continuous communication between the Company and stakeholders to facilitate mutual understanding of each other's objectives and expectations. **Stakeholders are able to make informed decisions with respect to the business of the Company, its policies on governance, the environment and social responsibility.**

12.1 The Board acknowledges the importance of transparency and accountability to the Company's shareholders, as well as the need to maintain regular communication with its shareholders, stakeholders, and investors to provide updates on the Company's performance and significant developments. To achieve this, the Board ensures effective, transparent communication with stakeholders through various channels including:

(a) <u>Announcements made to Bursa Securities</u>
Shareholders and investors can obtain our Group's latest announcements such as material information, updates, and periodic financial reports in the dedicated website of the Company. Announcements made to Bursa Securities.

(b) <u>Press release to media</u>
The press release to media by the Company from time to time to announce significant events or developments within the Group to provide transparent and timely updates to their investors.

(c) <u>AGM and EGM</u>
The AGM or EGM is used as the main forum of dialogue for shareholders to make known their views and raise any matters of concern pertaining to the Group. The shareholders will be given the opportunity to speak and seek clarifications during the AGM or the EGM for effective and transparent communications. The Management shall ensure all information disclosed remains succinct, current, relevant, and accurate.

(d) <u>The Company Corporate Website</u>
The Company's corporate website https://solarvest.com/ is a platform to provide convenient access to the latest as well as historical information about the Company and the Group. Once relevant information is disclosed to the public and available to investors, it is also published on the corporate website.

The corporate website will dedicate the Investor Relations section and Corporate Governance section that provide relevant investor-related information. The information available on the corporate website includes corporate and financial information, annual reports, press releases and regulatory announcements made to Bursa Securities.

The Company will provide an email address which all shareholders can send their queries to and make any inquiry.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS (CONT'D)

I. COMMUNICATION WITH STAKEHOLDERS (CONT'D)

(e) Briefing sessions with analysts
By conducting briefing sessions with analysts by the Company from time to time to provide updates on the Company's performance or address concerns raised by stakeholders, the Company can enhance communication with stakeholders, gain valuable feedback, and further investor relations efforts.

(f) Interviews
The Group CEO is our spokesperson be open to providing interviews when appropriate and he will address any inquiries promptly. This channel offer opportunity to disseminate information quickly, gather feedback, and demonstrate responsiveness.

(g) Social media engagement and other relevant electronic channels
The Company has leveraged social media platforms to engage with stakeholders directly. Regularly post updates, news, and relevant content on the relevant electronic channels. Respond to comments from the stakeholders to foster dialogue and address concerns.

(h) Annual Report
The Annual Report to the shareholders remains the central means of communicating the Group's business overview, financial performance, corporate governance, sustainability measures as well as prospects of the Group.

12.2 The Company has not implemented integrated reporting due to a lack of internal resources needed to develop and implement the necessary reporting processes and tools. The Company recognises the value of integrated reporting, but has determined that they need to focus their current resources on other strategic priorities currently.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS (CONT'D)

II. CONDUCT OF GENERAL MEETINGS

Intended Outcome 13.0

Shareholders are able to participate, engage the Board and Senior Management effectively and make informed voting decisions at general meetings.

13.1 The AGM serves as an opportunity for the shareholders to address any concerns or queries related to the Group and gain a better understanding of its activities and performance. Both individual and institutional shareholders are encouraged to meet and communicate with the Board at the AGM and vote on all resolutions. The Annual Report, which contains the Notice of 6th AGM has been provided to shareholders at least twenty-eight (28) days before the meeting. This timeframe allows shareholders ample time to make informed decisions regarding their voting rights and arrange for proxies to attend the meeting on their behalf, if needed. The Notice of the 6th AGM, which outlines the items to be discussed, is also published in a major local newspaper. The notes accompanying the Notice of 6th AGM provide necessary explanations for each proposed resolution to assist shareholders in making informed decisions.

13.2 All Directors of the Company attended the 6th AGM, which took place on 30 August 2023 in a fully virtual basis, to actively engage with the shareholders. In accordance with the MCCG, all Directors of the Company will strive to attend future general meetings and the Chairs of the AC, NC, RC and SRMC will provide meaningful response to questions directed to them.

13.3 Shareholders are given to a minimum of twenty-eight (28) days' notice to allow them to decide, review the agenda, and formulate any questions before attending general meetings. If unable to attend, shareholders may appoint proxies to vote and represent them. At the fully virtual 6th AGM, the Company utilised technology to facilitate remote shareholders' participation and electronic voting. A video demonstration on the online voting process was provided by the Poll Administrator. The voting period opened at the Chairman's announcement and closed at a later time also announced by the Chairman. Scrutineers verified and announced the poll results for each resolution, providing details of votes for and against. The Chairman then declared the poll results, which were made available at the Company's website for the benefit of all shareholders.

The Poll Administrator has engaged external parties to perform independent assessment and application controls review, web application security assessment review as well as external penetration test to evaluate the information transmission, data protection and cybersecurity of Vote2U. Based on the tests and reviews conducted, Vote2U is overall adequate and satisfactory to uphold good cyber hygiene.

13.4 The Chairman of the Board, all Directors and Chairs of the Board Committees attended the 6th AGM in a fully virtual basis, utilising live streaming and online remote participation and voting facilities from the broadcast venue on 30 August 2023. Administrative guides for the meeting were circulated to all shareholders and made available on the Company's website for instructions on registering, participating, and voting remotely at the 6th AGM. Shareholders were able to raise questions, address issues, or seek explanations from the Board or the Management at the meeting. During the 6th AGM held on 30 August 2023, all questions raised were properly addressed with meaningful explanation.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS (CONT'D)

II. CONDUCT OF GENERAL MEETINGS (CONT'D)

13.5 The 6th AGM of the Company, held on 30 August 2023, was conducted as a fully virtual meeting using live streaming and online remote voting from the broadcast venue, an online meeting platform at https://web.vote2u.my provided by the Poll Administrator of the AGM to comply with social distancing requirements. The Board appointed a Poll Administrator to verify the eligibility of shareholders, corporate representatives, and proxies based on the AGM's Record of Depositors and the deadline for proxy form submission. Shareholders unable to attend the meeting in person had the option to appoint a proxy or select the Chairman as their proxy. Proxy forms had to be lodged at the Company's Share Registrar's office at least forty-eight (48) hours prior to the 6th AGM. Shareholders participating in the 6th AGM virtually were able to speak, pose questions to the Board in real-time through typed texts, and vote remotely using the Remote Participation and Voting ("RPV") facility. The Company had issued an Administrative Guide to the shareholders and proxies, which in place of procedures and requirement for RPV facilities. With the RPV facilities, the registered shareholders and proxies were allowed to submit their questions electronically via Vote2U Online website during the AGM. Whilst the ED/Group CEO replied the questions posed by shareholders prior and during the 6th AGM and such questions have been made visible to all meeting participants during the meeting via the remote participating online platform to ensure to be more transparent and effective.

Hence, in order uphold integrity of voting process, the voting result was verified by Aegis Communication Sdn Bhd, the Independent Scrutineer appointed by the Company

13.6 After the 6th AGM, the Company has uploaded the list of questions posed by shareholders through the RPV facilities, along with the answers provided by the Board and Management, on its website in accordance with MCCG best practices, the minutes of the 6th AGM minutes were published on the Company's website after the meeting.

The CG Statement and the CG Report are made in accordance with a resolution of the Board of Directors passed on 11 July 2024.

OTHER DISCLOSURE REQUIREMENTS

USE OF PROCEEDS FROM PRIVATE PLACEMENT

On 23 May 2024, 20,150,000 placement shares were listed on Bursa Securities pursuant to the private placement. The use of proceeds arising from the private placement are as follows:

	Proposed	RM'000	%	Timeframe for utilisation from the listing date of Private Placement
i)	Capital expenditure for C&I rooftop solar projects	6,066	21.20	Within 18 months
ii)	Capital expenditure for the secured CGPP projects	14,393	50.30	Within 24 months
iii)	Working capital requirements	7,811	27.30	Within 12 months
iv)	Estimated expenses for the Private Placement	343	1.20	Immediately
		28,613	**100.00**	

AUDIT AND NON-AUDIT FEE PAID TO EXTERNAL AUDITORS

The amount of audit and non-audit fees paid/payable to the External Auditors by the Company and the Group respectively for the FYE 2024 are as follows: -

	Company RM	Group RM
Audit fees	30,000	376,508
Non-Audit fees		
- Review of Statement on Risk Management and Internal Control	7,000	7,000
	37,000	**383,508**

MATERIAL CONTRACTS INVOLVING DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

There were no material contracts (not being contracts entered in the ordinary course of business) entered into by the Company and/or its subsidiaries involving the Directors' and major shareholders' interests either still subsisting at the end of the financial year ended 31 March 2024.

OTHER DISCLOSURE REQUIREMENTS (CONT'D)

EMPLOYEE SHARE OPTION SCHEME ("ESOS")

The Group has one (1) ESOS in existence and is governed by the Bylaws. The ESOS of the Company was implemented on 1 March 2021 and shall be in force for a period of five (5) years and may be extended for up to another five (5) years immediately from the expiry of the first five (5) years provided always that the total duration of the ESOS shall not in aggregate exceed ten (10) years.

As at 31 March 2024, the Company has granted three (3) tranches of ESOS, with the details as follows:-

	Date of awarded		Total numbers	Aggregate for Directors and chief executives
Tranche 1	13 July 2022	Granted	1,020,000	-
		Exercised	252,000	-
		Outstanding	**768,000**	**-**
Tranche 2	8 September 2022	Granted	20,490,000	11,000,000
		Exercised	1,440,000	120,000
		Outstanding	**19,050,000**	**10,880,000**
Tranche 3	28 February 2023	Granted	40,000,000	23,500,000
		Exercised	1,074,340	138,800
		Outstanding	**38,925,660**	**23,361,200**

Details of the key senior management's interest under the ESOS are as follows: -

	At 31.03.2024
Tan Qi Jie	2,130,000
Liew Chee Ing	1,900,000
Yap Pei Koon	1,141,200
Liew Kong Fatt	1,200,000

The details of aggregate maximum allocation and options granted to directors and senior management pursuant to the ESOS is as follows: -

	During the financial year	Since commencement up to 31 March 2024
Granted	-	39,660,000
Aggregate maximum allocation	-	43,200,000
Actual granted (in percentage)	-	39.61%
Aggregate maximum allocation (in percentage)	-	43.14%

There were no options granted to non-executive directors pursuant to the ESOS during the FYE 2024. As at 31 March 2024, none of the non-executive directors are holding options under the Company's ESOS.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

The Board is pleased to present the following Statement on Risk Management and Internal Control which outlines the main features of the risk management and internal control system within the Group for the FYE 2024.

This statement is in line with Paragraph 15.26(b) of the MMLR and in compliance with the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers endorsed by Bursa Securities. The Company has also complied with Principle B of the MCCG which requires the Board to establish and maintain a sound risk management framework and internal control system.

BOARD RESPONSIBILITIES

The Board acknowledges its responsibility for maintaining sound risk management and internal control system as well as the adequacy and effectiveness of these systems to safeguard its stakeholders' interests and to protect the Group's assets. The risk management and internal control system covers not only financial control but also risk management, organisational, operational, fraud prevention and compliance control.

The Boad has delegated the responsibilities to review the risk management and internal control reports and processes to the AC and SMRC. The SRMC serves to assist the Board to oversee and monitor the implementation of sustainability strategies as approved by the Board as well as the execution and management of the risk management policy and process of the Group. The MGMT is responsible for maintaining a sound and effective risk management and internal control system by implementing the policies, decisions and guidelines on risks and controls approved by the Board, including identifying and assessing risks and taking appropriate countermeasures.

Given the limitations inherent in any risk management and internal control system, it should be noted that such risk management and internal control system is designed to manage risks within an acceptable risk appetite rather than eliminate them and can provide only reasonable but not absolute assurance against material misstatement or loss or fraud.

Notwithstanding this, the Board is of the view that the Group's risk management and internal control system in place are adequate and effective in all material aspects during the financial year under review and up to the date of approval of this Annual Report.

RISK MANAGEMENT SYSTEM

Our Group views risk management as a crucial component to our operations and has in place an ERM Framework which is incorporated into the management process as well as day-to-day business activities. The ERM Framework has outlined the system to identify and address key risks that could potentially hinder the achievement of our business objectives and develop timely response to address any unpleasant surprises, as shown as below: -

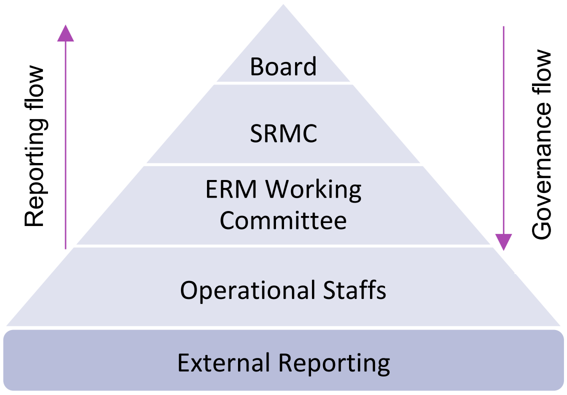
Identify → Analyse → Respond → Monitor → Report

Our risk management process initiates with communication and consultation with various stakeholders to gain a better understanding of risk management from all aspects. Specifically, the communication channels are to promote awareness and understanding of risk while consultation aims to obtain feedback for subsequent decision-making.

Whilst the Board assumes the ultimate responsibility to oversee the Group's risk management system, the Group has adopted the following risk management structure for an effective discharge of responsibility: -

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (CONT'D)

RISK MANAGEMENT SYSTEM (CONT'D)



The Board has entrusted the SRMC to oversee, direct and counsel on the overall risk management process within the Group. The duties and responsibilities of SRMC are detailed in its TOR, which is available on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

The ERM Working Committee comprises the heads of different departments within the Group. They shall assess relevant risk profile every quarter and present a risk report detailing the risk identified and status of review and mitigation to the SRMC on a half yearly basis.

During FYE 2024, the SRMC had two (2) meetings to review the ERM risk reports updated by the ERM Working Committee and to deliberate key risks and appropriate mitigating controls. The outcome of the SRMC meetings of the Company was then tabled to the scheduled Board meetings. Among others, the five (5) key risks identified and mitigation actions are as below:-

Risk identified	Risk description	Mitigation action
Legal & Contracts	Regional business units' engagement of contract without any risk and legal awareness	Conduct workshop to constantly remind all persons in charge that workflow must be followed, as the risk in terms of legality is too high to be disregarded irrespective of whatever reason or justification that there may be.
Quality, Safety, Health and Environment	Lack of engineering control measures, leading to fatalities, permanent disabilities and dangerous working conditions which causes Stop Work Order (SWO) from the authority, resulting in delay of the Group's project progress	To implement and familiarise workers with Risk Assessment (HIRARC & JSA) and safety-related plans and procedures.
Regulatory Compliance & Licensing	Change of law from authorities without pre-informing	To assign a headcount as Government Liaison Officer to build relationship with Authorities in order to obtain timely updates on the latest change of law.
New Market Expansion	Dependence on government policies and regulatory support	To diversify geographically to reduce dependency on one single country grid operator. Also, to diversify to private PPA segment such as in commercial and industrial rooftop projects which has less dependency on government policy.
Project Management	Changes or bloated requirement during project execution regarding contract terms, deliverables or specification compared to original contract	Perform value engineering on other area to fulfil additional requirement where possible within our capability or justify to client for variation order.

The Board, through the SRMC, is satisfied that the risk management system implemented within the Group is operating adequately and effectively during the financial year under review and up to the date of approval of this Annual Report.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (CONT'D)

INTERNAL CONTROL SYSTEM

The Group has in place an internal control system that provides effective governance and oversight of internal control, comprising a set of mechanisms and processes for the identification, assessment and management of key risks faced by the Group. The internal control system is reviewed and updated from time to time to ensure that they are relevant and effective when responding to changes in circumstances.

The key elements of the Group's internal control system are as follows:

(i) An organisational structure with clear lines of accountability and responsibilities provides a sound framework within the organisation in facilitating check and balance for proper decision-making at the appropriate authority levels of management including matters that require the Board's approval;

(ii) Clearly defined company policies including the Code, Whistleblowing Policy and ABC Policy covering policies and procedures on dealing with external parties, conflict of interest, insider trading, compliance to laws, money laundering, bribery and corruption and others, are implemented to promote ethical business conducts and dealings;

(iii) Directors' Fits and Proper Policy serves as a guide to the NC by setting out the criteria for the appointment, re-appointment and re-election of Directors of the Group;

(iv) The Board Committees meet periodically to carry out their duties and responsibilities as prescribed in the respective TOR to ensure that the Board has maintained an effective supervision over the control processes;

(v) Formalised and documented internal standard operating policies and procedures in ensuring the uniformity and consistency of practices and controls within the Group;

(vi) Accreditation of ISO 45001:2018 Occupational Health and Safety Management System to serve as the basis of operational and management procedures of the Group;

(vii) Scheduled O&M meetings are held internally from time to time to discuss and review the business plans, budgets, financial and operational performances of the Group; and

(viii) The AC and the Board review findings of the internal and external audit on accounting and internal control issues and have discussions with the MGMT on corrective actions to be taken to address the issues/risks identified.

INTERNAL AUDIT FUNCTION

The Group's internal audit function for FYE 2024 is outsourced to Eco Asia Governance Advisory Sdn Bhd, an independent professional firm, based on the internal audit plan approved by the AC. The outsourced internal auditors are entrusted to assist the Board and the AC in providing an independent assessment of the overall adequacy, efficiency and effectiveness of the Group's internal control system.

The outsourced internal auditors have unrestricted access to the relevant records of the Group to enable them to perform internal audit function effectively and independently review the control procedures implemented by the Management.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (CONT'D)

INTERNAL AUDIT FUNCTION (CONT'D)

In addition, the internal auditors also perform periodic review to ascertain the effectiveness of internal controls of the Group and the findings arising from internal audit reviews are discussed with the respective persons in charge before being presented to the AC. The MGMT is responsible for ensuring that the recommended corrective actions are implemented to address the issues/risks highlighted by the internal auditors. The internal auditors will carry out subsequent follow-up reviews to ensure the identified areas are rectified for control improvement and report to the AC the status of implementation.

Based on the internal audit review conducted in FYE 2024, the Board, through the AC, is satisfied that there were no significant weaknesses noted in the internal control system that may arise with material impact and would require separate disclosure in this Annual Report.

MANAGEMENT'S ASSURANCE

The Board has satisfactorily received reasonable assurance from the MD and Group CEO that the Group's risk management and internal control system have been operating adequately and effectively in all material aspects for the financial year under review and up to the date of approval of this Statement, based on the current risk management and internal controls adopted by the Group.

REVIEW OF THE STATEMENT BY EXTERNAL AUDITORS

Pursuant to Paragraph 15.23 of the MMLR, the external auditors have reviewed this Statement. The external auditors' review was performed in accordance with the Audit and Assurance Practice Guide 3 issued by the MIA. Audit and Assurance Practice Guide 3 does not require the external auditors to consider whether this statement covers all risks and controls or to form an opinion on the adequacy and effectiveness of the Group's risk management and internal control system.

Based on the procedures performed, the external auditors have reported to the Board that nothing has come to their attention that cause them to believe that this statement included in this Annual Report, in all material respects, has not been prepared in accordance with the disclosures required by paragraphs 41 and 42 of the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers, nor factually inaccurate.

CONCLUSION

The Board acknowledges that the development of sound risk management and internal control system is an on-going process and shall continuously improve the system. During the financial year under review, no significant internal control deficiencies or material weaknesses resulting in material losses, contingencies or uncertainties would require separate disclosure in this Annual Report. The Board is of the view that the existing system is satisfactory and adequate to safeguard our shareholders' investments, stakeholders' interests and the Group's assets.

This statement was approved by the Board on 11 July 2024.

AUDIT COMMITTEE REPORT

In compliance with Paragraph 15.15(1) of the MMLR, the Board is pleased to present the report of the AC for the FYE 2024.

COMPOSITION

The AC is primarily responsible for assisting the Board in fulfilling its fiduciary responsibilities on the oversight of the integrity of the corporate accounting and financial reporting as well as the system of internal controls of the Group. In addition to this, the AC is also responsible to oversee the independence and quality of both external and internal audit functions to promote a sound control and governance within the Group.

The AC comprises three (3) members, all of whom are INED. The Chairman of the AC, Mr. Gan Teck Hooi, is a Fellow Member in the Association of Chartered Certified Accountants and a member of MIA. Accordingly, the composition of the AC complies with Paragraph 15.09(1) of the MMLR and Practice 9.4 of the MCCG. Furthermore, as outlined in its TOR, none of the AC members are alternate Directors or the former key audit partners of the external audit firm of the Group.

MEETINGS

Whilst the AC is required to meet at least four (4) times in each financial year, the AC held a total of five (5) meetings during the financial under review. The attendance record of each AC member is set out below:-

Name	Designation	Directorship	Meeting Attendance
Gan Teck Hooi	Chairman	INED	5/5
Fong Shin Ni	Member	INED	5/5
Azian Binti Mohd Yusof	Member	INED	5/5

The AC Meetings are convened in an orderly manner; structured through the use of an agenda. As governed under the TOR, the AC is required to meet at least four (4) times in each financial year and the AC has held five (5) meetings during FYE 2024. The minutes of the previous AC meetings and meeting papers are circulated to the AC members prior to the meeting to provide sufficient time for their perusal. The Chairman of the AC updates the Board on principal matters and key issues discussed at the AC meetings as well as the recommendations made by the AC for further discussion, deliberation and approval.

The Group CEO, Chief Financial Officer and Financial Controller are invited to attend all the AC meetings held during the financial year to deliberate the business operations, financials and audit related matters of the Group as well as to facilitate direct communication between the AC and MGMT. Other senior MGMT of the Company may also be invited to brief the AC on specific matters from time to time. The representatives of the external and internal auditors are invited to attend the AC meeting to present their audit plan, audit findings and other significant audit matters as and when required. The Company Secretaries also attended all AC meetings to record the minutes of every meeting, which were then tabled to AC at the subsequent meeting for confirmation.

The AC engages continuously with the MGMT as well as the external and internal auditors to stay up to date on accounting and auditing standards, practices, and matters affecting the Group.

AUTHORITY, DUTIES AND RESPONSIBILITIES

The AC is governed by its TOR, covering the authority, functions, meeting proceedings and reporting procedures, to ensure an effective discharge of duties and responsibilities. The TOR of the AC is made available on the Company's website at https://solarvest.com/investor-relations/corporate-governance/.

AUDIT COMMITTEE REPORT (CONT'D)

SUMMARY OF ACTIVITIES OF THE AC

During the FYE 2024 and up to the date of approval of this report, the AC had carried out the following activities to discharge its duties and responsibilities as outlined in its TOR: -

(1) Financial Reporting

(i) Reviewed the unaudited quarterly consolidated financial results and the annual audited consolidated financial statements, as well as the performance of the Group and recommended the same to the Board for approval. In reviewing the financial reporting of the Group, the AC discussed and made enquiries on, among others: -

- compliance with legal requirements, accounting standards and other regulatory;
- changes in or implementation of significant accounting policies and practices;
- significant adjustments arising from the audit; and
- significant matters highlighted including financial reporting issues and significant judgement made by the MGMT,

(ii) Reviewed matters highlighted by external auditors with regards to the financial statements;

(iii) Discussed with both the MGMT and the external auditors the accounting policy, principles and standards applied as well as their judgement of the items that may affect the financial statements; and

(iv) Reviewed the final draft annual audited financial statements for the FYE 2023 and recommended to the Board for approval, by ensuring the financial statements take as a whole and provide a true and fair view of the financial position, financial performance and cash flow of the Company and the Group for FYE 2023 and made in compliance with applicable accounting standards.

(2) External Audit

(i) Reviewed the audit planning memorandum which details the audit scope, areas of emphasis, accounting standards applicable, target audit timeline and proposed audit fee of the statutory audit of the Company's and the Group's financial statements;

(ii) Reviewed the audit review memorandum and deliberated with the external auditors to understand and consider significant accounting adjustment and auditing issues arising from audits, particularly recommendations and appropriate actions to be taken by the MGMT;

(iii) Conducted two (2) private meetings with the external auditors on 25 May 2023 and 28 February 2024 without the presence of EDs and MGMT, to discuss on any areas of audit concerns in their works, ensure audit issues were addressed on a timely basis and to obtain their feedback for improvements;

(iv) Reviewed the independent auditors' report which includes opinion to the financial statements and key audit matters and/or management letter highlighted to the MGMT on weaknesses or deficiencies identified accompanied with MGMT's responses; and

(v) Evaluated the performance and suitability of external auditors, by taking the considerations of qualifications, performance, independence, objectivity, competency, resources and reliability as well as provision of non-audit services. Also reviewed the reasonableness of the audit fees charged against the size and complexity of the Group, and recommended to the Board for approval. Subsequent to evaluating the performance and independence of the external auditors, recommended to the Board to propose the re-appointment of the external auditors at the AGM of the Company.

AUDIT COMMITTEE REPORT (CONT'D)

SUMMARY OF ACTIVITIES OF THE AC (CONT'D)

(3) Internal Audit

(i) Reviewed and approved internal audit plan presented by the internal auditors, outlining the proposed audit scope and coverage of the Group's activities;

(ii) Reviewed and deliberated on the internal audit report, covering the audit findings, key risks, roots causes and recommendations as well as the MGMT's responses for corrective action to be taken, responsible person/department and implementation timeframe;

(iii) Monitored the outcome of the follow-up status on the previous audit findings presented to the AC to ascertain the extent to which agreed action plans have been implemented by the MGMT; and

(iv) Evaluated the performance and effectiveness of the internal audit function and satisfied with the competence and independence of the internal auditors in performing their scope of duties in FYE 2024.

(4) Risk Management and Internal Control

(i) Reviewed and assessed the adequacy and effectiveness of the risk management framework and internal controls system implemented within the Group to ensure that it allows timely identification, analysis, response, monitoring and reporting of risks in order to mitigate risk and maximise opportunities;

(ii) Assessed the risk management and internal controls systems, processes, policies and procedures to ensure compliance with all relevant laws, rules and regulations, directives and guidelines established by the relevant regulatory bodies;

(iii) Reviewed the internal controls system adopted within the Group to ensure that they are appropriately in place, effectively administered and regularly monitored; and

(iv) Recommended appropriate steps to the Board to improve the Group's internal controls system derived from the findings of the internal and external auditors.

(5) RPT

(i) Reviewed and deliberated on RPT entered or to be entered into by the Group on a quarterly basis. As they rise, to ensure the proposed RPT are: -
- in the best interest of the Group;
- fair, reasonable and at arm's length and normal commercial terms; and
- not detrimental to the interests of our minority shareholders.

(ii) Took note of the aggregate value of all the recurrent RPT on a quarterly basis to ensure that those recurrent RPT were in accordance with the mandate approved by the shareholders.

(6) Annual Report

(i) Reviewed AC Report, Statement on Risk Management and Internal Control, CG Report and CG Overview Statement and recommended to the Board for approval and inclusion in the Annual Report.

AUDIT COMMITTEE REPORT (CONT'D)

SUMMARY OF ACTIVITIES OF THE AC (CONT'D)

(7) Other matters

(i) Reviewed the revised TOR of AC and recommended to the Board for approval;

(ii) Reviewed the COI and/or potential COI of the Directors and took note that none of the Directors have reported any COI or potential COI in relation to the Company or the Group;

(iii) Deliberated on the status of utilisation of proceeds from IPO and Private Placement; and

(iv) Reviewed the status of MOU entered by the Group on a quarterly basis.

There was no insider trading reported during the financial year under review.

SUMMARY OF INTERNAL AUDIT FUNCTIONS AND ACTIVITIES

The internal audit function plays an important role to provide the Board, through the AC, reasonable assurance of the effectiveness of the system of internal control in the Group. It covers the examination and evaluation of the adequacy and effectiveness of internal control systems and the quality of compliance to the internal control systems.

The Group's internal audit function is outsourced to a professional firm, Eco Asia. The outsourced internal auditors reports directly to the AC and their reporting covers two (2) main areas as follows:-

(a) Internal audit plan of the Group for discussion and adoption by the AC; and

(b) Internal audit reports are tabled to the AC on a half-yearly basis to review the internal audit findings and to discuss on the MGMT's corrective action plans in order to ensure the findings highlighted by Eco Asia are appropriately addressed. In addition, Eco Asia also conduct a follow-up audit to ensure that all agreed corrective action plans are satisfactorily implemented by the MGMT. The status of the implementation on previous internal audit review findings was also reported to the AC until they are fully implemented.

The outsourced internal auditors are free from any relationships or conflicts of interest which could impair their objectivity and independence. The qualification and the experience of the internal auditors have been outlined in the CG Report 2024.

During FYE 2024, the internal auditors have conducted two (2) internal audit reviews on the key operations as below:-

Internal audit coverage area	Review period
Data Security and Privacy Review	Quarter 2, FYE 2024
Human Resource & Payroll Management Review	Quarter 4, FYE 2024

In order to ensure an effective internal audit function, four (4) internal auditors from Eco Asia, including one (1) Executive Director, one (1) Manager, one (1) Senior Consultant and one (1) Assistant were assigned to the audit engagements. In carrying out its activities, the internal auditors have accessed to the review the relevant records and conducted interviews with the MGMT.

The internal audit review carried out during FYE 2024 did not reveal weaknesses that have resulted in any material losses, contingencies or uncertainties that would require separate disclosure in this annual report.

The total professional fee incurred on the internal audit function for the FYE 2024 amounted to RM30,000 (FYE 2023: RM30,000).

STATEMENT OF DIRECTORS' RESPONSIBILITY

The Directors are required by the CA 2016 to prepare the financial statements for each financial year and to ensure that the financial statements are prepared in accordance with the applicable Malaysian Financial Reporting Standards (MFRS), the International Financial Reporting Standards (IFRS), the provisions of the CA 2016 as well as the MMLR.

The Directors are responsible to ensure that the financial statements give a true and fair view of the financial position of the Group and the Company as at 31 March 2024, and of the financial performance and cash flows for the year ended then.

In preparing the financial statements, the Directors have observed the following criteria: -

(i) Adoption and application of appropriate accounting policies consistently throughout the financial year;
(ii) Application of reasonable and prudent judgements and estimates;
(iii) Preparation of financial statements on a going concern basis; and
(iv) Compliance with the application of approved accounting standards in Malaysia.

The Directors are responsible to ensure that the Group and the Company keep proper accounting records and other records which disclose the financial position of the Group and the Company with reasonable accuracy, enabling them to ensure that the financial statements comply with the CA 2016.

The Directors have overall responsible for taking reasonable steps to ensure that adequate internal controls system is in place to safeguard the assets of the Group and the Company so as to minimise fraud and other irregularities.

The Directors are satisfied that the financial statements of the Group and the Company for the FYE 2024 are made in accordance with all applicable approved accounting standards, appropriate accounting policies and supported by reasonable and prudent judgments and estimates. The Directors have also confirmed that the financial statements have been prepared on a going concern basis.

FINANCIAL STATEMENTS

DIRECTORS' REPORT

The Directors have pleasure in submitting their report and the audited financial statements of the Group and of the Company for the financial year ended 31 March 2024.

Principal activities

The Company is principally an investment holding company.

The principal activities of the subsidiaries and associates are disclosed in Note 7 and Note 8 to the financial statements.

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

Results

	Group RM'000	Company RM'000
Profit for the financial year attributable to:		
Owners of the Company	32,628	8,000
Non-controlling interests	1,434	-
	34,062	8,000

In the opinion of the Board of Directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature other than as disclosed in the financial statements.

Reserves and provisions

There were no material transfers to or from reserves or provisions during the financial year.

Dividends

No dividend has been paid or declared by the Company since the end of previous financial year. The Directors do not recommend any final dividend in respect of the current financial year.

Directors

The Directors who served during the financial year up to the date of this report are as follows:

Dato' Che Halin bin Mohd Hashim	
Lim Chin Siu *	
Tan Chyi Boon *	
Fong Shin Ni	
Gan Teck Hooi	
Azian binti Mohd Yusof	
Chong Chun Shiong *	
Lee Hai Peng	(Resigned on 30 April 2024)
Liew Chee Ing *	(Appointed on 18 September 2023)
Rashidah binti Othman	(Appointed on 18 September 2023)

* Director of the Company and its subsidiaries

DIRECTORS' REPORT (CONT'D)

Directors (cont'd)

The Directors who held office in the subsidiaries (excluding Directors who are also Directors of the Company) during the financial year until the date of this report are:

Datuk Seri Chiau Beng Teik, JP	(Resigned on 6 June 2024)
Chiau Haw Choon	(Resigned on 6 June 2024)
Tan Paw Boon	
Cheong Kah Cheng	
Low Jun Jia	
Alberto C. Ato	
Jose Fernando G. Llave	
Kwan Pek Loy	
Koay Li Wen	
Tan Qi Jie	
Chen Sook Moy	
Baey Cheng Song	
Liew Kong Fatt	
Wesley Ho Shu Keat	
Ong Kah Jun	

Directors' benefits

Since the end of the previous financial year, no Director has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of fees and emoluments received or due and receivable by the Directors from the Company, or the fixed salary of a full time employee of the Company), by reason of a contract made by the Company or its related corporations with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest, except as disclosed in Note 34(a) to the financial statements.

Neither at the end of the financial year, nor at any time during that financial year, did there subsist any arrangement to which the Company was a party, being arrangements with the object of enabling Directors of the Company to acquire benefits by means of the acquisitions of shares in, or debentures of, the Company or any other body corporate except to the share options granted pursuant to the Employee Share Option Scheme ("ESOS").

Directors' remuneration

Directors' remuneration paid to or receivable by Directors from the Group and the Company in respect of the financial year is as follows:

	Group 2024 RM'000	Company 2024 RM'000
Directors of the Company		
Executive Directors:		
Directors' salaries and bonus received	1,881	-
Directors' defined contribution plan	226	-
Directors' social security contribution	5	-
Directors' benefits-in-kind	220	-
Share options expenses	1,544	-
	3,876	-

DIRECTORS' REPORT (CONT'D)

Directors' remuneration (cont'd)

Directors' remuneration paid to or receivable by Directors from the Group and the Company in respect of the financial year is as follows: (cont'd)

	Group 2024 RM'000	Company 2024 RM'000
Directors of the Company (cont'd)		
Non-executive Directors:		
Directors' fees	368	368
Directors' other benefits	16	16
	384	384
Directors of subsidiaries		
Executive Directors:		
Directors' fees	176	-
Salaries, bonus and commission received	436	-
Defined contribution plan	22	-
Social security contribution	1	-
Other benefits	6	-
	641	-

Directors' interest

According to the Register of Directors' Shareholdings required to be kept under Section 59 of the Companies Act 2016 ("the Act"), the interests and deemed interests of Directors in office at the end of the financial year in the shares and warrants of the Company and of its related corporations during the financial year are as follows:

	Number of ordinary shares			
	At 01.04.2023	Bought	Sold	At 31.03.2024
Interest in the Company:				
Direct interest:				
Lim Chin Siu	40,665,000	5,100,000	-	45,765,000
Tan Chyi Boon	37,850,000	4,100,000	-	41,950,000
Chong Chun Shiong	9,595,000	2,030,000	-	11,625,000
Dato' Che Halin bin Mohd Hashim	2,200,000	-	-	2,200,000
Fong Shin Ni	30,000	-	-	30,000
Deemed interest:				
Lim Chin Siu*	152,651,982	-	-	152,651,982
Tan Chyi Boon*	152,651,982	-	-	152,651,982

DIRECTORS' REPORT (CONT'D)

Directors' interest (cont'd)

	Number of redeemable preference shares			
	At 01.04.2023	Bought	Redeemed	At 31.03.2024
Interest in subsidiary:				
Atlantic Blue Sdn. Bhd.				
Direct interest:				
Lim Chin Siu	1,554,639	-	(1,554,639)	-
Tan Chyi Boon	1,520,361	-	(1,520,361)	-

	Number of Warrants 2021/2026			
	At 01.04.2023	Bought	Sold	At 31.03.2024
Interest in the Company:				
Direct interest:				
Lim Chin Siu	1,875,000	-	-	1,875,000
Tan Chyi Boon	4,375,000	-	-	4,375,000
Dato' Che Halin bin Mohd Hashim	37,500	-	-	37,500
Chong Chun Shiong	1,573,750	-	-	1,573,750
Lee Hai Peng	2,000,000	-	(2,000,000)	-
Deemed interest:				
Lim Chin Siu*	18,235,594	-	-	18,235,594
Tan Chyi Boon*	18,235,594	-	-	18,235,594

	Number of options over ordinary shares			
	At 01.04.2023	Granted	Exercised	At 31.03.2024
Interest in the Company:				
Direct interest:				
Lim Chin Siu	10,000,000	-	-	10,000,000
Tan Chyi Boon	10,000,000	-	-	10,000,000
Chong Chun Shiong	10,000,000	-	-	10,000,000
Liew Chee Ing	1,900,000	-	-	1,900,000

* Deemed interest by virtue of their direct interest in Atlantic Blue Holdings Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.

None of the other Directors in office at the end of the financial year has any interest in shares and warrants of the Company and its related corporations during the financial year.

Issue of shares and debentures

During the financial year, the Company increased its issued and fully paid up ordinary shares from 667,553,928 to 670,324,018 pursuant to:

(i) Issuance of 3,750 new ordinary shares through the conversion of warrants at an issue price of RM1.00 per ordinary share; and

(ii) ESOS granted to eligible employees, details of which are disclosed in Note 20 to the financial statements.

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

There were no issue of debentures during the financial year.

DIRECTORS' REPORT (CONT'D)

Warrants 2021/2026

The warrants entitled the registered holder to acquire ordinary shares of the Company at exercise price of RM1.00 per ordinary shares at any time within a period of 5 years including and commencing from the date of issuance of warrants and expiring on the close of business at 5.00p.m. in Malaysia on the date immediately preceding the 5th anniversary of the date of issuance of warrants (and if such date is not a market day, then on the preceding market day).

The movements in the warrants are as follows:-

	At 01.04.2023	Exercised	At 31.03.2024
Number of unexercised warrants	158,464,670	(3,750)	158,460,920

Options granted over unissued shares

No options were granted to any person to take up unissued shares of the Company during the financial year apart from the issuance of options pursuant to the ESOS as disclosed in Note 20(ii) to the financial statements.

Other statutory information

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

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

(ii) to ensure that any current assets which were unlikely to be realised in the ordinary course of business including the values of current assets as shown in the accounting records of the Group and of the Company had been written down to an amount which the current assets might be expected so to realise.

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

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

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

(iii) not otherwise dealt with in the report or the financial statements which would render any amount stated in the financial statements of the Group and of the Company misleading; and

(iv) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

DIRECTORS' REPORT (CONT'D)

Other statutory information (cont'd)

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

(i) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liabilities of any other person other than as disclosed in Note 5, Note 6 and Note 21 to the financial statements; or

(ii) any contingent liability in respect of the Group and of the Company that has arisen since the end of the financial year.

In the opinion of the Directors:

(i) no contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due; and

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

Indemnity and insurance for Directors, officers and auditors

No indemnity has been given or insurance effected for the Directors or officers of the Company pursuant to Section 289 of the Act.

To the extent permitted by the Act, the Company has agreed to indemnify its auditors as part of the terms of its audit engagement against claims by third parties arising from the audit. No payment has been made to indemnify the auditors during or since the financial year.

Subsidiaries

The details of the Company's subsidiaries are disclosed in Note 7 to the financial statements.

Significant events during and after the financial year

Significant events during and after the financial year are disclosed in Note 41 to the financial statements.

DIRECTORS' REPORT (CONT'D)

Auditors

The auditors, ECOVIS MALAYSIA PLT, have expressed their willingness to continue in office.

The auditors' remuneration for the financial year is RM376,508 and RM30,000 for the Group and the Company respectively.

Signed on behalf of the Board of Directors in accordance with a resolution of the Directors,

Tan Chyi Boon Director	**Lim Chin Siu** Director

11 July 2024

STATEMENT BY DIRECTORS

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

We, **Tan Chyi Boon** and **Lim Chin Siu**, being two of the Directors of **Solarvest Holdings Berhad**, state that, in the opinion of the Directors, the accompanying financial statements set out on pages 174 to 274 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2024 and of the financial performance and cash flows of the Group and of the Company for the financial year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the Directors,

Tan Chyi Boon
Director

Lim Chin Siu
Director

11 July 2024

STATUTORY DECLARATION

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

I, **Liew Kong Fatt**, being the officer primarily responsible for the financial management of **Solarvest Holdings Berhad**, do solemnly and sincerely declare that the accompanying financial statements set out on pages 174 to 274 are, to the best of my knowledge and belief, correct, and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by
the abovenamed at Kuala Lumpur in the
Federal Territory on 11 July 2024

Liew Kong Fatt
MIA No. CA49578

Before me,

Commissioner for Oaths

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SOLARVEST HOLDINGS BERHAD

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of **Solarvest Holdings Berhad,** which comprise the statements of financial position as at 31 March 2024 of the Group and of the Company, statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 174 to 274.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 March 2024, and their financial performance and cash flows for the financial year then ended in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key Audit Matters

Key audit matters are those matter that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

INDEPENDENT AUDITORS' REPORT (CONT'D)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Key Audit Matters (cont'd)

(a) Group

Key audit matters

Recoverability of contract assets and trade receivables

Refer to Note 28.2 and Note 11 to the financial statements

As at 31 March 2024, the Group has contract assets and trade receivables relating to contracts with customers as follows:

- Contract assets of RM68,896,160; and
- Trade receivables of RM85,686,885.

Management assessed the expected credit loss of contract assets and trade receivables as at 31 March 2024 in accordance with the Group's accounting policies. The Group adopted the simplified approach (i.e. lifetime expected credit loss) in measuring the loss allowance, if any, for contract assets and trade receivables.

The expected credit loss is estimated based on past loss experience and observable data such as current changes and future forecasts in economic conditions. Management's conclusion on the expected credit loss is judgemental as it involves collective assessment on past, present and future conditions. Due to the significance of the contract assets and trade receivables of the Group; and the involvement of management judgement and estimation in assessing the expected credit loss, these are considered key audit matters.

How our audit addressed the key audit matters

Our audit procedures included, among others, the following:

- Understanding of the Group's process in assessing the recoverability of contract assets and trade receivables;
- Reviewed the ageing analysis of trade receivables and tested its accuracy;
- Assessed and discussed with management on the reasonableness of the key bases and assumptions used in estimation of expected credit loss with reference to aged debts as at reporting date, payment trends and previous collection experience;
- Reviewed the billing of contract assets as well as collection of trade receivables subsequent to the end of the financial year; and
- Assessed the completeness, accuracy and relevance of the disclosures required by MFRS 9.

Based on the procedures performed, no material exceptions were noted.

INDEPENDENT AUDITORS' REPORT (CONT'D)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Key Audit Matters (cont'd)

(a) Group (cont'd)

Key audit matters (cont'd)

Revenue recognition – Engineering, procurement, construction and commissioning ("EPCC") of solar energy solution

Refer to Note 28 to the financial statements

For the financial year ended 31 March 2024, the Group recognised revenue from contracts with customers amounting to RM453,972,698 which is derived from EPCC of solar energy solution.

The percentage of completion for EPCC project is based on the proportion of actual contract costs incurred for work performed to date bear to the estimated total contract costs. The recognition of revenue is therefore dependent on the Group's budgeted contract costs which includes estimates and judgements made by the management.

This is a key audit matter as evaluating the accuracy of the budgeted contract costs and the determination of the percentage of completion of EPCC project require significant judgement and estimates by the management.

How our audit addressed the key audit matters (cont'd)

Our audit procedures included, among others, the following:

- Understanding of the Group's process in measuring revenue from contracts with customers;
- Verified approval over contracts, projected budgeted costs and reviewed relevant terms of contracts with customer;
- Assessed and discussed with management on the bases in the allocation of transaction price to separate performance obligations in contracts with customers;
- Inspected documentation which support cost estimates made including contract variations and cost contingencies;
- Performed verification on the actual progress billings issued and actual cost incurred for the financial year;
- Performing re-computation on revenue recognised and checking calculation of the percentage of completion; and
- Assessed the completeness, accuracy and appropriateness of disclosures as required by MFRS 15.

Based on the procedures performed, no material exceptions were noted.

(b) Company

We do not have any key audit matters in connection with the audit of the separate financial statements of the Company to be communicated in this report.

INDEPENDENT AUDITORS' REPORT (CONT'D)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Information Other than the Financial Statements and Auditors' Report Thereon

The Directors of the Company are responsible for the other information. The other information comprises the Directors' Report (but does not include the financial statements of the Group and of the Company and our auditors' report thereon), which we obtained prior to date of our auditors' report and the remaining parts of the annual report which are expected to be made available after that date.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to date of our auditors' report, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

When we read the remaining parts of the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Directors and take appropriate action in accordance with approved standards on auditing in Malaysia and ISAs.

Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the Directors are responsible for assessing the Group and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on basis of these financial statements.

INDEPENDENT AUDITORS' REPORT (CONT'D)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)

As part of an audit in accordance with approved standards on auditing in Malaysia and ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

(i) Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

(ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group and of the Company's internal control.

(iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

(iv) Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group and on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

(v) Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

(vi) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

INDEPENDENT AUDITORS' REPORT (CONT'D)

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 7 to the financial statements.

OTHER MATTERS

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

ECOVIS MALAYSIA PLT
AF 001825
Chartered Accountants

EILEEN LIM EE LING
03633/02/2026 J
Chartered Accountant

Kuala Lumpur
11 July 2024

STATEMENTS OF FINANCIAL POSITION

AS AT 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Assets					
Non-current assets					
Property, plant and equipment	5	215,694	168,556	-	-
Investment properties	6	2,343	2,387	-	-
Intangible assets		*	60	-	-
Investment in subsidiaries	7	-	-	38,116	34,601
Investment in associates	8	988	624	249	-
Other investments	9	1,046	*	-	-
Deferred tax assets	10	1,671	1,138	-	-
Trade receivables	11	1,779	1,456	-	-
		223,521	174,221	38,365	34,601
Current assets					
Inventories	12	13,561	20,992	-	-
Trade receivables	11	83,908	86,268	-	-
Other receivables, deposits and prepayments	13	15,912	23,515	549	377
Contract cost	14	372	313	-	-
Contract assets	28.2	68,896	94,084	-	-
Amount owing by subsidiaries	15	-	-	150,043	97,434
Current tax assets		1,299	870	56	165
Short term investments	16	38,564	12	6,274	12
Fixed deposits with financial institutions	17	33,201	31,167	-	-
Cash and bank balances		41,177	41,391	801	195
		296,890	298,612	157,723	98,183
Non-current asset held for sale	18	-	1,442	-	-
		296,890	300,054	157,723	98,183
Total assets		520,411	474,275	196,088	132,784

* Represents amount less than RM1,000.

STATEMENTS OF FINANCIAL POSITION (CONT'D)
AS AT 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Equity and liabilities					
Equity					
Share capital	19	135,437	133,062	135,437	133,062
Merger deficit		(25,262)	(25,262)	-	-
Reserves	20	120,603	85,489	10,271	(357)
		230,778	193,289	145,708	132,705
Non-controlling interests		4,389	4,144	-	-
Total equity		235,167	197,433	145,708	132,705
Non-current liabilities					
Borrowings	21	163,818	87,522	50,303	-
Lease liabilities	22	16,368	17,692	-	-
Deferred tax liabilities	10	103	1	-	-
Redeemable preference shares	23	-	6,672	-	-
		180,289	111,887	50,303	-
Current liabilities					
Trade payables	24	62,235	104,642	-	-
Other payables, deposits received and accruals	25	4,884	3,571	77	79
Provisions	26	1,104	1	-	-
Borrowings	21	9,502	17,348	-	-
Lease liabilities	22	2,169	1,940	-	-
Current tax liabilities		2,682	-	-	-
Contract liabilities	28.2	22,379	37,453	-	-
		104,955	164,955	77	79
Total liabilities		285,244	276,842	50,380	79
Total equity and liabilities		520,411	474,275	196,088	132,784

The notes to the financial statements form an integral part of the financial statements

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Revenue	28	497,025	365,539	10,150	2
Cost of sales		(397,862)	(300,549)	-	-
Gross profit		99,163	64,990	10,150	2
Other income	29	2,842	1,732	1,725	-
Administrative expenses		(43,039)	(30,748)	(2,025)	(1,387)
Sales and distribution costs		(2,539)	(1,696)	-	-
Net impairment losses on financial assets		(1,315)	(2,522)	-	-
Profit/(loss) from operations		55,112	31,756	9,850	(1,385)
Finance costs	30	(7,894)	(4,063)	(1,699)	-
Share of results of associates		(36)	45	(151)	-
Profit/(loss) before tax	31	47,182	27,738	8,000	(1,385)
Taxation	32	(13,120)	(7,535)	-	-
Profit/(loss) for the financial year		34,062	20,203	8,000	(1,385)
Other comprehensive income:					
- Exchange translation differences for foreign operations		(146)	(128)	-	-
Total comprehensive income for the financial year		33,916	20,075	8,000	(1,385)
Profit/(loss) for the financial year attributable to:					
Owners of the Company		32,628	19,660	8,000	(1,385)
Non-controlling interests		1,434	543	-	-
		34,062	20,203	8,000	(1,385)

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Total comprehensive income for the financial year attributable to:					
Owners of the Company		32,413	19,559	8,000	(1,385)
Non-controlling interests		1,503	516	-	-
		33,916	20,075	8,000	(1,385)
Earnings per share attributable to owners of the Company (sen per share):					
Basic	35	4.88	2.95		
Diluted	35	4.52	2.93		

The notes to the financial statements form an integral part of the financial statements.

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

	Note	Attributable to owners of the Company							
		Share capital RM'000	Merger deficit RM'000	Foreign currency translation reserve RM'000	ESOS reserves RM'000	Retained earnings RM'000	Equity attributable to owners of the Company RM'000	Non-controlling interests RM'000	Total equity RM'000
Group									
Balance as at 1 April 2023		133,062	(25,262)	(103)	836	84,756	193,289	4,144	197,433
Contributions by and distributions to owners of the Company									
- Conversion of warrants	19	4	-	-	-	-	4	-	4
- Share options exercised	19	2,021	-	-	-	-	2,021	-	2,021
- Share options expenses		-	-	-	2,978	-	2,978	-	2,978
- Transfer to share capital for share options exercised	19	350	-	-	(350)	-	-	-	-
		2,375	-	-	2,628	-	5,003	-	5,003
Subscription of shares in subsidiaries by non-controlling interest		-	-	-	-	-	-	852	852
Disposal of a subsidiary		-	-	-	-	73	73	(2,110)	(2,037)
Profit for the financial year		-	-	-	-	32,628	32,628	1,434	34,062
Other comprehensive income for the financial year		-	-	(215)	-	-	(215)	69	(146)
Total comprehensive income		-	-	(215)	-	32,628	32,413	1,503	33,916
Balance as at 31 March 2024		135,437	(25,262)	(318)	3,464	117,457	230,778	4,389	235,167

STATEMENTS OF CHANGES IN EQUITY (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Attributable to owners of the Company							
	Note	Share capital RM'000	Merger deficit RM'000	Foreign currency translation reserve RM'000	ESOS reserves RM'000	Retained earnings RM'000	Equity attributable to owners of the Company RM'000	Non-controlling interests RM'000	Total equity RM'000
Group									
Balance as at 1 April 2022		133,062	(25,262)	(2)	-	65,096	172,894	2,747	175,641
Contributions by and distributions to owners of the Company									
- Share options expenses	7	-	-	-	836	-	836	-	836
		-	-	-	836	-	836	-	836
Subscription of shares in subsidiaries by non-controlling interest		-	-	-	-	-	-	881	881
Profit for the financial year		-	-	-	-	19,660	19,660	543	20,203
Other comprehensive income for the financial year		-	-	(101)	-	-	(101)	(27)	(128)
Total comprehensive income		-	-	(101)	-	19,660	19,559	516	20,075
Balance as at 31 March 2023		133,062	(25,262)	(103)	836	84,756	193,289	4,144	197,433

STATEMENTS OF CHANGES IN EQUITY (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Attributable to owners of the Company			
	Note	Share capital RM'000	ESOS reserve RM'000	Retained earnings/ (Accumulated losses) RM'000	Total equity RM'000
Company					
Balance as at 1 April 2022		133,062	-	192	133,254
Contributions by and distributions to owners of the Company					
- Share options expenses	7	-	836	-	836
		-	836	-	836
Net loss/Total comprehensive income for the financial year		-	-	(1,385)	(1,385)
Balance as at 31 March 2023/ 1 April 2023		133,062	836	(1,193)	132,705
Contributions by and distributions to owners of the Company					
- Conversion of warrants	19	4	-	-	4
- Share options exercised	19	2,021	-	-	2,021
- Share options expenses		-	2,978	-	2,978
- Transfer to share capital for share options exercised	19	350	(350)	-	-
		2,375	2,628	-	5,003
Net profit/Total comprehensive income for the financial year		-	-	8,000	8,000
Balance as at 31 March 2024		135,437	3,464	6,807	145,708

The notes to the financial statements form an integral part of the financial statements.

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities					
Profit/(loss) before tax		47,182	27,738	8,000	(1,385)
Adjustments for :-					
Amortisation of intangible assets		60	135	-	-
Bad debts written off, net		-	92	-	-
Depreciation of investment properties	6	44	44	-	-
Depreciation of property, plant and equipment	5	7,355	4,106	-	-
Dividend income		(190)	-	-	-
Finance costs		7,366	3,456	1,699	-
Gain on termination of right-of-use asset		-	(4)	-	-
Impairment of goodwill		271	-	-	-
Impairment of solar asset under construction		-	220	-	-
Share of result of associates		36	(45)	151	-
Share option expenses		2,978	836	-	-
Unwinding of discount on redeemable preference shares	23	528	607	-	-
Gain on disposal of a subsidiary		(669)	-	-	-
Gain on disposal of property, plant and equipment		-	(110)	-	-
Gain on disposal of non-current asset held for sale		(143)	-	-	-
Net impairment losses on trade receivables	11	1,315	2,522	-	-
Provision/(reversal) for defects liabilities	26	1,103	(118)	-	-
Unrealised loss/(gain) on foreign exchange		40	(234)	-	-
Provision for slow moving inventories	12	17	19	-	-
Finance income		(1,391)	(587)	(1,725)	-
Operating profit/(loss) before working capital changes		65,902	38,677	8,125	(1,385)
Changes in working capital:					
Decrease/(increase) in inventories		7,414	(10,122)	-	-
Increase in trade and other receivables		(254)	(22,961)	(172)	(296)
(Increase)/decrease in contract costs		(59)	255	-	-
Decrease/(increase) in contract assets		25,188	(31,942)	-	-
(Decrease)/increase in trade and other payables, accruals and provisions		(34,992)	65,072	(2)	16
(Decrease)/increase in contract liabilities		(15,074)	26,874	-	-
(Increase)/decrease in amount owing by subsidiaries, net		-	-	(6,528)	388
Cash generated from/(used in) operations		48,125	65,853	1,423	(1,277)

STATEMENTS OF CASH FLOWS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Cash generated from/(used in) operations (cont'd)		48,125	65,853	1,423	(1,277)
Finance costs paid		(7,063)	(3,456)	(1,396)	-
Interest received		1,302	581	1,725	-
Tax (paid)/refunded, net		(11,572)	(6,504)	109	(10)
Net cash from/(used in) operating activities		30,792	56,474	1,861	(1,287)
Cash flows from investing activities					
Acquisition of other investments		(1,046)	*	-	-
Acquisition of short term investments		(9,500)	-	-	-
Acquisition of associates, net of cash acquired		(400)	-	(400)	-
Acquisition of subsidiaries, net of cash acquired	7	(889)	-	(537)	(420)
Advances to subsidiaries, net		-	-	(46,081)	(3,801)
Proceeds from disposal of a subsidiary, net of cash disposed		2,235	-	-	-
Proceeds from disposal of property, plant and equipment		-	110	-	-
Proceeds from disposal of non-current asset held for sale		1,580	-	-	-
Acquisition of property, plant and equipment	(a)	(53,268)	(136,984)	-	-
Net cash used in investing activities		(61,288)	(136,874)	(47,018)	(4,221)
Cash flows from financing activities					
Drawdown/(repayment) of:-	(b)				
- bankers' acceptance		(1,254)	(2,644)	-	-
- invoice financing		(15,770)	15,770	-	-
- term loans		35,171	84,904	-	-
- IMTNs		50,000	-	50,000	-
- finance lease liabilities		(2,309)	(2,150)	-	-
Increase in fixed deposits pledged		(2,035)	(6,129)	-	-
Increase in restricted cash at bank		(4,763)	(1,957)	-	-
Proceeds from issuance of shares, net of expenses		2,025	-	2,025	-
(Placement)/withdrawal into sinking fund for banking facilities		(375)	619	-	-
Redemption of preference shares		(7,200)	-	-	-
Subscription of shares in subsidiaries by non-controlling interest		852	881	-	-
Net cash from financing activities		54,342	89,294	52,025	-

STATEMENTS OF CASH FLOWS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

		Group		Company	
		2024	2023	2024	2023
	Note	RM'000	RM'000	RM'000	RM'000
Net increase/(decrease) in cash and cash equivalents		23,846	8,894	6,868	(5,508)
Effects of foreign exchange rate		(146)	(128)	-	-
Cash and cash equivalents at beginning of the financial year		36,794	28,028	207	5,715
Cash and cash equivalents at end of the financial year	33	60,494	36,794	7,075	207

*Represents amount less than RM1,000.

Note:

(a) Acquisition of property, plant and equipment

	Group	
	2024	2023
	RM'000	RM'000
Purchase of property, plant and equipment	54,493	147,930
Financed by way of lease arrangements	(1,225)	(10,946)
Cash payments	53,268	136,984

STATEMENTS OF CASH FLOWS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

Note: (cont'd)

(b) Changes in liabilities arising from financing activities

	At 1 April RM'000	Additions RM'000	Interest payable RM'000	Termination of lease RM'000	Net cash flows RM'000	At 31 March RM'000
Group						
2024						
Bankers' acceptance	1,254	-	-	-	(1,254)	-
Invoice financing	15,770	-	-	-	(15,770)	-
Term loans	87,846	-	-	-	35,171	123,017
IMTNs	-	-	303	-	50,000	50,303
Lease liabilities	19,632	1,226	-	-	(2,309)	18,549
	124,502	1,226	303	-	65,838	191,869
2023						
Bankers' acceptance	3,898	-	-	-	(2,644)	1,254
Invoice financing	-	-	-	-	15,770	15,770
Term loans	2,942	-	-	-	84,904	87,846
Lease liabilities	10,918	10,947	-	(83)	(2,150)	19,632
	17,758	10,947	-	(83)	95,880	124,502

	At 1 April RM'000	Additions RM'000	Interest payable RM'000	Termination of lease RM'000	Net cash flows RM'000	At 31 March RM'000
Company						
2024						
IMTNs	-	-	303	-	50,000	50,303

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

1. Corporate information

The Company is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad.

The registered office of the Company has changed from No. 7-1, Jalan 109F, Plaza Danau 2, Taman Danau Desa, 58100 Kuala Lumpur to D-09-02, Level 9, Exsim Tower, Millerz Square @ Old Klang Road, Megan Legasi, No. 357, Jalan Kelang Lama, 58000 Kuala Lumpur.

The principal place of business of the Company is located at L1-01, Pacific 63 @PJ Centre, No. 5, Jalan 13/6, Seksyen 13, 46200 Petaling Jaya, Selangor, Malaysia.

The Company is principally an investment holding company. The principal activities of the subsidiaries and associates are disclosed in Note 7 and Note 8 to the financial statements. There have been no significant changes in the nature of these principal activities during the financial year.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 11 July 2024.

2. Basis of preparation

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The consolidated financial statements for the financial year ended 31 March 2024 comprise the financial statements of the Company and its subsidiaries. The financial statements of the Group and of the Company have been prepared under the historical cost convention except otherwise stated in Note 3 to the financial statements.

The financial statements of the Group and of the Company are presented in Ringgit Malaysia ("RM"), which is the functional currency of the Company.

The preparation of financial statements in conformity with MFRS requires management to make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reported period. Actual results could differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. Basis of preparation (cont'd)

2.1 MFRS and amendments to MFRS that are effective and have been adopted in the current financial year

The following are MFRS and amendments to MFRS that are effective and have been adopted by the Group and the Company:

- MFRS 17, 'Insurance Contracts' and Amendments to MFRS 17, 'Insurance Contracts'
- Amendment to MFRS 17, 'Insurance Contracts' – Initial Application of MFRS 17 and MFRS 9 – Comparative Information
- Amendments to MFRS 101, 'Presentation of Financial Statements' – Disclosure of Accounting Policies
- Amendments to MFRS 108, 'Accounting Policies, Changes in Accounting Estimates and Errors' – Definition of Accounting Estimates
- Amendments to MFRS 112, 'Income Taxes' – Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction
- Amendments to MFRS 112, 'Income Taxes' – International Tax Reform – Pillar Two Model Rules

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

2.2 MFRS and amendments to MFRS that have been issued, but yet to be adopted

The following are MFRS and amendments to MFRS that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective and have not been adopted by the Group and the Company:

(i) Effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, 'Leases' – Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101, 'Presentation of Financial Statements' – Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, 'Presentation of Financial Statements' – Non-current Liabilities with Covenants
- Amendments to MFRS 107, 'Statement of Cash Flows' and MFRS 7, 'Financial Instruments: Disclosures' – Supplier Finance Arrangements'

(ii) Effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121, 'The Effects of Changes in Foreign Exchange Rates' – Lack of Exchangeability

(iii) Effective for annual periods beginning on or after 1 January 2027

- MFRS 18, 'Presentation and Disclosure in Financial Statements'

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. Basis of preparation (cont'd)

2.2 MFRS and amendments to MFRS that have been issued, but yet to be adopted (cont'd)

(iv) Deferred to a date to be determined by the MASB

- Amendments to MFRS 10, 'Consolidated Financial Statements' and MFRS 128, 'Investments in Associates and Joint Ventures' – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company plan to apply the abovementioned MFRS and amendments to MFRS, where applicable to the Group and the Company, from the beginning of the financial year where they become effective.

The initial application of above MFRS and amendments to MFRS are not expected to have any material financial impacts to the current and prior period financial statements of the Group and of the Company.

3. Material accounting policy information

3.1 Basis of consolidation

(i) Investment in subsidiaries

Subsidiaries are entities, including unincorporated entities, controlled by the Company. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Control is achieved when the Group is exposed to, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. In assessing control, potential voting rights that presently are exercisable are taken into account.

The Group also considers it has de facto power over an investee when, despite not having the majority of voting rights, it has the current ability to direct the activities of the investee that significantly affects the investee's return. When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee;
- Rights arising from other contractual arrangements; and
- The Group's voting rights and potential voting rights.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Investments in subsidiaries are measured in the Company's statement of financial position at cost less any impairment losses, unless the investment is held for sale (accounted for in accordance with MFRS 5, 'Non-current Assets Held for Sale and Discontinued Operations') or distribution. The cost of investment includes transaction costs.

The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9 to the financial statements. On disposal, the difference between the net disposal proceeds and its carrying amount is recognised as gain or loss on disposal in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.1 Basis of consolidation (cont'd)

(ii) Business combinations

Business combinations are accounted for using the acquisition method from the acquisition date, which is the date on which control is transferred to the Group. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. Acquisition-related costs are expensed as incurred and included in administrative expenses.

For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. When the Group acquires a business, it assesses the financial assets and financial liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date.

If the business combination is achieved in stages, the previously held equity interest is remeasured at its acquisition date fair value and any resulting gain or loss is recognised in profit or loss. It is then considered in the determination of goodwill.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of MFRS 9, 'Financial Instruments' ("MFRS 9") is measured at fair value with changes in fair value recognised either in profit or loss or as a change to other comprehensive income. If the contingent consideration is not within the scope of MFRS 9, it is measured in accordance with the appropriate MFRS. Contingent consideration that is classified as equity is not remeasured and subsequent settlement is accounted for within equity.

(iii) Common control business combination

A business combination involving entities under common control is a business combination in which all the combining entities or business are ultimately controlled by the same party or parties both before or after the business combination and that control is not transitory.

For such common control business combinations, the merger accounting principles are used to account for the assets, liabilities, results, equity changes and cash flows of the combining entities in the combined financial statements.

Under the merger method of accounting, the results of the subsidiaries are presented as if the merger had been effected throughout the current and previous years. The assets and liabilities combined are accounted for based on the carrying amounts from the perspective of the common control shareholder at the end of transfer.

On consolidation, the cost of the merger is cancelled with the values of the shares received. Any resulting credit differences is classified as equity and regarded as a non-distributable reserve. Any resulting debit difference is adjusted against any suitable reserve. Any other reserves which are attributable to share capital of the merged entities, to the extent that they have not been capitalised by a debit difference are classified and presented as movement in other capital reserves.

The effect of all transactions and balances between the combining entities, whether occurring before or after the combination are eliminated in preparing the financial statements. Merger deficit represents the excess arising from the nominal value of the shares issued over the nominal value of the shares acquired.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.1 Basis of consolidation (cont'd)

(iv) Change in ownership interest in subsidiaries without change of control

Changes in the Company's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions between the Group and its non-controlling interest holders. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received are recognised directly in equity and attributable to the equity holders of the Company.

(v) Loss of control

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the former subsidiary, any non-controlling interests and the other components of equity related to the former subsidiary from the consolidated statement of financial position. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the former subsidiary, then such interest is measured at fair value at the date the control ceases. Subsequently it is accounted for as an equity-accounted investee or as an equity instrument at fair value through other comprehensive income ("FVTOCI") depending on the level of influence retained.

(vi) Non-controlling interests

Non-controlling interests at the end of the reporting period, being the equity in a subsidiary not attributable directly or indirectly to the equity holders of the Company, are presented in the consolidated statement of financial position and statement of changes in equity, separately from equity attributable to equity holders of the Company. Non-controlling interests in the results of the Group is presented in the consolidated statement of comprehensive income as an allocation of the profit or loss and the comprehensive income for the year between non-controlling interests and the equity holders of the Company.

Losses applicable to non-controlling interests in a subsidiary are allocated to the non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance.

Transactions with non-controlling interests are accounted for using the entity concept method, whereby, transactions with non-controlling interests are accounted for as transactions with owners. On acquisition of non-controlling interests, the difference between the consideration and book value of the share of the net assets acquired is recognised directly in equity. Gain or loss on disposal to non-controlling interests is recognised directly in equity.

(vii) Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

3.2 Investment in associates

An associate is an entity over which the Group or the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

The Group's or the Company's investment in associates is accounted for using the equity method. An associate is equity accounted for from the date of the Group or the Company gains significant influence or joint control until the date of the Group or the Company ceases to have significant influence over the associate.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.2 Investment in associates (cont'd)

Under the equity method, the investment in an associate is initially recognised at cost. The carrying amount of the investment is adjusted for changes in the Group's or the Company's share of net assets of the associate since the acquisition date.

The statement of profit or loss and other comprehensive income reflects the Group's or the Company's share of the results of operation of the associate. Any change in other comprehensive income of those investees is presented as part of the Group's or the Company's statement of comprehensive income. Where there has been a change recognised directly in the equity of the associate, the Group or the Company recognises its share of such changes and discloses this, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from the transactions between Group or Company and the associate is eliminated to the extent of the investment in associate. The aggregate of the Group's or Company's share of profit or loss in an associate is shown on the face of the statement of comprehensive income outside operating profit.

The Group's and the Company's share of profit or loss in an associate represents profit or loss after tax and non-controlling interest in the associate.

When the Group's or the Company's share of losses in an associate equals or exceeds its investment in associate, including any long term interests that, in substance, form part of the Group's or of the Company's net investment in an associate, the Group or the Company does not recognise further losses, unless it has incurred obligations or made payment on behalf of the associate.

After application of the equity method, the Group or the Company determines whether it is necessary to recognise an impairment loss on its investment in its associate. The Group or the Company determines at each reporting date whether there is any objective evidence that the investment in an associate is impaired. If there is such evidence, the Group or the Company calculates the amount of impairment as the difference between recoverable amount of the associate and its carrying amount, then recognises the amount in the 'share of result of associate' on the face of the statements of profit or loss and other comprehensive income.

Upon loss of significant influence over an associate, the Group or the Company measures and recognises any retained investment at its fair value. Any difference between the carrying amount of an associate upon loss of significant influence and the fair value of the retained investment and proceeds from disposals is recognised in the statement of profit or loss and other comprehensive income.

3.3 Foreign currency transactions

Transactions in foreign currencies are measured in the respective functional currencies of the Company and its subsidiaries and are recorded on initial recognition in the functional currencies at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items denominated in foreign currencies measured at fair value are translated using the exchange rates at the date when the fair value was determined.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.3 Foreign currency transactions (cont'd)

Exchange differences arising on the settlement of monetary items or on translating monetary items at the reporting date are recognised in profit or loss except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operations, which are recognised initially in other comprehensive income and accumulated under foreign currency translation reserve in equity. The foreign currency translation reserve is reclassified from equity to profit or loss of the Group on disposal of the foreign operation.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

3.4 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Group or the Company and the cost of the item can be measured reliably.

When significant parts of property, plant and equipment are required to be replaced in intervals, the Group or the Company recognises such parts as individual assets with specific useful lives and depreciation, respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Subsequent to initial recognition, property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Depreciation of an asset begins when it is ready for its intended use. Freehold land has an infinite life and therefore is not depreciated. Solar assets under construction and solar farms under construction are also not depreciated as assets are not available for use. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets at the following annual rates:

Backup inverters	10%
Computers	20%
Containers	10%
Electrical and installation	10%
Electrical vehicle charger	10%
Buildings	2%
Furniture and fittings	10%
Machineries	20%
Motor vehicles	20%
Office equipment	10%
Renovation	10%
Signboard	10%
Solar assets	4% - 7%
Solar farms	4%
Tools and equipment	10%

The assets' residual value, useful life and depreciation method are reviewed at each financial year end, and adjusted prospectively, if appropriate.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.4 Property, plant and equipment (cont'd)

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. The policy for recognition and measurement of impairment losses is in accordance with Note 3.9 to the financial statements.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the profit or loss in the year the asset is derecognised.

3.5 Investment properties

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

Investment properties are initially measured at cost, including expenditure directly attributable to the acquisition of investment property. The cost of self-constructed investment property includes the cost of materials and direct labour, any other costs directly attributable to bringing the investment property to a working condition for its intended use and the capitalised borrowing costs. Investment properties are measured using cost model. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment losses, if any. The policy for the recognition and measurement of impairment losses is in accordance with Note 3.9 to the financial statements.

Depreciation of investment properties is provided for on the straight-line basis over the estimated useful life at the annual rate of 2%.

Investment properties are derecognised on disposal or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gain or loss on the disposal or retirement of an investment property is recognised in profit or loss in the year of disposal or retirement.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner-occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. For a transfer from owner-occupied property to investment property, the property is accounted for in accordance with the accounting policy for property, plant and equipment set out in Note 3.4 to the financial statements up to date of change in use.

3.6 Other investment

Other investment is carried at cost less any impairment losses. Where an indication of impairment exists, the carrying amount of the other investment is assessed and written down immediately to its recoverable amount, in line with the accounting policy set out in Note 3.9 to the financial statements.

On disposal of an investment, the difference between net disposal proceeds and its carrying amount is charged or credited to profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.7 Inventories

(a) Purchased materials

Purchased materials are measured at the lower of cost and net realisable value. Costs comprises purchase price and directly attributable costs of bringing the inventories to their present location and conditions. Cost of inventories is determined by the weighted average basis. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

(b) Solar assets under development

The cost of solar assets under development is stated at the lower of cost and net realisable value. Cost consists of cost associated with the material costs and other costs attributable for developing the solar assets until completion.

The Group determines net realisable value based on the recent sales transactions of similar solar assets net of estimated cost necessary to complete the sale. The estimation of the selling price is subject to significant inherent uncertainties in the solar energy market. Possible changes in these estimates could result in revisions to the valuation of the solar assets under development.

3.8 Intangible assets

Intangible assets, other than goodwill, that are acquired by the Group or the Company, which have finite useful lives, are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Other intangible assets are amortised from the date that they are available for use. Amortisation is based on the cost of an asset less its residual value. Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method are reviewed at least once at the end of each financial reporting period.

Gains or losses arising from derecognition of an intangible asset are measured as the differences between the net disposal proceeds and the carrying amount of the assets and are recognised in profit or loss when the asset is derecognised.

(a) Trademarks

The estimated useful life of trademark is 10 years.

(b) Software licences

The Group has developed the following criteria to identify computer software licence to be classified as property, plant and equipment or intangible asset:

(i) Software licence that is embedded in computer-controlled equipment, including operating system that cannot operate without that specific software is an integral part of the related hardware and is treated as property, plant and equipment;

(ii) Application software that is being used on a computer that is generally easily replaced and is not an integral part of the related hardware is classified as intangible asset.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.8 Intangible assets (cont'd)

(b) Software licences (cont'd)

Due to the risk of technological changes, the useful lives of all software licences are generally assessed to be finite. Software licence that is classified as intangible assets are amortised on a straight-line basis over its estimated useful life of 5 years.

3.9 Impairment of non-financial assets

The Group and the Company assess at each reporting date whether there is an indication that an asset (except for inventories, current tax assets and deferred tax assets) may be impaired. If any such indication exists, the Group or the Company makes an estimate of the asset's recoverable amount. For goodwill and intangible assets that have indefinite useful lives or that are not available for use, the recoverable amount is estimated each period at the same time.

For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows from continuing use, called the cash-generating unit ("CGU"). Subject to an operating segment ceiling test, for the purpose of goodwill impairment testing, CGU to which goodwill has been allocated are aggregated so that the level at which impairment testing is performed reflects the lowest level at which goodwill is monitored for internal reporting purposes. The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to a CGU or a group of CGUs that are expected to benefit from the synergies of the combination.

An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. Where the carrying amount of an asset or its related CGU exceeds its estimated recoverable amount, the asset is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

Impairment losses are recognised in profit or loss except for assets that have been previously revalued where the revaluation was taken to other comprehensive income. In this case, the impairment is also recognised in other comprehensive income up to the amount of any previous revaluation. Impairment losses recognised in respect of CGU are allocated first to reduce the carrying amount of any goodwill allocated to the CGU and then to reduce the carrying amounts of the other assets in the CGU on a pro-rated basis.

An impairment loss in respect of goodwill is not reversed. An impairment loss in respect of assets other than goodwill recognised in prior periods is assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount since the last impairment loss was recognised. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised previously. Such reversal is credited to profit or loss in the financial year in which the reversal is recognised.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.10 Cash and cash equivalents

Cash and cash equivalents comprise cash and bank balances, deposits and other short term, highly liquid investments that are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value, net of bank overdrafts and exclude deposits and bank balances pledged to secure banking facilities.

3.11 Contract costs

(i) Costs to fulfil a contract

The Group recognises costs that relate directly to a contract or to anticipated contract) as an asset when the costs generate or enhance resources of the Group, which will be used in satisfying performance obligation in the future and it is expected to be recovered.

These contract costs are initially measured at cost and amortised on a systematic basis that is consistent with the pattern of revenue recognition to which the asset relates. An impairment loss is recognised in the profit or loss when the carrying amount of the contract cost exceeds the expected revenue less expected cost that will be incurred. Where the impairment condition no longer exists or has improved, the impairment loss is reversed to the extent that the carrying amount of the contract cost does not exceed the amount that would have been recognised had there been no impairment loss recognised previously.

3.12 Non-current asset held for sale

The Group classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Non-current assets held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset, excluding finance costs and income tax expense.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the asset or disposal group is available for immediate sale in its present condition. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the plan to sell the asset and the sale expected to be completed within one year from the date of the classification.

Property, plant and equipment are not depreciated or amortised once classified as held for sale.

Assets classified as held for sale are presented separately as current items in the statement of financial position.

3.13 Financial assets

(i) Initial recognition and subsequent measurement

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

When financial assets are initially recognised, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss ("FVTPL"), directly attributable transaction costs.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.13 Financial assets (cont'd)

(i) Initial recognition and subsequent measurement (cont'd)

The Group and the Company determine the classification of financial assets upon initial recognition. The measurement for each classification of financial assets under MFRS 9, 'Financial Instruments' are as below:

(a) Financial assets measured at amortised cost

Financial assets that are debt instruments are measured at amortised cost if they are held within a business model whose objective is to collect contractual cash flows and have contractual terms which give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

(b) Financial assets measured at fair value

Financial assets that are debt instruments are measured at FVTOCI if they are held within a business model whose objectives are to collect contractual cash flows and sell the financial assets, and have contractual terms which give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequent to initial recognition, financial assets that are debt instruments are measured at fair value. Any gains or losses arising from the changes in fair value of these financial assets are recognised in other comprehensive income, except impairment losses, exchange differences and interest income which are recognised in profit or loss. The cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment when the financial asset is derecognised.

Financial assets that are debt instruments which do not satisfy the requirements to be measured at amortised cost or FVTOCI are measured at FVTPL. The Group's financial assets measured at FVTOCI or FVTPL has been disclosed in Note 36.1 to the financial statements.

Equity instruments are classified as financial assets measured at FVTPL if they are held for trading or are designated as such upon initial recognition. Financial assets are classified as held for trading if they are acquired principally for sale in the near term or are derivatives that do not meet the hedge accounting criteria (including separated embedded derivatives). The Group's financial assets that are equity instruments have been disclosed in Note 36.1 to the financial statements.

Subsequent to initial recognition, financial assets that are equity instruments are measured at fair value. Any gains or losses arising from the changes in fair value of these financial assets are recognised in other comprehensive income and are not subsequently transferred to profit or loss. Dividends on equity instruments are recognised in profit or loss when the Group's or the Company's right to receive payment is established.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.13 Financial assets (cont'd)

(ii) Derecognition

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concerned. All regular way purchases and sales of financial assets are recognised or derecognised on the settlement date, i.e. the date that the asset is delivered to or by the Group or the Company.

(iii) Impairment of financial assets

The Group and the Company assess at each financial year end whether there has been a significant increase in credit risk for financial assets by comparing the risk of default occuring over the expected life with the risk of default since initial recognition.

In determining whether credit risk on a financial asset has increased significantly since initial recognition, the Group and the Company use external credit rating, historical experience on similar assets and other supportive information to assess deterioration in credit quality of a financial asset. The Group and the Company assess whether the credit risk on a financial asset has increased significantly on an individual or collective basis. For collective basis evaluation, financial assets are grouped on the basis of similar risk characteristics.

The Group and the Company consider past loss experience and observable data such as current changes and future forecasts in economic conditions to estimate the amount of expected impairment loss. The methodology and assumptions including any forecasts of future economic conditions are reviewed regularly.

The amount of impairment loss is measured as the probability-weighted present value of all cash shortfalls over the expected life of the financial asset discounted at its original effective interest rate. The cash shortfall is the difference between all contractual cash flows that are due to the Group and the Company and all the cash flows that the Group and the Company expect to receive. The carrying amount of the financial asset is reduced through the use of an allowance account and the impairment loss is recognised in profit or loss. When a financial asset becomes uncollectible, it is written off against the allowance account.

(a) Financial assets other than trade receivables and contract assets

The Group and the Company measure the impairment loss on financial assets other than trade receivables and contract assets based on a two-step approach:

- 12-month expected credit loss ("ECL")

  For a financial asset for which there is no significant increase in credit risk since initial recognition, the Group and the Company shall measure the allowance for impairment for that financial asset at an amount based on the probability of default occurring within the next 12 months considering the loss given default of that financial asset.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.13 Financial assets (cont'd)

(iii) Impairment of financial assets (cont'd)

(a) Financial assets other than trade receivables and contract assets (cont'd)

The Group and the Company measure the impairment loss on financial assets other than trade receivables and contract assets based on a two-step approach: (cont'd)

- Lifetime ECL

  For a financial asset for which there is a significant increase in credit risk since initial recognition, a lifetime ECL for that financial asset is recognised as allowance for impairment loss by the Group and the Company. If, in a subsequent period the significant increase in credit risk since initial recognition is no longer evident, the Group and the Company shall revert the loss allowance measurement from lifetime ECL to 12-month ECL.

At each financial year end, the Group and the Company assess whether there is a significant increase in credit risk for financial assets other than trade receivables and contract assets since initial recognition by comparing the risk of default on these financial assets as at the financial year end with the risk of default as at the date of initial recognition. The Group and the Company consider external credit rating, historical experience on similar assets and other supportive information to assess deterioration in credit quality of these financial assets.

(b) Trade receivables and contract assets

For trade receivables and contract assets, the Group and the Company measure impairment loss based on lifetime ECL at each reporting date until the financial assets are derecognised.

3.14 Financial liabilities

(i) Initial recognition and subsequent measurement

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability. All financial liabilities are measured initially at fair value plus directly attributable costs, except in the case of financial liabilities at FVTPL.

Financial liabilities are recognised in the statement of financial position when, and only when, the Group or the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at FVTPL or other financial liabilities.

(a) Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL.

Financial liabilities held for trading include derivatives entered into by the Group or the Company that do not meet the hedge accounting criteria. Derivative liabilities are initially measured at fair value and subsequently stated at fair value, with any resultant gains or losses recognised in profit or loss. Net gains or losses on derivatives include exchange differences.

The Group and the Company do not have any financial liabilities at FVTPL in the current and previous financial year.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.14 Financial liabilities (cont'd)

(i) Initial recognition and subsequent measurement (cont'd)

(b) Financial liabilities at amortised cost

Financial liabilities at amortised cost include payables, borrowings and lease liabilities.

These financial liabilities are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Financial liabilities are classified as current liabilities unless the Group or the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

(ii) Derecognition

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amount is recognised in profit or loss.

3.15 Share-based payments

The cost of equity-settled share-based payment is determined by the fair value at the date when the grant is made using an appropriate valuation model. Details regarding the determination of the fair value of equity-settled share-based payments are set out in Note 20(ii) to the financial statements.

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

Equity-settled share-based payments with parties other than employees are measured at the fair value of the goods and services received, except where that fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments granted at the date the Group and Company obtain the goods or the counterparty renders the service.

3.16 Provisions

Provisions are recognised when the Group or the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.16 Provisions (cont'd)

A provision for defects liabilities is recognised when customer issues initial acceptance certificate after completion of engineering, procurement, construction and commissioning ("EPCC") of solar energy solution contract. Initial recognition is made based on estimation of material, machines, contractors and labour consumption during the defects liability period. Provision is made by estimating costs to be incurred for each type of repair pertinent to scope of work for the large scale solar photovoltaic plant ("LSSPV") contract. Larger LSSPV contracts are expected to incur higher costs for the same type of repair due to its size. The Group has also considered its past experience in rectifying defects for clients in the commercial/industrial and residential segments for certain types of repair common to solar photovoltaic ("PV") installation, adjusting them to the scale required for LSSPV projects. This initial estimate is revised annually when there is a change in expectations and assumptions used.

The provision for defects liability is reversed as and when expenses are incurred to perform defects rectification, and entirely at the end of defects liability period. Any under-provision will be charged to profit or loss during the financial year.

3.17 Leases

(i) As lessee

The Group and the Company recognise a right-of-use asset and a lease liability at the commencement date of the contract for all leases excluding short-term leases or leases for which the underlying asset is of low value, conveying the right to control the use of an identified asset for a period of time.

The right-of-use assets are initially recorded at cost, which comprise:

- the amount of the initial measurement of the lease liability;
- any lease payments made at or before the commencement date of the lease, less any lease incentives received;
- any initial direct costs incurred by the Group and the Company; and
- an estimate of costs to be incurred by the Group and the Company in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the lessor.

Subsequent to the initial recognition, the right-of-use assets are measured at cost less any accumulated depreciation and accumulated impairment losses, and adjusted for any remeasurement of the lease liability.

Depreciation is computed on a straight-line basis over the estimated useful lives of the right-of-use assets or lease term whichever is shorter. If the lease transfers ownership of the underlying asset to the Group and the Company by the end of the lease term or if the cost of the right-of-use asset reflects that the Group and the Company will exercise a purchase option, the Group and the Company depreciate the right-of-use asset from the commencement date to the end of the useful life of the underlying asset. Otherwise, the Group and the Company depreciate the right-of-use asset from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease. If rate cannot be readily determined, the Group's incremental borrowing rate is used. Subsequent to the initial recognition, the Group and the Company measure the lease liability by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect lease payments made, and remeasuring the carrying amount to reflect any reassessment or lease modifications.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.17 Leases (cont'd)

(ii) As lessor

Leases where the Group and the Company retain substantially all the risks and rewards of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

3.18 Revenue and other operating income

(i) Revenue from contracts with customers

The Group recognises revenue from contracts with the customers based on the five-step model as set out in MFRS 15:

(i) Identify contract(s) with a customer. A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria that must be met.

(ii) Identify performance obligations in the contract. A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

(iii) Determine the transaction price. The transaction price is the amount of consideration to which the Group expect to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

(iv) Allocate the transaction price to the performance obligations in the contract. For a contract that has more than one performance obligation, the Group allocate the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Group expect to be entitled in exchange for satisfying each performance obligation.

(v) Recognise revenue when (or as) the Group satisfies a performance obligation.

The Group satisfies a performance obligation and recognises revenue over time if the Group's performance:

(i) Does not create an asset with an alternative use to the Group and has an enforceable right to payment for performance completed to date; or

(ii) Creates or enhances an asset that the customer controls as the asset is created or enhanced; or

(iii) Provides benefits that the customer simultaneously receives and consumes as the Group performs.

For performance obligations where any one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

When the Group satisfies a performance obligation by delivering the promised goods or services, it creates a contract-based asset on the amount of consideration earned by the performance. Where the amount of consideration received from a customer exceeds the amount of revenue recognised, this gives rise to a contract liability.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.18 Revenue and other operating income (cont'd)

(i) Revenue from contracts with customers (cont'd)

Revenue is measured based on the consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognised when the Group satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

(a) EPCC of solar energy solution

The Group provides turnkey EPCC services in solar energy solution to customers in three categories: residential, commercial and industrial (roof-top projects) and large scale solar energy producers. Its end-to-end solution covers the initial feasibility to in-depth system designs and installations, project commissioning to project handover that caters to all types of solar PV projects.

EPCC contracts involve multiple deliverables, such as solar system design, supply of solar energy equipment, installation of solar energy system and testing of newly installed solar energy system. Depending on type of contract, the management applied judgement on assessing the performance obligations in contract with customers and identify whether the promised good or services are accounted for as distinct or single performance obligations.

For EPCC projects, the Group transfers control of goods and services over time and, therefore satisfies a performance obligation and recognises revenue over time. The Group is restricted contractually from directing the solar energy system under construction for another use as they are being developed and has an enforceable right to payment for performance completed to date. Therefore, revenue is recognised over time, based on the costs incurred to date as a proportion of the estimated total costs to be incurred. Transaction price is computed based on the price specified in the contract and adjusted for any variable consideration such as incentives, penalties and liquidated ascertained damages. Past experience is used to estimate the variable consideration, using most likely method and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur.

Progress billings to the customer are based on a payment schedule in the contract and are typically triggered upon achievement of specified construction milestones. A contract asset is recognised when the Group has performed under the contract but has not billed the customer. Conversely, a contract liability is recognised when the Group has not performed under the contract but have billed or received advance payments from the customer. Contract assets are transferred to receivables when the rights to consideration become unconditional. Contract liabilities are recognised as revenue as the Group performs under the contract.

When the outcome of a contract cannot be reasonably measured but the Group expects to recover the costs incurred in satisfying the performance obligation, revenue is recognised only to the extent of contract costs incurred until such time that the Group can reasonably measure the outcome of the performance obligation. Contract costs are recognised as expenses in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue on a contract, the expected loss is recognised as an expense immediately, with a corresponding provision for an onerous contract.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.18 Revenue and other operating income (cont'd)

(i) Revenue from contracts with customers (cont'd)

(b) Operation and maintenance ("O&M") of solar energy system

Within its activities of EPCC (turnkey) of solar energy system, the Group provides warranty of between 2 and 5 years to customers in the residential and commercial and industrial segments for workmanship defects, performance monitoring and on-site support and repair services (collectively referred to as O&M) to ensure optimal operation of solar energy system installation. Customers may renew the O&M services after expiry of the warranty provided by the Group.

The O&M is a distinct service to the customer in addition to the assurance that the product complies with agreed-upon specifications. Under MFRS 15, the Group accounts for a service-type warranty as a separate performance obligation to which the Group allocates a portion of the transaction price. The portion of the consideration allocated to the service-type warranty is initially recorded as a contract liability and recognised as revenue over the period the warranty services are provided.

In addition to O&M services included within EPCC contracts, the Group also provides O&M services on ad hoc basis to existing and new customers.

Obligation to repair or replace equipment and parts are standard warranty provided by the equipment and parts manufacturer for a period between 5 and 25 years.

(c) Sale of electricity through solar energy generation

The Group sells electricity generated through its self-owned solar plant and systems to electric utility company and other third parties. Revenue is recognised upon supply of electricity by kilowatt-hour to the customers.

(d) Sale of renewable energy certificate

Revenue from sales of renewable energy certificate is recognised when control of the certificate have been transferred to the buyer.

(ii) Rental income

Revenue from rental of investment properties and property, plant and equipment is recognised on accrual basis.

(iii) Interest income

Interest income from financing provided to trade receivables is recognised using the effective interest method. When a receivable is impaired (for the time value of money effect when outstanding balances are converted into installment plan), the Group and the Company reduce the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continue unwinding the discount as interest income. Interest income on impaired loans is recognised using the original effective interest rate.

For fixed deposits with financial institutions, interest income is recognised on a time proportion basis, taking into account the principal outstanding and the effective rate over the period to maturity, when it is determined that such income will accrue to the Group or the Company.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.19 Employee benefits

(i) Short-term benefits

Short-term employment benefits, such as wages, salaries and social security contributions, are recognised as an expense in the financial year in which the associated services are rendered by employees of the Group and of the Company.

Short-term accumulating compensated absences, such as paid annual leave, are recognised when the employees render services that increase their entitlement to future compensated absences.

Non-accumulating compensated absences, such as sick leave, are recognised when the absences occur.

The expected cost of accumulating compensated absences is measured as the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the reporting date.

Profit-sharing and bonus plans are recognised when the Group and the Company have a present legal or constructive obligation to make payments as a result of past events and a reliable estimate of the obligation can be made. A present obligation exists when, and only when the Group and the Company have no realistic alternative but to make the payments.

(ii) Defined contribution plans

Defined contributions plans are post-employment benefits plans under which the Group and the Company pay fixed contributions into separate entities or funds and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial year. Such contributions are recognised as an expense in the profit or loss as incurred. As required by law, companies in Malaysia make such contributions to the Employees Provident Fund (EPF).

3.20 Borrowing costs

Borrowing costs are capitalised as part of the cost of a qualifying asset if they are directly attributable to the acquisition, construction or production of that asset. Capitalisation of borrowing costs commences when the activities to prepare the asset for its intended use or sale are in progress and the expenditures and borrowing costs are incurred. Capitalisation of borrowing costs is suspended or ceases when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are interrupted or completed.

All other borrowing costs are recognised in profit or loss in the period they are incurred. Borrowing costs consist of interest and other costs that the Group and the Company incurred in connection with the borrowing of funds.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.21 Taxes

(i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Current taxes is recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

(ii) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all temporary differences, except:

(a) where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination where, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

(b) in respect of taxable temporary differences associated with investment in subsidiaries, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised except:

(a) where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination where, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

(b) in respect of deductible temporary differences associated with investment in subsidiaries, associates and interest in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which that temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the years when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.21 Taxes (cont'd)

(ii) Deferred tax (cont'd)

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

(iii) Sales and Service Tax ("SST")

Revenue, expenses and assets are recognised net of SST except:

- where the SST is incurred in a purchase of asset or service, the SST is recognised as part of the cost of acquisition of asset or as part of the expense item as applicable; and
- receivables and payables that are SST inclusive.

3.22 Share capital

An equity instrument is any contract that evidences a residual interest in the assets of the Group and of the Company after deducting all of their liabilities. Ordinary shares are equity instruments.

(i) Ordinary shares

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

(ii) Preference share capital

Preference share capital is classified as equity if it is non-redeemable, or is redeemable but only at the Company's option, and any dividends are discretionary. Dividends thereon are recognised as distributions within equity.

Preference share capital is classified as financial liability if it is redeemable on a specific date or at the option of the equity holders, or if dividend payments are not discretionary. Dividends thereon are recognised as interest expense in profit or loss as accrued.

(iii) Share issue expenses

Costs directly attributable to the issue of instruments classified as equity are recognised as a deduction from equity.

(iv) Warrants

Warrants are classified as equity instrument and the value is allocated based on the closing price of the first trading day, if the warrant is listed, or estimated using option pricing models, if the warrant is not listed, and recognised in the warrants reserve.

The issuance of ordinary shares upon exercise of the warrants is treated as new subscription of ordinary shares for consideration equivalent to the exercise price of the warrants.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.23 Fair value measurement

Fair value of an asset or a liability, except for share-based payment and lease transactions, is determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market or in the absence of a principal market, in the most advantageous market.

For non-financial asset, the fair value measurement takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

When measuring the fair value of an asset or a liability, the Group and the Company use observable market data as far as possible. Fair values are categorised into different level in a fair value hierarchy based on the input used in the valuation technique as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2: inputs other than quoted prices included within 1 level that are observable for the asset or liability, either directly or indirectly.

Level 3: unobservable inputs for the asset or liability.

The Group and the Company recognise transfer between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfers.

3.24 Contract assets and contract liabilities

Contract assets are the right to consideration for goods or services transferred to the customers. In the case of EPCC contracts, contract assets are the excess of cumulative revenue earned over the billings to date. When there is objective evidence of impairment, the amount of impairment losses is determined by comparing the contract asset's carrying amount and the present value of estimated future cash flows to be generated by the contract asset.

Contract liabilities are the obligation to transfer goods or services to customer for which the Group have received the consideration or have billed the customer. In the case of EPCC, contract liabilities are the excess of the billings to date over the cumulative revenue earned. Contract liabilities also include outstanding operations and maintenance services to be rendered over several financial years.

3.25 Earnings per share ("EPS")

The Group presents basic and diluted earnings per share data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the financial period/years, adjusted for own shares held, if any.

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3. Material accounting policy information (cont'd)

3.26 Operating segment

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. Operating segment results are reviewed regularly by the chief operating decision maker, to make decision about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

4. Significant accounting estimates and judgements

In the application of the accounting policies of the Group and the Company, the Management is required to make judgements, estimates and assumptions for reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the end of the reporting period, and reported amount of income and expenses during the financial year. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(i) Areas with most significant uses of estimates and judgements

(a) Classification of non-current bank borrowings

Term loan agreements entered into by the Group include repayment on demand clauses at the discretion of financial institutions. The Group is of the view that in the absence of a default being committed by the Group, these financial institutions are not entitled to exercise their right to demand for repayment. Accordingly, the carrying amount of the term loans have been classified between current and non-current liabilities based on their repayment period.

(b) Depreciation of property, plant and equipment

The cost of property, plant and equipment is depreciated on the straight-line basis over the asset's useful lives. Management estimates the useful lives of these assets based on expected usage level and current conditions of the assets with proper maintenance schedule, therefore future depreciation charges could be revised.

(c) Taxes

Liability for taxation is recognised based on estimates of whether additional taxes will be payable. The estimation process includes seeking advice of whether additional taxes will be payable. When the final outcome of the tax payable is determined with the tax authority, the amount might be different from the initial estimate of the tax payable. Such difference may impact the income tax in the period when such determination is made. The Group and the Company will adjust for the differences as over-or under-provision of income tax in the period in which those differences arise.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

4. Significant accounting estimates and judgements (cont'd)

(i) Areas with most significant uses of judgement and estimates (cont'd)

(c) Taxes (cont'd)

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances and other deductible temporary differences to the extent that it is probable that taxable profit will be available against which the unused tax losses, unabsorbed capital allowances and other deductible temporary differences can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The carrying value of recognised and unrecognised deferred tax assets are disclosed in Note 10 to the financial statements.

(d) Impairment of financial assets

The Group recognised impairment losses for trade and other receivables using the ECL model based on assumptions about risk of default and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

(e) Measurement of revenue

Revenue is recognised when or as the control of the asset is transferred to customers and, depending on the terms of the contract, control of the asset may transfer over time or at a point in time.

- **EPCC (turnkey) for solar energy solution**

  For EPCC contracts where the Group satisfies its performance obligations over time, management has determined that a cost-based input method provides a faithful depiction of the Group's performance in transferring control of the solar energy system to the customers, as it reflects the Group's efforts incurred to date relative to the total inputs expected to be incurred for the contracts. The measure of progress is based on the costs incurred to date as a proportion of total costs expected to be incurred up to the completion of the EPCC contracts. The estimated total construction and other related costs to be incurred up to the completion of EPCC contracts are based on contracted amounts and past experience and knowledge of the management to make estimates of the amounts to be incurred.

- **O&M of solar energy solution**

  For EPCC contracts that also include warranty and maintenance services subsequent to commissioning, there is an additional performance obligation on top of EPCC work. For these contracts, the Group has to allocate transaction price to each performance obligation on a relative stand-alone selling price basis. The Group allocates the transaction price to service warranty by estimating its standalone selling price applying the expected cost plus a margin approach. Under this approach, the Group forecasts its expected costs of satisfying a performance obligation and then add an appropriate margin to the service.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

4. Significant accounting estimates and judgements (cont'd)

(i) Areas with most significant uses of judgement and estimates (cont'd)

(e) Measurement of revenue (cont'd)

- **Determination of transaction prices**

  The Group is required to determine the transaction price in respect of each of its contracts with customers. In making such judgement the Group assesses the impact of any variable consideration in the contract, due to discounts or penalties, the existence of any significant financing component and any non-cash consideration in the contract.

(f) Measurement of right-of-use assets and lease liabilities

The right-of-use assets are depreciated on the straight-line basis over the assets useful lives or lease term, whichever is earlier. Management estimates the useful lives of these assets based on expected usage level and current conditions of the assets with proper maintenance schedule, therefore future depreciation charges could be revised.

The lease term has been determined based on the non-cancellable period of lease in term and conditions of the arrangements together with both:

(i) periods covered by an option to extend the leases; and
(ii) periods covered by an option to terminate the lease.

In determining whether it is reasonably certain that an option to extend the lease or not to exercise an option to terminate the lease will be exercised, management has considered all relevant factors and circumstances that have created the economic incentives to exercise such option when exercising its judgement in the assessment.

In determining the incremental borrowing rate, the Group first determine the closest borrowing rate before using significant judgement to determine the adjustments required to reflect the term, security, value of economic environmental of the respective leases.

(g) Share-based payments

The Company grants share options to directors and employees who have met the specified conditions. The share options granted are measured at fair value at grant date using a binomial option pricing model. The key assumptions or inputs used in the binomial option pricing model include: (a) the current price, (b) the exercise price, (c) the risk-free rate, (d) the volatility of the share price (e) the dividend yield and (f) the time period to maturity, and with an adjustment for an early exercise of option based on the Group's and the Company's past experience with earlier exercises. As the volatility of the share price is estimated based on past price movements, the actual volatility may not coincide with the estimates made. Similarly, the actual early exercise of options granted may not coincide with the estimates made. These differences may affect the fair value measurement of the options granted but they are not adjusted retrospectively because the equity component of the options granted is not remeasured to fair value subsequent to their initial recognition.

The carrying amount of share option reserve and assumptions and models used for estimating fair value for share-based payment transactions are disclosed in Note 20(ii) to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment

Group

2024	At 01.04.2023 RM'000	Additions RM'000	Disposals/ Reversal RM'000	Impairment RM'000	Transfer (to)/from RM'000	At 31.03.2024 RM'000
Cost						
Backup inverters	794	-	-	-	-	794
Building	5,042	201	-	-	-	5,243
Computers	997	182	-	-	-	1,179
Containers	550	26	-	-	-	576
Electrical and installation	393	-	-	-	-	393
Electrical vehicle charger	11	28	-	-	-	39
Freehold buildings	832	-	-	-	-	832
Freehold land	357	-	-	-	-	357
Furniture and fittings	1,210	30	-	-	-	1,240
Leased land	15,173	-	-	-	-	15,173
Machineries	2,010	-	-	-	-	2,010
Motor vehicles	5,629	1,175	-	-	-	6,804
Office equipment	1,334	200	-	-	-	1,534
Renovation	2,289	8	-	-	-	2,297
Signboard	73	32	-	-	-	105
Solar assets	3,516	1,121	-	-	-	4,637
Solar farms	4,987	14,653	-	-	164,359	183,999
Tools and equipment	979	339	-	-	353	1,671
Solar farms under construction	136,826	27,572	-	-	(164,359)	39
Solar assets under construction	181	8,926	-	-	(353)	8,754
	183,183	54,493	-	-	-	237,676

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

Group

2024	At 01.04.2023 RM'000	Charge for the year RM'000	Disposals/ Reversal RM'000	Transfer (to)/from RM'000	At 31.03.2024 RM'000
Accumulated depreciation					
Backup inverters	333	79	-	-	412
Building	1,921	934	-	-	2,855
Computers	647	116	-	-	763
Containers	293	55	-	-	348
Electrical and installation	132	39	-	-	171
Electrical vehicle charger	*	1	-	-	1
Freehold buildings	141	17	-	-	158
Freehold land	-	-	-	-	-
Furniture and fittings	412	116	-	-	528
Leased land	1,084	563	-	-	1,647
Machineries	1,975	35	-	-	2,010
Motor vehicles	3,804	1,058	-	-	4,862
Office equipment	413	127	-	-	540
Renovation	1,089	276	-	-	1,365
Signboard	41	9	-	-	50
Solar assets	136	310	-	-	446
Solar farms	1,796	3,471	-	-	5,267
Tools and equipment	410	149	-	-	559
Solar farms under construction	-	-	-	-	-
Solar assets under construction	-	-	-	-	-
	14,627	7,355	-	-	21,982
Accumulated impairment					
Solar assets under construction	(220)	-	-	-	(220)

* Represents amount less than RM1,000.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

Group

2023	At 01.04.2022 RM'000	Additions RM'000	Disposals/ Reversal RM'000	Impairment RM'000	Transfer (to)/from RM'000	At 31.03.2023 RM'000
Cost						
Backup inverters	654	140	-	-	-	794
Building	5,095	251	(304)	-	-	5,042
Computers	734	263	-	-	-	997
Containers	550	-	-	-	-	550
Electrical and installation	392	1	-	-	-	393
Electrical vehicle charger	-	11	-	-	-	11
Freehold buildings	1,966	-	-	-	(1,134)	832
Freehold land	843	-	-	-	(486)	357
Furniture and fittings	1,194	16	-	-	-	1,210
Leased land	5,513	9,660	-	-	-	15,173
Machineries	2,010	-	-	-	-	2,010
Motor vehicles	4,869	1,034	(274)	-	-	5,629
Office equipment	1,331	3	-	-	-	1,334
Renovation	2,277	12	-	-	-	2,289
Signboard	73	-	-	-	-	73
Solar assets	837	15	-	-	2,664	3,516
Solar farm	4,987	-	-	-	-	4,987
Tools and equipment	932	47	-	-	-	979
Solar farms under construction	2,107	134,719	-	-	-	136,826
Solar assets under construction	1,306	1,759	-	(220)	(2,664)	181
	37,670	147,931	(578)	(220)	(1,620)	183,183

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

Group

2023	At 01.04.2022 RM'000	Charge for the year RM'000	Disposals/ Reversal RM'000	Transfer (to)/from RM'000	At 31.03.2023 RM'000
Accumulated depreciation					
Backup inverters	261	72	-	-	333
Building	1,346	801	(226)	-	1,921
Computers	505	142	-	-	647
Containers	238	55	-	-	293
Electrical and installation	93	39	-	-	132
Electrical vehicle charger	-	*	-	-	*
Freehold buildings	280	39	-	(178)	141
Freehold land	-	-	-	-	-
Furniture and fittings	293	119	-	-	412
Leased land	523	561	-	-	1,084
Machineries	1,676	299	-	-	1,975
Motor vehicles	2,903	1,174	(273)	-	3,804
Office equipment	281	132	-	-	413
Renovation	808	281	-	-	1,089
Signboard	34	7	-	-	41
Solar assets	47	89	-	-	136
Solar farm	1,597	199	-	-	1,796
Tools and equipment	313	97	-	-	410
Solar farms under construction	-	-	-	-	-
Solar assets under construction	-	-	-	-	-
	11,198	4,106	(499)	(178)	14,627

* Represents amount less than RM1,000.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

Group

	As at 31.03.2024 RM'000	As at 31.03.2023 RM'000
Net carrying amounts		
Backup inverters	382	461
Building	2,388	3,121
Computers	416	350
Containers	228	257
Electrical and installation	222	261
Electrical vehicle charger	38	11
Freehold buildings	674	691
Freehold land	357	357
Furniture and fittings	712	798
Leased land	13,526	14,089
Machineries	-	35
Motor vehicles	1,942	1,825
Office equipment	994	921
Renovation	932	1,200
Signboard	55	32
Solar assets	4,191	3,380
Solar farms	178,732	3,191
Tools and equipment	1,112	569
Solar farms under construction	39	136,826
Solar assets under construction	8,754	181
	215,694	168,556

(a) Right-of-use assets

The right-of-use assets represent operating lease agreements entered into by the Group for the use of land, office and staff hostel. The leases are mainly for an initial lease of one (1) to twenty-five (25) years.

The Group also has leased computers and motor vehicles with lease term of one (1) to five (5) years.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

(a) Right-of-use assets (cont'd)

Additional information on the right-of-use assets is as follows:-

	Leased land RM'000	Building RM'000	Computer RM'000	Motor vehicle RM'000	Total RM'000
Cost					
At 1 April 2022	5,513	5,095	133	3,300	14,041
Additions	9,660	251	-	1,035	10,946
Reclassified to property plant and equipment	-	-	-	(602)	(602)
Reversal	-	(304)	-	-	(304)
At 31 March 2023/ 1 April 2023	15,173	5,042	133	3,733	24,081
Additions	-	201	-	1,024	1,225
Reclassified to property plant and equipment	-	-	(133)	(1,666)	(1,799)
At 31 March 2024	15,173	5,243	-	3,091	23,507
Accumulated depreciation					
At 1 April 2022	523	1,346	97	1,591	3,557
Depreciation charge	561	801	35	1,052	2,449
Reclassified to property plant and equipment	-	-	-	(544)	(544)
Reversal	-	(226)	-	-	(226)
At 31 March 2023/ 1 April 2023	1,084	1,921	132	2,099	5,236
Depreciation charge	563	934	-	828	2,325
Reclassified to property plant and equipment	-	-	(132)	(1,503)	(1,635)
At 31 March 2024	1,647	2,855	-	1,424	5,926
Net carrying amounts					
At 31 March 2024	13,526	2,388	-	1,667	17,581
At 31 March 2023	14,089	3,121	1	1,634	18,845

The above right-of-use assets have been included in property, plant and equipment.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

5. Property, plant and equipment (cont'd)

(b) The carrying amount of property, plant and equipment of the Group pledged to secure banking facilities as disclosed in Note 21 to the financial statements, is as follows:

	Group	
	2024	**2023**
	RM'000	**RM'000**
Freehold buildings	674	691
Freehold land	357	357
Solar farms	178,732	3,191
	179,763	4,239

6. Investment properties

Group	**Freehold buildings RM'000**	**Freehold land RM'000**	**Total RM'000**
Cost			
At 1 April 2022/31 March 2023/1 April 2023/ 31 March 2024	2,221	535	2,756
Accumulated depreciation			
At 1 April 2022	325	-	325
Depreciation charge for the year	44	-	44
At 31 March 2023/1 April 2023	369	-	369
Depreciation charge for the year	44	-	44
At 31 March 2024	413	-	413
Net carrying amounts			
At 31 March 2024	1,808	535	2,343
At 31 March 2023	1,852	535	2,387

At reporting date, the investment properties are commercial properties leased to third parties. The third-party lease was for a non-cancellable period of 1 to 3 (2023: 2 to 3) years, with future minimum lease payments. No contingent rents were charged.

The investment properties of the Group are pledged to secure banking facilities, as disclosed in Note 21 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. Investment properties (cont'd)

The following are recognised in profit or loss in respect of investment properties:

	Group	
	2024 RM'000	2023 RM'000
Rental income from external parties	144	144

The amount of operating expenses arising from investment properties are immaterial.

Fair value of investment properties are as follows:

	Group	
	Level 3 2024 RM'000	Level 3 2023 RM'000
Freehold land and buildings	2,363	2,592

The fair value represents the amounts at which the properties could be exchanged on an open market basis between a knowledgeable willing buyer and a knowledgeable willing seller in an arm's length transaction at the reporting date. The fair value of the investment properties as at 31 March 2024 were estimated by the Directors of the subsidiary.

The future minimum lease receivables under leases from external parties are as follows:

	Group	
	2024 RM'000	2023 RM'000
Not later than one year	69	69
More than one year to five years	168	-
	237	69

7. Investment in subsidiaries

	Company	
	2024 RM'000	2023 RM'000
Unquoted shares, at cost		
At 1 April	33,765	33,345
Additions	537	420
At 31 March	34,302	33,765
Equity contributions:		
Share options granted to employees of subsidiaries	3,814	836
	38,116	34,601

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

Details of the subsidiaries are as follows:

Name of company	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Direct subsidiaries				
Atlantic Blue Sdn. Bhd. ("Atlantic Blue")	Malaysia	100	100	Provision of EPCC for solar PV systems and investment in solar PV plant
Solarvest Asset Management Sdn. Bhd. ("Solarvest Asset Management")	Malaysia	100	100	Provision of solar leasing activities
Solarvest Borneo Sdn. Bhd. ("Solarvest Borneo")	Malaysia	100	100	Provision of EPCC for renewable energy project development of renewable energy construction and commissioning works
Solarvest EE Sdn. Bhd. ("Solarvest EE")	Malaysia	100	100	Dormant
Vestech Energy Sdn. Bhd. ("Vestech")	Malaysia	90	90	Provision of EPCC for solar PV systems
Powerbee Sdn. Bhd. ("Powerbee")	Malaysia	100	100	Develops and invests in electric vehicle ("EV") charging station and electric mobility projects and provide EPCC and operation and maintenance ("O&M") services for EV charging stations
Solarvest International Pte. Ltd. ("Solarvest International")(i)	Singapore	100	100	Provision of EPCC for solar PV systems
Solarvest Global Assets Pte. Ltd. ("Solarvest Global Assets")(i)	Singapore	100	-	Investment holding company

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

Details of the subsidiaries are as follows: (cont'd)

Name of company	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Subsidiaries of Atlantic Blue				
Solarvest Energy Sdn. Bhd. ("Solarvest Energy")	Malaysia	100	100	Provision of EPCC for solar PV systems
Powertrack Sdn. Bhd. ("Powertrack")	Malaysia	100	100	Provision of design, testing and commissioning, and O&M of solar PV system
Serimas Energy (Manjung) Sdn. Bhd. ("Serimas Energy (Manjung)")	Malaysia	100	100	Provision of EPCC for solar PV systems and investment in solar plant
Sinarmas Energy (Api-Api) Sdn. Bhd. ("Sinarmas Energy (Api-Api)")	Malaysia	100	100	Provision of EPCC for solar PV systems and investment in solar plant
Suriamas Energy (Maritime) Sdn. Bhd. ("Suriamas Energy (Maritime)")	Malaysia	100	100	Provision of EPCC for solar PV systems and investment in solar plant
Jiwa Solar Sdn. Bhd. ("Jiwa Solar")	Malaysia	100	100	Dormant
Atlantic Blue CGPP Sdn. Bhd. ("Atlantic Blue CGPP")(iii)	Malaysia	100	-	Dormant
Setia Kawan Energy Sdn. Bhd. ("Setia Kawan")(iii)	Malaysia	70	-	Dormant
Edward Marcs Philippines and Atlantic Blue Inc. ("Edward Marcs")(i)	Philippines	55	-	Construction of power plants by using solar PV or other renewable technology

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

Details of the subsidiaries are as follows: (cont'd)

Name of company	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Subsidiaries of Solarvest Energy				
Solarvest Energy (SR) Sdn. Bhd. ("Solarvest SR")	Malaysia	70	70	Provision of EPCC for solar PV systems
Blazing Solar Sdn. Bhd. ("Blazing Solar")	Malaysia	100	100	Dormant
Subsidiaries of Solarvest Asset Management				
SLV MFZ Holdings Sdn. Bhd. ("SLV MFZ")	Malaysia	100	100	Dormant
RE Suria Impiana Sdn. Bhd. ("RE Suria")	Malaysia	100	100	Owning renewable energy assets with long term power purchase agreement
Gradient Solar Sdn. Bhd. ("Gradient")	Malaysia	100	100	Dormant
Solar Horizon Sdn. Bhd. ("Solar Horizon")	Malaysia	100	100	Dormant
Shining Star Energy Sdn. Bhd. ("Shining Star")	Malaysia	100	100	Dormant
Amazing Solar Sdn. Bhd. ("Amazing Solar")[(i)]	Malaysia	70	70	Developer and investor in renewable energy, provide EPCC for solar systems and investment holding company
Powerful Merger Sdn. Bhd. ("Powerful Merger")[(i)]	Malaysia	100	-	Operation of generation facilities that produce electric energy
CS Organic Farm Sdn. Bhd. ("CS Organic")[(i)]	Malaysia	100	-	Operation of generation facilities that produce electric energy
Pelita Energy Sdn. Bhd. ("Pelita Energy")[(i)]	Malaysia	100	-	Operation of generation facilities that produce electric energy
Distance Solar Energy Sdn. Bhd. ("Distance Solar")[(i)]	Malaysia	100	-	Operation of generation facilities that produce electric energy

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

Details of the subsidiaries are as follows: (cont'd)

Name of company	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Subsidiaries of Solarvest EE				
SLV ZI Sdn. Bhd. ("SLV ZI")	Malaysia	100	70	Dormant
Subsidiaries of Solarvest International				
Saxon Renewables Pte. Ltd. ("Saxon Renewables")(i)	Singapore	70	70	Project development for renewable energy systems and provision of environmental commodity solutions such as Renewable Energy Certificates and carbon credits
PT Lembaga Tenaga Indonesia ("PT Lembaga")(iii)	Indonesia	70	70	Dormant
Solarvest Corp. ("Solarvest Phillipines")(i)(iv)	Phillipines	99	-	Dormant
Solarvest Solutions (Vietnam) Co., Ltd ("Solarvest Solutions")(i)	Singapore	100	-	Dormant
Solarvest (Taiwan) Corporate Limited ("Solarvest Taiwan")(i)	Taiwan	100	-	Dormant
Subsidiaries of Solarvest Taiwan				
Huei Zhan Solar Energy Corporate Limited ("Huei Zhan")(i)(iii)	Taiwan	100	100	Dormant
Guo Zhan Solar Energy Corporate Limited ("Guo Zhan")(i)(iii)	Taiwan	100	100	Dormant
Solarvest Technology Corporate Limited ("Solarvest Technology")(i)(iii)	Taiwan	100	100	Dormant
Tailai Energy Co., Ltd. ("Tailai Energy")(i)(iii)	Taiwan	-	51	Dormant

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

Details of the subsidiaries are as follows: (cont'd)

Name of company	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Subsidiary of Saxon Renewables				
Saxon Renewables Energy Sdn. Bhd. ("Saxon SB")	Malaysia	100	-	Other management consultancy activities N.E.C, other service activities N.E.C. and real estate activities with owner leased property N.E.C.
Subsidiaries of Solarvest Global Assets				
SLV (Vietnam) Pte. Ltd. ("SLV (Vietnam)")(i)(iv)	Singapore	100	-	Dormant
Sunny Solar Pte. Ltd. ("Sunny Solar")(i)	Singapore	100	-	Dormant
Solar Assets (Thailand) Co., Ltd ("Solarvest Assets Thailand")(i)(iii)	Thailand	100	-	Dormant
SGA Renewables Pte Ltd ("SGA")(i)	Singapore	100	-	Dormant
Subsidiaries of SLV Vietnam				
Solarvest (Vietnam) Corporate Limited ("Solarvest Vietnam")(i)(iv)	Vietnam	100	-	Dormant

(i) Not audited by Ecovis Malaysia PLT.

(ii) Not required to be audited as of 31 March 2024 because it is newly incorporated. The unaudited financial statements of these subsidiaries were used by the Group in the consolidated financial statements.

(iii) Not required to be audited under laws of the country of incorporation as of 31 March 2024. The unaudited financial statements of these subsidiaries were used by the Group in the consolidated financial statements.

(iv) Movement arising from Group's internal reorganisation exercise during the financial year

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

<u>During the financial year</u>

<u>Movement in direct subsidiaries of the Company</u>

(i) Solarvest Borneo

On 14 June 2023 and 14 December 2023, the Company further subscribed for an additional 499,900 and 250,000 ordinary shares allotted by Solarvest Borneo for cash consideration of RM499,900 and RM250,000, respectively.

(ii) Solarvest Global Assets

On 28 July 2023, the Company incorporated a wholly-owned subsidiary, Solarvest Global Assets with a total issued and paid-up share capital of SGD 100 comprising 100 ordinary shares.

<u>Movement in subsidiaries held through Atlantic Blue</u>

(i) Edward Marcs

On 25 April 2023, the Company incorporated a 55% owned subsidiary, Edward Marcs with a total issued and paid-up share capital of PHP8,249,998 comprising 8,249,998 ordinary shares.

(ii) Serimas Energy (Manjung)
(iii) Sinarmas Energy (Api-Api)
(iv) Suriamas Energy (Maritime)

On 3 November 2023, Atlantic Blue further subscribed for additional ordinary shares allotted by the above three (3) subsidiaries at an issue price of RM1 each, by way of capitalisation of the amount owing to Atlantic Blue. Details of the allotment and capitalisation are as below:-

	No. of shares alloted (Units'000)	Amount of capitalisation (RM'000)
Serimas Energy (Manjung)	1,100	1,100
Sinarmas Energy (Api-Api)	1,200	1,200
Suriama Energy (Maritime)	2,200	2,200

(v) Atlantic Blue CGPP

On 8 December 2023, the Company incorporated a wholly-owned subsidiary, Atlantic Blue CGPP with a total issued and paid-up share capital of RM100 comprising 100 ordinary shares.

(vi) Setia Kawan

On 24 January 2024, the Company incorporated a 70% owned subsidiary, Setia Kawan with a total issued and paid-up share capital of RM70 comprising 70 ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

During the financial year (cont'd)

Movement in subsidiaries held through Solarvest Asset Management

(i) Amazing Solar

The Company completed the acquisition of 100% of the equity interest of Amazing Solar for a total consideration of RM1 satisfied by cash on 1 January 2023.

(ii) Pelita Energy

The Company completed the acquisition of 100% of the equity interest of Pelita Energy for a total consideration of RM900,000 satisfied by cash on 4 May 2023.

(iii) Powerful Merger

The Company completed the acquisition of 100% of the equity interest of Powerful Merger for a total consideration of RM864,000 satisfied by cash on 9 November 2023.

(iv) CS Organic

The Company completed the acquisition of 100% of the equity interest of CS Organic for a total consideration of RM289,500 satisfied by cash on 11 December 2023.

(v) Distance Solar

The Company completed the acquisition of 100% of the equity interest of Distance Solar for a total consideration of RM850,000 satisfied by cash on 12 January 2024.

Movement in subsidiaries held through Solarvest EE

SLV ZI

On 8 March 2024, the Company acquired an additional 30% interest in SLV ZI, increasing its ownership from 70% to 100%. The Group recognised a decrease in non-controlling interests of RM2,215 and an increase in retained earnings of RM4,760.

Movement in subsidiaries held through Solarvest Taiwan

Tailai Energy

On 23 October 2023 and 21 November 2023, Solarvest Taiwan has entered into Sales and Purchase Agreement to dispose 875,000 and 910,000 shares in Tailai Energy for total consideration of RM1,361,725 and RM1,419,014 respectively. The disposal was completed on 30 November 2023.

Movement in subsidiary held through Saxon Renewables

Saxon SB

The Company completed the acquisition of 100% of the equity interest of Saxon SB for a total consideration of RM1 satisfied by cash on 25 August 2023.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Investment in subsidiaries (cont'd)

During the financial year (cont'd)

Movement in subsidiary held through Solarvest Global Assets

Sunny Solar

On 9 October 2023, the Company incorporated a 100% owned subsidiary, Sunny Solar with a total issued and paid-up share capital of SGD100 comprising 100 ordinary shares.

Non-controlling interests

Summarised financial information of non-controlling interests have not been presented as the non-controlling interests of the subsidiaries are not individually material to the Group.

8. Investment in associates

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Unquoted shares, at cost				
At 1 April	624	579	-	-
Acquisition of associates				
- in Malaysia	400	-	400	-
At 31 March	1,024	579	400	-
Share of post-acquisition reserve	(36)	45	(151)	-
	988	624	249	-

Details of the associates are as follows:-

Name of associate	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Held through the Company				
I Ruma Solutions Sdn. Bhd. ("I Ruma")[(i)]	Malaysia	40	-	Creating software solutions specifically for property management companies, property owners, or real estate professionals and oversighting the day-to-day operations of managing a property or properties by way of property management software

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

8. Investment in associates (cont'd)

Details of the associates are as follows: - (cont'd)

Name of associate	Country of incorporation	Effective interest 2024 %	Effective interest 2023 %	Principal activities
Held through Solarvest Taiwan				
Xu Guang Corporate Limited ("Xu Guang")(i)(ii)	Taiwan	49	49	Provision of engineering services and wholesale of electrical appliances
Held through Blazing Solar				
Selarong Pertama Energy Sdn. Bhd. ("Selarong Pertama")(i)(ii)(iii)	Malaysia	30	-	Provision of EPCC for solar PV systems

(i) Not audited by Ecovis Malaysia PLT

(ii) Not required to be audited as of 31 March 2024 because it is newly incorporated. The unaudited financial statements of these associates were used by the Group in the consolidated financial statements.

(iii) The management are in the opinion that the financial results of the associate from date of acquisition to 31 March 2024 is not significant. Therefore, the Group did not account for its share of results in the associates for this financial period.

(a) Movement in associate held through the Company

On 11 July 2023, the Company acquired 40,000 ordinary shares representing 40% of total paid-up share capital of I Ruma for a total cash consideration of RM400,000.

(b) Movement in associate held through Blazing Solar

On 30 January 2024, the Company acquired 30 ordinary shares representing 30% of total paid-up share capital of Selarong Pertama for a total cash consideration of RM30.

9. Other investments

	Group 2024 RM'000	Group 2023 RM'000
Unquoted investments in Malaysia, measured at fair value through other comprehensive income	1,046	*

*Represents amount less than RM1,000.

The fair value of unquoted investments is determined to be the Group's share of net assets of the respective investees.

The management are in the opinion that the share of results of investees from date of acquisition to 31 March 2024 is not significant. Therefore, the Group did not account for the fair value effect.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

10. Deferred tax assets and liabilities

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 tax authority.

	Group	
	2024	**2023**
	RM'000	**RM'000**
Deferred tax assets	1,671	1,138
Deferred tax liabilities	(103)	(1)
	1,568	1,137

	Group	
	2024	**2023**
	RM'000	**RM'000**
Deferred tax assets (before offsetting):		
Contract liabilities	2	211
Impairment loss on trade receivables	201	201
Provisions	892	369
Property, plant and equipment	738	522
	1,833	1,303
Offsetting	(162)	(165)
Deferred tax assets (after offsetting)	1,671	1,138
Deferred tax liabilities (before offsetting):		
Property, plant and equipment	265	166
Offsetting	(162)	(165)
Deferred tax liabilities (after offsetting)	103	1

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

10. Deferred tax assets and liabilities (cont'd)

The components and movement of the Group's deferred tax assets and liabilities are as follows:

	Note	Contract liabilities RM'000	Impairment loss on trade receivables RM'000	Provisions RM'000	Property,plant and equipment RM'000	Total RM'000
Group						
At 1 April 2022		170	43	100	470	783
Credited to profit and loss:						
- origination and reversal of temporary differences	32	40	158	261	(485)	(26)
- Underprovision in prior year	32	1	-	8	371	380
At 31 March 2023/1 April 2023		211	201	369	356	1,137
Acquisition of subsidiaries	32	-	-	-	103	103
Credited/(charged) to profit and loss:						
- origination and reversal of temporary differences	32	(209)	-	523	14	328
At 31 March 2024		2	201	892	473	1,568

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

11. Trade receivables

	Note	Group 2024 RM'000	Group 2023 RM'000
Non-current:			
Receivables from contracts with customers			
- external parties	(a)	1,779	1,456
Current:			
Receivables from contracts with customers			
- external parties	(a)	77,698	84,289
- related parties		-	31
Retention sum receivables			
- external parties		8,556	4,479
		86,254	88,799
Less: Impairment loss		(2,346)	(2,531)
		83,908	86,268
Total trade receivables		88,033	90,255
Less: Impairment loss		(2,346)	(2,531)
Trade receivables at amortised cost		85,687	87,724
At amortised cost:			
Receivable within one year		83,908	86,268
Receivable after one year		1,779	1,456
		85,687	87,724

The currency profile of the trade receivables are summarised below:

	Group 2024 RM'000	Group 2023 RM'000
Balance at 1 April	2,531	9
Net impairment losses during the financial year		
- lifetime ECL allowance	-	68
- specific allowance	1,326	2,454
Reversal	(1,511)	-
Bad debts written off	-	-
Balance at 31 March	2,346	2,531

Trade receivables are non-interest bearing (except trade receivables on deferred payment terms disclosed in Note 11 (a) and generally range from 30 to 90 days (2023: 30 to 90 days) of credit term.

Amount owing by related parties are unsecured, interest free, repayable on demand and are to be settled in cash. Also included in receivables from related parties are balances owing from companies controlled by certain Directors of the Company.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

11. Trade receivables (cont'd)

(a) Trade receivables on deferred payment and instalment terms

Analysis of trade receivables on deferred payment and instalment terms are as follows:

	Group	
	2024 RM'000	**2023 RM'000**
Nominal value		
At 1 April	1,754	2,064
Addition	4,197	882
Repayment	(783)	(1,192)
Written off	(249)	-
At 31 March	4,919	1,754
Discount		
At 1 April	193	3
Add: Addition	129	208
Less: Unwinding of discount (Note 29)	(50)	(11)
Less: Interest income	-	(7)
At 31 March	272	193
Carrying amount at end of the financial year	4,647	1,561

Trade receivables on deferred payment terms

The Group has arranged for past due receivables amounting to RM3,597,134 (2023: RM874,204) at reporting date to settle their balances under monthly instalment agreement with interest free rate (2023: 0% to 5%) and tenure of 24 months (2023: 12 and 60 months).

Trade receivables under instalment terms

Included in trade receivables is an amount of RM1,049,837 (2023: RM 686,890) under monthly instalment agreement with tenure of 5 to 7 years (2023: 7 years).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

11. Trade receivables (cont'd)

(b) Trade receivables that are impaired

The Group has trade receivables amounting RM2,346,264 (2023: RM2,531,171) which are impaired.

Receivables that are individually determined to be impaired at the end of the financial year relate to receivables that are in significant financial difficulties and have defaulted on payments or the Directors of the subsidiaries are of the opinion that it is not recoverable.

The Group applies the simplified approach whereby allowance for impairment loss is measured at lifetime ECL. The movement of the impairment loss on trade receivables of the Group is as follows:

	Lifetime ECL allowance RM'000	Specific allowance RM'000	Total RM'000
Group			
At 1 April 2022	5	4	9
Charge for the year (Note 31)	68	2,454	2,522
At 31 March 2023/1 April 2023	73	2,458	2,531
Charge for the year (Note 31)	-	1,315	1,315
Write off for the year	-	(1,500)	(1,500)
At 31 March 2024	73	2,273	2,346

12. Inventories

	Group 2024 RM'000	Group 2023 RM'000
Purchased materials	7,776	20,992
Solar assets under development	5,785	-
	13,561	20,992

Inventories recognised as cost of sales in the current financial year by the Group is RM221,068,751 (2023: RM202,429,624). Total provision for slow moving inventories recognised by the Group during the year amounted to RM17,429 (2023: RM19,789).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

13. Other receivables, deposits and prepayments

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Other receivables	3,265	1,969	258	194
Deposits	1,807	1,332	1	1
Prepayments	10,840	20,214	290	182
	15,912	23,515	549	377

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Total other receivables, deposits and prepayments	15,912	23,515	549	377
Less: GST receivable	(95)	(95)	-	-
Less: Prepayments	(10,840)	(20,214)	(290)	(182)
Total other receivables and deposits carried at amortised cost	4,977	3,206	259	195

The currency profile of the other receivables and deposits are summarised below:

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Ringgit Malaysia	2,682	3,065	259	195
Indonesian Rupiah	904	-	-	-
New Taiwan Dollar	116	205	-	-
Phillippine Peso	238	22	-	-
Singapore Dollar	159	-	-	-
United States Dollar	47	-	-	-
Vietnamese Dong	926	9	-	-
	5,072	3,301	259	195

14. Contract costs

	Group	
	2024 RM'000	2023 RM'000
Cost to fulfill a contract	372	313

The costs to fulfil a contract represent costs incurred that is used to fulfil the contract in future. The costs are to be amortised, consistent with the pattern of recognition of the associated revenue.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

15. Amount owing by subsidiaries

Amount owing by subsidiaries is unsecured, interest-free and repayable in demand in cash and cash equivalents.

16. Short term investments

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Money market funds, at fair value (Note (a))	29,064	12	6,274	12
Unquoted redeemable preference shares, at cost (Note (b))	9,500	-	-	-
	38,564	12	6,274	12

(a) This represents investment in money market fund and cash fund in Malaysia.

(b) On 26 January 2024, Atlantic Blue Sdn. Bhd. subscribed for 9,500,000 redeemable preferences shares ("RPS") at total consideration of RM9,500,000. The RPS entitled Atlantic Blue Sdn. Bhd. to dividend of 12% per annum. The RPS matures in 12 months.

17. Fixed deposits with financial institutions

Fixed deposits held by the Group amounting to RM33,201,174 (2023: RM31,166,590) are pledged to financial institutions for bank facilities granted to the Group as disclosed in Note 21 to the financial statements.

At reporting date, the weighted average interest rate of fixed deposits of the Group is 2.35% (2023: 2.02%) and tenure range from 1 to 12 (2023: 1 to 12) months.

18. Non-current asset held for sale

	Group	
	2024 RM'000	2023 RM'000
Freehold land and building	-	1,442

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

19. Share capital

	Group and the Company			
	2024		2023	
	No. of shares Units ('000)	Amount RM'000	No. of shares Units ('000)	Amount RM'000
Issued and fully paid up:				
Balance at 1 April	667,554	133,062	667,554	133,062
Conversion of warrants	4	4	-	-
Share options exercised	2,766	2,021	-	-
Transfer from share options	-	350	-	-
Balance at 31 March	670,324	135,437	667,554	133,062

During the financial year, the Company increased its issued and fully paid up ordinary shares from 667,553,928 to 670,324,018 pursuant to:

(i) Issuance of 3,750 new ordinary shares through the conversion of warrants at an issue price of RM1.00 per ordinary share; and

(ii) ESOS granted to eligible employees, details of which are disclosed in Note 20 to the financial statements.

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

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

20. Reserves

(i) Foreign currency translation reserve

The foreign currency translation reserve is used to record foreign currency exchange differences arising from the translation of the financial statements of foreign operations whose functional currencies are different from that of the presentation currency of the Group. It is also used to record the exchange differences arising from monetary items, which form part of the net investment of the Group in foreign operations, where the monetary item is denominated in either the functional currency of the reporting entity or the foreign operation.

(ii) ESOS reserves

At an extraordinary general meeting held on 28 September 2020, the Company's shareholders approved the establishment of an Employee Share Option Scheme ("ESOS") ("the Scheme") of not more than 15% of the issued share capital of the Company (excluding treasury shares), to eligible Executive Directors and employees of the Group.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

20. Reserves (cont'd)

(ii) ESOS reserves (cont'd)

The salient features of ESOS are as follows:

(i) The total number of shares to be offered under ESOS shall not exceed 15% of the issued and paid-up share capital of the Company at any point in time during the existence of the Scheme;

(ii) Only eligible Executive Directors and employees of the Company and of the Group will be eligible to participate in the Scheme;

(iii) The option price for each ordinary share shall be at a discount of not more than 10% of the 5-day weighted average market price of the shares, as quoted on Bursa Malaysia Securities Berhad ("Bursa") immediately preceding the date of offer; and

(iv) The options granted do not confer any dividend or other distribution declared to the shareholders as at a date which precedes the date of exercise of the option.

Movement of share options

The following table illustrates the number of, and movements in share options during the financial year:

			Number of share options				
	Exercise price RM	Date of offer	Balance as at beginning of the financial year Units ('000)	Grant Units ('000)	Exercised Units ('000)	Outstanding as at end of the financial year Units ('000)	Exercisable as at end of the financial year Units ('000)
2024							
First grant	0.58	13.07.2022	1,020	-	(252)	768	54
Second grant	0.66	08.09.2022	20,490	-	(1,440)	19,050	1,707
Third grant	0.86	28.02.2023	40,000	-	(1,074)	38,926	10,926
			61,510	-	(2,766)	58,744	12,687
2023							
First grant	0.58	13.07.2022	-	1,020	-	1,020	-
Second grant	0.66	08.09.2022	-	20,490	-	20,490	-
Third grant	0.86	28.02.2023	-	40,000	-	40,000	-
			-	61,510	-	61,510	-

The remaining contractual life and expiry date for these options are as follows:

	Group and Company		
	Tranche 1	**Tranche 2**	**Tranche 3**
Remaining contractual life	1.28 years	1.44 years	1.92 years
Exercise price	RM0.58	RM0.66	RM0.86
Granted date	13 July 2022	08 September 2022	28 February 2023
Expiry date	12 July 2025	07 September 2025	27 February 2026

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

20. Reserves (cont'd)

(ii) ESOS reserves (cont'd)

Fair value of share options granted

The following table lists the inputs to the option pricing models as follows:

	Group and Company		
	Tranche 1	**Tranche 2**	**Tranche 3**
Dividend yield	-	-	-
Expected volatility	20.21%	20.44%	28.58%
Risk-free interest rate (per annum)	3.79%	4.30%	3.74%
Expected life of option	1 to 3 years	1 to 3 years	1 to 3 years

The expected life of the options is based on the ESOS duration and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period, similar to the life of the options is indicative of future trends.

(iii) Retained earnings

The retained earnings of the Company and its subsidiaries are available for distribution by way of cash dividends or dividends in specie. Under the single-tier system of taxation, dividends payable to shareholders are deemed net of income taxes. There are no potential income tax consequences to the Company that would result from the payment of dividends to shareholders. The dividends would not be taxable in the hands of the shareholders.

21. Borrowings

	Group		Company	
	2024 RM'000	**2023 RM'000**	**2024 RM'000**	**2023 RM'000**
Current:				
Secured				
Term loans (Note (a))	9,502	324	-	-
Bankers' acceptance (Note (b))	-	1,254	-	-
Invoice financing (Note (b))	-	15,770	-	-
	9,502	17,348	-	-
Non-current:				
Secured				
Term loans (Note (a))	113,515	87,522	-	-
Islamic Medium Term Notes ("IMTNs") (Note (c))	50,303	-	50,303	-
	163,818	87,522	50,303	-
Total borrowings				
Term loans (Note (a))	123,017	87,846	-	-
Bankers' acceptance (Note (b))	-	1,254	-	-
Invoice financing (Note (b))	-	15,770	-	-
IMTNs (Note (c))	50,303	-	50,303	-
	173,320	104,870	50,303	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

21. Borrowings (cont'd)

The maturity of borrowings are as follows:

Group	Total carrying amount RM'000	On demand or within one year RM'000	More than 1 year and less than 2 year RM'000	More than 2 year and less than 5 year RM'000	5 years or more RM'000
2024					
Term loans	123,017	9,502	9,920	29,834	73,761
IMTNs	50,303	-	-	50,303	-
	173,320	9,502	9,920	80,137	73,761
2023					
Term loans	87,846	324	3,952	14,980	68,590
Bankers' acceptance	1,254	1,254	-	-	-
Invoice financing	15,770	15,770	-	-	-
	104,870	17,348	3,952	14,980	68,590
Company					
2024					
IMTNs	50,303	-	-	50,303	-
	50,303	-	-	50,303	-

(a) Term loans

Term loans are secured by the followings:

(i) A debenture over the fixed and floating charges over present and future assets of projects funded;
(ii) An assignment over all revenue proceeds from the projects funded;
(iii) A charge over the designated bank accounts of the projects funded;
(iv) The facility agreement between the Bank and subsidiaries;
(v) A charge over solar farm as disclosed in Note 5 to the financial statements;
(vi) Corporate guarantee by the Company, a subsidiary and a related party; and
(vii) Freehold land and buildings as disclosed in Note 5 and 6 to the financial statements.

(b) Bankers' acceptance and invoice financing

Bankers' acceptance and invoice financing are secured by the following:

(i) Fixed deposits with financial institutions as disclosed in Note 17 to the financial statements; and

(ii) Fixed charge over a sinking fund account as disclosed in Note 33 to the financial statements.

The range of interest rates per annum on borrowings of the Group as at reporting date are as follows:

	Group 2024 %	Group 2023 %
Bankers' acceptance	3.85% - 4.67%	4.50%
Invoice financing	4.43% - 6.47%	4.43% - 5.86%
Term loans	4.42% - 5.50%	4.16% - 4.46%

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

21. Borrowings (cont'd)

(c) Islamic Commercial Papers ("ICPs") and Islamic Medium Term Notes ("IMTNs")

During the financial year, the Company issued RM50 million of Sustainability IMTNs with 3 years tenure, with profit rate of 5.5% per annum.

The currency profile of borrowings are summarised below:

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Ringgit Malaysia	173,320	99,757	50,303	-
Renminbi	-	5,113	-	-
	173,320	104,870	50,303	-

22. Lease liabilities

	Group	
	2024 RM'000	2023 RM'000
Future minimum lease payments:		
- not later than one year	2,833	2,672
- later than one year and not later than five years	5,994	7,057
- later than five years	17,150	18,018
	25,977	27,747
Less: Finance charges	(7,440)	(8,115)
Present value of lease liabilities	18,537	19,632

	Group	
	2024 RM'000	2023 RM'000
Non-current:		
- later than one year and not later than five years	3,999	4,906
- later than five years	12,369	12,786
	16,368	17,692
Current:		
- not later than one year	2,169	1,940
Total lease liabilities	18,537	19,632

The lease liabilities bear effective annual interest rate as at end of the reporting period that range from 1.97% to 6.00% (2023: 1.97% to 5.96%) per annum.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

22. Lease liabilities (cont'd)

The following are the amounts recognised in profit or loss in relation to leases as a lessee:-

	Group 2024 RM'000	Group 2023 RM'000
Depreciation of right-of-use assets	2,325	2,449
Interest expense on lease liabilities	750	794
Gain on termination of right-of-use asset	-	(4)
Expense relating to short term lease and low-value assets	1,472	966
	4,547	4,205

Total cash outflows of the Group for leases as a lessee amounted to RM4,530,990 (2023: RM3,910,059).

23. Redeemable preference shares

	Group 2024 No. of shares Units ('000)	Group 2023 No. of shares Units ('000)
Issued and fully paid-up shares classified as debt instruments:		
At 1 April/31 March	-	7,200

	Group 2024 RM'000	Group 2023 RM'000
Nominal value		
At 1 April	7,200	7,200
Redemption	(7,200)	-
At 31 March	-	7,200
Discount		
At 1 April	528	1,135
Less: Unwinding of discount	(528)	(607)
At 31 March	-	528
Net carrying amounts	-	6,672

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

23. Redeemable preference shares (cont'd)

The salient features of the redeemable preference shares are as follows:

(i) They rank pari passu among themselves but in priority to all other shares of the Company;
(ii) They are not be transferrable;
(iii) They shall not be entitled to any form of dividend payment;
(iv) Upon any winding up, liquidation or any return of capital of the Company, the holders of the shares shall have priority in the repayment of capital and all monies due over any payment to the holders of all other shares in the capital of the Company;
(v) They do not carry the right to vote;
(vi) The redemption price for each share is equivalent to its issuance price; and
(vii) They are redeemable at the option of the Company at any time and shall be redeemed in full at the fifth anniversary of their issuance on 19 January 2024.

The redeemable preference shares have been fully redeemed during the financial year.

24. Trade payables

	Group	
	2024 RM'000	**2023 RM'000**
Current:		
Trade payables	50,919	88,817
Retention sum payables	7,783	5,436
Accruals	3,533	10,389
Trade payables at amortised cost	62,235	104,642

The currency profile of the trade payables are summarised below:

	Group	
	2024 RM'000	**2023 RM'000**
Ringgit Malaysia	43,150	65,927
Renminbi	17,481	38,547
Singapore Dollar	1,438	-
United States Dollar	166	168
	62,235	104,642

Trade payables are non-interest bearing. The normal credit terms granted to the Group range from 30 to 90 (2023: 30 to 90) days.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

25. Other payables, deposits received and accruals

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Other payables	1,058	512	11	27
Accruals	3,724	2,852	66	52
Deposit received	102	207	-	-
	4,884	3,571	77	79

The currency profile of the other payables, deposits received and accruals are summarised below:

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Ringgit Malaysia	4,105	3,374	77	79
Indonesian Rupiah	23	-	-	-
New Taiwan Dollar	110	173	-	-
Philippine Pesos	97	15	-	-
Singapore Dollar	330	-	-	-
Vietnamese Dongs	219	9	-	-
	4,884	3,571	77	79

Other payables are non-interest bearing and have an average term of 3 months (2023: 3 months).

26. Provisions

	Group	
	2024 RM'000	2023 RM'000
Provision for defects liability	1,104	1

Movement of provision for defects liability during the financial year:

	Group	
	2024 RM'000	2023 RM'000
At 1 April	1	119
Addition/(reversal) made during the financial year	1,103	(118)
At 31 March	1,104	1

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

26. Provisions (cont'd)

Upon issuance of initial acceptance certificate by customer after completion of EPCC contract for large scale solar photovoltaic system ("LSSPV"), the Group gives one or two years of defects warranty on installed structure and undertakes to repair or replace parts that fail to perform satisfactorily. Initial recognition of the provision is based on estimation on consumption of material, machines, contractor and labour costs during the defects liability period. The Group estimates costs to be incurred for each type of repair pertinent to scope of work for the LSSPV contract. Larger LSSPV contracts are expected to incur higher costs for the same type of repair due to its size.

Provision is not made for solar photovoltaic panels, inverters, mounting structure and monitoring devices used in the installation as the suppliers of those equipment provide standard warranty directly to end customer.

The Group uses their past experience with costs incurred to rectify defects for certain repairs common to all solar photovoltaic installation and adjusted them to the scale required for the respective LSSPV contract. It is expected that most of these costs will be incurred within one to two years from the reporting period.

27. Capital commitment

The amount of capital commitment not provided for in the financial statements as at 31 March 2024 and the comparative prior year is as follows:

	Group	
	2024	**2023**
	RM'000	**RM'000**
Property, plant and equipment		
Contracted but not provided for	771	5,365

28. Revenue

	Group		Company	
	2024	**2023**	**2024**	**2023**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Revenue from contracts with customers	496,875	365,539	-	-
Revenue from other source:				
- Interest income	150	-	150	2
- Dividend income	-	-	10,000	-
	497,025	365,539	10,150	2

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

28. Revenue (cont'd)

28.1 Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time in the following operating segments:

	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
Group and Company						
2024						
Segment revenue	150	547,362	10,263	12,052	30,150	599,977
Intercompany revenue	-	(93,389)	(3,286)	-	(6,277)	(102,952)
	150	453,973	6,977	12,052	23,873	497,025
Timing of revenue recognition:						
- At a point in time	150	-	-	-	19,073	19,223
- Over time	-	453,973	6,977	12,052	4,800	477,802
	150	453,973	6,977	12,052	23,873	497,025
2023						
Segment revenue	2	408,930	6,752	1,788	2,390	419,862
Intercompany revenue	-	(52,228)	(2,095)	-	-	(54,323)
	2	356,702	4,657	1,788	2,390	365,539
Timing of revenue recognition:						
- At a point in time	2	1,643	827	-	1,623	4,095
- Over time	-	355,059	3,830	1,788	767	361,444
	2	356,702	4,657	1,788	2,390	365,539

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

28. Revenue (cont'd)

28.1 Disaggregation of revenue from contracts with customers (cont'd)

Revenue from operations and maintenance of solar energy system included an amount of RM3,015,210 (2023: RM1,200,066) for operations and maintenance services provided to new customers and existing customers outside the scope of promised maintenance services in their EPCC contracts with the Group.

28.2 Contract assets and contract liabilities

	Note	Group 2024 RM'000	Group 2023 RM'000
Contract assets	(a)	68,896	94,084
Contract liabilities	(a)	22,379	37,453

Contract assets primarily relate to the Group's right to consideration for work completed but not yet billed at the reporting date for EPCC contracts of solar energy system. Contract assets are transferred to receivables when the rights become unconditional at the point of invoicing to customers.

Contract liabilities primarily relate to advance billings or payments received before work is performed and the Group's obligation to transfer services to customers for which the Group has allocated transaction price for service-type warranty to be provided to customers over several financial years. Contract liabilities are recognised as revenue as the Group performs under the contract.

(a) Significant changes in contract balances

	Contract assets Increase/ (Decrease) RM'000	Contract liabilities Increase/ (Decrease) RM'000
Group		
2024		
Revenue recognised that was included in contract liabilities at the beginning of the financial year	-	(22,161)
Increase due to progress billings but revenue not recognised	-	7,087
Increase due to unbilled revenue recognised during the year	36,301	-
Transfer from contract assets recognised at the beginning of the year to receivables	(61,489)	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

28. Revenue (cont'd)

28.2 Contract assets and contract liabilities (cont'd)

(a) Significant changes in contract balances (cont'd)

	Contract assets Increase/ (Decrease) RM'000	Contract liabilities Increase/ (Decrease) RM'000
Group		
2023		
Revenue recognised that was included in contract liabilities at the beginning of the financial year	-	1,959
Increase due to progress billings but revenue not recognised	-	24,916
Increase due to unbilled revenue recognised during the year	40,111	-
Transfer from contract assets recognised at the beginning of the year to receivables	(8,169)	-

(b) Transaction price allocated to remaining performance obligations

The Group expects to recognise revenue from contract liabilities for service-type warranty as follows:

	2025 RM'000	2026 RM'000	2027 RM'000	2028 RM'000	2029 RM'000	More than 5 years RM'000	Total RM'000
2024							
Group	2,604	1,731	1,003	353	256	774	6,721

	2025 RM	2026 RM	2027 RM	2028 RM	2029 RM	More than 5 years RM	Total RM
2024							
Group	2,603,616	1,731,380	1,003,192	353,323	255,997	774,418	6,721,926

The Group applying the practical expedient have not disclosed an explanation of when advance billings and payments received from customers before work is performed is expected to be recognised as revenue as they are part of EPCC contracts that have original expected duration from start to end of five years or less.

28.3 Revenue recognised by the Company

Revenue recognised by the Company is a fair value gain on short term investment, amounting to RM149,570 (2023: RM1,880) and dividend income of RM10,000,000 (2023: Nil).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

29. Other income

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Bad debts recovered	-	19	-	-
Dividend income	190	-	-	-
Finance income:				
- Interest income on fixed deposits	674	528	-	-
- Interest income on trade receivables	39	7	-	-
- Unwinding of discount on trade receivables (Note 11)	50	11	-	-
- Interest income on bank deposits	90	25	1	*
- Interest income on short term investments	538	*	52	*
- Interest income from intercompany	-	-	1,672	-
Gain on disposal of property, plant and equipment	-	110	-	-
Gain on disposal of non-current asset held for sale	143	-	-	-
Gain on termination of right-of-use asset	-	4	-	-
Late payment interest income	-	16	-	-
Gain on disposal of a subsidiary	669	-	-	-
Unrealised gain on foreign exchange	-	234	-	-
Rental income:				
- Investment properties	151	153	-	-
Others	298	625	-	-
	2,842	1,732	1,725	-

* Represents amount less than RM1,000.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

30. Finance costs

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Bank overdraft interest	84	507	-	-
IMTNs interest	1,699	-	1,699	-
Lease liabilities interest	750	794	-	-
Term loan interest	2,584	117	-	-
Trade facilities interest and commission:				
- Banker's acceptance	90	151	-	-
- Letter of credit	273	749	-	-
- Letter of guarantee	422	778	-	-
- Invoice financing	1,061	237	-	-
- Revolving credit	403	123	-	-
Unwinding of discount on redeemable preference shares	528	607	-	-
	7,894	4,063	1,699	-

31. Profit /(loss) before tax

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Profit/(loss) before tax is arrived at after charging:				
Amortisation of intangible assets	60	135	-	-
Auditors' remuneration				
- Current year	377	239	30	22
- Non-audit services	7	5	7	5
Bad debts written off	-	111	-	-
Depreciation of investment properties (Note 6)	44	44	-	-
Depreciation of property, plant and equipment (Note 5)	7,355	4,106	-	-
Impairment of goodwill	271	-	-	-
Impairment of solar asset under construction	-	220	-	-
Loss on foreign exchange, net				
- realised	767	2,211	1	-
- unrealised	40	-	-	-
Net impairment losses on trade receivables:				
- lifetime ECL allowances (Note 11)	-	68	-	-
- specific allowances (Note 11)	1,315	2,454	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

31. Profit/(loss) before tax (cont'd)

	Group		Company	
	2024 RM'000	**2023 RM'000**	**2024 RM'000**	**2023 RM'000**
Profit/(loss) before tax is arrived at after charging:				
Amortisation of intangible assets	60	135	-	-
Auditors' remuneration				
- Current year	377	239	30	22
- Non-audit services	7	5	7	5
Bad debts written off	-	111	-	-
Depreciation of investment properties (Note 6)	44	44	-	-
Depreciation of property, plant and equipment (Note 5)	7,355	4,106	-	-
Impairment of goodwill	271	-	-	-
Impairment of solar asset under construction	-	220	-	-
Loss on foreign exchange, net				
- realised	767	2,211	1	-
- unrealised	40	-	-	-
Net impairment losses on trade receivables:				
- lifetime ECL allowances (Note 11)	-	68	-	-
- specific allowances (Note 11)	1,315	2,454	-	-
Expenses recognised in cost of sales:				
Depreciation of property, plant and equipment	4,130	356	-	-
Provision for defect liabilities (Note 26)	1,103	-	-	-
Rental of: [1]				
- machinery	393	395	-	-
Staff costs:				
- Salaries, wages, bonuses and allowance	4,458	2,895	-	-
- defined contribution plan	500	334	-	-
- social security contribution	67	45	-	-
- other employee benefits	329	155	-	-

[1] These amounts represent short-term leases and leases for low value underlying assets under MFRS 16.

[2] Included in other employee benefits of the Group is share options expenses for employees amounting to RM1,433,366 (2023: RM 426,145).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

32. Taxation

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Income tax:				
Current year provision	13,701	7,781	-	-
(Over)/Underprovision in prior year	(47)	108	-	-
Deferred tax: (Note 10)				
Origination and reversal of temporary differences	(534)	26	-	-
Overprovision in prior year	-	(380)	-	-
	13,120	7,535	-	-

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

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Profit/(loss) before tax	47,182	27,738	8,000	(1,385)
Malaysian statutory tax rate of 24% (2023: 24%)	11,324	6,657	1,920	(332)
Tax effects of:				
Income exempted from taxation	(252)	(228)	-	-
Non-taxable income	(55)	(45)	(2,412)	-
Non-deductible expenses	2,268	1,403	492	332
Deferred tax asset not recognised during the year	-	20	-	-
(Over)/underprovision of income tax in prior year	(47)	108	-	-
Overprovision of deferred tax assets in prior year	-	(380)	-	-
Utilisation of previously unrecognised deferred tax assets	(118)	-	-	-
Taxation for the financial year	13,120	7,535	-	-

Deferred tax assets are recognised for all deductible temporary differences available for offsetting against probable future taxable profit. As at 31 March 2024, the amount of unutilised tax losses for which no deferred tax asset have been recognised in the financial statements due to uncertainty as to when the companies that have recent history of losses will be profitable, are as follows:

	Group	
	2024 RM'000	2023 RM'000
Unrecognised deferred tax asset:		
Unutilised tax losses	10	502

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

32. Taxation (cont'd)

The unutilised tax losses are available to offset against future taxable profits of the Company, subject to requirements under the Income Tax Act, 1967 and guidelines issued by the tax authority. These tax benefits will only be obtained if the Company derive future assessable income of a nature and amount sufficient for the tax benefits to be utilised.

With effect from the year of assessment ("YA") 2019, unutilised business losses to be carried forward for 10 consecutive YAs. Unutilised losses can be set off against income from any business source for 10 YAs. If there is a substantial change in shareholders of the companies, the unutilised losses will be disregarded.

	Group	
	2024	**2023**
	RM'000	**RM'000**
Unutilised tax losses to be carried forward until:		
YA 2030	-	20
YA 2031	-	401
YA 2032	10	81

A subsidiary of the Company, Atlantic Blue was granted pioneer status by Malaysian Investment Development Authority ("MIDA") for electricity generation by way of solar energy effective from 1 January 2020 to 31 December 2024. Under the pioneer status, the profit derived from that activity is exempted from tax.

33. Cash and cash equivalents

		Group		Company	
		2024	**2023**	**2024**	**2023**
	Note	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Cash and bank balances		38,150	38,739	801	195
Sinking fund account		3,027	2,652	-	-
Fixed deposits with financial institutions	17	33,201	31,167	-	-
Short term investments	16	29,064	12	6,274	12
Total cash and bank balances		103,442	72,570	7,075	207
Less: Fixed deposits pledged to financial institutions		(33,201)	(31,167)	-	-
Less: Restricted cash at bank		(6,720)	(1,957)	-	-
Less: Sinking fund account		(3,027)	(2,652)	-	-
		60,494	36,794	7,075	207

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

33. Cash and cash equivalents (cont'd)

The currency exposure profile of cash and bank balances are as follows:

		Group		Company	
	Note	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Cash and bank balances		38,150	38,739	801	195
Sinking fund account		3,027	2,652	-	-
Fixed deposits with financial institutions	17	33,201	31,167	-	-
Short term investments	16	29,064	12	6,274	12
Total cash and bank balances		103,442	72,570	7,075	207
Less: Fixed deposits pledged to financial institutions		(33,201)	(31,167)	-	-
Less: Restricted cash at bank		(6,720)	(1,957)	-	-
Less: Sinking fund account		(3,027)	(2,652)	-	-
		60,494	36,794	7,075	207

34. Related party disclosures

In addition to transactions and balances detailed elsewhere in the financial statements, the Group had the following transactions with related parties during the financial year and the comparative prior year.

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

Related parties also include key management personnel defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. Key management personnel include all the Directors of the Group and the Company, and certain members of senior management of the Group.

Related party relationships also include companies controlled by Directors of the Company and Directors of entities in the Group as follows:

(i) The subsidiaries as disclosed in Note 7.

(ii) The Director of Solarvest SR, Chong Kah Cheng is a major shareholders of PEA Energy Solutions Sdn. Bhd. ("PEA") (formerly known as J.B. Eastern Metal Works Sdn. Bhd.).

(a) Significant related party transactions

(i) Significant related party transactions with a company controlled by Director of a subsidiary

	Group	
	2024 RM'000	2023 RM'000
Supply and installation of solar PV system and provision of operations and maintenance services for solar PV system	2,445	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

34. Related party disclosures (cont'd)

(a) Significant related party transactions (cont'd)

(ii) Significant related party transactions with subsidiaries

	Company	
	2024 RM'000	**2023 RM'000**
Expenses paid on behalf of subsidiaries, net	(6,528)	388

(b) Key management personnel compensation

Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the entity, directly and indirectly, including any Director (whether executive or otherwise) of the Company and entities in the Group.

The total compensation of the Company's Directors, Directors of entities in the Group and other key management personnel are as follows:

	Group		Company	
	2024 RM'000	**2023 RM'000**	**2024 RM'000**	**2023 RM'000**
Executive Directors:-				
Directors' compensation:				
Directors' fees	176	12	-	-
Salaries and bonus received	2,317	1,457	-	-
Defined contribution plan	248	165	-	-
Social security contribution	6	4	-	-
Other benefits	6	9	-	-
Benefits-in-kind	220	162	-	-
Share options expenses	1,544	408	-	-
	4,517	2,217	-	-
Non-executive Directors:-				
Directors' compensation:				
Directors' fees	368	336	368	336
Other benefits	16	10	16	10
	384	346	384	346
Other key management personnel:-				
Salaries, bonus and commission received	1,240	1,501	-	-
Defined contribution plan	151	165	-	-
Social security contribution	3	35	-	-
Benefits-in-kind	90	83	-	-
	1,484	1,784	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

35. Earnings per share

(a) Basic EPS

The basic earnings per share ("EPS") has been calculated by dividing the Group's net profit after tax for the financial years attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial years:-

	Group	
	2024	**2023**
Profit for the financial year attributable to owners of the Company (RM'000)	32,628	19,660
Weighted average number of ordinary shares in issue (units'000)	668,209	667,554
Basic earnings per share (sen)	4.88	2.95

(b) Diluted EPS

For the purpose of calculating diluted earnings per share, the profit for the financial year attributable to owners of the Company and the weighted average number of ordinary shares in issue during the financial year have been adjusted for the dilutive effects of all potential ordinary shares.

	Group	
	2024	**2023**
Profit for the financial year attributable to owners of the Company (RM'000)	32,628	19,660
Weighted average number of ordinary shares in issue (units in '000)	668,209	667,554
Effects of ESOS (units in '000)	22,213	3,944
Effects of warrants (units in '000)	31,496	*
Adjusted weighted average number of ordinary shares (units in '000)	721,918	671,498
Diluted EPS (sen)	4.52	2.93

The effects of dilutive potential ordinary shares have been arrived at based on the assumption that ESOS are exercised and the ordinary shares are issued on outstanding warrants at assumed proceeds, which is the difference between average share price for the financial year and their respective exercise prices.

* The effects of potential ordinary shares arising from the conversion of warrants are anti-dilutive and accordingly, they have been ignored in the calculation of dilutive earnings per share.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

36. Financial instruments

36.1 Classification of financial instruments

Financial assets and financial liabilities are measured on an ongoing basis either at fair value or at amortised cost based on their respective classification. The material accounting policy information in Note 3 describe how the classes of financial instruments are measured, and how income and expense, including fair value gains and losses, are recognised.

The table below provides an analysis of financial instruments of the Group and of the Company in the statements of financial position by the classes and categories of financial instruments to which they are assigned and therefore by the measurement basis, as follows:

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Financial assets				
Fair value through other comprehensive income				
Other investments	1,046	*	-	-
Fair value through profit or loss				
Short term investment - Money market funds	29,064	12	6,274	12
Financial assets at amortised cost				
Trade receivables	85,687	87,724	-	-
Other receivables and deposits	4,977	3,206	259	195
Amount owing by subsidiaries	-	-	150,043	97,434
Short term investment - Unquoted redeemable preference shares	9,500	-	-	-
Fixed deposits with financial institutions	33,201	31,167	-	-
Cash and bank balances	41,177	41,391	801	195
	174,542	163,488	151,103	97,824
Financial liabilities				
Financial liabilities at amortised cost				
Trade payables	62,235	104,642	-	-
Other payables, deposits received and accruals	4,884	3,571	77	79
Borrowings	173,320	104,870	50,303	-
Redeemable preference shares	-	6,672	-	-
Lease liabilities	18,537	19,632	-	-
	258,976	239,387	50,380	79

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies

The Group and the Company are exposed to financial risk arising from their operations and the use of financial instruments. The key financial risks include currency risk, interest rate risk, credit risk and liquidity risk.

The Board of Directors review and agree policies and procedures for the management of these risks, which are executed by the Group's Managing Director and Chief Executive Officer. The Group's and the Company's financial risk management policies are to ensure that adequate financial resources are available for the development of the Group's and the Company's operations whilst managing their currency risk, interest rate risk, credit risk and liquidity risk. The Group and the Company operate within clearly defined guidelines that are approved by the Board of Directors.

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

(i) Currency risk

The Group and the Company are exposed to currency risks as a result of its normal trading activities with foreign companies, denominated mainly in United States Dollar ("USD"), New Taiwan Dollar ("TWD"), Philippine Peso ("PHP"), Vietnamese Dong ("VND"), Singapore Dollar ("SGD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

The Group's and the Company's exposure to foreign currency at reporting date is as follows:

	USD RM'000	TWD RM'000	PHP RM'000	VND RM'000	SGD RM'000	RMB RM'000	IDR RM'000
Group							
As at 31 March 2024							
Trade receivables	5	-	-	-	3,559	-	-
Other receivables and deposits	47	116	238	926	159	-	904
Cash and bank balances	42	3,069	600	1,523	1,752	-	30
Trade payables	(166)	-	-	-	(1,438)	(17,481)	-
Other payables, deposit received and accruals	-	(110)	(97)	(219)	(330)	-	(23)
Net exposure	(72)	3,075	741	2,230	3,702	(17,481)	911

	USD RM'000	TWD RM'000	PHP RM'000	VND RM'000	SGD RM'000	RMB RM'000	IDR RM'000
Group							
As at 31 March 2023							
Other receivables and deposits	-	205	22	9	-	-	-
Cash and bank balances	86	2,137	626	192	-	-	-
Trade payables	(168)	-	-	-	-	(38,547)	-
Other payables, deposit received and accruals	-	(173)	(15)	(9)	-	-	-
Borrowings	-	-	-	-	-	(5,113)	-
Net exposure	(82)	2,169	633	192	-	(43,660)	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(i) Currency risk (cont'd)

The Group's and the Company's exposure to foreign currency at reporting date is as follows: (cont'd)

	2024 USD RM'000	2023 USD RM'000
Company		
As at 31 March		
Cash and bank balances	10	10
Net exposure	10	10

Currency risk sensitivity analysis

The following table details the sensitivity analysis for a reasonably possible change in foreign currencies as at the end of the reporting period, with all other variables held constant. The analysis assumes all the variables in particular, interest rates remained constant and ignores impact of forecasted sales and purchases.

	2024 Increase/ (decrease) RM'000	2023 Increase/ (decrease) RM'000
Group		
Effects on profit after tax		
USD		
- strengthen by 10%	(5)	(6)
- weaken by 10%	5	6
TWD		
- strengthen by 10%	234	165
- weaken by 10%	(234)	(165)
PHP		
- strengthen by 10%	56	48
- weaken by 10%	(56)	(48)
VND		
- strengthen by 10%	170	15
- weaken by 10%	(170)	(15)
SGD		
- strengthen by 10%	281	-
- weaken by 10%	(281)	-
RMB		
- strengthen by 10%	(1,329)	(3,318)
- weaken by 10%	1,329	3,318
IDR		
- strengthen by 10%	69	-
- weaken by 10%	(69)	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market interest rates.

The Group's and the Company's exposure to interest rate risk arises primarily from their floating rate bank borrowings. Long-term trade receivables are charged a fixed rate and are not exposed to interest rate risk.

The interest rate profile of the Group's and the Company's significant interest bearing financial instruments, based on the carrying amounts as at the end of the financial year was:

	Group		Company	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Fixed rate instruments				
Financial assets				
Fixed deposits with financial institutions	33,201	31,167	-	-
Financial liabilities				
Borrowings	(50,303)	-	(50,303)	-
Lease liabilities	(18,537)	(19,632)	-	-
	(35,639)	11,535	(50,303)	-
Floating rate instruments				
Financial liabilities				
Borrowings	(123,017)	(104,870)	-	-

<u>Interest rate risk sensitivity analysis</u>

Sensitivity analysis is not disclosed for fixed rate instruments as fixed rate instruments are not exposed to interest rate risk and are measured at amortised cost.

The following table details the sensitivity analysis for a reasonably possible change in the interest rates as the end of the reporting period, with all other variables held constant on bank borrowings of the Group:

	Group		Company	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Effects on profit after taxation:				
Increase by 100 basis point	(935)	(797)	-	-
Decrease by 100 basis point	935	797	-	-

The reasonably possible change in the interest rates has no impact to the Company.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iii) Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group's and the Company's exposure to credit risk arises primarily from trade and other receivables, contract assets, fixed deposits with financial institutions for facilities granted to the Group and bank balances, intercompany advances and financial guarantees provided to financial institutions in respect of credit facilities granted to the Group. The Group's objective is to seek continual growth while minimising losses incurred due to increased credit risk exposure.

(a) Trade receivables

The Group trades only with recognised and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms be subject to credit verification procedures.

Exposure to credit risk, credit quality and collateral

Trade receivable balances are monitored on an ongoing basis. As the Group does not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of trade receivables as at the end of the reporting period.

Credit risk concentration profile

The Group determines concentrations of credit risk by monitoring its trade receivables individually on an ongoing basis. At the end of the reporting period, approximately average of 29% (2023: 45%) of the Group's trade receivables were due from 5 major customers.

Ageing analysis of trade receivables and impairment losses

The ageing analysis of the Group's trade receivables as at the end of reporting period is as follows:

	Gross amount RM'000	Impairment losses RM'000	Carrying amount RM'000
Group			
At 31 March 2024			
Not past due	31,210	-	31,210
Past due			
- less than 30 days	21,806	-	21,806
- 31 to 60 days	9,616	-	9,616
- over 60 days	16,845	(2,346)	14,499
	48,267	(2,346)	45,921
	79,477	(2,346)	77,131
Retention sum receivables	8,556	-	8,556
	88,033	(2,346)	85,687

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iii) Credit risk (cont'd)

(a) Trade receivables (cont'd)

Ageing analysis of trade receivables and impairment losses (cont'd)

The ageing analysis of the Group's trade receivables as at the end of reporting period is as follows: (cont'd)

	Gross amount RM'000	Impairment losses RM'000	Carrying amount RM'000
Group			
At 31 March 2023			
Not past due	56,064	-	56,064
Past due			
- less than 30 days	6,585	-	6,585
- 31 to 60 days	7,826	-	7,826
- over 60 days	15,301	(2,531)	12,770
	29,712	(2,531)	27,181
	85,776	(2,531)	83,245
Retention sum receivables	4,479	-	4,479
	90,255	(2,531)	87,724

Receivables that are neither past due nor impaired

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and trade receivables on deferred payment terms that are making payment according to agreed schedule.

Receivables that are past due but not impaired

The Group believes that no impairment is necessary in respect of these trade receivables which are past due but not impaired as they are substantially entities with good collection track record and no recent history of default.

The Group categorises a loan or receivable as impaired when a debtor fails to make contractual payments more than 210 (2023: 180) days past due. Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Group. Where loans and receivables have been written off, the Group continues to engage enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.

The following are credit risk management practices and quantitative and qualitative information about ageing analysis and amounts arising from expected credit losses for trade receivables.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iii) Credit risk (cont'd)

(a) Trade receivables (cont'd)

Ageing analysis of trade receivables and impairment losses (cont'd)

The Group provide for lifetime expected credit losses for all trade receivables. The expected credit losses below incorporate forward looking information such as forecast of economic conditions where the gross domestic product is expected to deteriorate over the next year, leading to increase in the number of defaults. The loss allowance provision as at the end of each reporting period is determined as follows:

	Current	30 days past due	60 days past due	More than 60 days past due	Total
2024					
Expected loss rate (%)	*	*	*	*	
Gross carrying amount (RM'000)	39,766	21,806	9,616	16,845	
Loss allowance provision (RM'000)	-	-	-	73	73
Impaired receivables (RM'000)	-	-	-	2,273	2,273
Total impaired (RM'000)					2,346
2023					
Expected loss rate (%)	*	*	*	*	
Gross carrying amount (RM'000)	60,543	6,585	7,826	15,301	
Loss allowance provision (RM'000)	-	-	5	68	73
Impaired receivables (RM'000)	-	-	-	2,458	2,458
Total impaired (RM'000)					2,531

* *Less than 0.01%*

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iii) Credit risk (cont'd)

(b) Other receivables

Exposure to credit risk, credit quality and collateral

Other receivable balances are monitored on an ongoing basis.

As the Group and the Company do not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of other receivables as at the end of the reporting period.

Ageing analysis of other receivables and impairment losses

The Group and the Company do not maintain ageing analysis for other receivables. Based on past experience, the Directors determine whether impairment is necessary in respect of other receivables.

Receivables that are neither past due nor impaired

Other receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company and other receivables on deferred payment terms that are making payment according to agreed schedule.

Receivables that are past due but not impaired

The Group and the Company believe that no impairment allowance is necessary in respect of these other receivables which are past due but not impaired as they are substantially entities with good collection track record and no recent history of default.

(c) Other financial assets (including short term investments, fixed deposits with financial institutions and cash and bank balances)

Other financial assets are held with licensed financial institutions. The Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

Exposure to credit risk, credit quality and collateral

In view of the sound credit rating of counterparties, management does not expect any counterparty to fail to meets its obligations. As at the end of the reporting period, the maximum exposure to credit risk is represented by the carrying amount of short term investments, fixed deposits with financial institutions and cash and bank balances in the statements of financial position.

Impairment losses

The financial institutions have low credit risk. Consequently, the Group and the Company is of the view that loss allowance is not material and hence it is not provided for.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iii) Credit risk (cont'd)

(d) Contract assets

Exposure to credit risk, credit quality and collateral

Contract assets are monitored on an ongoing basis.

As the Group and the Company do not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of contract assets as at the end of the reporting period.

Impairment losses

The Group applies the simplified approach under MFRS 9 to measure ECL, which uses a lifetime ECL allowance for contract assets. To measure the expected losses, contract assets have been grouped based on shared credit risk characteristics and days past due.

The expected loss rates are based on historical payment profiles of sales and the corresponding historical credit losses experienced during these periods.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period in assessing the loss allowance for contract assets.

The Group believes the amount of impairment to be negligible and hence not provided for.

(e) Intercompany advances

The Company provides unsecured advances to subsidiaries. The Company monitors the results of the subsidiaries regularly.

Exposure to credit risk, credit quality and collateral

As at the end of the reporting period, there was no indication that the advances to the subsidiaries are not recoverable. The Company does not specifically monitor the ageing of current advances to the subsidiaries. These advances are repayable on demand in cash and cash equivalents.

(f) Financial guarantees contracts

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Corporate guarantee given to licensed banks to secure credit facilities granted to subsidiaries	-	-	177,604	266,411
Bank guarantee given to statutory body and customers	68,393	98,045	-	-
Letter of credit issued by licensed banks	-	93,943	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iv) Liquidity risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The exposure of the Group and the Company to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Group's objective is to maintain a balance between continuity of funding and flexibility of cash flow through the use of stand-by credit facilities.

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

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Group's and the Company's financial liabilities at the end of the reporting period based on undiscounted contractual payments:

Group	Carrying amount RM'000	Undiscounted contractual cash flows RM'000	On demand or within one year RM'000	Two to five years RM'000	More than five years RM'000
Financial liabilities:					
2024					
Trade payables	62,235	62,235	62,235	-	-
Other payables, deposits received and accruals	4,884	4,884	4,884	-	-
Borrowings	173,320	212,209	14,942	108,149	87,426
Lease liabilities	18,537	25,977	2,833	5,994	17,150
Financial guarantees contracts*	-	68,393	68,393	-	-
	258,976	373,698	153,287	114,143	104,576
Financial liabilities:					
2023					
Trade payables	104,642	104,642	104,642	-	-
Other payables, deposits received and accruals	3,571	3,571	3,571	-	-
Borrowings	104,870	119,065	17,447	29,093	70,833
Lease liabilities	19,631	27,746	2,671	7,057	18,018
Redeemable preference shares	6,672	7,200	-	7,200	-
Financial guarantees contracts*	-	191,988	191,988	-	-
	239,386	454,212	320,319	43,350	88,851

* This has been included for illustration purpose only as the related financial guarantees contracts have not crystalised as at end of the financial year.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

37. Financial risk management objectives and policies (cont'd)

(iv) Liquidity risk (cont'd)

Company

Company	**Carrying amount RM'000**	**Undiscounted contractual cash flows RM'000**	**On demand or within one year RM'000**	**Two to five years RM'000**	**More than five years RM'000**
Financial liabilities:					
2024					
Other payables, deposits received and accruals	77	77	77	-	-
Borrowings	50,303	50,303	-	50,303	-
	50,380	50,380	77	50,303	-
Financial liabilities:					
2023					
Other payables and accruals	79	79	79	-	-

The Company has contractual cash flows relating to financial guarantees as detailed in Note 37 (iii)(f) to the financial statements. The exposure for financial guarantee is for illustration only. No financial guarantee was called upon by the holders as at the end of the financial year.

38. Fair value of financial instruments

(i) Financial instruments not carried at fair value

Financial assets and financial liabilities not carried at fair value are disclosed in Note 36.1 to the financial statements. These financial instruments are carried at the amounts approximate of their fair values on the statements of financial position of the Group and of the Company due to the relatively short term maturity of these financial instruments and the Group and the Company do not anticipate the carrying amounts recorded at the reporting date to be significantly different from the values that would eventually be received or settled.

As at the end of each financial year, the carrying amounts of floating rate term loans approximate their fair values as their effective interest rates change accordingly to movements in the market interest rates.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

38. Fair value of financial instruments (cont'd)

(ii) Financial instruments carried at fair value

Financial assets carried at fair value are disclosed in Note 36.1 to the financial statements. The classification in the fair value hierarchy of the Group's financial asssets carried at fair value summarised as below:

	Fair value of financial instruments carried at fair value			Total	Carrying
	Level 1	Level 2	Level 3	fair value	amount
	RM'000	RM'000	RM'000	RM'000	RM'000
2024					
Group					
Financial assets					
Other investments	-	-	1,046	1,046	1,046
Short term investment - money market funds	-	29,064	-	29,064	29,064
	-	29,064	1,046	30,110	30,110
2023					
Group					
Financial assets					
Other investments	-	-	*	*	*
Short term investment - money market funds	-	12	-	12	12
	-	12	-	12	12
2024					
Company					
Financial assets					
Short term investment - money market funds	-	6,274	-	6,274	6,274
2023					
Company					
Financial assets					
Short term investment - money market funds	-	12	-	12	12

There was no material transfer between Level 1, 2 and 3 during the financial year.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

39. Capital management

The Group's and the Company's objectives when managing capital are to safeguard the Group's and the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce cost of capital.

The Group manages its capital structure and makes adjustment to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes for managing capital during the financial year.

	Group		Company	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Total borrowings *	174,783	113,031	50,303	-
Total equity	230,778	193,289	145,708	132,705
Gearing ratio (times)	0.76	0.58	0.35	N/A

* Included lease liabilities for motor vehicles.

40. Segment reporting

Operating segments are prepared in a manner consistent with the internal reporting provided to Managing Director as its chief operating decision maker in order to allocate resources to segments and to assess its performance on a quarterly basis. For management purposes, the Group is organised into business units based on its products and services provided.

The Group is organised into the following reporting segments:

(a) Investment holding

Management, provision of financial services to companies within the Group, as well as holding of investments in the shares of subsidiaries and other investments.

(b) EPCC of solar energy system ("EPCC")

Turnkey EPCC services in solar energy solution to customers in three categories: residential, commercial and industrial (roof-top projects) and large scale solar energy producers.

(c) O&M of solar energy system ("O&M")

Warranty of between 2 and 5 years to customer for workmanship defects, performance monitoring and on-site support and repair to ensure optimal operation of solar energy system installation.

(d) Sale of electricity through solar energy generation ("Sale of electricity")

Sale of electricity generated through its self-constructed solar plant to electric utility company, Tenaga Nasional Berhad under a 21 to 25-year renewable energy power purchase agreement and also to other third party.

(e) Others

Comprises mainly businesses related to solar project development, environmental commodities trading and other green energy solutions.

Assets, liabilities and expenses which are common and cannot be meaningfully allocated to the operating segments are presented under unallocated items. Unallocated items comprise mainly administrative expenses, finance costs, other receivables, tax recoverable/liabilities, fixed deposits with financial institutions, cash and bank balances.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments

	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
Group						
2024						
Revenue						
Total revenue	150	547,362	10,263	12,052	30,150	599,977
Inter-segment revenue	-	(93,389)	(3,286)	-	(6,277)	(102,952)
External revenue	150	453,973	6,977	12,052	23,873	497,025
Results						
Segment (loss)/profit before interest and tax	(354)	37,631	2,249	6,597	7,562	53,685
Finance income						1,391
Finance costs						(7,894)
Profit before tax						47,182
Income tax expense						(13,120)
Net profit for the financial year						34,062

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments (cont'd)

	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
Group						
2023						
Revenue						
Total revenue	2	408,930	6,752	1,788	2,390	419,862
Inter-segment revenue	-	(52,228)	(2,095)	-	-	(54,323)
External revenue	2	356,702	4,657	1,788	2,390	365,539
Results						
Segment (loss)/profit before interest and tax	(1,388)	28,360	1,840	1,406	996	31,214
Finance income						587
Finance costs						(4,063)
Profit before tax						27,738
Income tax expense						(7,535)
Net profit for the financial year						20,203

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments (cont'd)

Group	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
2024						
Other information						
Segment profit/(loss) before tax includes the following:						
Finance income	53	1,336	-	*	2	1,391
Depreciation and amortisation	-	(3,153)	(148)	(3,865)	(233)	(7,399)
Finance costs	(1,699)	(3,284)	(9)	(2,902)	-	(7,894)
Realised and unrealised losses on foreign exchange, net	(1)	(804)	(1)	-	(1)	(807)
Rental expenses	-	(1,361)	(70)	(10)	(31)	(1,472)
Gain on disposal of non-current asset held for sale	-	143	-	-	-	143
Net impairment loss on financial assets	-	(1,303)	(12)	-	-	(1,315)
Provision for slow moving inventories	-	(13)	(4)	-	-	(17)

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments (cont'd)

Group	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
2023						
Other information						
Segment (loss)/profit before tax includes the following:						
Finance income	-	587	-	-	-	587
Depreciation and amortisation	-	(3,837)	(25)	(288)	-	(4,150)
Finance costs	-	(3,953)	-	(110)	-	(4,063)
Reversal of provision for defect liabilities	-	118	-	-	-	118
Realised and unrealised losses on foreign exchange, net	-	(1,976)	(1)	-	-	(1,977)
Rental expenses	-	(904)	(62)	-	-	(966)
Gain on disposal of property, plant and equipment	-	110	-	-	-	110
Net impairment loss on financial assets	-	(2,522)	-	-	-	(2,522)

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments (cont'd)

Group	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
2024						
Assets/Liabilities						
Additions to non-current assets [1]	-	2,424	215	46,761	5,093	54,493
Segment assets	7,817	269,379	3,100	216,724	20,421	517,441
Unallocated corporate assets [2]	56	2,582	55	135	142	2,970
Total assets						520,411
Segment liabilities	50,325	96,889	821	135,755	1,351	285,141
Unallocated corporate liabilities [2]	-	1	-	102	-	103
Total liabilities						285,244

* Represents amount less than RM1,000.

[1] *Additions to non-current assets consist of additions to property, plant and equipment.*

[2] *Unallocated assets and liabilities consist of deferred tax liabilities, deferred tax assets and current tax assets.*

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.1 Business segments (cont'd)

Group	Investment holding RM'000	EPCC of solar energy solution RM'000	Operations and maintenance of solar energy system RM'000	Sale of electricity through solar energy generation RM'000	Others RM'000	Total RM'000
2023						
Assets/Liabilities						
Additions to non-current assets [1]	-	11,733	106	136,092	-	147,931
Segment assets	749	324,006	969	145,732	811	472,267
Unallocated corporate assets [2]						2,008
Total assets						474,275
Segment liabilities	79	256,077	6,115	14,568	-	276,839
Unallocated corporate liabilities [2]						1
Total liabilities						276,840

[1] *Additions to non-current assets consist of additions to property, plant and equipment and intangible assets.*

[2] *Unallocated assets and liabilities consist of deferred tax asset and income tax payable.*

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

40. Segment reporting (cont'd)

40.2 Major customers

Revenue from external customers which individually contributed 10% or more to the total revenue recognised of the Group is as follows:

	Group	
	2024	**2023**
	RM'000	**RM'000**
Customer A	158,646	69,853
Customer B	60,912	44,498
	219,558	114,351

40.3 Geographical segments

Geographical information is not presented as the Group operates primarily in Malaysia.

41. Significant events during and after the financial year

(a) On 12 January 2024, Solarvest Asset Management Sdn. Bhd., a wholly-owned subsidiary of the Company acquired 50,000 ordinary shares of RM1.00 each in Distance Solar Energy Sdn. Bhd. ("DSESB"), representing the entire issued and paid up capital of DSESB for consideration of RM850,000. As at 31 March 2024, the acquisition is subject to fulfilment of conditions precedent.

(b) On 10 April 2024, Solarvest Global Assets Pte Ltd, a wholly-owned subsidiary of the Company incorporated a new subsidiary, Solarvest Assets (Thailand) Co., Ltd. ("SLVTH") with total issued and paid-up share capital of THB 1,000,000 comprising 100,000 ordinary shares. The intended principal activity of SLVTH is production and distribution of electricity and steam from renewable energy and other energy resources.

(c) On 13 June 2024, Solarvest Energy Sdn. Bhd., a wholly-owned subsidiary of the Company entered into 3 Sale and Purchase Agreements to acquire 4 levels of office space on Levels 26 to 29 with 200 parking bays and a rooftop retail unit on Level 31 of the Solarvest Tower (an on-going high-rise office tower development being constructed on a parcel of leasehold land held under Pajakan Negeri 53073, Lot No. 481445, Mukim Kuala Lumpur, Daerah Kuala Lumpur, Wilayah Persekutuan Kuala Lumpur) for a total cash consideration of RM48.73 million.

ANALYSIS OF SHAREHOLDINGS

SHARE CAPITAL AS AT 28 JUNE 2024

Total Number of Issued Shares	:	696,282,378
Issued Share Capital	:	RM168,989,947.00
Class of Shares	:	Ordinary shares
Voting Rights	:	One (1) vote per one (1) ordinary share

DISTRIBUTION OF SHAREHOLDINGS AS AT 28 JUNE 2024

	No. of Shareholders	% of Shareholders	No. of Shares Held	% of shares
1 – 99	657	6.143	30,206	0.004
100 – 1,000	2,159	20.188	1,254,731	0.180
1,001 – 10,000	5,894	55.115	25,447,905	3.654
10,001 – 100,000	1,682	15.728	45,510,065	6.536
100,001 to 33,377,695	302	2.824	624,039,471	89.624
33,377,696 and above	0	0.000	0	0.000
	10,694	100.000	696,282,378	100.000

SUBSTANTIAL SHAREHOLDERS AS AT 28 JUNE 2024
(Based on the Register of Substantial Shareholders)

		Direct	%	Indirect	%
1	Atlantic Blue Holdings Sdn Bhd	152,651,982	21.924	-	-
2	Lim Chin Siu	52,265,000	8.942	152,651,982[(1)]	21.924
3	Tan Chyi Boon	48,450,000	8.395	152,651,982[(1)]	21.924
4	Employees Provident Fund Board	40,082,900	5.757	-	-

(1) Deemed interest by virtue of his interest in Atlantic Blue Holdings Sdn Bhd pursuant to Section 8 of the Companies Act 2016.

DIRECTORS' INTERESTS IN SHARES AS AT 28 JUNE 2024
(Based on the Register of Directors' Shareholdings)

		Direct	%	Indirect	%
1	Dato' Che Halin Bin Mohd Hashim	2,200,000	0.316	-	-
2	Lim Chin Siu	52,265,000	8.942	152,651,982[(*)]	21.924
3	Tan Chyi Boon	48,450,000	8.395	152,651,982[(*)]	21.924
4	Liew Chee Ing	-	-	-	-
5	Rashidah Binti Othman	-	-	-	-
6	Fong Shin Ni	30,000	0.004	-	-
7	Gan Teck Hooi	-	-	-	-
8	Azian Binti Mohd Yusof	-	-	-	-
9	Chong Chun Shiong^	11,625,000	3.106	-	-

Notes:
(*) Deemed interest by virtue of his direct interest in Atlantic Blue Holdings Sdn Bhd pursuant to Section 8 of the Companies Act 2016.
(^) He is also the Group Chief Executive Officer.

ANALYSIS OF SHAREHOLDINGS (CONT'D)

DIRECTORS' INTERESTS IN ESOS OPTIONS AS AT 28 JUNE 2024
(Based on the Register of Options)

	No. of ESOS Options			
Name of Directors	**Granted on 8 September 2022 and 28 February 2023**	**Total ESOS Options Accepted**	**Total ESOS Options Exercised**	**Balance of ESOS Options Unexercised**
Lim Chin Siu	10,000,000	10,000,000	-	10,000,000
Tan Chyi Boon	10,000,000	10,000,000	-	10,000,000
Chong Chun Shiong^	10,000,000	10,000,000	-	10,000,000
Liew Chee Ing	1,900,000	1,900,000	-	1,900,000

(^) He is also the Group Chief Executive Officer.

LIST OF TOP 30 LARGEST SECURITIES ACCOUNT HOLDERS AS AT 28 JUNE 2024
(without aggregating the securities from different securities accounts belonging to the same registered holder)

No.	Top 30 Largest Securities Account Holders	No. of shares	% of shares
1	CITIGROUP NOMINEES (TEMPATAN) SDN BHD EXEMPT AN FOR AIA BHD.	21,149,400	3.037
2	MIDF AMANAH INVESTMENT NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MGN-TCB0002M)	18,000,000	2.585
3	MIDF AMANAH INVESTMENT NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MGN-CCS0006M)	18,000,000	2.585
4	MIDF AMANAH INVESTMENT NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MGN-LCS0021M)	18,000,000	2.585
5	ATLANTIC BLUE HOLDINGS SDN BHD	17,151,982	2.463
6	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR LIM CHIN SIU	15,340,000	2.203
7	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MX3942)	15,000,000	2.154
8	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MX3936)	15,000,000	2.154
9	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MX3905)	15,000,000	2.154
10	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (MX3937)	15,000,000	2.154
11	CITIGROUP NOMINEES (TEMPATAN) SDN BHD EMPLOYEES PROVIDENT FUND BOARD	14,105,000	2.025
12	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT - AMBANK (M) BERHAD FOR ATLANTIC BLUE HOLDINGS SDN. BHD. (BX1227)	12,600,000	1.809

ANALYSIS OF SHAREHOLDINGS (CONT'D)

LIST OF TOP 30 LARGEST SECURITIES ACCOUNT HOLDERS AS AT 28 JUNE 2024 (CONT'D)
(without aggregating the securities from different securities accounts belonging to the same registered holder)

No.	Top 30 Largest Securities Account Holders	No. of shares	% of shares
13	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHYI BOON	12,550,000	1.802
14	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR TAN CHYI BOON	12,500,000	1.795
15	KUMPULAN WANG PERSARAAN (DIPERBADANKAN)	12,478,700	1.792
16	DB (MALAYSIA) NOMINEE (TEMPATAN) SENDIRIAN BERHAD DEUTSCHE BANK AG SINGAPORE SES CLT ACC FOR LIM CHIN SIU (MAYBANK SINGAPORE LIMITED -12023679)	11,000,000	1.579
17	LEMBAGA TABUNG ANGKATAN TENTERA	10,660,300	1.531
18	CITIGROUP NOMINEES (TEMPATAN) SDN BHD EMPLOYEES PROVIDENT FUND BOARD (NOMURA)	10,000,000	1.436
19	CITIGROUP NOMINEES (TEMPATAN) SDN BHD EXEMPT AN FOR AIA PUBLIC TAKAFUL BHD.	8,454,000	1.214
20	HSBC NOMINEES (TEMPATAN) SDN BHD HSBC (M) TRUSTEE BHD FOR AHAM AIIMAN GROWTH FUND	8,371,900	1.202
21	AMANAH RAYA BERHAD KUMPULAN WANG BERSAMA	8,346,800	1.198
22	CIMB GROUP NOMINEES (TEMPATAN) SDN BHD CIMB COMMERCE TRUSTEE BERHAD - KENANGA GROWTH FUND	7,382,500	1.060
23	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT - AMBANK (M) BERHAD FOR ATLANTIC BLUE HOLDINGS SDN. BHD. (BX1220)	7,000,000	1.005
24	CIMB GROUP NOMINEES (TEMPATAN) SDN BHD CIMB COMMERCE TRUSTEE BERHAD FOR KENANGA SHARIAH GROWTH OPPORTUNITIES FUND (50156 TR01)	6,882,900	0.988
25	TAN CHYI BOON	6,500,000	0.933
26	AMANAH RAYA BERHAD KUMPULAN WANG BERSAMA SYARIAH	6,354,700	0.912
27	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LIM CHIN SIU	6,225,000	0.894
28	CITIGROUP NOMINEES (TEMPATAN) SDN BHD EMPLOYEES PROVIDENT FUND BOARD (ISLAMIC)	6,045,000	0.868
29	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LIM CHIN SIU (7010857)	6,000,000	0.861
30	CGS INTERNATIONAL NOMINEES MALAYSIA (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR POR TEONG ENG (MY3923)	5,977,700	0.858
	Total	**347,075,882**	**49.847**

ANALYSIS OF WARRANT HOLDINGS

SHARE CAPITAL AS AT 28 JUNE 2024

Total Number of Outstanding Warrants	:	153,657,520
Class of Securities	:	Warrants A 2021/2026
Exercise Price per Warrant	:	RM1.00 each

DISTRIBUTION OF WARRANT HOLDINGS AS AT 28 JUNE 2024

	No. of Warrant Holders	% of Warrant Holders	No. of Warrants Held	% of Warrants
1 – 99	1,870	37.377	96,598	0.062
100 – 1,000	1,256	25.104	558,153	0.363
1,001 – 10,000	1,238	24.745	5,006,647	3.258
10,001 – 100,000	526	10.513	17,804,620	11.587
100,001 to 7,923,232	110	2.198	82,610,308	53.762
7,923,233 and above	3	0.059	47,581,194	30.965
	5,003	100.000	153,657,520	100.000

DIRECTORS' WARRANT HOLDINGS AS AT 28 JUNE 2024
(Based on the Register of Directors' Warrant Holdings)

		Direct	%	Indirect	%
1	Dato' Che Halin Bin Mohd Hashim	37,500	0.024	-	-
2	Lim Chin Siu	1,875,000	1.220	18,235,594(*)	11.868
3	Tan Chyi Boon	4,375,000	2.847	18,235,594(*)	11.868
4	Liew Chee Ing	-	-	-	-
5	Rashidah Binti Othman	-	-	-	-
6	Fong Shin Ni	-	-	-	-
7	Gan Teck Hooi	-	-	-	-
8	Azian Binti Mohd Yusof	-	-	-	-
9	Chong Chun Shiong^	1,573,750	1.024	-	-

Notes:
(*) Deemed interest by virtue of his direct interest in Atlantic Blue Holdings Sdn Bhd pursuant to Section 8 of the Companies Act 2016.
(^) He is also the Group Chief Executive Officer,

ANALYSIS OF WARRANT HOLDINGS (CONT'D)

LIST OF TOP 30 LARGEST WARRANT HOLDERS AS AT 28 JUNE 2024
(without aggregating the securities from different securities accounts belonging to the same registered holder)

		No. of Warrants	% of Warrants
1	FIAMMA HOLDINGS BERHAD	20,635,600	13.429
2	ATLANTIC BLUE HOLDINGS SDN BHD	16,360,594	10.647
3	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR ONG CHOO MENG (DATO')	10,585,000	6.888
4	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR OOI CHEN SENG	7,659,800	4.984
5	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LAU KIM SAN (7014763)	7,100,000	4.620
6	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT - AMBANK (M) BERHAD FOR DATO' ONG CHOO MENG (SMART)	6,400,000	4.165
7	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR CHU KERD YEE (M01)	6,030,212	3.924
8	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR RONNY NG	4,250,000	2.765
9	CGS INTERNATIONAL NOMINEES MALAYSIA (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR CHAI LEE LEE (MY2254)	3,500,000	2.277
10	ANG KAI-SHEEN,MELISSA	3,000,000	1.952
11	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LIM CHEE LIP	2,700,000	1.757
12	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHYI BOON	2,500,000	1.626
13	TA NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR DATO' ONG CHOO MENG	2,500,000	1.626
14	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR DATO' ONG CHOO MENG	2,415,000	1.571
15	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LIM CHIN SIU	1,875,000	1.220
16	UOB KAY HIAN NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR ATLANTIC BLUE HOLDINGS SDN BHD (THIRD PARTY)	1,875,000	1.220
17	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LAU KIM SAN	1,700,000	1.106
18	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR DATO ONG CHOO MENG	1,500,000	0.976
19	TA NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LEE SWAN CHOO	1,500,000	0.976
20	CGS INTERNATIONAL NOMINEES MALAYSIA (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR SHIM CHUN WEI (MP0560) PLEDGED SECURITIES ACCOUNT FOR ONG KAH HOE (MY1325)	1,253,900	0.816

ANALYSIS OF WARRANT HOLDINGS (CONT'D)

LIST OF TOP 30 LARGEST WARRANT HOLDERS AS AT 28 JUNE 2024 (CONT'D)
(without aggregating the securities from different securities accounts belonging to the same registered holder)

		No. of Warrants	% of Warrants
21	MAYBANK NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHYI BOON	1,125,000	0.732
22	MAYBANK SECURITIES NOMINEES (ASING) SDN BHD MAYBANK SECURITIES PTE LTD FOR CHUMPONCHANTHARAKULPONGSA @ CHAN TEIK CHUAN	1,050,000	0.683
23	CGS INTERNATIONAL NOMINEES MALAYSIA (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR CHEW HEW WEARN (MY4130)	1,014,000	0.659
24	AMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR CHONG CHUN SHIONG	1,000,000	0.650
25	RHB NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR CHU KERD YEE	988,000	0.642
26	AFFIN HWANG NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR LIM WAI YEE	750,000	0.488
27	KENANGA NOMINEES (TEMPATAN) SDN BHD RAKUTEN TRADE SDN BHD FOR CHUA SENG SAM	750,000	0.488
28	M & A NOMINEE (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHYI BOON (PNG)	750,000	0.488
29	CHAN PHIAK CHU	578,900	0.376
30	CGS INTERNATIONAL NOMINEES MALAYSIA (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR LOK BOON CHENG (MY4156)	550,000	0.357
	Total	**113,896,006**	**74.123**

LIST OF PROPERTIES

No.	Title No.	Property Address	Tenure	Description of property/ Existing use	Category of land use/ Land area/ Built-up area (s.q. metre)	Revaluation Date	Approximate Age of Building	Audited Net Book Value as at 31 March 2024 (RM'000)
1.	GM 799 (Lot 4166), GM 800 (Lot 4167), Mukim Derga, Daerah Kota Setar, Kedah. GM 5979 (Lot 4168), GM 22573 (Lot 4169), H.S.(M) 17440 (PT 4685), Bandar Alor Setar, Daerah Kota Setar, Kedah.	4166-4170, Jalan Ganding 2, Taman Ganding, Jalan Langgar, 05460 Alor Setar Kedah	Freehold	5 units of 3-storey shop office/ Branch office and warehouse	Building/ 1302/ 3906 (for each unit)	8.9.2016	8 years	2,582
2.	PN 50495/M1-A/7/36, Lot 103 Seksyen 36, Bandar Petaling Jaya, Daerah Petaling, Selangor.	A-30-05, 3 Two Square, Jalan 19/1, 46300 Petaling Jaya, Selangor	Leasehold of 99 years expiring on 6 September 2106 (84 remaining years)	5th Floor office unit located in a 6-storey office building/ Office	Building/ Not applicable/ 1948	-	15 years	790

LIST OF ABBREVIATIONS

"ABC Policy"	Anti-Bribery and Corruption Policy
"AC"	Audit Committee
"AGM"	Annual General Meeting
"AI"	artificial intelligence
"AIoT"	artificial intelligence of things
"Alliance Bank"	Alliance Bank Malaysia Berhad
"ASEAN"	Association of Southeast Asian Nations
"BESS"	Battery Energy Storage Systems
"Board"	Solarvest's Board of Directors
"Board Committees"	Collectively comprising MEC, AC, NC, RC and RMC (redesignated as the SRMC with effect from 27 February 2023)
"BIPV"	Building-integrated Photovoltaics
"Bursa Securities"	Bursa Malaysia Securities Berhad
"C&I"	commercial and industrial
"CA 2016"	Companies Act 2016
"CAPEX"	capital expenditure
"CC"	Carbon Credits
"CCUS"	Carbon Capture, Utilisation and Storage
"CENTEXS"	Centre for Technology Excellence Sarawak
"CEO"	Chief Executive Officer
"CG"	corporate governance
"CGPA"	Corporate Green Power Agreement
"CGPP"	Corporate Green Power Programme
"CIDB"	Construction Industry Development Board of Malaysia
"COD"	commercial operation date
"Code"	Code of Conduct and Ethics
"COI"	conflict of interest
"Company"	Solarvest Holdings Berhad
"CO_2e"	carbon dioxide equivalent
"COP28"	28th Conference of the Parties
"CSR"	corporate social responsibility
"CSS"	Customer Satisfaction Survey
"DC"	direct current
"DOE"	Department of Environment
"DOSH"	Department of Occupational Safety and Health
"EAIA"	Environmental Aspect Impact Assessment
"EC"	Energy Commission
"Eco Asia"	Eco Asia Governance Advisory Sdn Bhd
"ED"	Executive Director
"EE"	energy efficiency
"EGM"	Extraordinary General Meeting
"EPCC"	engineering, procurement, construction and commissioning
"EPS"	earnings per share
"ERM"	enterprise risk management
"ESG"	environmental, social and governance
"ESOS"	Employees' Share Option Scheme
"ESS"	energy storage systems
"EV"	electric vehicle
"Fintech"	financial technology
"FiT"	Feed-in Tariff
"FYE"	financial year ending/ended 31 March
"GDP"	Gross Domestic Product
"GEL"	Green Energy Lab
"GES"	Green Energy Symposium
"GHG"	greenhouse gas
"GHS"	Group Hospitalisation and Surgical
"GJ"	gigajoule
"GPA"	Group Personal Accident
"Greentech"	Green Technology
"GP"	gross profit
"GRI"	Global Reporting Initiative
"GWP"	Global Warming Potential
"GWp"	gigawatt peak
"HIRARC"	Hazard Identification, Risk Assessment, and Risk Control
"HR"	Human Resource
"HSE"	Health, Safety and Environment
"HOD"	Head of Department
"Hornbill Networks"	Hornbill Networks Consortium Sdn Bhd
"Huawei Malaysia"	Huawei Technologies (Malaysia) Sdn Bhd
"ICE"	internal combustion engine
"IFRS"	International Financial Reporting Standards
"IPCC"	Intergovernmental Panel on Climate Change
"IPO"	Initial Public Offering
"ICU"	Intensive Care Unit
"IMTN"	Islamic Medium-Term Note
"INED"	Independent Non-Executive Director
"ISO"	International Organization for Standardization
"IT"	Information Technology
"KSM"	Key Senior Managemnet
"kWp"	kilowatt peak
"LED"	light-emitting diode
"LCEPG"	Low Carbon Energy Generation Programme
"LSS"	large scale solar
"LSS4"	the fourth cycle of the LSS programme
"MACC"	Malaysian Anti-Corruption Commission

LIST OF ABBREVIATIONS (CONT'D)

"MCCG"	Malaysian Code on Corporate Governance
"MD"	Managing Director
"MEC"	Management Executive Committee
"MGMT" or "Management"	Management of Solarvest
"MFA"	Multi-Factor Authentication
"MFRS"	Malaysian Financial Reporting Standards
"MGTC"	Malaysian Green Technology and Climate Change Corporation
"MIA"	Malaysian Institute of Accountants
"MMLR"	Main Market Listing Requirements of Bursa Securities
"MoIT"	Ministry of Industry and Trade
"MOU"	Memorandum of Understanding
"MPIA"	Malaysian Photovoltaic Industry Association
"MW" or "MWac"	megawatt in alternating current
"MWh"	megawatt hour
"MWp"	megawatt peak
"NADOPOD"	Notification of Accident, Dangerous Occurrence, Poisoning and Occupational Disease
"NEDA"	New Enhanced Dispatch Arrangement
"NC"	Nominating Committee
"NDA"	Non-Disclosure Agreement
"NCA"	Non-Conformance Agreement
"NEM"	Net Energy Metering
"NETR"	National Energy Transition Roadmap
"NPS"	Net Promoter Score
"NRECC"	Ministry of Natural Resources, Environment and Climate Change
"O&M"	operations and maintenance
"OSH"	Occupational Safety and Health
"PATAMI"	profit after tax and minority interest or profit attributable to the owners of the Company
"PBT"	profit before tax
"PDP8"	Eighth National Power Development Plan
"Penang FC"	Penang Football Club
"PETRA"	Ministry of Energy Transition and Water Transformation
"PF"	project financing
"PKNS"	Perbadanan Kemajuan Negeri Selangor
"PPA"	power purchase agreement
"PR"	Project financing
"PV"	photovoltaic
"QSHE"	Quality, Safety, Health and Environment
"Q&A"	Question and Answer

"RC"	Remuneration Committee
"RE"	renewable energy
"REC"	renewable energy certificate
"RMC"	Risk Management Committee (redesignated as the SRMC with effect from 27 February 2023)
"RPT"	related party transactions
"RPVI"	Registered Solar PV Investor
"RPVSP"	Registered PV Service Provider
"SASB"	Sustainability Accounting Standards Board
"SBTi"	Science Based Targets Initiative
"SC"	Securities Commission Malaysia
"SCOD"	scheduled commercial operation date
"SDGs"	Sustainable Development Goals
"SEDA"	Sustainable Energy Development Authority of Malaysia
"SELCO"	Self-Consumption
"SIC"	Selangor Industrial Corporation Sdn Bhd
"SIL"	Solarvest Innovation Lab
"SME"	small and medium sized enterprise
"SOCOTECO II"	South Cotabato II Electric Cooperative,Inc
"Solarvest" or "Group"	Solarvest Holdings Berhad and its subsidiaries
"SRDC"	Sarawak Research Development Council
"SRMC"	Sustainability and Risk Management Committee
"SWG"	Sustainability Working Group
"S&H"	Safety and Health
"TCFD"	Task Force on Climate-related Financial Disclosures
"TCM"	Traditional Chinese Medicine
"TNB"	Tenaga Nasional Berhad
"TOR"	Terms of Reference
"UNFCC"	United Nations Framework Convention on Climate Change
"VPN"	Virtual Private Network
"V2G"	Vehicle-to-Grid
"YoY"	year-on-year

NOTICE OF SEVENTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the Seventh Annual General Meeting ("**7th AGM**") of Solarvest Holdings Berhad ("**the Company**") will be held virtually through live streaming from the broadcast venue at Conference Room (Marvel), L1-01, Pacific 63@PJ Centre, No. 5, Jalan 13/6, Seksyen 13, 46200 Petaling Jaya, Selangor ("**Broadcast Venue**") and via the online meeting platform at https://web.vote2u.my (Domain registration number with MYNIC D6A471702) provided by Vote2U on Friday, 30 August 2024 at 10.00 a.m. to transact the following businesses:-

A G E N D A

AS ORDINARY BUSINESS

1. To receive the Audited Financial Statements for the financial year ended 31 March 2024 together with the Reports of the Directors and Auditors thereon. ***[Please refer to Explanatory Note 1]***

2. Approval of the increase in the Directors' fee of RM24,000.00 payable to the Independent Non-Executive Directors entitled to be received by the Independent Non-Executive Directors for the period from 31 August 2023 to 30 August 2024. ***[Please refer to Explanatory Note 2] [Ordinary Resolution 1]***

3. To approve the payment of Non-Executive Directors' fees for an amount of up to RM468,000.00 payable to Non-Executive Directors on a monthly basis for the period from 31 August 2024 until the next Annual General Meeting ("**AGM**") of the Company, in such proportions and manner as the Directors may determine as follows: ***[Please refer to Explanatory Note 2] [Ordinary Resolution 2]***

No.	Type of Director	Non-Executive Directors' fees of the Company (RM)
1	Chairman of the Board	108,000.00
2	Independent Non-Executive Directors	360,000.00

AND THAT to approve the Non-Executive Directors' benefits (excluding Directors' fees) for an amount of up to RM24,000.00 payable to Non-Executive Directors for the period from 31 August 2024 until the next AGM of the Company, in such manner as the Directors may determine:

No.	Type of Director	Non-Executive Directors' benefits of the Company (RM)
1	Chairman of the Board	4,000.00
2	Independent Non-Executive Directors	20,000.00

4. To re-elect the following Directors who retire pursuant to Clause 85.1 of the Company's Constitution and being eligible, have offered themselves for re-election:-

   (a) Dato' Che Halin Bin Mohd Hashim; ***[Ordinary Resolution 3]***
   (b) Mr. Lim Chin Siu; and ***[Ordinary Resolution 4]***
   (c) Puan Azian Binti Mohd Yusof ***[Ordinary Resolution 5]***

5. To re-elect the following Directors who retire pursuant to Clause 92 of the Company's Constitution and being eligible, have offered themselves for re-election:-

   (a) Mr. Liew Chee Ing; and ***[Ordinary Resolution 6]***
   (b) Puan Rashidah Binti Othman. ***[Ordinary Resolution 7]***

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

6. To re-appoint Messrs. Ecovis Malaysia PLT as the Auditors of the Company for the ensuing year and to authorise the Directors to fix their remuneration. ***[Ordinary Resolution 8]***

AS SPECIAL BUSINESS

To consider and if thought fit, to pass with or without modifications, the following resolutions:-

7. **AUTHORITY TO ALLOT AND ISSUE SHARES PURSUANT TO THE COMPANIES ACT 2016**

[Please refer to Explanatory Note 3]
[Ordinary Resolution 9]

THAT subject always to the Companies Act 2016 ("**the Act**"), the Constitution of the Company, the Main Market Listing Requirements ("**MMLR**") of Bursa Malaysia Securities Berhad ("**Bursa Malaysia**") and approvals of the relevant government and/or regulatory authorities, where such approval is required, the Directors of the Company be and are hereby authorised and empowered pursuant to Sections 75 and 76 of the Act, to issue and allot shares in the capital of the Company, grant rights to subscribe for shares in the Company, convert any securities into shares in the Company, or allot shares under an agreement or option or offer ("**New Shares**") from time to time, at such price, to such persons and for such purposes and upon such terms and conditions as the Directors may, in their absolute discretion deem fit, provided that the aggregate number of shares to be issued, to be subscribed under any rights granted, to be issued from the conversion of any security, or to be issued and allotted under an agreement or option or offer, pursuant to this resolution, when aggregated with the total number of any such shares issued during the preceding twelve (12) months does not exceed ten per centum (10%) of the total number of issued shares of the Company (excluding treasury shares) for the time being ("**Proposed General Mandate**").

THAT the existing members of the Company do hereby waive their pre-emptive rights pursuant to Section 85(1) of the Act read together with the Company's Constitution to be offered the New Shares to be allotted and issued under the Proposed General Mandate, which rank equally with the existing issued shares in the Company.

THAT such approval on the Proposed General Mandate shall continue to be in force until:-

a) The conclusion of the next AGM of the Company held after the approval was given;
b) The expiration of the period within which the next AGM of the Company is required to be held after the approval was given; or
c) Revoked or varied by resolution passed by the members of the Company in a general meeting;

whichever is earlier.

THAT the Directors be and are hereby also empowered to obtain approval from the Bursa Malaysia for the listing and quotation for such New Shares on Bursa Malaysia.

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

THAT authority be and is hereby given to the Directors of the Company, to give effect to the Proposed General Mandate with full powers to assent to any conditions, modifications, variations and/or amendments as they may deem fit in the best interest of the Company and/or as may be imposed by the relevant authorities.

AND THAT the Directors of the Company be and are hereby authorised to implement, finalise, complete and take all necessary steps and to do all acts (including execute such documents as may be required), deeds and things in relation to the Proposed General Mandate.

8. **ORDINARY RESOLUTION**
   - **PROPOSED AUTHORITY FOR THE COMPANY TO PURCHASE ITS OWN ORDINARY SHARES**

Please refer to Explanatory Note 4]
[Ordinary Resolution 10]

THAT subject to the Act, the Constitution of the Company, the MMLR of Bursa Malaysia and the approvals of all relevant governmental and/or regulatory authorities (if any), the Company be and is hereby authorised to purchase such amount of ordinary shares in the Company ("**Proposed Share Buy-Back**") as may be determined by the Directors of the Company from time to time through Bursa Malaysia upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company, provided that:-

a) the aggregate number of shares purchased and/or held pursuant to this resolution does not exceed 10% of the total number of issued shares of the Company at any point in time of the purchase; and

b) the Directors shall resolve at their discretion pursuant to Section 127 of the Act whether to cancel the shares so purchased, to retain the shares so purchased as treasury shares or to retain part of the shares so purchased as treasury shares and cancel the remainder of the shares or in any other manner as may be permitted and prescribed by the Act, rules, regulations, guidelines, requirements and/or orders pursuant to the Act and/or the rules, regulations, guidelines, requirements and/or orders of Bursa Malaysia and any other relevant authorities for the time being in force.

THAT an amount not exceeding the Company's retained profits be allocated by the Company for the Proposed Share Buy-Back.

THAT the authority conferred by this resolution will be effective immediately upon the passing of this resolution and shall continue to be in force until:-

a) the conclusion of the next AGM of the Company at which time the said authority will lapse unless by an ordinary resolution passed at a general meeting of the Company, the authority is renewed, either unconditionally or subject to conditions; or
b) the expiration of the period within which the next AGM of the Company is required by law to be held; or
c) revoked or varied by an ordinary resolution passed by the shareholders in a general meeting,

whichever occurs first but not so as to prejudice the completion of the purchase(s) by the Company before the aforesaid expiry date and in any event, in accordance with the provisions of the guidelines issued by Bursa Malaysia and/or any other relevant governmental and/or regulatory authorities (if any).

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

THAT the Directors of the Company be authorised to complete and do all such acts and things (including executing all such documents as may be required) as they may consider expedient or necessary to give effect to the Proposed Share Buy-Back as may be agreed or allowed by any relevant governmental and/or regulatory authorities.

9. **PROPOSED SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE AS SET OUT IN SECTIONS 3.3.1 (i) TO 3.3.1(ii) OF THE CIRCULAR TO SHAREHOLDERS DATED 31 JULY 2024** ***[Please refer to Explanatory Note 5] [Ordinary Resolution 11]***

THAT subject to the Act, the Constitution of the Company and the MMLR of Bursa Malaysia, approval be and is hereby given to the Company and its subsidiaries ("**Solarvest Group**") to enter into all arrangements and/or transactions with the related parties involving the interest of Directors, major shareholders or persons connected with Director and/or major shareholders of the Solarvest Group, as specified in Sections 3.3.1 (i) to (ii) of the Company's Circular to Shareholders dated 31 July 2024 ("**Related Parties**") provided that such arrangements and/or transactions are recurrent transactions of a revenue or trading nature which are necessary for the day-to-day operations and are carried out in the ordinary course of business on normal commercial terms which are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders ("**Shareholders' Mandate**").

THAT such approval shall continue to be in force until:-

(i) the conclusion of the next AGM of the Company at which time such approval will lapse, unless by an ordinary resolution passed at a general meeting of the Company, the authority of the Shareholders' Mandate is renewed; or
(ii) the expiration of the period within which the next AGM after that date is required to be held pursuant to Section 340(2) of the Act (but must not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
(iii) revoked or varied by an ordinary resolution passed by the shareholders in a general meeting;

whichever is earlier.

THAT the Directors of the Company be authorised to complete and do all such acts and things (including executing all such documents as may be required) as they may consider expedient or necessary to give effect to the Shareholders' Mandate.

10. **PROPOSED SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE AS SET OUT IN SECTION 3.3.1 (iii) OF THE CIRCULAR TO SHAREHOLDERS DATED 31 JULY 2024** ***[Please refer to Explanatory Note 6] [Ordinary Resolution 12]***

THAT subject to the Act, the Constitution of the Company and the MMLR of Bursa Malaysia, approval be and is hereby given to Solarvest Group to enter into all arrangements and/or transactions with the related party involving the interest of Directors, major shareholders or persons connected with Directors and/or major shareholders of the Solarvest Group, as specified in Section 3.3.1 (iii) of the Company's Circular to Shareholders dated 31 July 2024 ("**Related Party**") provided that such

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

arrangements and/or transactions are recurrent transactions of a revenue or trading nature which are necessary for the day-to-day operations and are carried out in the ordinary course of business on normal commercial terms which are not more favourable to the Related Party than those generally available to the public and are not to the detriment of the minority shareholders ("**Shareholders' Mandate**").

THAT such approval shall continue to be in force until:-

a) the conclusion of the next AGM of the Company at which time such approval will lapse, unless by an ordinary resolution passed at a general meeting of the Company, the authority of the Shareholders' Mandate is renewed; or
b) the expiration of the period within which the next AGM after that date is required to be held pursuant to Section 340(2) of the Act (but must not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
c) revoked or varied by an ordinary resolution passed by the shareholders in a general meeting;

whichever is earlier.

THAT the Directors of the Company be authorised to complete and do all such acts and things (including executing all such documents as may be required) as they may consider expedient or necessary to give effect to the Shareholders' Mandate.

11. To transact any other business of which due notice shall have been given in accordance with the Company's Constitution and/or the Companies Act 2016.

BY ORDER OF THE BOARD

TEO SOON MEI (SSM PC No. 201908000235) (MAICSA 7018590)
TEE WAN TING (SSM PC No. 202208000388) (MAICSA 7077906)
Company Secretaries

Kuala Lumpur
Dated: 31 July 2024

Explanatory Notes on Ordinary and Special Businesses:

1. Item 1 of the Agenda

This Agenda item is meant for discussion only as the provision of Section 340(1)(a) of the Companies Act 2016 does not require a formal approval of the members for the Audited Financial Statements. As such, this Agenda item is not put forward for voting.

2. Items 2 and 3 of the Agenda

Section 230(1) of the Companies Act 2016 provides that the fees of the directors and any benefits payable to the directors including any compensation for loss of employment of a director or former director of a public company or a listed company and its subsidiaries, shall be approved at a general meeting.

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

The Company had, at its Sixth AGM ("**6th AGM**") held on 30 August 2023, obtained approval from the members in respect of:-

Approved limit granted by the members at the 6th AGM ("**Approved Limit**")		
	Directors' Fee (RM)	Meeting allowance and claimable benefits (RM)
Chairman	108,000	4,000
Independent Non-Executive Directors	216,000	12,000
Non-Independent Non-Executive Director	72,000	4,000
Total for Non-Executive Directors	396,000	20,000

The Directors' remuneration policy of the Company for the financial year ended 31 March 2024 is as follows:-

	The Company	
	Directors' Fee (RM)	Meeting allowance and claimable benefits (RM)
Chairman	96,000	3,000
Independent Non-Executive Director	240,000	12,000
Non- Independent Non-Executive Director	32,167	1,000
Total	368,167	16,000

Details of the Directors' Remuneration for the financial year ended 31 March 2024 are contained in the Corporate Governance Report 2024 of the Company and published at the Company's website.

The Non-Executive Directors'Fees and Directors' benefits (excluding Directors' fees) paid to the Independent Non-Executive Chairman and the Non-Independent Non-Executive Director for the financial year ended 31 March 2024 did not exceed the Approved Limit approved by the members at the 6th AGM of the Company in 2023. However, the Directors' Fees paid to the Independent Non-Executive Directors for the financial year ended 31 March 2024 exceeded the Approved Limit approved by the members at the 6th AGM of the Company in 2023. As agreed by the Board of Directors of the Company, the members' approval shall be sought at the 7th AGM on the Directors' Fees of the Company through the following resolution:-

(i) Ordinary Resolution 1 on the payment of the increase in the Directors' fee of RM24,000.00 payable to the Independent Non-Executive Directors entitled to be received by the Independent Non-Executive Directors for the period from 31 August 2023 to 30 August 2024

Additionally, the Company is seeking members' approval for the payment of Non-Executive Directors' fees for an amount up to RM468,000.00 and Non-Executive Directors' benefits for an amount up to RM24,000.00 payable to the Non-Executive Directors on a monthly basis for the period from 31 August 2024 until the next AGM of the Company under Ordinary Resolution 2.

The estimated Non-Executive Directors' fees and benefits proposed for the financial period from 31 August 2024 until the next AGM of the Company are derived based on the current Board size.

The benefits payable to the Non-Executive Directors comprising of meetings allowances based on actual attendance of meetings by the Non-Executive Directors and other claimable benefits including reimbursable expenses incurred in the course of carrying out their duties as Directors. The payment of benefits to the Non-Executive Directors will be made by the Company on a monthly basis and/or as and when incurred.

Ordinary Resolution 2 is to facilitate payment of Non-Executive Directors' fees and benefits for the financial year 2024/2025.

In the event that the proposed Non-Executive Directors' fees and benefits payable are insufficient due to the enlarged Board size, the Company will seek members' approval at the next AGM of the Company for the additional Non-Executive Directors' fees and benefits payable to meet the shortfall.

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

3. **Item 7 of the Agenda**

Ordinary Resolution 9, if passed, will grant the Directors authority to issue ordinary shares in the capital of the Company up to an aggregate amount not exceeding 10% of the total number issued share in the share capital of the Company for the time being ("**General Mandate**"). The General Mandate is a renewal of the previous mandate, allowing the Company to allot and issue shares from time to time and to grant subscription rights for shares in the Company, convert other securities into shares in the Company, or allot shares under an agreement, option or offer, provided that the aggregate number of shares allotted pursuant to this resolution does not exceed the prescribed limit under MMLR of Bursa Malaysia.

The purpose of this General Mandate, if passed, will enable the Directors to take swift action in case of a need to issue and allot new shares in the Company for fund raising activities, including but not limited to placement of shares for the purpose of funding the Company's current and/or future investment projects, working capital, acquisitions and/or for issuance of shares as settlement of purchase consideration, or such other purposes as the Directors may deem fit in the best interest of the Company, provided that the aggregate number of shares or convertible securities issued must not be more than 10% of the total number of issued shares. This General Mandate, unless revoked or varied by the Company in a general meeting will expire at the conclusion of the next AGM of the Company.

However, pursuant to Section 85(1) of the Act and Clause 54 of the Company's Constitution, the New Shares will have to be offered to the existing members of the Company unless there is a direction to the contrary given in the general meeting of the Company. Should the existing members of the Company approve the proposed Ordinary Resolution 9, they are waiving their pre-emptive rights pursuant to Section 85(1) of the Act, which then would allow the Directors to issue New Shares to any person without having to offer the said New Shares equally to all existing members of the Company prior to the issuance. This will result in a dilution to the shareholding percentage of the existing members of the Company.

The Board of Directors of the Company is of the view that the General Mandate is in the best interest of the Company and its members as it will provide flexibility to the Company to issue new shares without the need to convene separate general meeting to obtain its members' approval so as to avoid incurring additional costs and time. It will also enable the Directors to take swift action in case of a need to issue and allot new shares in the Company's fund raising activities, including but not limited to further placement of shares for the purpose of funding the Company's current and/or future investment projects, working capital, acquisitions and/or for issuance of shares as settlement of purchase consideration, or other circumstances arise which involve grant of rights to subscribe for shares, conversion of any securities into shares, or allotment of shares under an agreement or option or offer, or such applications as the Directors may deem fit in the best interest of the Company and its members, provided that the aggregate number of shares or convertible securities issued must not be more than 10% of the total number of issued shares of the Company.

As at the date of this Notice, there were no new shares issued pursuant to the mandate granted to the Directors of the Company at the 6th AGM held on 30 August 2023 and which will lapse at the conclusion of the 7th AGM.

4. **Item 8 of the Agenda**

Ordinary Resolution 10, if passed, will empower the Directors of the Company to purchase up to 10% of the total number of issued shares of the Company by utilising the funds available which shall not exceed the retained profits of the Company. This authority, unless revoked or varied at a general meeting, will expire at the conclusion of the next AGM of the Company.

You may refer to the Share Buy-Back Statement being Part A of the Circular to Shareholders of the Company dated 31 July 2024 which is despatched together with the Annual Report 2024 for further details.

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

5. **Items 9 and 10 of the Agenda**

Ordinary Resolutions 11 and 12, if passed, will enable the Group to enter in Recurrent Related Party Transactions of a Revenue or Trading Nature in the ordinary course of business ("**RRPT**") which are necessary for the Group's day-to-day operations and on normal commercial terms not favourable more to the related parties than those generally available to the public, and are not to the detriment of the minority shareholders of the Company. The procurement of the Proposed Shareholders' Mandates would reduce substantially administrative time, effort and expenses associated with the convening of separate general meetings to seek shareholders' approval as and when potential RRPT arise.

The authority given for Ordinary Resolutions 11 and 12 mentioned above unless revoked or varied at a general meeting, will expire at the conclusion at the next AGM.

Further information on these Ordinary Resolution 11 and 12 is set out in Part B of the Circular to Shareholders of the Company dated 31 July 2024 which is despatched together with the Annual Report 2024.

Notes:

*(1) The 7th AGM of the Company will be held as a virtual meeting through live streaming and online remote voting using Remote Participation and Voting ("**RPV**") facilities provided by Vote2U via online meeting platform at https://web.vote2u.my. Please refer to the Administrative Guide for the 7th AGM which is available at the Company's website at https://solarvest.com for the procedures to register, participate and vote remotely at the 7th AGM through the RPV facilities.*

*(2) Members are to attend, speak (including posing questions to the Board via real time submission of typed texts) and vote (collectively, "**participate**") remotely at the 7th AGM using the RPV.*

(3) The Broadcast Venue of the 7th AGM is strictly for the purpose of complying with Section 327(2) of the Companies Act 2016 which requires the Chairman of the meeting to be at the main venue of the meeting. The Broadcast Venue is to inform members where the electronic AGM production and streaming would be conducted from. No member(s)/proxy(ies) from the public will be physically present at the meeting venue on the day of the 7th AGM.

(4) A member who is entitled to attend and vote at the 7th AGM shall be entitled to appoint not more than two (2) proxies to attend, participate and vote on his/her behalf at the 7th AGM. A proxy may but need not be a member of the Company, and need also not be an advocate, an approved company auditor or a person approved by the registrar of the Company. Where a member appoints two (2) proxies to attend the 7th AGM, the member shall specify the proportion of his/her shareholding to be represented by each proxy, failing which the appointment shall be invalid.

(5) Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, he/she may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account. The appointment of two (2) proxies in respect of any particular securities account shall be invalid unless the authorised nominee specifies the proportion of its shareholding to be represented by each proxy.

*(6) Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one (1) securities account ("**Omnibus Account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each Omnibus Account it holds. The appointment of two (2) or more proxies in respect of any particular omnibus account shall be invalid unless the exempt authorised nominee specifies the proportion of its shareholding to be represented by each proxy.*

(7) The instrument appointing a proxy and the power of attorney or other authority, if any, shall be in writing under the hand of appointer or of his attorney duly authorised in writing or a copy of that power of attorney, certified by an advocate and solicitor, or where the appointer is a corporation, either under the corporation's common seal or under the hand of an officer or attorney duly authorised. Any alteration in the Form of Proxy must be initialled.

NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

(8) The instrument appointing a proxy may be made via hardcopy or by electronic means in the following manner and must be received by the Company not less than forty-eight (48) hours before the time appointed for holding the 7th AGM or at any adjournment thereof:-

(i) In Hardcopy Form

The Form of Proxy shall be deposited at the Share Registrar's office, Tricor Investor & Issuing House Services Sdn. Bhd. at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8 Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia.

(ii) By Electronic Means

The Form of Proxy shall be electronically submitted via email at the Poll Administrator's email address at vote2u@agmostudio.com

(9) Pursuant to Paragraph 8.29A(1) of MMLR of Bursa Malaysia, all the resolutions set out in this Notice of 7th AGM will be put to vote by poll.

(10) In respect of deposited securities, only members whose names appear in the Record of Depositors on 23 August 2024 (General Meeting Record of Depositors) shall be entitled to attend, participate and vote at the 7th AGM, or to appoint proxy(ies) to attend, participate and vote on their behalf.

(11) Those forms of proxy which are indicated with "x" in the spaces provided to show how the votes are to be cast will also be accepted. Any alteration in the form of proxy must be initialled.

Personal data privacy:

By submitting an instrument appointing proxy(ies) and/or representative(s) to attend, speak and vote at the 7th AGM and/or any adjournment thereof, a member of the Company:

*(i) consents to the collection, use and disclose of the member's personal data by the Company (or its agents) for the purpose of processing and the administration by the Company (or its agents) of proxies and representatives appointed for the 7th AGM (including any adjournment thereof) and the preparation and compilation of the attendance lists, minutes and other documents relating to the 7th AGM (including any adjournment thereof), and in order for the Company (or its agent) to comply with any applicable laws, listing rules, regulations and/or guidelines (collectively, the "**Purposes**");*

(ii) warrants that the member has obtained the prior consent of such proxy(ies) and/or representative(s) for the collection, use and disclose of the proxy(ies) and/or representative(s) personal data by the Company for the Purposes; and

(iii) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses, and damages as a result of the member's breach of warranty.

STATEMENT ACCOMPANYING THE NOTICE OF SEVENTH ANNUAL GENERAL MEETING

(PURSUANT TO PARAGRAPH 8.27(2) OF THE MMLR OF BURSA SECURITIES)

1. **STATEMENT RELATING TO THE RE-ELECTION OF DIRECTORS**

Directors standing for re-election

The following Directors who retire pursuant to Clause 85.1 of the Company's Constitution and being eligible, have offered themselves for re-election at the 7th AGM (the "**Retiring Directors 1**") under Ordinary Resolutions 3 to 5:-

(a) Dato' Che Halin Bin Mohd Hashim;
(b) Mr. Lim Chin Siu; and
(c) Puan Azian Binti Mohd Yusof.

The following Directors who retire pursuant to Clause 92 of the Company's Constitution and being eligible, have offered themselves for re-election at the 7th AGM (the "**Retiring Directors 2**") under Ordinary Resolutions 6 to 7:-

(a) Mr. Liew Chee Ing; and
(b) Puan Rashidah Binti Othman.

Pursuant to Paragraph 8.27(2) of the MMLR of Bursa Securities, the details of the Retiring Directors are outlined in their respective Directors' Profile in the Company's Annual Report 2024. Information regarding their interest in the Company's securities and potential conflicts of interest (**"COI"**) can be found in the Company's Annual Report 2024.

The Nomination Committee ("**NC**") has evaluated the performance and contribution of the abovesaid Retiring Directors 1 and 2 from the Board Effectiveness Evaluation conducted following factors were taken into consideration:-

(a) Fit and proper assessment
(b) Contribution to interaction
(c) Knowledge and caliber
(d) Provision of quality of input to the Board
(e) Understanding of role

The NC and Board have also reviewed the tenure of the abovementioned Retiring Directors and the composition of the Board to ensure that it comprises a diverse mix of skills and experience that align with the business requirements.

Furthermore, the Audit Committee ("**AC**") has also conducted an assessment of the re-election of Dato' Che Halin Bin Mohd Hashim and Mr. Lim Chin Siu (hereinafter referred to as "Affected Retiring Directors") regarding their disclosed COIs, as stated in the Director's Profile of the Company's Annual Report 2024. It should be noted that the Affected Retiring Directors are not members of the AC and have not participated in the AC's decision-making process for the proposed acquisition of a property by a subsidiary of the Company, as detailed in the Company's announcement to Bursa Securities dated 13 June 2024 ("**Proposed Transaction**"). The Board's decision regarding the Proposed Transaction will be subject to the recommendation of the AC and the report of the Independent Adviser appointed for the Proposed Transaction. While the AC has identified this potential COIs, these are not anticipated to impact the performance of the Affected Retiring Directors. Additionally, their shareholding in Chin Hin Group Berhad ("**CHGB**") and its subsidiaries are deemed insignificant, and they do not possess the ability to influence the decision-making in CHGB.

Based on the reviews conducted by the NC and AC, the Board recommends the re-election of Retiring Directors 1 and the Retiring Directors 2 at the 7th AGM.

STATEMENT ACCOMPANYING THE NOTICE OF SEVENTH ANNUAL GENERAL MEETING (CONT'D)

(PURSUANT TO PARAGRAPH 8.27(2) OF THE MMLR OF BURSA SECURITIES)

2. **STATEMENT RELATING TO A GENERAL MANDATE FOR THE ISSUE OF SECURITIES**

Ordinary Resolution 8 on the general mandate for the issuance of securities

Statement relating to a general mandate for the issuance of securities in accordance with Paragraph 6.03(3) of MMLR of Bursa Securities.

Please refer to the Explanatory Note 3 of the Notice of the 7th AGM.

SOLARVEST HOLDINGS BERHAD
[Registration No. 201701033607 (1247778-U)]
(Incorporated in Malaysia)

FORM OF PROXY
(before completing this Form of Proxy, please refer to the notes below)

Number of Shares Held			**CDS Account No.**	

*I/We ______________________________ NRIC No./Passport No./Company No. ______________
(FULL NAME IN BLOCK LETTER)

of ____
(FULL ADDRESS)

, being a *member/members of **SOLARVEST HOLDINGS BERHAD**, do hereby appoint(s):-

Full Name (in Block) [Proxy 1]	**NRIC/Passport No.**	**Proportion of shareholding**	
		No of shares	**%**
Address:			
Email Address:			
Mobile Phone No.:			

and

Full Name (in Block) [Proxy 2]	**NRIC/Passport No.**	**Proportion of shareholding**	
		No of shares	**%**
Address:			
Email Address:			
Mobile Phone No.:			

or failing whom, the Chairman of the Meeting as *my/our proxy to vote for *me/us on *my/our behalf at the Seventh Annual General Meeting ("**7th AGM**") of the Company to be held virtually through live streaming from the broadcast venue at Conference Room (Marvel), L1-01, Pacific 63 @ PJ Centre, No. 5, Jalan 13/6, Seksyen 13, 46200 Petaling Jaya, Selangor ("**Broadcast Venue**") and the online meeting platform at https://web.vote2u.my (Domain registration number with MYNIC D6A471702) provided by Vote2U on Friday, 30 August 2024 at 10.00 a.m. and at any adjournment thereof.

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

ORDINARY RESOLUTION		FOR	AGAINST
1.	Approval of the increase in the Directors' fee of RM24,000.00 payable to the Independent Non-Executive Directors entitled to be received by the Independent Non-Executive Directors for the period from 31 August 2023 to 30 August 2024.		
2.	Approval of the following payment to Non-Executive Directors:- **1) <u>Directors' fees</u>** Payment to Non-Executive Directors' fees for an amount of up to RM468,000.00 payable to Non-Executive Directors on a monthly basis for the period from 31 August 2024 until the next Annual General Meeting of the Company. **2) <u>Directors' benefits</u>** Payment to Non-Executive Directors' fees for an amount of up to RM24,000.00 payable to Non-Executive Directors for the period from 31 August 2024 until the next Annual General Meeting of the Company.		
3.	Re-election of Dato' Che Halin Bin Mohd Hashim as Director pursuant to Clause 85.1 of the Company's Constitution		
4.	Re-election of Mr. Lim Chin Siu as Director pursuant to Clause 85.1 of the Company's Constitution		
5.	Re-election of Puan Azian Binti Mohd Yusof as Director pursuant to Clause 85.1 of the Company's Constitution		
6.	Re-election of Mr. Liew Chee Ing as Director pursuant to Clause 92 of the Company's Constitution		
7.	Re-election of Puan Rashidah Binti Othman as Director pursuant to Clause 92 of the Company's Constitution		
8.	Re-appointment of Messrs. Ecovis Malaysia PLT as the Auditors of the Company for the ensuing year and to authorise the Directors to fix their remuneration		
9.	Authority to issue shares pursuant to the Companies Act 2016		
10.	Proposed Authority for the Company to purchase its own ordinary shares		
11.	Proposed Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue of Trading Nature as set out in Section 3.3.1 (i) to 3.3.1 (ii) of the Circular to Shareholders dated 31 July 2024		
12.	Proposed Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue of Trading Nature as set out in Section 3.3.1 (iii) of the Circular to Shareholders dated 31 July 2024		

Dated this _________day of ____________________ 2024

____

Signature of Member/Common Seal

**Strike out whichever is not desired.*

Notes:

(1) *The 7th AGM of the Company will be held as a virtual meeting through live streaming and online remote voting using Remote Participation and Voting ("**RPV**") facilities provided by Vote2U via online meeting platform at https://web.vote2u.my. Please refer to the Administrative Guide for the 7th AGM which is available at the Company's website at https://solarvest.com for the procedures to register, participate and vote remotely at the 7th AGM through the RPV facilities.*

(2) *Members are to attend, speak (including posing questions to the Board via real time submission of typed texts) and vote (collectively, "**participate**") remotely at the 7th AGM using the RPV.*

(3) *The Broadcast Venue of the 7th AGM is strictly for the purpose of complying with Section 327(2) of the Companies Act 2016 which requires the Chairman of the meeting to be at the main venue of the meeting. The Broadcast Venue is to inform members where the electronic AGM production and streaming would be conducted from. No member(s)/proxy(ies) from the public will be physically present at the meeting venue on the day of the 7th AGM.*

(4) *A member who is entitled to attend and vote at the 7th AGM shall be entitled to appoint not more than two (2) proxies to attend, participate and vote on his/her behalf at the 7th AGM. A proxy may but need not be a member of the Company, and need also not be an advocate, an approved company auditor or a person approved by the registrar of the Company. Where a member appoints two (2) proxies to attend the 7th AGM, the member shall specify the proportion of his/her shareholding to be represented by each proxy, failing which the appointment shall be invalid.*

(5) *Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, he/she may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account. The appointment of two (2) proxies in respect of any particular securities account shall be invalid unless the authorised nominee specifies the proportion of its shareholding to be represented by each proxy.*

(6) *Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one (1) securities account ("**Omnibus Account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each Omnibus Account it holds. The appointment of two (2) or more proxies in respect of any particular omnibus account shall be invalid unless the exempt authorised nominee specifies the proportion of its shareholding to be represented by each proxy.*

(7) *The instrument appointing a proxy and the power of attorney or other authority, if any, shall be in writing under the hand of appointer or of his attorney duly authorised in writing or a copy of that power of attorney, certified by an advocate and solicitor, or where the appointer is a corporation, either under the corporation's common seal or under the hand of an officer or attorney duly authorised. Any alteration in the Form of Proxy must be initialled.*

(8) *The instrument appointing a proxy may be made via hardcopy or by electronic means in the following manner and must be received by the Company not less than forty-eight (48) hours before the time appointed for holding the 7th AGM or at any adjournment thereof:-*

(i) *In Hardcopy Form*

The Form of Proxy shall be deposited at the Share Registrar's office, Tricor Investor & Issuing House Services Sdn. Bhd. at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia

(ii) *By Electronic Means*

The Form of Proxy shall be electronically submitted via email at vote2u@agmostudio.com.

(9) *Pursuant to Paragraph 8.29A(1) of Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all the resolutions set out in this Notice of 7th AGM will be put to vote by poll.*

(10) *In respect of deposited securities, only members whose names appear in the Record of Depositors on 23 August 2024 (General Meeting Record of Depositors) shall be entitled to attend, participate and vote at the 7th AGM, or to appoint proxy(ies) to attend, participate and vote on their behalf.*

(11) *Those Forms of Proxy which are indicated with "√" in the spaces provided to show how the votes are to be cast will also be accepted.*

Personal data privacy:

By submitting an instrument appointing proxy(ies) and/or representative(s) to attend, speak and vote at the 7th AGM and/or any adjournment thereof, the member of the Company accepts and agrees to the personal data privacy terms set out in the Notice of the 7th AGM dated 31 July 2024.

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AFFIX
STAMP

The Share Registrar of
SOLARVEST HOLDINGS BERHAD [Registration No. 201701033607 (1247778-U)]
c/o: TRICOR INVESTOR & ISSUING HOUSE SERVICES SDN BHD
Unit 32-01, Level 32, Tower A,
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Bangsar South,
No. 8, Jalan Kerinchi,
59200 Kuala Lumpur,
Wilayah Persekutuan

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Solarvest Holdings Berhad
Registration No. 201701033607 (1247778-U)

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