

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 31-Mar-23 RM'000	Preceding year Corresponding Quarter 31-Mar-22 RM'000	Changes %	Current Year To date 31-Mar-23 RM'000	Preceding year Corresponding year 31-Mar-22 RM'000	Changes %
Revenue	45,538	54,385	-16.27%	45,538	54,385	-16.27%
Direct costs	(345)	(355)	-2.82%	(345)	(355)	-2.82%
Changes in inventories of finished goods and work in progress	1,349	4,942	-72.70%	1,349	4,942	-72.70%
Raw materials and consumable used	(36,157)	(44,973)	-19.60%	(36,157)	(44,973)	-19.60%
Changes in inventories of trading merchandise	(73)	(144)	-49.31%	(73)	(144)	-49.31%
Staff costs	(4,053)	(4,229)	-4.16%	(4,053)	(4,229)	-4.16%
Other income	511	172	197.09%	511	172	197.09%
Depreciation and amortisation	(2,042)	(2,001)	2.05%	(2,042)	(2,001)	2.05%
Other operating expenses	(3,052)	(3,678)	-17.02%	(3,052)	(3,678)	-17.02%
Finance cost	(140)	(310)	-54.84%	(140)	(310)	-54.84%
Profit before taxation	1,536	3,809	-59.67%	1,536	3,809	-59.67%
Taxation	(500)	(589)	-15.11%	(500)	(589)	-15.11%
Profit after taxation/ Total comprehensive income	1,036	3,220	-67.83%	1,036	3,220	-67.83%
Profit attributable to:						
Owners of the Company	1,036	3,220		1,036	3,220	
Non-controlling interest	-	-		-	-	
	1,036	3,220		1,036	3,220	
Total comprehensive income attributable to:						
Owners of the Company	1,036	3,220		1,036	3,220	
Non-controlling interest	-	-		-	-	
	1,036	3,220		1,036	3,220	
Earning per share attributable to owners of the Company (sen per share):						
Basic earning per share	0.16	0.51		0.16	0.51	

The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at end of Financial year 31-Mar-23 RM'000	Audited As at preceding Financial Year Ended 31-Dec-22 RM'000
ASSETS		
Non Current assets		
Property, plant and equipment	95,509	93,827
Right of use assets	7,985	6,987
Investment properties	73,199	35,693
Intangible assets	99	99
Other investments	2,400	2,350
Land held for development	10,605	10,605
Deferred tax assets	253	253
	190,050	149,814
Current Assets		
Inventories	65,579	62,985
Trade and other receivables	18,496	26,328
Tax recoverable	238	50
Other investment	11,312	8,917
Fixed deposits with licensed banks	1,268	1,266
Cash and bank balances	5,976	11,530
	102,869	111,076
TOTAL ASSETS	292,919	260,890
EQUITY AND LIABILITIES		
Capital and reserves attributable to owners of the parent		
Share capital	203,171	203,171
Treasury shares	(11,688)	(10,863)
Revaluation reserve	28,139	28,139
Reverse acquisition reserve	(72,051)	(72,051)
Retained profits	65,566	64,530
	213,137	212,926
Equity attributable to the owners of the Company	213,137	212,926
Total equity	213,137	212,926
Non Current Liabilities		
Lease liabilities	4,682	4,270
Deferred income	273	308
Borrowings	39,658	10,696
Provision	39	38
Deferred tax liabilities	6,586	6,599
	51,238	21,911
Current Liabilities		
Trade and other payables	16,572	17,688
Tax payable	660	2,034
Borrowings	8,324	3,886
Lease Liabilities	2,988	2,445
	28,544	26,053
TOTAL LIABILITIES	79,782	47,964
TOTAL EQUITY AND LIABILITIES	292,919	260,890
Net assets per share (sen) attributable to owners of the Company	34.00	33.85

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial statements.

JAG BERHAD ("JAG" OR "COMPANY")
 [Registration No. 199701023733 (439230 - A)]

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share capital RM'000	Tresury shares RM'000	Revaluation reserve RM'000	Reverse acquisition reserve RM'000	Reserve - SIS RM'000	Retained profits RM'000	Equity attributable to owners of the Company RM'000	Non-controlling interest RM'000	Total equity RM'000
At 1 January 2022	204,468	(1,297)	28,139	(72,051)	-	61,105	220,364	-	220,364
Dividend paid	-	-	-	-	-	(3,134)	(3,134)	-	(3,134)
Net profit / Total comprehensive profit for the period	-	-	-	-	-	3,220	3,220	-	3,220
At 31 March 2022	<u>204,468</u>	<u>(1,297)</u>	<u>28,139</u>	<u>(72,051)</u>	<u>-</u>	<u>61,191</u>	<u>220,450</u>	<u>-</u>	<u>220,450</u>
At 1 January 2023	203,171	(10,863)	28,139	(72,051)	-	64,530	212,926	-	212,926
Acquisition of treasury shares	-	(825)	-	-	-	-	(825)	-	(825)
Net profit / Total comprehensive profit for the period	-	-	-	-	-	1,036	1,036	-	1,036
At 31 December 2022	<u>203,171</u>	<u>(11,688)</u>	<u>28,139</u>	<u>(72,051)</u>	<u>-</u>	<u>65,566</u>	<u>213,137</u>	<u>-</u>	<u>213,137</u>

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW

	Cumulative Current Year 31-Mar-23 RM'000	Preceding Year Corresponding Period 31-Mar-22 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,536	3,809
Adjustments for non-cash item:		
Allowance for impairment of receivables	-	167
Allowance for impairment of receivables no longer required	(195)	-
Changes in fair value of other investments	336	539
Changes in fair value of derivative financial instruments	-	10
Depreciation and amortisation	2,042	2,001
Dividend income	(8)	(8)
Fixed assets written off	26	-
Gain on disposal of other investment	(166)	-
Income distribution from quoted fund	-	(3)
Loss on foreign exchange - unrealised	75	79
Government grant income	(35)	(35)
Realised loss on foreign exchange - cash and cash equivalent	(16)	(6)
Interest income	(238)	(76)
Interest expense	378	386
	3,735	6,863
Operating cash flows before working capital changes		
Changes in working capital:		
Increase in inventories	(2,593)	(7,034)
Decrease in trade and other receivables	483	711
(Decrease)/Increase in trade and other payables	(1,129)	5,100
Increase in property development expenditure	-	(28)
Increase in other investments	(2,617)	(2,538)
	(2,121)	3,074
Cash used in operations		
Income tax paid	(2,062)	(1,600)
	(4,183)	1,474
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	238	76
Dividend received	8	8
Distribution from quoted mutual fund	-	3
Investment in quoted mutual fund	-	(7,200)
Purchase of investment property	(29,995)	-
Purchase of property, plant and equipment	(3,146)	(937)
	(32,895)	(8,050)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(271)	(287)
Cash payment for leases	(796)	(846)
Acquisition of additional interest of non controlling interest	-	-
Acquisition of treasury shares	(825)	-
Dividend paid	-	(3,134)
Proceeds from term loan	29,995	-
Repayment of term loan	(1,031)	(3,967)
	27,072	(8,234)
Net cash used in financing activities		
	(10,006)	(14,810)
Net decrease in cash and cash equivalents		
Effect of exchange rate changes	16	6
Cash and cash equivalents at 1 January	11,926	32,431
Cash and cash equivalents at 31 March	1,936	17,627
Cash and cash equivalents at end of financial quarter comprised:		
Cash and bank balances	5,976	17,236
Fixed deposits with licensed banks	1,268	1,253
	2,806	18,489
Less: Fixed deposits pledged	(870)	(862)
	1,936	17,627

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to this interim financial statements.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) Interim Financial Reporting

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“ACE LR”).

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted and as disclosed in the Group’s annual report for the financial year ended 31 December 2022.

The Group has adopted the new and revised Malaysian Financial Reporting Standards (“MFRSs”), amendments to published standards and IC Interpretations that became mandatory for the current reporting period. The adoption of these new and revised MFRSs, amendments to published standards and IC Interpretations does not result in significant changes in the accounting policies of the Group.

The Group has not adopted the new standards, amendments to published standards and IC interpretations that have been issued but not yet effective. These new standards, amendments to published standards and IC interpretations do not result in significant changes in the accounting policies of the Group upon their initial applications.

A3. AUDITORS REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no audit qualification on the annual financial statements of JAG for the financial year ended 31 December 2022.

A4. SEASONAL AND CYCLICAL FACTORS

The Group's primary sources of revenue (approximately 96% of its total revenue) are its manufacturing and trading business segment, which involve recycling and recovery activities. These operations are affected by the cyclicity of the semiconductor industry, which, in turn, is dependent on end-user industries such as electrical and electronic industries. The demand for semiconductors typically mirrors the trend in the demand for personal computers, mobile phones, and other electronic equipment.

As the availability of electronic waste (E-waste) for recycling and manufacturing services is reliant on the volume of E-waste discharged by semiconductor manufacturers, the E-waste recycling industry is also influenced by the trends in the semiconductor industry.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

On 10 March 2023, the Group announced the completion of the acquisition of investment property namely Menara TM in Taman Desa, Kuala Lumpur. The total acquisition price of the said investment property was RM37.5 million (inclusive of direct cost incurred attributable to the acquisition). The acquisition was partly financed by bank borrowing of RM30 million and balance payment by internally generated fund. The completion of the said acquisition had led to the significant increase in non current assets as well as non-current liability in the statement of financial position as at 31 March 2023.

Save as disclosed above, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter and period under review.

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates that have had effect on the current financial quarter and period under review.

A7. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

Save as disclosed below, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and period ended 31 March 2023:

- i. During the financial period under review, the Company has repurchased 2,200,000 of its issued ordinary shares from open market at average price of RM0.3659 per share. The purchases were financed by internally generated funds, and retained as treasury shares of the Company.

As at 31 March 2023, the number of treasury shares held were 31,944,603 ordinary shares with the carrying amount of RM11,688,018.

A8. DIVIDEND

Save as disclosed below, there were no dividends paid or declared for the previous corresponding quarter and period:

- i. On 20 April 2023, the Company announced the special and final share dividend in the form of a distribution of treasury shares at a ratio of one (1) treasury shares for every nineteen (19) existing ordinary shares. The proposal of dividend has been approved by the shareholders in the Annual General Meeting held on 29 May 2023.

The entitlement date for this final and special dividend will be fixed on 14 June 2023 and the share dividend will be credited into entitled shareholders' security account maintained with Bursa Malaysia Depository Sdn Bhd within ten (10) market days from the entitlement date.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

A9. SEGMENT INFORMATION

The Group’s segmental information is as follows:

	Current Quarter Ended		Year to date	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM’000	RM’000	RM’000	RM’000
Revenue by business segments				
Manufacturing and trading activities	43,864	52,875	43,864	52,875
Lifestyle and services	1,564	1,510	1,564	1,510
Property investment and development	110	-	110	-
	<u>45,538</u>	<u>54,385</u>	<u>45,538</u>	<u>54,385</u>
Elimination of inter-segment sales	-	-	-	-
	<u>45,538</u>	<u>54,385</u>	<u>45,538</u>	<u>54,385</u>
Segment results				
Manufacturing and trading activities	2,815	5,706	2,815	5,706
Investment holding	(725)	(839)	(725)	(839)
Lifestyle and services	(110)	(412)	(110)	(412)
Property investment and development	(304)	(297)	(304)	(297)
Profit from operations	<u>1,676</u>	<u>4,158</u>	<u>1,676</u>	<u>4,158</u>
Interest income	238	76	238	76
Finance cost	(378)	(425)	(378)	(425)
Profit before taxation	<u>1,536</u>	<u>3,809</u>	<u>1,536</u>	<u>3,809</u>
Taxation	(500)	(589)	(500)	(589)
Profit after taxation	<u>1,036</u>	<u>3,220</u>	<u>1,036</u>	<u>3,220</u>
Revenue By Geographical Segment				
Malaysia	5,503	5,542	5,503	5,542
Foreign countries	40,035	48,843	40,035	48,843
	<u>45,538</u>	<u>54,385</u>	<u>45,538</u>	<u>54,385</u>
			As at 31 Mar 2023	As at 31 Dec 2022
			RM’000	RM’000
Segment assets				
Manufacturing and trading activities			200,757	200,037
Investment holding			210,105	220,130
Lifestyle and services			11,357	10,751
Property investment and development			89,280	50,806
			<u>511,499</u>	<u>481,724</u>
Elimination			(218,580)	(220,834)
			<u>292,919</u>	<u>260,890</u>
Segment liabilities				
Manufacturing and trading activities			67,110	67,734
Investment holding			6,491	14,826
Lifestyle and services			15,663	15,815
Property investment and development			78,741	40,063
			<u>168,005</u>	<u>138,438</u>
Elimination			(88,223)	(90,474)
			<u>79,782</u>	<u>47,964</u>

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation or revaluation of property, plant and equipment during the current financial quarter and period under review and the valuation of property, plant and equipment have been brought forward without amendment from the previous annual audited financial statements.

A11. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER

There were no material events subsequent to the current financial quarter and period ended 31 March 2023 up to the date of this report.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no other changes and/or intended changes in the composition of the Group during the current financial quarter and period under review.

A13. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no changes in the contingent liabilities and contingent assets during the current financial quarter and period review.

A14. CAPITAL COMMITMENTS

The Board is not aware of any material commitment incurred or known to be incurred by the Company or the Group, which may have material impact on the financial position of the Group.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

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

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

Part B - Explanatory Notes Pursuant to Appendix 9B of the ACE LR

B1. REVIEW OF PERFORMANCE

1st Quarter 2023 vs 1st Quarter 2022

Financial period ended 31 March 2023 vs financial period ended 31 March 2022

	1st Quarter 2023 RM'000	1st Quarter 2022 RM'000	Changes %
Revenue by business segments			
Manufacturing and trading activities	43,864	52,875	-17
Lifestyle and services	1,564	1,510	4
Property investment and development	110	-	100
	<u>45,538</u>	<u>54,385</u>	
Segment results			
Manufacturing and trading activities	2,815	5,706	-51
Investment holding	(725)	(839)	14
Lifestyle and services	(110)	(412)	73
Property investment and development	(304)	(297)	-2
Profit from operations	<u>1,676</u>	<u>4,158</u>	
Interest income	238	76	
Finance cost	(378)	(425)	
Profit before taxation	<u>1,536</u>	<u>3,809</u>	
Taxation	(500)	(589)	
Profit after taxation	<u>1,036</u>	<u>3,220</u>	

The Group's revenue decreased by 17% from RM54.4 million in the corresponding quarter and period to RM45.6 million in the current quarter and period. This decrease was mainly due to lower revenue generated from the Total Waste Management ("TWM") business segment, which reported revenue of RM43.9 million, down from RM52.3 million in the corresponding quarter and period, resulting from lower sales to overseas customers.

The TWM business segment's profitability was impacted by lower revenue and a lower average selling price for commodities. Meanwhile, the lifestyle and services business segment reported improvement in both revenue and profitability compared to the corresponding quarter and period, due to the recovery of the overall retail business environment.

The investment holding business segment recorded a loss primarily due to changes in the fair value of investments held.

The property investment and development business segment reported an increase in revenue mainly due to the collection of rental income from tenants, followed by the completion of the acquisition of Menara TM in Taman Desa, Kuala Lumpur. However, the business segment suffered a loss in the current financial period primarily due to the interest cost of borrowing, as well as professional fees incurred to refurbish the Menara TM.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

B2. COMPARISON OF CURRENT FINANCIAL QUARTER RESULTS WITH THE PRECEDING QUARTER

	Current Quarter 31 Mar 2023	Immediate Preceding Quarter 31 Dec 2022	Changes
	RM'000	RM'000	%
Revenue	45,538	60,087	-24
Staff cost	4,053	3,695	10
Other income	511	380	34
Other operating expenses	3,052	4,345	-30
Profit before taxation	1,536	1,989	-23
Profit after taxation	1,036	1,015	2

The Group recorded lower revenue of RM45.6 million for the current financial quarter ended 31 March 2023 as compared to immediate preceding financial quarter ended 31 December 2022 of RM60.1 million. This decrease was mainly due to lower revenue generated from the Total Waste Management ("TWM") business segment, which reported revenue of RM43.9 million, down from RM52.3 million in the corresponding quarter and period, resulting from lower sales to overseas customers, especially China, due to the festive season in January 2023

The increase in staff cost was mainly due to bonus payment as well as increase in headcount in current financial quarter.

The decrease in other operating expenses was mainly due to the absence of refurbishment expenses which were previously incurred in the immediate preceding quarter for the lifestyle and services business segment.

B3. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2023

Looking ahead, the TWM business segment will remain a major contributor to the Group's revenue and profit in the upcoming financial year. To maintain its position as a leading player in the e-waste recycling industry, the Group will continue to focus on strengthening its sourcing capabilities and investing in production capacity, efficiency, and technology.

The Group is optimistic about the outlook for the food and beverage retail industry and the coin-operated launderette industry. In 2023, the Group plans to support these business segments through marketing strategies, the introduction of new products, and the opening of new outlets.

In the face of a challenging business environment, the Group is committed to strategic adaptation and effective risk management. The Group will take timely and appropriate actions to minimize operating risks and optimize its resources, ensuring resilient business operations during uncertain times. Moreover, the Group is preparing a strong foundation for a sustainable recovery after the pandemic.

B4. VARIANCE OF FORECAST PROFIT AND PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

B5. TAXATION

	Current Quarter Ended		Year to date	
	31 Mar 2023 RM'000	31 Mar 2022 RM'000	31 Mar 2023 RM'000	31 Mar 2022 RM'000
Income tax				
- current year	(500)	(1,200)	(500)	(1,200)
- over provision in prior years	-	358	-	358
		(842)		(842)
Deferred tax				
- current year	-	-	-	-
- over provision in prior years	-	253	-	253
	(500)	(589)	(500)	(589)

The effective tax rate for the current financial quarter and period is higher than the statutory income tax rate of 24%. This is primarily due to the majority of the tax provision is applied to the profit making business entity, whereas the loss-making entity has no tax impact. The business tax losses of the loss making entity will be carried forward to the next financial year for utilisation.

B6. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at 29 May 2023, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarter report.

B7. GROUP BORROWINGS

The Group's borrowings as at 31 March 2023 (all denominated in Ringgit Malaysia) are as follows:-

	As at 31 Mar 2023 RM'000	As at 31 Dec 2022 RM'000
Short term borrowing (secured)		
Overdraft	4,438	-
Term loan	3,886	3,886
Lease liabilities	2,988	2,446
	11,312	6,332
Long term borrowing (secured)		
Term loan*	39,658	10,696
Lease liabilities	4,682	4,270
	44,340	14,966
Total	55,652	21,298

*Referring to Note A5, the significant increase in long term borrowing was mainly due to the draw down from financier for the acquisition of Menara TM in Taman Desa, Kuala Lumpur

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

B7. GROUP BORROWINGS (CONTINUED)

	As at 31 Mar 2023 %	As at 31 Dec 2022 %
The weighted average effective interest rate are as follows:		
Term loan	6.55	6.55
Overdraft	7.05	7.05
Hire purchase liabilities	5.39	5.39
Other lease liabilities	5.83	5.83
Proportion of borrowings between fixed and floating interest rates	14 : 86	32 : 68

B9. DERIVATIVE FINANCIAL INSTRUMENTS

(i) Disclosure of derivatives

The Group uses forward foreign exchange contracts to manage some of the transactions exposure of the Group’s sales denominated in USD and uses the commodity future contracts to manage the metal commodity price fluctuations.

There are no cash requirement risks as the Group only uses forward foreign currency contracts and commodity future contracts as its hedging instruments.

There have been no significant changes to the Group’s exposure to credit risk, market risk and liquidity risk from the previous financial quarter and period. Since the previous financial year, there have been no changes to the Group’s management objectives, accounting policies and processes.

(ii) Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group determines the fair value of the derivative financial instruments relating to the forward foreign exchange contracts and commodity future contracts by using the difference between the contracted foreign exchange rates and commodity price and the market forward rates and commodity price. The basis of fair value measurement is the difference between the contracted value and the market forward rates and market price. This resulted in the Group recording a gain when the rates and commodity price move favourable against the Group or recorded a loss when the rates and commodity price move unfavourable against the Group.

B10. MATERIAL LITIGATION

There was no pending material litigation as at the date of this announcement.

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

B11. DIVIDEND

Save as disclosed below, there were no dividends paid or declared for the previous corresponding quarter and period:

- i. On 20 April 2023, the Company announced the special and final share dividend in the form of a distribution of treasury shares at a ratio of one (1) treasury shares for every nineteen (19) existing ordinary shares. The proposal of dividend has been approved by the shareholders in the Annual General Meeting held on 29 May 2023.

The entitlement date for this final and special dividend will be fixed on 14 June 2023 and the share dividend will be credited into entitled shareholders' security account maintained with Bursa Malaysia Depository Sdn Bhd within ten (10) market days from the entitlement date.

B12. NOTES TO THE STATEMENTS OF COMPREHENSIVE INCOME

	Current Quarter Ended		Year to date	
	31 Mar 2023	31 Mar 2022	31 Mar 2023	31 Mar 2022
	RM'000	RM'000	RM'000	RM'000
Allowance for impairment of receivables	-	167	-	167
Allowance for impairment of receivables no longer required	(195)	-	(195)	-
Changes in fair value of derivative financial instruments	-	10	-	10
Changes in fair value on other investments	336	539	336	539
Depreciation of property, plant and equipment and right of use assets	2,042	2,001	2,042	2,001
Dividend income	(8)	(8)	(8)	(8)
Fixed asset written off	26	-	26	-
Gain on disposal of other investments	(166)	-	(166)	-
Loss/(Gain) on foreign exchange				
- unrealised	75	79	75	79
- realised	(75)	350	(75)	350
Government grant income	(35)	(35)	(35)	(35)
Interest income	(238)	(76)	(238)	(76)
Interest expenses				
- Hire purchase	38	10	38	10
- Overdraft	77	1	77	1
- Term loan	194	276	194	276
- Unwinding interest	1	1	1	1
- Implicit interest of lease liabilities	68	98	68	98

QUARTERLY REPORT

Notes on the quarterly report for the financial period ended 31 March 2023

B13. EARNINGS PER SHARE

The basic earnings per share was calculated by dividing the net profit for the current financial quarter and period by the weighted average number of ordinary shares in issue:

	Current Quarter Ended		Year to date	
	31 Mar 2023 RM	31 Mar 2022 RM	31 Mar 2023 RM	31 Mar 2022 RM
Net profit attributable to owners of the Company (RM'000)	1,036	3,220	1,036	3,220
Weighted average number of ordinary shares in issue ('000)	628,070	626,784	628,070	626,784
Basic earnings per share (sen)	0.16	0.51	0.16	0.51

B14. AUTHORISED FOR ISSUE

This interim financial statement was authorised for issue by the Board on 30 May 2023 in accordance with a resolution of the directors.

BY ORDER OF THE BOARD,

CHENG CHIA PING
(MAICSA 1032514 PRACTITIONER)
COMPANY SECRETARY

30 May 2023