



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the twelve months ended 31 March 2021 - unaudited

	Current quarter Three months ended 31 March		Cumulative quarter Twelve months ended 31 March	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Revenue	17,011	14,536	63,170	67,734
Cost of sales	(14,115)	(13,421)	(51,540)	(57,807)
Gross profit	2,896	1,115	11,630	9,927
Other operating income	1,132	629	324	930
Selling and distribution expenses	(147)	(130)	(581)	(777)
Administrative expenses	(2,053)	(2,081)	(7,829)	(8,435)
Operating profit/(loss)	1,828	(467)	3,544	1,645
Finance costs	(121)	(145)	(494)	(612)
Profit/(Loss) before tax	1,707	(612)	3,050	1,033
Income tax expense	(463)	284	(798)	(587)
Profit/(Loss) after tax for the year	1,244	(328)	2,252	446
Other comprehensive income/(loss) <i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency exchange differences on translation of foreign operations	3	17	98	(56)
Total comprehensive income/(loss) for the year	1,247	(311)	2,350	390
Profit/(Loss) after tax attributable to:				
Owners of the Company	1,227	(272)	2,110	611
Non-controlling interests	17	(56)	142	(165)
Profit/(Loss) after tax for the year	1,244	(328)	2,252	446
Total comprehensive income/(loss) attributable to:				
Owners of the Company	1,231	(256)	2,201	549
Non-controlling interests	16	(55)	149	(159)
Total comprehensive income/(loss) for the year	1,247	(311)	2,350	390



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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (continued) For the twelve months ended 31 March 2021 - unaudited

	Current quarter		Cumulative quarter	
	Three months ended		Twelve months ended	
	31 March		31 March	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Earnings/(Loss) per share attributable to owners of the Company (sen per share)				
Basic	0.50	(0.11)	0.88	0.25
Diluted	-	-	-	-

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 March 2021

	31 March 2021 (Unaudited) RM'000	31 March 2020 (Audited) RM'000
Non-current assets		
Property, plant and equipment	26,779	30,588
Investment properties	608	623
Right-of-use assets	32,483	4,714
Goodwill	10,656	10,656
Deferred tax assets	376	526
Other receivables, deposits and prepayments	269	249
	<u>71,171</u>	<u>47,356</u>
Current assets		
Inventories	10,253	11,409
Receivables, deposits and prepayments	13,657	14,707
Current tax assets	600	410
Short term investment	2,934	808
Fixed deposits with licensed banks	189	192
Cash and bank balances	7,823	6,616
	<u>35,456</u>	<u>34,142</u>
Total assets	<u>106,627</u>	<u>81,498</u>
Equity		
Share capital	35,671	35,116
Treasury shares	-	(327)
Reserves	26,187	23,482
Equity attributable to owners of the Company	<u>61,858</u>	<u>58,271</u>
Non-controlling interests	1,101	719
Total equity	<u>62,959</u>	<u>58,990</u>
Non-current liabilities		
Borrowings	21,676	1,672
Lease liabilities	3,058	949
Deferred tax liabilities	1,234	1,195
Deferred income on government grants	1,046	618
	<u>27,014</u>	<u>4,434</u>
Current liabilities		
Payables and accrued liabilities	10,877	11,560
Bank overdrafts	522	733
Borrowings	4,246	4,722
Lease liabilities	1,009	1,059
	<u>16,654</u>	<u>18,074</u>
Total liabilities	<u>43,668</u>	<u>22,508</u>
Total equity and liabilities	<u>106,627</u>	<u>81,498</u>



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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

As at 31 March 2021

	31 March 2021 (Unaudited) RM'000	31 March 2020 (Audited) RM'000
Net assets per share attributable to owners of the Company (RM)	<u>0.25</u>	<u>0.24</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the twelve months ended 31 March 2021 - unaudited

	Share capital RM'000	Treasury shares RM'000	<u>Non-distributable</u>		<u>Distributable</u>		Equity attributable to owners of the company RM'000	Non-controlling interests RM'000	Total equity RM'000
			Share option reserve RM'000	Exchange fluctuation reserve RM'000	Retained profits RM'000				
At 1 April 2020	35,116	(327)	-	559	22,923	58,271	719	58,990	
Total comprehensive income for the year									
Profit after tax for the year	-	-	-	-	2,110	2,110	142	2,252	
Other comprehensive income:									
- Foreign currency exchange differences on translation of foreign operations	-	-	-	91	-	91	7	98	
	-	-	-	91	2,110	2,201	149	2,350	
Transactions with owners									
Sale of treasury shares	-	327	-	-	361	688	-	688	
Issuance of shares pursuant to exercise of ESOS	555	-	(167)	-	-	388	-	388	
Share-based payment under ESOS	-	-	721	-	-	721	-	721	
Acquisition of non-controlling interests in a subsidiary	-	-	-	-	(411)	(411)	233	(178)	
	555	327	554	-	(50)	1,386	233	1,619	
At 31 March 2021	35,671	-	554	650	24,983	61,858	1,101	62,959	



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued) For the twelve months ended 31 March 2020 - unaudited

	Share capital RM'000	Treasury shares RM'000	Non- distributable Exchange fluctuation reserve RM'000	Distributable Retained profits RM'000	Equity attributable to owners of the company RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 April 2019	35,116	(146)	621	22,312	57,903	878	58,781
Total comprehensive income/(loss) for the year							
Profit/(Loss) after tax for the year	-	-	-	611	611	(165)	446
Other comprehensive expenses:							
- Foreign currency exchange differences on translation of foreign operations	-	-	(62)	-	(62)	6	(56)
	-	-	(62)	611	549	(159)	390
Transactions with owners							
Purchase of treasury shares	-	(181)	-	-	(181)	-	(181)
At 31 March 2020	35,116	(327)	559	22,923	58,271	719	58,990

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the twelve months ended 31 March 2021 – unaudited

	Twelve months ended 31 March	
	2021 RM'000	2020 RM'000
Cash flows from operating activities		
Profit before tax	3,050	1,033
Adjustments for:		
Depreciation of property, plant and equipment	3,599	3,905
Depreciation of investment properties	15	15
Depreciation of right-of-use assets	1,357	1,063
Impairment losses on trade receivables	-	2
Reversal of allowance of impairment losses on trade receivables	-	(152)
Amortisation of deferred income on government grants	(72)	(66)
Share-based payment under ESOS	721	-
Finance costs	494	612
Gain on disposal of property, plant and equipment	(21)	-
Property, plant and equipment written off	8	-
Allowance for write-down of inventories	222	-
Inventories written down	-	276
Interest income	(51)	(53)
Dividend income	-	(11)
Unrealised loss/(gain) on foreign exchange	455	(264)
Operating profit before working capital changes	9,777	6,360
Changes in working capital:		
Inventories	933	458
Receivables	1,035	(284)
Payables	(603)	(878)
Related parties	(129)	137
Cash generated from operations	11,013	5,793
Interest paid	(377)	(612)
Interest received	51	53
Tax paid	(827)	(1,021)
Tax refund	12	528
Dividend income	-	11
Net cash from operating activities	9,872	4,752
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,114)	(2,230)
Additions of right-of-use assets	(27,161)	-
Proceeds from disposal of property, plant and equipment	83	-
Acquisition of non-controlling interests	(178)	-
Net cash from investing activities	(29,370)	(2,230)
Cash flows from/(for) financing activities		
Sale/(Purchase) of treasury shares	688	(181)
Drawdown of term loans	24,930	4,569
Drawdown of lease liabilities	3,726	330
Drawdown of bankers' acceptances	6,103	8,120
Government grant received	500	-
Repayment of bankers' acceptances	(5,899)	(8,703)
Repayment of lease liabilities	(1,542)	(1,101)
Repayment of term loans	(5,562)	(4,412)
Proceed from issuance of shares pursuant to exercise of ESOS	388	-
Placement of fixed deposits pledged as securities	-	(95)
Net cash from/(for) financing activities	23,332	(1,473)



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued) For the twelve months ended 31 March 2021 – unaudited

	Twelve months ended	
	31 March	
	2021	2020
	RM'000	RM'000
Net increase in cash and cash equivalents	3,834	1,049
Effect of exchange differences	(290)	(358)
Cash and cash equivalents at beginning of financial year	6,691	6,000
Cash and cash equivalents at 31 March	<u>10,235</u>	<u>6,691</u>
Cash and cash equivalents comprise of:		
Cash and bank balances	7,823	6,616
Fixed deposits with licensed banks	189	192
Short term investment	2,934	808
Bank overdrafts	(522)	(733)
Pledged deposits	(189)	(192)
	<u>10,235</u>	<u>6,691</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A. Notes pursuant to Malaysian Financial Reporting Standard 134 *Interim Financial Reporting*

A1. Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2020.

The consolidated financial statements of the Group for the year ended 31 March 2020 are available upon request from the Company’s registered office at 57-G Persiaran Bayan Indah, Bayan Bay, Sungai Nibong, 11900 Penang.

The notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2020.

A2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2020, except with the adoption of the following MFRSs, Amendments and/or IC Interpretations effective for financial periods beginning on or after 1 January 2020:

- Amendments to MFRS 3 Business Combinations – Definition of a Business
- Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement and MFRS 7 Financial Instruments: Disclosures – Interest Rate Benchmark Reform
- Amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material
- Amendments to References to the Conceptual Framework in MFRS Standards
- Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the above standards, interpretations or amendments are not expected to have material financial impact to the financial statements of the Group.

A3. Seasonal or cyclical factors

The Group’s operations were not significantly affected by any seasonal or cyclical factors.

A4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the year under review.

A5. Changes in estimates

There were no changes in estimates that have had a material effect for the year under review.



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A6. Debt and equity securities

Save as disclosed below, there were no issues, cancellations, repurchases, resale and repayments of debt and equity securities during the year under review.

- 1) The Company has resold its treasury shares held to the open market as follows:

Date of transaction	Balance b/f (Units)	Resold (Units)	Average price (RM)	Balance c/f (Units)
27 August 2020	2,428,800	360,000	0.22	2,068,800
27 January 2021	2,068,800	1,058,800	0.26	1,010,000
9 February 2021	1,010,000	1,010,000	0.34	-

As at 31 March 2021, the total number of ordinary shares held as treasury shares by the Company is nil.

- 2) On 22 December 2020, the Company has issued 3,100,200 new ordinary shares arising from the exercise of options granted under the Employees' Share Option Scheme ("ESOS") for the eligible employees of the Group at the exercise price of RM0.125 per share.

A7. Dividends paid

There were no dividends paid during the year under review.

A8. Segment information

The Group is organised and managed into business units based on its products and services as follows:

- i. Precision engineering and plastic injection moulding - Involved in the design and manufacture of high precision moulds, tools and dies, plastic injection moulding and sub-assembly.
- ii. Precision machining and stamping - Involved in the manufacture and sale of precision machining and stamping components for the telecommunication, industrial sensors, switches, electronic equipment and other industries and the provision of related specialised engineering services.
- iii. Others - Involved in the manufacture and assembly of electronic components and manufacture of paper honeycomb products.

During the year under review, the Group's Executive Board has changed its internal reporting structure to combine the segment of precision engineering and precision plastic injection moulding into precision engineering and plastic injection moulding segment. Therefore, the Group's basis of measurement of segment profit or loss has been changed from the last annual financial statements in order to be consistent with the internal reporting structure. The segment information for prior year corresponding quarter and period has been restated to reflect the change.



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A8. Segment information (continued)

Information in respect of the Group's reportable segments for the year ended 31 March 2021 was as follows:

	Precision engineering and plastic injection moulding RM'000	Precision machining and stamping RM'000	Others RM'000	Total RM'000
External revenue	23,236	36,237	3,697	63,170
Inter-segment revenue	2,632	44	1	2,677
Reportable segment profit	4,504	3,304	1,004	8,812
Reportable segment assets	33,847	68,747	4,033	106,627
Reportable segment liabilities	10,892	40,861	1,286	53,039

Reconciliation of reportable segment profit:

	Year to date RM'000
Total profit for reportable segments	8,812
Depreciation and amortization	(4,971)
Finance costs	(494)
Interest income	51
Unallocated corporate expenses	(657)
Elimination of inter-segment profits	309
Consolidated profit before tax	3,050

A9. Events after the end of the interim period

Save as disclosed in Note B7, there were no events after the current year ended 31 March 2021 that has not been reflected in this quarterly report.

A10. Changes in the composition of the Group

There were no changes in the composition of the Group for the current year ended 31 March 2021 save as below:

On 10 March 2021, the Company has acquired the remaining 30% equity interest in Edaran Precision India Private Limited ("EPIPL"), for a cash consideration of RM178,168. As a result, EPIPL has become a wholly-owned subsidiary of the Company on the same date.

A11. Capital expenditure

The major additions of property, plant and equipment during the current quarter and year ended 31 March 2021 were as follows:

	Current quarter RM'000	Year to date RM'000
Additions	26,282	27,390



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A12. Material commitments

As at 31 March 2021, the Group has the following material commitments:

	RM'000
Contracted but not provided for:	
Capital expenditure	<u>152</u>

A13. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets arising since the end of the last annual reporting period.

A14. Related party transactions

Related party transactions have been entered into in the normal course of business under normal trade terms. The related party transaction of the Group was as follows:

	Current quarter RM'000	Year to date RM'000
Transactions with company in which Director has substantial interest		
- Sales of goods	79	245
- Purchases of goods	51	347
- Transportation charges	-	<u>2</u>



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B. Notes pursuant to Chapter 9, Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Performance review

Financial performance

	Current quarter		Year to date	
	Three months ended		Twelve months ended	
	31 March		31 March	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Revenue:				
Precision engineering and plastic injection moulding	5,948	4,299	23,236	20,140
Precision machining and stamping	9,833	9,663	36,237	42,131
Others	1,230	574	3,697	5,463
	<u>17,011</u>	<u>14,536</u>	<u>63,170</u>	<u>67,734</u>
Gross profit	2,896	1,115	11,630	9,927
Profit/(Loss) before tax	1,707	(612)	3,050	1,033
Profit/(Loss) after tax	1,244	(328)	2,252	446

The Group reported revenue of RM63.170 million for the current year ended 31 March 2021, representing a decrease of 6.7% as compared to the prior corresponding year ended 31 March 2020. For the current quarter ended 31 March 2021, the Group achieved revenue of RM17.011 million which was higher as compared to the prior year corresponding quarter of RM14.536 million. The decline in revenue for current year was attributable to decrease in revenue contribution from the precision machining and stamping segment and the manufacture of electronic components under others segment.

The Group's profit before tax for the current year ended 31 March 2021 amounted to RM3.050 million as compared to RM1.033 million reported in the prior corresponding year ended 31 March 2020. For the current quarter, the Group recorded a profit before tax of RM1.707 million as compared to a loss before tax of RM0.612 million in the prior year corresponding quarter. The increase in profit before tax for the current year and current quarter was due to the lower operating expenses as a result of the cost cutting measures especially during the period of the implementation of Movement Control Order by the Malaysia Government.

Precision engineering and plastic injection moulding segment

Revenue for the current year and quarter ended 31 March 2021 increased by 15.4% and 38.4% respectively as compared to previous year's corresponding period. The increase in revenue was due to higher demand from its existing and new customers.

Precision machining and stamping segment

Revenue for the current year ended 31 March 2021 decreased by 14.0% and current quarter has slightly increased by 1.8% as compared to previous year's corresponding period. The decrease was mainly due to lower demand as a result of the global Covid-19 pandemic which has disrupted the precision machining and stamping industry.

Gross profit

The Group's gross profit for the current year and quarter ended 31 March 2021 amounted to RM11.630 million and RM2.896 million respectively, representing an increase of 17.2% and 159.7% respectively as compared to last year corresponding period. The changes in gross profit were due to the lower operating expenses as a result of the cost cutting measures.



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B2. Comment on material change in profit before tax

	Current quarter RM'000	Preceding quarter RM'000	Variance	
			RM'000	%
Revenue	17,011	16,443	568	3.5
Profit before tax	1,707	638	1,069	167.6

The Group recorded a profit before tax of RM1.707 million for the current quarter ended 31 March 2021 as compared to RM0.638 million recorded in the previous quarter ended 31 December 2020. The profit before tax was mainly attributable to the increase in revenue and gain on foreign exchange which affected by the strengthening of US Dollar against Ringgit Malaysia in the current quarter.

B3. Future prospects

The Group is of the view that the business environment remains volatile and challenging. The ongoing trade tensions between the United States of America and China have dented global growth. The global prospects remain highly uncertain one year into the Covid-19 pandemic. Economic recoveries are diverging across countries and sectors, reflecting variation in pandemic-induced disruptions and the extent of policy support. The implementation of Movement Control Order 3.0 in Malaysia to mitigate the spread of Covid-19 pandemic have restricted certain economic and social activities.

Besides, any significant movement in the exchange rate between Ringgit Malaysia and United States Dollar may result in foreign exchange gains or losses, which may also affect the Group's performance.

Premised on the above, the Group remains cautious on the overall outlook for financial year ending 2022.

B4. Statement by the Board of Directors on revenue or profit estimate, forecast, projection or internal targets

The Group did not announce any revenue or profit estimate, forecast, projection or internal targets for the financial year ended 31 March 2021.

B5. Variance of actual profit from profit forecast or shortfall in the profit guarantee (only applicable to the final quarter for corporations which have previously announced or disclosed a profit forecast or profit guarantee in a public document)

Not applicable.

B6. Income tax expense

	Current quarter RM'000	Year to date RM'000
Income tax	302	611
Deferred tax	161	187
	<u>463</u>	<u>798</u>

The effective tax rate of the Group is higher than the statutory tax rate of 24% mainly due to certain expenses which were not deductible for income tax purposes and losses of certain subsidiaries cannot be set off against taxable profits generated by the other subsidiaries.



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B7. Status of corporate proposals

Save as disclosed below, there is no outstanding uncompleted corporate proposals as at the date of this quarterly report.

- 1) On 29 October 2019, Affin Hwang Investment Bank Berhad (“Affin Hwang IB”) had on behalf of the Board of Directors (“Board”), announced that Oriental Fastech Manufacturing Sdn Bhd (“OFM”), a wholly owned subsidiary of YBS International Berhad (“YBS”), had on 29 October 2019 accepted the letter of offer dated 25 October 2019 (“Letter of Offer”) from Penang Development Corporation (“PDC”) in relation to the proposed acquisition by OFM of a piece of industrial land together with the building erected thereon known as Plot 300 at Penang Science Park, Penang (“Property”) from PDC for a total purchase consideration of RM24,029,874 to be satisfied entirely by cash (“Proposed Acquisition”).

The Property comprises an area of approximately 10.03 acres (equivalent to approximately 436,906.80 square feet). The Property is under a leasehold title which was issued by the Land Office on 20 May 2008. The lease has another forty-nine (49) years remaining and will expire on 19 May 2068.

OFM has paid the earnest deposit of RM2,402,987.40, being 10% of the purchase consideration for the Proposed Acquisition (“Earnest Deposit”). The Earnest Deposit is considered as part of the purchase consideration and is only refundable in the event OFM fails to execute the SPA due to failure in obtaining the approval of Bursa Malaysia Securities Berhad (“Bursa Securities”) and the shareholders of YBS at an extraordinary general meeting (“EGM”) of the Company to be convened in relation to the Proposed Acquisition. Pursuant thereto, OFM will only enter into the SPA with PDC subsequent to YBS obtaining the relevant approvals from Bursa Securities as well as its shareholders’ approval at an EGM to be convened for the Proposed Acquisition.

The Proposed Acquisition shall be subject to a formal sale and purchase agreement (“SPA”) to be entered into between OFM and PDC by 28 February 2020. On 29 January 2020, Affin Hwang IB had on behalf of the Board, announced that PDC and OFM had agreed to extend the deadline to execute the SPA until 31 March 2020. All other provisions contained in the Letter of Offer shall remain unchanged.

On 12 February 2020, YBS has issued a Circular in relation to the Proposed Acquisition and Notice of EGM to its shareholders. The EGM has been held on 5 March 2020 and the shareholders had approved the Proposed Acquisition by poll-voting.

On 29 May 2020, Affin Hwang IB had on behalf of the Board, announced that PDC and OFM had agreed to extend the deadline to execute the SPA until 30 September 2020. All other provisions contained in the Letter of Offer shall remain unchanged. However, Affin Hwang IB had on behalf of the Board, announced that OFM had on 2 October 2020 entered into the SPA with PDC for the Proposed Acquisition.

On 22 February 2021, Affin Hwang IB had on behalf of the Board, announced that OFM had on 18 February 2021 settled the final payment to PDC, marking the completion of the Proposed Acquisition.

- 2) On 5 August 2020, the Board had announced that the Company has offered a share options to its eligible Directors and employees to subscribe for 32,536,000 new ordinary shares in YBS (“Options”) under the ESOS in accordance with the ESOS By-laws of the Company. The exercise price of the Options offered was fixed at RM0.125 per share. The number of Options offered to each director are as follows:



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B7. Status of corporate proposals (continued)

Directors	Designation	Number of Options offered
Ybhg Dato' (Dr) Pahamin Ab Rajab	Chairman	300,000
Yong Chan Cheah	Managing Director	2,613,000
Yong Swee Chuan	Executive Director	2,613,000
Low Hee Chung	Independent Director	500,000
Gor Siew Yeng	Independent Director	380,000

The vesting period of the Options offered was five (5) years period commencing from 7 September 2020 or 7 September 2020 until expiry date of the period of ESOS whichever is earlier, subject to the exercise conditions as determined by the ESOS Committee.

On 13 August 2020, the Board had announced that they had approved the extension of the ESOS which will be expiring on 28 February 2021, for a further period of five (5) years from 1 March 2021 to 28 February 2026.

B8. Borrowings and debt securities

The Group's loans and borrowings as at the end of the reporting period were as follows:

	As at 31 March 2021		
	Short term RM'000	Long term RM'000	Total RM'000
<i>Secured</i>			
Bank overdrafts	522	-	522
Bankers' acceptance	2,064	-	2,064
Finance lease liabilities	1,009	3,058	4,067
Term loans	2,182	21,676	23,858
	<u>5,777</u>	<u>24,734</u>	<u>30,511</u>

	As at 31 March 2020		
	Short term RM'000	Long term RM'000	Total RM'000
<i>Secured</i>			
Bank overdrafts	733	-	733
Bankers' acceptance	1,860	-	1,860
Finance lease liabilities	1,059	949	2,008
Term loans	2,862	1,672	4,534
	<u>6,514</u>	<u>2,621</u>	<u>9,135</u>

Loans and borrowings denominated in currencies other than Ringgit Malaysia were as follows:

	As at 31 March 2021		
	Short term RM'000	Long term RM'000	Total RM'000
Vietnamese Dong	<u>1,485</u>	<u>-</u>	<u>1,485</u>

	As at 31 March 2020		
	Short term RM'000	Long term RM'000	Total RM'000
United States Dollar	571	-	571
Vietnamese Dong	<u>2,123</u>	<u>-</u>	<u>2,123</u>



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B9. Material litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this quarterly report.

B10. Dividends

The Directors do not recommend any dividend for the year under review.

B11. Earnings per share

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the current quarter and financial year to date was based on the profit attributable to owners of the Company and the weighted average number of ordinary shares in issue, excluding treasury shares, in the respective periods as follows:

	Current quarter	Year to date
Profit attributable to owners of the Company (RM'000)	1,227	2,110
Weighted average number of ordinary shares in issue (units)	244,351,643	240,956,358
Basic earnings per ordinary share (sen)	<u>0.50</u>	<u>0.88</u>

Diluted earnings per ordinary share

Not applicable.

B12. Auditor's report on preceding annual financial statements

The auditor's report on the audited financial statements for the year ended 31 March 2020 was not qualified.

B13. Profit for the year

	Current quarter RM'000	Year to date RM'000
Profit for the year is arrived at after charging:		
Foreign currency exchange losses	(528)	758
Allowance for write-down of inventories	(651)	222
Depreciation	1,266	4,971
Property, plant & equipment written off	8	8
Finance costs	121	494
and after crediting:		
Amortisation of deferred income on government grants	23	72
Gain on disposal of property, plant and equipment	7	21
Foreign currency exchange gain	(9)	164
Interest income	14	51

Other than the above, there were no other income including investment income, provision for and write off of receivables, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter and year ended 31 March 2021.



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B14. Derivative financial instruments

The Group does not have any derivative financial instruments at the end of the reporting period.

B15. Fair value changes of financial liabilities

The Group does not have any financial liabilities that are measured at fair value through profit or loss.