



# **STEEL HAWK BERHAD**

(Registration No. 202001043293 (1399614-A))  
(Incorporated in Malaysia)

## **UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025**

**STEEL HAWK BERHAD**

(Registration No. 202001043293 (1399614-A))

(Incorporated in Malaysia)


**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED  
31 MARCH 2025 <sup>(1)</sup>**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Revenue	52,476	19,736	52,476	19,736
Cost of sales	(31,048)	(11,345)	(31,048)	(11,345)
<b>Gross profit</b>	<b>21,428</b>	<b>8,391</b>	<b>21,428</b>	<b>8,391</b>
Other income	56	5	56	5
Administrative expenses	(9,536)	(3,418)	(9,536)	(3,418)
<b>Results from operating activities</b>	<b>11,948</b>	<b>4,978</b>	<b>11,948</b>	<b>4,978</b>
Finance income	12	12	12	12
Finance costs	(988)	(364)	(988)	(364)
<b>Profit before tax</b>	<b>10,972</b>	<b>4,626</b>	<b>10,972</b>	<b>4,626</b>
Tax expense	(2,802)	(1,392)	(2,802)	(1,392)
<b>Net profit and total comprehensive income</b>	<b>8,170</b>	<b>3,234</b>	<b>8,170</b>	<b>3,234</b>
<b>Basic earnings per ordinary shares <sup>(2)</sup> (sen)</b>	<b>1.67</b>	<b>0.66</b>	<b>1.67</b>	<b>0.66</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED  
31 MARCH 2025 <sup>(1)</sup> (CONTINUED)**

**Notes:**

1. The basis of the preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this condensed consolidated interim financial report.
2. Basic and diluted earnings per share ("**EPS**") is calculated based on the number of ordinary shares referred to in Note B11. Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2025 <sup>(1)</sup>**

	<b>31 March 2025</b>	<b>31 December 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	11,999	11,821
Right-of-use assets	1,803	1,827
	<u>13,802</u>	<u>13,648</u>
<b>Current assets</b>		
Inventories	2,365	1,501
Contract assets	65,169	32,014
Trade and other receivables	20,753	26,621
Pledged deposits	4,910	4,950
Cash and cash equivalents	3,605	4,854
	<u>96,802</u>	<u>69,940</u>
<b>Total assets</b>	<b><u>110,604</u></b>	<b><u>83,588</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	20,249	20,249
Restructuring reserves <sup>(2)</sup>	(3,108)	(3,108)
Retained earnings	37,405	29,235
<b>Total equity</b>	<b><u>54,546</u></b>	<b><u>46,376</u></b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2025 <sup>(1)</sup> (CONTINUED)**

	<b>31 March 2025</b>	<b>31 December 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
<b>Non-current liabilities</b>		
Loans and borrowings	2,499	2,499
Lease liabilities	301	301
Deferred tax liabilities	552	552
	<u>3,352</u>	<u>3,352</u>
<b>Current liabilities</b>		
Loans and borrowings	28,282	22,578
Lease liabilities	149	160
Trade and other payables	17,582	7,231
Current tax liabilities	6,693	3,891
	<u>52,706</u>	<u>33,860</u>
<b>Total liabilities</b>	<u><b>56,058</b></u>	<u><b>37,212</b></u>
<b>Total equity and liabilities</b>	<u><b>110,604</b></u>	<u><b>83,588</b></u>
<b>Net assets per share <sup>(3)</sup> (sen)</b>	<u><b>11.13</b></u>	<u><b>9.46</b></u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2025 <sup>(1)</sup> (CONTINUED)****Notes:**

1. The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this condensed consolidated interim financial report.
2. The restructuring reserves comprises the difference between cost of investment recorded by the Company and the share capital of Steel Hawk Engineering Sdn. Bhd. ("**SHESB**") arising from the Company's restructuring exercise undertaken in conjunction with the listing of the Company's shares on the LEAP Market of Bursa Malaysia Securities Berhad ("**Bursa Securities**"), where on 12 April 2021, the Company had entered into a conditional share sale agreement to acquire the issued share capital of SHESB of RM1,500,000 comprising 1,500,000 ordinary shares from the shareholders of SHESB for the purchase consideration of RM4,607,999.
3. Calculated based on net assets attributable to owners of the Company divided by the Company's issued share capital of 490,000,000 shares.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
AS AT 31 MARCH 2025 <sup>(1)</sup>**

	<u>Share capital</u> RM'000	<u>Non-distributable Restructuring reserves</u> RM'000	<u>Distributable Retained earnings</u> RM'000	<u>Total</u> RM'000
At 1 January 2025	20,249	(3,108)	29,235	46,376
Net profit and total comprehensive income for the financial period	-	-	8,170	8,170
At 31 March 2025	<u>20,249</u>	<u>(3,108)</u>	<u>37,405</u>	<u>54,546</u>
At 1 January 2024	7,808	(3,108)	16,583	21,283
Net profit and total comprehensive income for the financial period	-	-	3,234	3,234
At 31 March 2024	<u>7,808</u>	<u>(3,108)</u>	<u>19,817</u>	<u>24,517</u>

**Note:**

1. The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this condensed consolidated interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**AS AT 31 MARCH 2025 <sup>(1)</sup>**

	31 March 2025 Unaudited RM'000	31 March 2024 Audited RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	10,972	4,626
<u>Adjustments:</u>		
Depreciation of property, plant and equipment	319	202
Loss/(Gain) on disposal of property, plant and equipment		23
Depreciation of right-of-use assets	24	21
Interest expenses	988	364
Interest income	(12)	(12)
<b>Operating profit before working capital changes</b>	<b>12,291</b>	<b>5,224</b>
<u>Changes in working capital:</u>		
Inventories	(864)	(42)
Contract assets	(33,155)	1,229
Trade and other receivables	5,868	(4,939)
Trade and other payables	10,351	(2,133)
<b>Cash used in operations</b>	<b>(5,509)</b>	<b>(661)</b>
Tax paid	-	-
<b>Net cash used in operating activities</b>	<b>(5,509)</b>	<b>(661)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(198)	(359)
Proceeds from disposal of property, plant and equipment	-	58
Changes in pledged deposits	40	(129)
Interest income	12	12
<b>Net cash used in investing activities</b>	<b>(146)</b>	<b>(418)</b>



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
AS AT 31 MARCH 2025 <sup>(1)</sup> (CONTINUED)**

	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
<b>Cash flows from financing activities</b>		
Net repayment of term loans	(1,017)	(419)
Net drawdown of trade financing	161	4,958
Net repayment of hire purchase liabilities	(41)	(117)
Repayment of lease liabilities	(11)	(4)
Interest paid	(988)	(364)
<b>Net cash from financing activities</b>	<b>(1,896)</b>	<b>4,054</b>
Net decrease in cash and cash equivalents	(7,551)	2,975
Cash and cash equivalents at beginning of the financial period	(3,704)	4,465
<b>Cash and cash equivalents at end of the financial period</b>	<b>(11,255)</b>	<b>7,440</b>

**(i) Cash and cash equivalents**

Cash and cash equivalents at the end of the financial period comprised of the following amounts:

	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Cash and cash equivalents	3,605	15,618
Bank overdraft	(14,860)	(8,178)
	<b>(11,255)</b>	<b>7,440</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
AS AT 31 MARCH 2025 <sup>(1)</sup> (CONTINUED)**
**(ii) Reconciliation of movement of liabilities to cash flows arising from financing activities**

	<u>At 1 January</u> RM'000	<u>Acquisition of new hire purchase liabilities</u> RM'000	<u>Net changes from financing cash flows</u> RM'000	<u>At 31 March</u> RM'000
<b>2025</b>				
Term loans	2,949	-	(1,017)	1,932
Hire purchase liabilities	776	299	(41)	1,034
Trade financing	12,794	-	161	12,955
Lease liabilities	461	-	(11)	450
	<u>16,980</u>	<u>299</u>	<u>(908)</u>	<u>16,371</u>
<b>2024</b>				
Term loans	4,966	-	(419)	4,547
Hire purchase liabilities	867	448	(117)	1,198
Trade financing	5,666	-	4,958	10,624
Lease liabilities	1,235	-	(4)	1,231
	<u>12,734</u>	<u>448</u>	<u>4,418</u>	<u>17,600</u>

**Note:**

- The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this condensed consolidated interim financial report.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025****A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING  
STANDARDS ("MFRS") 134****A1. BASIS OF PREPARATION**

The condensed consolidated interim financial report of Steel Hawk and its subsidiaries (collectively, the "**Group**") is unaudited and has been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 9.22 and Appendix 9B of the Listing Requirements.

This condensed consolidated interim financial report should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this condensed consolidated interim financial report.

**A2. CHANGES IN ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted by the Group in this condensed consolidated interim financial report are consistent with those adopted in preparation of the Group's audited consolidated financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report except for the adoption of the following amendments/improvements to MFRSs, which are applicable during the current financial period.

<b>Title</b>	<b>Effective date</b>
Amendments to MFRS 121, <i>The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability</i>	1 January 2025

The initial application or adoption of the above amendments/improvements to MFRSs are not expected to have any material financial impact on these condensed consolidated interim financial statements.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**A2. CHANGES IN ACCOUNTING POLICIES (CONTINUED)**

The following are accounting standards that have been issued by the MASB but are not yet effective for the Group:

<b>Title</b>	<b>Effective date</b>
Amendments to MFRS 9, <i>Financial Instruments</i> and MFRS 7, <i>Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 9, <i>Financial Instruments</i> and MFRS 7, <i>Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
Amendments that are part of Annual Improvements – Volume 11:	1 January 2026
• MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	
• MFRS 7, <i>Financial Instruments: Disclosures</i>	
• MFRS 9, <i>Financial Instruments</i>	
• MFRS 10, <i>Consolidated Financial Statements</i>	
• MFRS 107, <i>Statement of Cash Flows</i>	
Amendments to MFRS 18, <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to MFRS 19, <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The initial application of the above standards and amendments are not expected to have any material financial impacts to the condensed consolidated interim financial statements of the Group upon adoption.

**A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2024.

**A4. SEASONAL OR CYCLICAL FACTORS**

The business operations of the Group were not affected by any seasonal or cyclical trend during the current financial quarter under review.

Nevertheless, the Group's business is subject to Petroliaam Nasional Berhad ("PETRONAS") group's expenditure cycle and yearly pre-planned maintenance programs such as preventive maintenances, periodic maintenance, turnarounds and/or shutdown maintenances.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025****A5. MATERIAL UNUSUAL ITEMS**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

**A6. MATERIAL CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect to the Group in the current financial quarter under review.

**A7. DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities to the current quarter under review.

**A8. DIVIDEND PAID**

There was no dividend paid during the current financial quarter under review.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**A9. SEGMENTAL INFORMATION**

The Group's revenue is segmented as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
<b>Engineering, Procurement, Construction and Commissioning ("EPCC") services and facilities improvement/maintenance</b>				
Revenue	50,581	15,890	50,581	15,890
Cost of sales	(29,866)	(9,261)	(29,866)	(9,261)
Gross profit	20,715	6,629	20,715	6,629
<b>Installation and Maintenance ("I&amp;M") of oilfield equipment</b>				
Revenue	1,557	2,389	1,557	2,389
Cost of sales	(1,062)	(1,407)	(1,062)	(1,407)
Gross profit	495	982	495	982
<b>Supply of oilfield equipment ("SOFE")</b>				
Revenue	338	1,457	338	1,457
Cost of sales	(120)	(677)	(120)	(677)
Gross profit	218	780	218	780

The geographical location of the Group's customers predominantly operates within Malaysia.



**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER**

Save as disclosed in Note B6 on the Status of Corporate Proposals, there were no other material events subsequent to the end of the current financial quarter under review that have not been reflected in this condensed consolidated interim financial report.

**A11. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current financial quarter under review.

**A12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities or contingent assets as at the date of this condensed consolidated interim financial report.

**A13. MATERIAL CAPITAL COMMITMENT**

There were no material capital commitments as at the date of this condensed consolidated interim financial report.

**A14. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There were no valuation of property, plant and equipment as at the date of this condensed consolidated interim financial report.

**A15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

There were no significant related party transactions during the current financial quarter under review.

**A16. DERIVATIVE FINANCIAL INSTRUMENTS**

There were no outstanding derivative financial instruments as at the end of the current financial quarter under review.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**A17. FAIR VALUE OF FINANCIAL LIABILITIES**

The carrying amounts of cash and cash equivalents and short term receivables and payables reasonably approximate their fair values due to their relative short term nature of these financial instruments.

Fair values are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:

Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable input).

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the current market rate of loans and borrowings of the Group at the end of the reporting period.

The following table analyses financial instruments not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the unaudited condensed consolidated statement of financial position.

	<b>31 March 2025</b>		<b>31 December 2024</b>	
	<b>Fair value of financial instruments not carried at fair value</b>	<b>Carrying amount</b>	<b>Fair value of financial instruments not carried at fair value</b>	<b>Carrying amount</b>
	<b>Level 3</b>		<b>Level 3</b>	
	<b>Unaudited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Audited RM'000</b>
Term loans	1,945	1,932	3,044	2,949
Hire purchase liabilities	1,114	1,034	812	776
Lease liabilities	470	450	446	461
	<b>3,529</b>	<b>3,416</b>	<b>4,302</b>	<b>4,186</b>



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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING  
REQUIREMENTS**
**B1. REVIEW OF PERFORMANCE**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Revenue	52,476	19,736	52,476	19,736
Profit before tax	10,972	4,626	10,972	4,626

**Individual Quarter and Cumulative Quarter Ended 31 March 2025 against 31 March 2024**

The Group's revenue increased to RM52.48 million, representing an increase of RM32.74 million from RM19.74 million in the corresponding quarter of the previous financial year. This significant growth was primarily driven by the EPCC segment, which recorded an increase of RM34.69 million. The improvement was attributed to new work orders secured from PETRONAS from the recently awarded contracts.

As a result of the significant growth in revenue, the Group recorded a profit before tax of RM10.97 million, representing an increase of RM6.35 million from RM4.63 million in the corresponding quarter of the previous financial year. This improvement reflects enhanced project execution and efficient cost management driven by the higher volume of EPCC activities. Furthermore, there were no expenses incurred in relation to the Group's successful transfer of listing from the LEAP Market to the ACE Market of Bursa Securities, which was completed on 5 September 2024.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER**

	Current Quarter	Immediate Preceding Quarter	
	31 March	31 December	
	2025	2024	
	Unaudited	Unaudited	Changes
	RM'000	RM'000	%
Revenue	52,476	18,402	185.16
Profit before tax	10,972	4,929	122.60
Net profit and total comprehensive income	8,170	3,234	152.63

The Group reported revenue of RM52.48 million for the current quarter, a substantial increase from RM18.40 million in the immediate preceding quarter. As highlighted in **Section B1**, this strong performance was primarily driven by the EPCC segment, supported by new work orders secured from PETRONAS.

As a result of the improved operational execution, the Group recorded a profit before tax of RM10.97 million, representing an increase of RM6.04 million compared to the immediate preceding quarter. The improvement in profitability was largely attributable to the contribution from the newly secured projects with PETRONAS, as well as more effective utilisation of resources and greater cost efficiency within the EPCC segment. Even though the Group's overall expenses has increased during the current quarter, the Group continued to record strong profitability as evident by the 152.63% increase in net profit and total comprehensive income compared to the immediate preceding quarter.



## **NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2025**

### **B3. PROSPECTS OF THE GROUP**

PETRONAS, in its Activity Outlook 2025–2027, has reaffirmed its commitment to energy security and sustainable growth, with plans to increase national oil and gas production from 1.7 to 2 million barrels of oil equivalent per day over the next three years. This growth is expected to be driven by upstream exploration, deepwater development, and enhanced oil recovery initiatives. PETRONAS also continues to prioritise digitalisation, technological innovation, and responsible resource management—strategic areas that present growing opportunities for service providers such as the Group.

The Group is poised for continued growth, supported by a solid track record, recent contract wins, and favourable industry developments. Since 2019, it has successfully completed projects worth RM260 million for PETRONAS, reinforcing its reputation as a reliable and high-performing service provider. As at 31 March 2025, the Group manages 13 active call-out contracts, including five secured following its transition to the ACE Market on 5 September 2024, providing steady revenue visibility over the next four years. A significant milestone was achieved in November 2024 with the award of the Group's largest contract to date – five packages of Construction and Modification Works ("**CMW**") across PETRONAS and its downstream operating plant units ("**OPUs**"), significantly expanding its presence across Malaysia, including East Malaysia.

In addition to this landmark achievement, the Group continues to broaden its project portfolio. Recent awards include the provision of Splash Zone ("**SZ**") Structural Repair and Maintenance Services, the appointment as a panel contractor for the Provision of Engineering, Procurement, Construction, and Commissioning ("**EPCC**") Services for Remote Operations, and an extension of its Onshore Facilities Maintenance, Construction, and Modification ("**ONMCM**") Services contract from PETRONAS. Furthermore, the Group has secured a Term Contract from PRPC Utilities & Facilities Sdn Bhd for the Supply of Manpower for Bagging Operations at the Solid Product Warehouse ("**SPW**").

These awarded contracts reflect the Group's growing recognition in the oil and gas industry and its ability to deliver comprehensive, high-value services across upstream, midstream, and downstream operations. As an operational expenditure ("**OPEX**") contractor, the Group is strategically positioned to support the ongoing maintenance and safe operation of critical oil and gas infrastructure, and is less impacted by the fluctuations in oil prices.

With a healthy project pipeline, especially with recent CMW and SZ contract wins, the Group is experiencing robust growth and, barring unforeseen circumstances, expects these developments to contribute positively to its performance for the financial year ending 31 December 2025.

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(Incorporated in Malaysia)


**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B4. PROFIT FORECAST**

The Group did not issue any profit estimate, forecast, projection or internal targets in any public document.

**B5. TAXATION**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Current taxation	2,802	1,400	2,802	1,400
Deferred taxation	-	(8)	-	(8)
Total	<u>2,802</u>	<u>1,392</u>	<u>2,802</u>	<u>1,392</u>
Effective tax rate (%)	<u>26%</u>	<u>30%</u>	<u>26%</u>	<u>30%</u>

The overall effective tax rate for the current individual and cumulative financial quarter ended 31 March 2025 was higher than the statutory tax rate of 24.00% mainly due impact of non-deductible expenses which are not allowable for tax purposes, thereby increasing the taxable income and resulting in a higher effective tax rate.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B6. STATUS OF CORPORATE PROPOSALS**

There were no corporate proposals announced by the Company but not completed as at the date of this condensed consolidated interim financial report.

**B7. UTILISATION OF PROCEEDS FROM THE IPO**

The gross proceeds from the IPO amounting to RM13.50 million is expected to be utilised in the following manner:

	<b><u>Proposed utilisation</u></b> <b>RM'000</b>	<b><u>Actual utilisation</u></b> <b>RM'000</b>	<b><u>Balance to be utilised</u></b> <b>RM'000</b>	<b><u>Estimated timeframe for utilisation upon listing</u></b>
Construction of the Proposed Teluk Kalung Facility 2	7,000	-	7,000	Within 24 months
Working capital	2,000	(1,200)	800	Within 18 months
Repayment of bank borrowings	1,000	(1,000)	-	Within 6 months
Estimated expenses for the Transfer	3,500	(3,500)	-	Within 3 months
	<u>13,500</u>	<u>(5,700)</u>	<u>7,800</u>	

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 16 August 2024.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B8. GROUP BORROWINGS AND DEBT SECURITIES**

The details of the Group's borrowings are as follows:

	<b>31 March 2025</b>	<b>31 December 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
<b>Non-current liabilities</b>		
<u>Secured:</u>		
Term loans	1,870	1,870
Hire purchase liabilities	629	629
	<u>2,499</u>	<u>2,499</u>
<b>Current liabilities</b>		
<u>Secured:</u>		
Term loans	62	1,079
Hire purchase liabilities	405	147
Trade financing	12,955	12,794
Bank overdraft	14,860	8,558
	<u>28,282</u>	<u>22,578</u>
	<b><u>30,781</u></b>	<b><u>25,077</u></b>

All the Group's borrowings are secured and denominated in Ringgit Malaysia.

**B9. MATERIAL LITIGATION**

There is no litigation or arbitration which has a material effect on the financial position of the Group. The Board is not aware of any pending proceedings or of any fact likely to give rise to any proceedings as at the date of this condensed consolidated interim financial report.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B10. DIVIDEND**

There was no dividend declared or recommended for payment by the Board during the current financial quarter under review.

**B11. BASIC/DILUTED EARNINGS PER SHARE**

The basic and diluted EPS for the current quarter are computed as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Profit attributable to owners of the Company	8,170	3,234	8,170	3,234
Number of ordinary shares ('000)	490,000	490,000	490,000	490,000
Basic/Diluted EPS (sen) <sup>(1)</sup>	1.67	0.66	1.67	0.66

**Note:**

- Basic and diluted EPS is calculated based on the Company's enlarged share capital of 490,000,000 shares after the IPO of the Company. Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2025**
**B12. PROFIT BEFORE TAX**

Profit before tax is arrived at after charging/(crediting):

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31 March 2025</b>	<b>31 March 2024</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>	<b>Unaudited RM'000</b>	<b>Audited RM'000</b>
Auditors' remuneration	38	63	38	63
<b>Material expenses/(income)</b>				
Depreciation of property, plant and equipment	319	202	319	202
Loss/(Gain) on disposal of property, plant and equipment	-	23	-	23
Depreciation of right-of-use assets	24	21	24	21
Finance income	(12)	(12)	(12)	(12)
Personnel expenses (including key management personnel):				
- Contributions to state plans	200	125	200	125
- Directors' fees	124	133	124	133
- Wages, salaries and others	1,627	1,264	1,627	1,264
Outsourced staffing expenses	2,722	1,808	2,722	1,808
Net realised foreign exchange loss	13	115	13	115
Listing expenses	-	677	-	677
	<b>2,294</b>	<b>278</b>	<b>2,294</b>	<b>278</b>
<b>Other expenses arising from leases</b>				
Expenses relating to short-term leases	2,294	278	2,294	278

Save as disclosed above, the other disclosure items pursuant to Note 16 of Appendix 9B of the Listing Requirements are not applicable.

**BY ORDER OF THE BOARD**

**14 May 2025**