



RGB International Bhd. [200301001411 (603831-K)]

(Incorporated in Malaysia)

Interim Unaudited Financial Statements
31 March 2021



CONTENTS

	PAGE
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	1
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	2
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	3 - 4
CONSOLIDATED STATEMENT OF CASH FLOWS	5 – 6
EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134	7 – 10
EXPLANATORY NOTES PURSUANT TO APPENDIX 9B (RULE 9.22(2)) OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”)	11 – 17



**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021**

	Note	3 MONTHS ENDED			3 MONTHS ENDED		
		31 MAR	31 MAR	%	31 MAR	31 MAR	%
		2021	2020		2021	2020	
		RM'000	RM'000	+ / (-)	RM'000	RM'000	+ / (-)
Revenue	9	34,171	77,433	-56%	34,171	77,433	-56%
Cost of sales		(32,502)	(63,670)	-49%	(32,502)	(63,670)	-49%
- Depreciation		(11,972)	(12,871)	-7%	(11,972)	(12,871)	-7%
- Others		(20,530)	(50,799)	-60%	(20,530)	(50,799)	-60%
Gross profit		1,669	13,763	-88%	1,669	13,763	-88%
Other income		512	791	-35%	512	791	-35%
Administrative expenses		(5,084)	(6,681)	-24%	(5,084)	(6,681)	-24%
- Depreciation		(893)	(888)	1%	(893)	(888)	1%
- Others		(4,191)	(5,793)	-28%	(4,191)	(5,793)	-28%
Selling and marketing expenses		(373)	(1,104)	-66%	(373)	(1,104)	-66%
Other expenses, net		(813)	(1,702)	-52%	(813)	(1,702)	-52%
Finance costs		(342)	(473)	-28%	(342)	(473)	-28%
(Loss)/Profit before tax		(4,431)	4,594	-196%	(4,431)	4,594	-196%
Taxation	20	(353)	(915)	61%	(353)	(915)	61%
(Loss)/Profit for the financial period		(4,784)	3,679	-230%	(4,784)	3,679	-230%
Other comprehensive income, net of tax:							
Item that may be reclassified subsequently to profit or loss							
- Foreign currency translations, representing other comprehensive loss for the financial period		6,393	13,770	-54%	6,393	13,770	-54%
Total comprehensive income for the financial period		1,609	17,449	-91%	1,609	17,449	-91%
(Loss)/Profit attributable to:							
Owners of the Company		(4,782)	3,600	-233%	(4,782)	3,600	-233%
Non-controlling interests		(2)	79	-103%	(2)	79	-103%
		(4,784)	3,679	-230%	(4,784)	3,679	-230%
Total comprehensive income attributable to:							
Owners of the Company		961	16,194	-94%	961	16,194	-94%
Non-controlling interests		648	1,255	-48%	648	1,255	-48%
		1,609	17,449	-91%	1,609	17,449	-91%
(Loss)/Earnings per ordinary share attributable to owners of the Company (sen):							
Basic	26	(0.31)	0.23	-235%	(0.31)	0.23	-235%
Diluted	26	(0.31)	0.23	-235%	(0.31)	0.23	-235%

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH
2021**

	Note	AS AT 31 MAR 2021 RM'000	AS AT 31 DEC 2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	10	149,099	156,530
Investment property		33,565	32,794
Investments in associates		166	161
Right-of-use assets		6,007	6,193
Intangible assets		1,908	1,878
Trade receivables		36,350	41,870
Other receivables		2,848	2,786
Lease receivables		3,265	4,196
Due from associates		2,894	2,791
		<u>236,102</u>	<u>249,199</u>
Current assets			
Inventories		3,674	3,595
Trade receivables		93,294	96,851
Other receivables		12,109	11,094
Lease receivables		4,304	4,026
Tax recoverable		676	346
Deposits with licensed banks		14,780	13,431
Cash and bank balances		27,652	25,748
		<u>156,489</u>	<u>155,091</u>
TOTAL ASSETS		<u>392,591</u>	<u>404,290</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		158,485	158,485
Treasury shares		(842)	(842)
Foreign currency translation reserve		18,554	12,811
Retained earnings		50,589	55,371
		<u>226,786</u>	<u>225,825</u>
Non-controlling interests		21,113	20,465
Total equity		<u>247,899</u>	<u>246,290</u>
Non-current liabilities			
Borrowings	22	16,589	17,350
Lease liabilities		1,792	2,007
Trade payables		13,633	17,517
Deferred tax liabilities		132	132
		<u>32,146</u>	<u>37,006</u>
Current liabilities			
Borrowings	22	11,744	14,300
Lease liabilities		1,178	1,166
Trade payables		65,664	69,317
Other payables		23,552	23,508
Contract liabilities		10,319	12,617
Due to associates		89	86
		<u>112,546</u>	<u>120,994</u>
Total liabilities		<u>144,692</u>	<u>158,000</u>
TOTAL EQUITY AND LIABILITIES		<u>392,591</u>	<u>404,290</u>
Net assets per share (sen)		<u>15</u>	<u>15</u>



**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021**

	----- Attributable to owners of the Company -----						Total equity RM'000
	----- Non-distributable -----			Distributable			
	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	
At 1 January 2021	158,485	(842)	12,811	55,371	225,825	20,465	246,290
Loss for the financial period	-	-	-	(4,782)	(4,782)	(2)	(4,784)
Foreign currency translations	-	-	5,743	-	5,743	650	6,393
Total comprehensive loss for the financial period	-	-	5,743	(4,782)	961	648	1,609
At 31 March 2021	158,485	(842)	18,554	50,589	226,786	21,113	247,899



**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021 (CONTINUED)**

	----- Attributable to owners of the Company -----						
	----- Non-distributable -----			Distributable			
	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 January 2020	158,485	-	15,167	88,738	262,390	21,170	283,560
Profit for the financial period	-	-	-	3,600	3,600	79	3,679
Foreign currency translations	-	-	12,594	-	12,594	1,176	13,770
Total comprehensive income for the financial period	-	-	12,594	3,600	16,194	1,255	17,449
Transaction with owners:							
Buy-back of own shares	-	(842)	-	-	(842)	-	(842)
Total transactions with owners	-	(842)	-	-	(842)	-	(842)
At 31 March 2020	158,485	(842)	27,761	92,338	277,742	22,425	300,167

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021**

	3 MONTHS ENDED	
	31 MAR	31 MAR
	2021	2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/ Profit before tax	(4,431)	4,594
Adjustments for:		
Interest income	(109)	(183)
Interest expense	301	408
Amortisation of intangibles assets	-	46
Depreciation of investment property	218	223
Depreciation of property, plant and equipment	12,372	13,255
Depreciation of right-of-use assets	275	281
Impairment losses on:		
- trade receivables	62	45
Gain on lease modification	-	(2)
Inventories written down/(back)	22	(56)
Unrealised forex loss	815	1,789
Written off on property, plant and equipment	1	1
Operating profit before changes in working capital	<u>9,526</u>	<u>20,401</u>
Changes in working capital:		
Receivables, amount due from associates and inventories	8,333	(18,164)
Payables, contract liabilities and amount due to associates	(9,836)	23,738
Cash generated from operations	<u>8,023</u>	<u>25,975</u>
Interest paid	(265)	(372)
Taxes paid	(683)	(955)
Net cash from operating activities	<u>7,075</u>	<u>24,648</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(714)	(15,608)
Changes in deposits pledged to licensed banks	(1,350)	(465)
Interest received	109	183
Net cash used in investing activities	<u>(1,955)</u>	<u>(15,890)</u>



**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021 (CONTINUED)**

	3 MONTHS ENDED	
	31 MAR 2021 RM'000	31 MAR 2020 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from bankers' acceptances and onshore foreign currency loan	5,506	2,849
Net (repayments)/drawdown of term loans	(423)	514
Net (repayments of)/proceeds from revolving credits	(8,402)	4,556
Payments of lease liabilities	(265)	(266)
Buy-back of own shares	-	(842)
Net cash (used in)/from financing activities	(3,584)	6,811
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,536	15,569
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	368	1,121
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	25,748	40,650
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	27,652	57,340
Cash and cash equivalents at the end of the financial period comprise of the followings:		
Cash and bank balances	27,652	56,908
Deposits with licensed banks	14,780	14,295
	42,432	71,203
Less: Deposits pledged to licensed banks	(14,780)	(13,863)
	27,652	57,340



PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020. The explanatory notes attached to the interim financial statements provide explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

2. Changes in Accounting Policies

2.1 New MFRSs adopted during the financial period

The Group adopted the followings Standards of the MFRS Framework that were issued by the Malaysian Accounting Standards Board (“MASB”) during the financial period:

Interest Rate Benchmark Reform – Phase 2 (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

2.2 New MFRSs that have been issued but not yet effective

The following are Standards of the MFRS Framework that have been issued by the MASB but have not been early adopted by the Group:

Title	Effective Date
<i>Covid-19-Related Rent Concessions beyond 30 June 2021</i> (Amendments to MFRS 16 Leases)	1 April 2021
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment—Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts—Cost of Fulfilling a Contract</i>	1 January 2022
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
Disclosure of Accounting Policies (<i>Amendments to MFRS 101 Presentation of Financial Statements</i>)	1 January 2023
Definition of Accounting Estimate (<i>Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors</i>)	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred



2. Changes in Accounting Policies (Continued)

2.2 New MFRSs that have been issued but not yet effective (Continued)

The Group does not expect the adoption of the above Standards to have a significant impact on the financial statements.

3. Significant Event

During the quarter under review, there were no events that have not been reflected in the financial statements.

4. Comments about Seasonal or Cyclical Factors

The overall business of the Group was not affected by any significant seasonal factors.

5. Unusual Items due to their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows during the current quarter that are unusual because of their nature, size and incidence.

6. Changes in Estimates

There were no changes in the nature and amount of estimates reported that will have a material effect in the current quarter.

7. Changes in Debts and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

8. Dividends Paid

No final dividend has been recommended by the Directors for the financial year ended 31 December 2020.



9. Segmental Information

Segment information is presented in respect of the Group's business segments:

	3 MONTHS ENDED		3 MONTHS ENDED	
	31 MAR	31 MAR	31 MAR	31 MAR
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
Sales and Marketing	17,038	44,046	17,038	44,046
Technical Support and Management	16,961	32,676	16,961	32,676
Engineering Services	108	690	108	690
Others (1)	136	111	136	111
	<u>34,243</u>	<u>77,523</u>	<u>34,243</u>	<u>77,523</u>
Eliminations	(72)	(90)	(72)	(90)
Revenue	<u>34,171</u>	<u>77,433</u>	<u>34,171</u>	<u>77,433</u>
EBITDA*				
Sales and Marketing	2,477	7,978	2,477	7,978
Technical Support and Management	7,848	11,461	7,848	11,461
Engineering Services	108	476	108	476
Others	(150)	(102)	(150)	(102)
Unallocated	<u>(1,764)</u>	<u>(1,229)</u>	<u>(1,764)</u>	<u>(1,229)</u>
Total	<u>8,519</u>	<u>18,584</u>	<u>8,519</u>	<u>18,584</u>
Profit/(Loss) before tax				
Sales and Marketing	2,385	7,835	2,385	7,835
Technical Support and Management	(4,730)	(2,096)	(4,730)	(2,096)
Engineering Services	107	476	107	476
Others	<u>(298)</u>	<u>(268)</u>	<u>(298)</u>	<u>(268)</u>
	<u>(2,536)</u>	<u>5,947</u>	<u>(2,536)</u>	<u>5,947</u>
Unallocated expenses	<u>(1,895)</u>	<u>(1,353)</u>	<u>(1,895)</u>	<u>(1,353)</u>
- Finance cost	(48)	(69)	(48)	(69)
- Interest income	28	183	28	183
- Legal and professional fee	(52)	(53)	(52)	(53)
- Realised foreign exchange gain	2	86	2	86
- Sundry income	2	25	2	25
- Unrealised foreign exchange loss (trade)	(447)	(1,330)	(447)	(1,330)
- Unrealised foreign exchange loss (non-trade)	(368)	(459)	(368)	(459)
- Other (expenses)/income	<u>(1,012)</u>	<u>264</u>	<u>(1,012)</u>	<u>264</u>
	<u>(4,431)</u>	<u>4,594</u>	<u>(4,431)</u>	<u>4,594</u>
(Loss)/Profit before tax	<u>(4,431)</u>	<u>4,594</u>	<u>(4,431)</u>	<u>4,594</u>

Note

(1) "Others" consist of leasing of Chateau building, manufacturing activities, research & development activities and inter-segment transaction.

* Earnings before interest, taxation, depreciation, amortisation, impairment of property, plant & equipment, intangible assets and investments.



10. Valuation of Property, Plant and Equipment

The Group did not revalue any of its property, plant and equipment during the current quarter.

11. Subsequent Events

There were no material events subsequent to the end of the current quarter.

12. Changes in the Composition of the Group during the quarter

There were no material changes in the composition of the Group during the current quarter.

13. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in contingent liabilities and assets since the previous quarter.

14. Capital Commitments

The amount of capital commitments as at 31 March 2021 is as follows:

	AS AT 31 MAR 2021 RM'000
Capital expenditure	
Approved but not contracted for:	
Property, plant and equipment	<u>6,500</u>

15. Significant Related Party Transactions

There were no significant related party transactions during the current quarter except for:

	01.01.2021 to 31.03.2021 RM'000	01.01.2020 to 31.03.2020 RM'000
Sales of products/maintenance charges/technical service/rental charged to:		
- Channel Paradise Sdn. Bhd.	72	4,883
Technical support and management fee from:		
- Timor Holding, S.A.	1,648	1,102
Purchase of products from:		
- Channel Paradise Sdn. Bhd.	530	3,879

Related parties are corporations in which certain Directors of the Company and subsidiaries have substantial interest.

The related party transactions described above were undertaken on mutually agreed and negotiated terms.



B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B (RULE 9.22(2)) OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”)

16. Performance Review

	3 MONTHS ENDED			3 MONTHS ENDED		
	31 MAR	31 MAR	%	31 MAR	31 MAR	%
	2021	2020		2021	2020	
	RM'000	RM'000	+/(-)	RM'000	RM'000	+/(-)
Revenue						
Sales and Marketing	17,038	44,046	-61%	17,038	44,046	-61%
Technical Support and Management	16,961	32,676	-48%	16,961	32,676	-48%
Engineering Services	108	690	-84%	108	690	-84%
Others (1)	64	21	+205%	64	21	+205%
Total	34,171	77,433	-56%	34,171	77,433	-56%
Profit/(Loss) before tax						
Sales and Marketing	2,385	7,835	-70%	2,385	7,835	-70%
Technical Support and Management	(4,730)	(2,096)	+126%	(4,730)	(2,096)	+126%
Engineering Services	107	476	-78%	107	476	-78%
Others	(298)	(268)	+11%	(298)	(268)	+11%
	(2,536)	5,947	-143%	(2,536)	5,947	-143%
Unallocated expenses	(1,895)	(1,353)	+40%	(1,895)	(1,353)	+40%
- Finance cost	(48)	(69)	-30%	(48)	(69)	-30%
- Interest income	28	183	-85%	28	183	-85%
- Legal and professional fee	(52)	(53)	-2%	(52)	(53)	-2%
- Realised foreign exchange gain	2	86	-98%	2	86	-98%
- Sundry income	2	25	-92%	2	25	-92%
- Unrealised foreign exchange loss (trade)	(447)	(1,330)	-66%	(447)	(1,330)	-66%
- Unrealised foreign exchange loss (non-trade)	(368)	(459)	-20%	(368)	(459)	-20%
- Other (expenses)/income	(1,012)	264	-483%	(1,012)	264	-483%
(Loss)/Profit before tax	(4,431)	4,594	-196%	(4,431)	4,594	-196%

Note

(1) “Others” consist of leasing of Chateau building, manufacturing activities, research & development activities and inter-segment transaction.

* Earnings before interest, taxation, depreciation, amortisation, impairment of property, plant & equipment, intangible assets and investments.



16. Performance Review (Continued)

(i) Comparison with previous year's corresponding quarter

The revenue and profit before tax for Sales and Marketing (“SSM”) division decreased by 61% and 70% respectively for the quarter ended 31 March 2021 as compared to previous year's corresponding quarter mainly due to decreased in number of products sold resulting from the impact of COVID-19 pandemic.

The revenue of Technical Support and Management (“TSM”) division decreased by 48% for the quarter ended 31 March 2021 as compared to previous year's corresponding quarter mainly due to the TSM outlets are operating at a limited capacity set by the respective local authorities due to social distancing measures to prevent the spreading of COVID-19. Such restrictions were started from mid-March 2020. In addition, some of the outlets opted to suspend their operations due to closure of the borders for foreign visitors. The loss before tax of RM4.7 million in current quarter is mainly due to lower revenue in current quarter as compared to previous year's corresponding quarter.



17. Comparison with Previous Quarter's Results

	3 MONTHS ENDED		
	31 MAR	31 DEC	%
	2021	2020	
	RM'000	RM'000	+ / (-)
Revenue			
Sales and Marketing	17,038	37,154	-54%
Technical Support and Management	16,961	14,881	+14%
Engineering Services	108	78	+38%
Others (1)	64	82	-22%
Revenue	34,171	52,195	-35%
Profit/(Loss) before tax			
Sales and Marketing	2,385	4,011	-41%
Technical Support and Management	(4,730)	(8,717)	-46%
Engineering Services	107	146	-27%
Others	(298)	(908)	-67%
	(2,536)	(5,468)	-54%
Unallocated expenses	(1,895)	(229)	+728%
- Finance cost	(48)	(77)	-38%
- Interest income	28	78	-64%
- Legal and professional fee	(52)	(117)	-56%
- Realised foreign exchange gain	2	88	-98%
- Sundry income	2	2	+0%
- Unrealised foreign exchange (loss)/gain (trade)	(447)	273	-264%
- Unrealised foreign exchange (loss)/gain (non-trade)	(368)	391	-194%
- Other expenses	(1,012)	(867)	+17%
Loss before tax	(4,431)	(5,697)	-22%

Note

(1) "Others" consist of revenue from leasing of Chateau building, manufacturing activities, research & development activities and inter-segment transaction.

* Earnings before interest, taxation, depreciation, amortisation, impairment of property, plant & equipment, intangible assets and investments.

SSM division recorded lower revenue and profit before tax in current quarter due to decrease in number of products sold and variation in product mix as compared to previous quarter.

The revenue and loss before tax for TSM division improved by 14% and 46% respectively for the quarter ended 31 March 2021 as compared to previous quarter because more outlets have resumed operations in current quarter coupled with the increase in capacity.



18. Commentary on Prospects

Global economic conditions are expected to continue recovering, on expectations of vaccine rollout and additional policy support in a few large economies. However, we expect market conditions to remain volatile for 2021 due to the uncertainties amid the fluidity of the COVID-19 situation especially in the countries where the Group operates. Barring unforeseen circumstances, the Group foresees some recovery in the gaming market and therefore a better performance for year 2021.

The Group continues to implement various cost control measures across the regions to contain its expenditures and at the same time, the Group is embarking on new avenue by maximizing its existing resources to increase the revenue during this unprecedented period. The Group has also put in place stringent health and precautionary measures at all its properties to comply with the relevant standard operating procedures and to ensure the safety and well-being of its employees and visitors at all times.

19. Profit Forecast

The company did not announce any profit forecast for the financial year.

20. Taxation

	3 MONTHS ENDED		3 MONTHS ENDED	
	31 MAR	31 MAR	31 MAR	31 MAR
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income Tax				
- Current period	353	970	353	970
- Overprovision in prior year	-	(55)	-	(55)
	<u>353</u>	<u>915</u>	<u>353</u>	<u>915</u>

Domestic income tax is calculated at the Malaysian statutory rate of 24% (2020: 24%) of the estimated assessable profit for the financial year. The effective tax rate of the Group for the financial year is lower than the statutory income tax rate mainly due to income subjected to different tax jurisdictions and income not subjected to tax, partially offset by expenses not deductible for tax purposes.



21. Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

22. Borrowings

	AS AT 31 MAR 2021 RM'000	AS AT 31 DEC 2020 RM'000
Short Term Borrowings:		
<u>Secured</u>		
Onshore foreign currency loan	5,506	-
Revolving credits	1,576	9,977
Term loans	4,662	4,323
	<u>11,744</u>	<u>14,300</u>
Long Term Borrowings:		
<u>Secured</u>		
Term loans	16,589	17,350
	<u>16,589</u>	<u>17,350</u>
Total borrowings	<u>28,333</u>	<u>31,650</u>

Borrowings denominated in foreign currency as at 31 March 2021:

	Foreign currency '000	RM equivalent '000
<u>Onshore foreign currency loan</u>		
United States Dollar	1,327	5,506
<u>Revolving credits</u>		
United States Dollar	380	1,576
<u>Term loans</u>		
United States Dollar	5,120	21,251
		<u>28,333</u>

23. Material Litigation

The Group does not have any material litigation, which in the opinion of the Directors, would have a material impact on the financial results of the Group.

24. Dividends

No dividend has been recommended by the Directors for the financial period ended 31 March 2021.



25. Notes to the Statement of Profit or Loss and Other Comprehensive Income

The (loss)/profit before taxation is after accounting for the following:

	3 MONTHS ENDED		3 MONTHS ENDED	
	31 MAR 2021 RM'000	31 MAR 2020 RM'000	31 MAR 2021 RM'000	31 MAR 2020 RM'000
Interest income	(109)	(183)	(109)	(183)
Rental income	(299)	(564)	(299)	(564)
Sundry income	(105)	(44)	(105)	(44)
Interest expenses	301	408	301	408
Amortisation of intangibles assets	-	46	-	46
Depreciation of investment property	218	223	218	223
Depreciation of property, plant and equipment	12,372	13,255	12,372	13,255
Depreciation of right-of-use assets	275	281	275	281
Impairment losses on:				
- trade receivables	62	45	62	45
Gain on lease modification	-	(2)	-	(2)
Inventories written down/(back)	22	(56)	22	(56)
Realised foreign exchange gain	(2)	(86)	(2)	(86)
Unrealised foreign exchange loss	815	1,789	815	1,789
Written off on property, plant and equipment	1	1	1	1

26. (Loss)/Earnings Per Ordinary Share

(a) Basic

Basic (loss)/earnings per ordinary share is calculated by dividing the (loss)/profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year after deducting treasury shares.

	3 MONTHS ENDED		3 MONTHS ENDED	
	31 MAR 2021	31 MAR 2020	31 MAR 2021	31 MAR 2020
(Loss)/Profit attributable to owners of the Company (RM'000)	<u>(4,782)</u>	<u>3,600</u>	<u>(4,782)</u>	<u>3,600</u>
Weighted average number of ordinary shares in issue ('000)	<u>1,543,461</u>	<u>1,544,679</u>	<u>1,543,461</u>	<u>1,544,679</u>
Basic (loss)/earnings per ordinary share (sen)	<u>(0.31)</u>	<u>0.23</u>	<u>(0.31)</u>	<u>0.23</u>



26. (Loss)/Earnings Per Ordinary Share (Continued)

(b) Diluted

Diluted (loss)/earnings per ordinary share have not been presented as the Group did not have any outstanding share options as at 31 March 2021.

Diluted (loss)/earnings per ordinary share for the quarter ended 31 March 2021 equal basic (loss)/earnings per ordinary share because there are no potentially dilutive instruments in existence as at 31 March 2021.

27. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2020 was not qualified.

28. Authorisation for Issue

On 17 May 2021, the Board of Directors authorised the issue of these interim financial statements.

By Order of the Board
RGB International Bhd. [200301001411 (603831-K)]

Dato' Seri Chuah Kim Seah
Managing Director
17 May 2021