

TECHFAST HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020

TECHFAST HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

	(Unaudited)			(Unaudited)		
	3 months ended (Quarter)			9 months ended (Cumulative)		
	30.09.2020	30.09.2019	%	30.09.2020	30.09.2019	%
	RM'000	RM'000	chg	RM'000	RM'000	chg
Revenue	6,606	8,254	-20.0%	20,683	21,775	-5.0%
Operating expenses	(5,664)	(6,485)		(18,057)	(18,260)	
Operating profit	942	1,769	-46.7%	2,626	3,515	-25.3%
Other operating income	171	83		836	228	
	1,113	1,852	-39.9%	3,462	3,743	-7.5%
Finance costs	(3)	(5)		(11)	(18)	
Profit before taxation	1,110	1,847	-39.9%	3,451	3,725	-7.4%
Taxation	(256)	(509)		(1,001)	(1,112)	
Net profit after taxation	854	1,338	-36.2%	2,450	2,613	-6.2%
Other comprehensive income:	-	-		-	-	
Total comprehensive income	854	1,338		2,450	2,613	
Profit attributable to:						
Owners of the Company	854	1,338	-36.2%	2,450	2,613	-6.2%
Total comprehensive income attributable to:						
Owners of the Company	854	1,338	-36.2%	2,450	2,613	-6.2%
Earnings per share attributable to owners of the parent:						
Basic (sen)	0.37	0.59		1.08	1.15	
Diluted (sen)	NA	NA		NA	NA	

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020**

	(Unaudited) As at 30.09.2020 RM'000	(Audited) As at 31.12.2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	7,481	7,825
Other investment	62	62
Goodwill on acquisition	1,110	1,110
	<u>8,653</u>	<u>8,997</u>
Current assets		
Inventories	4,874	5,040
Trade and other receivables	6,824	8,884
Tax recoverable	302	124
Fixed deposits with licensed banks	6,358	3,058
Short term investment	938	3,388
Cash and bank balances	6,196	2,981
	<u>25,492</u>	<u>23,475</u>
TOTAL ASSETS	<u>34,145</u>	<u>32,472</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	29,946	29,946
Treasury shares	-	(218)
Reserves	106	-
Accumulated losses	(2,291)	(2,460)
Total equity	<u>27,761</u>	<u>27,268</u>
Non-current liabilities		
Finance lease liabilities	55	209
Deferred taxation	533	510
	<u>588</u>	<u>719</u>
Current liabilities		
Trade and other payables	5,473	4,133
Finance lease liabilities	208	211
Tax payable	115	141
	<u>5,796</u>	<u>4,485</u>
Total liabilities	<u>6,384</u>	<u>5,204</u>
TOTAL EQUITY AND LIABILITIES	<u>34,145</u>	<u>32,472</u>
Net assets per share attributable to equity holders of the parent (sen)	<u>12.2</u>	<u>12.0</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.)

TECHFAST HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Earnings/ (Accumulate d Losses) RM'000	Equity Attributable to Owners of the Parent RM'000
Balance at 1 January 2019	29,946	-	-	(3,692)	26,254
Net profit for the period	-	-	-	2,613	2,613
Purchase of own shares	-	(218)	-	-	(218)
Dividends paid	-	-	-	(1,137)	(1,137)
Balance as at 30 September 2019	29,946	(218)	-	(2,216)	27,512
Balance at 1 January 2020	29,946	(218)	-	(2,460)	27,268
Net profit for the period	-	-	-	2,450	2,450
Dividends paid	-	-	-	(2,281)	(2,281)
Resale of treasury shares	-	218	106	-	324
Balance as at 30 September 2020	29,946	-	106	(2,291)	27,761

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.)

TECHFAST HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

	(Unaudited)	
	9 Months Ended	
	30.09.2020	30.09.2019
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before taxation	3,451	3,725
<u>Adjustments for:</u>		
Non-cash items	937	641
Non-operating items	(141)	(154)
Operating profit before working capital changes	<u>4,247</u>	<u>4,212</u>
<u>Changes in working capital:</u>		
Net change in current assets	1,987	(1,717)
Net change in current liabilities	1,340	(175)
Cash generated from operations	<u>7,574</u>	<u>2,320</u>
Tax (paid)/refunded	(1,183)	(1,179)
Net cash generated from operating activities	<u>6,391</u>	<u>1,141</u>
Cash Flows From Investing Activities		
Proceeds from disposal of plant and equipment	-	18
Interest received	141	154
Purchase of property, plant and equipment	(341)	(394)
Net cash used in investing activities	<u>(200)</u>	<u>(222)</u>
Cash Flow From Financing Activities		
Purchase of own shares	-	(218)
Proceeds from resale of treasury shares	323	-
Net repayment of hire purchase creditors	(168)	(149)
Interest paid	-	(18)
Dividends paid	(2,281)	(1,137)
Net cash used in financing activities	<u>(2,126)</u>	<u>(1,522)</u>
NET INCREASE/(DECREASE) CASH AND CASH EQUIVALENTS	4,065	(603)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF YEAR	8,821	10,162
CASH AND CASH EQUIVALENTS AS AT END OF YEAR	<u>12,886</u>	<u>9,559</u>
<u>Cash and cash equivalents comprise:</u>		
Deposits with licensed banks	6,358	4,126
Short term investment	938	4,360
Cash and bank balances	6,196	1,675
	<u>13,492</u>	<u>10,161</u>
Less : Fixed deposits pledged to a licensed bank	(66)	(62)
Deposits with maturity period of more than three months	(540)	(540)
	<u>12,886</u>	<u>9,559</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2020

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report is unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 : “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”) and Rule 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market (“ACE LR”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial reports. These explanatory notes attached 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 financial year ended 31 December 2019.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statement for the financial year ended 31 December 2019 except for the adoption of the following Malaysian Financial Reporting Standards (“MFRS”) and amendments to certain MFRSs and Interpretations with effect from 1 January 2020:

Amendments to MFRS 3, Business Combinations – Definition of a Business

Amendments to MFRS 101, Presentation of Financial Statements: Definition of Material

Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Material

Amendments to MFRS 139, Financial Instruments – Recognition and Measurements: Interest Rate Benchmark Reform

Amendments to MFRS 7, Financial Instruments – Disclosures: Interest Rate Benchmark Reform

Amendments to MFRS 9, Financial Instruments – Interest Rate Benchmark Reform

The directors expect that the adoption of the above accounting standards and interpretations will have no material impact on the Financial Statements in the year of initial application.

A3. Auditor’s Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 31 December 2019 was not qualified.

NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2020

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A4. Comments about Seasonal or Cyclical Factors

The business of the fasteners division of the Group is generally not affected by seasonal and cyclical factors. However, mould cleaning rubber sheets segment sells its products to customers in the semi-conductor and manufacturing industries. Therefore, the performance of this division is dependant on the cyclical nature of the semi-conductor and manufacturing industries, to a certain extent. Sales of LED epoxy encapsulant materials, on the other hand, remain unaffected by seasonality.

A5. Unusual Items due to their Nature, Size or Incidence

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

A6. Significant Estimates and Changes in Estimates

There were no significant estimates nor changes in the estimates of amounts reported that have a material effect on the results in the current quarter under review.

A7. Changes in Debt and Equity Securities

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

A8. Dividend Paid or Proposed

On 26 August 2020, the Board of Directors declared an interim single tier dividend of 1.0 sen per share which total RM2,281,485 for the financial year ending 31 December 2020. The dividend was paid on 28 September 2020 to shareholders whose names appeared in the Record of Depositors of the Company on 14 September 2020.

NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2020

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A9. Segmental Information

	Self-clinching fasteners	Mould cleaning rubber sheets and LED epoxy encapsulant materials	Investment Holding	Elimination	Consolidation
9 Months Ended	RM'000	RM'000	RM'000	RM'000	RM'000
<u>30.09.2020</u>					
External sales	7,823	12,800	60	-	20,683
Inter-segment revenue	-	1,115	3,220	(4,335)	-
Total	<u>7,823</u>	<u>13,915</u>	<u>3,280</u>	<u>(4,335)</u>	<u>20,683</u>
Operating segment profit/(loss)	504	3,260	1,905	(2,207)	3,462
Finance cost	(8)	(3)	-	-	(11)
Profit/(loss) before taxation	<u>496</u>	<u>3,257</u>	<u>1,905</u>	<u>(2,207)</u>	<u>3,451</u>
Taxation	(147)	(854)	-	-	(1,001)
Net profit/(loss) after taxation	<u>349</u>	<u>2,403</u>	<u>1,905</u>	<u>(2,207)</u>	<u>2,450</u>
Segment assets	12,826	14,151	37,955	(31,897)	33,035
Unallocated corporate asset					<u>1,110</u>
					<u>34,145</u>
Segment liabilities	<u>1,915</u>	<u>2,124</u>	<u>2,394</u>	<u>(49)</u>	<u>6,384</u>
<u>9 Months Ended</u>					
<u>30.09.2019</u>					
External sales	8,985	12,687	103	-	21,775
Inter-segment revenue	-	1,081	3,080	(4,161)	-
Total	<u>8,985</u>	<u>13,768</u>	<u>3,183</u>	<u>(4,161)</u>	<u>21,775</u>
Operating segment profit/(loss)	1,065	3,019	1,606	(1,947)	3,743
Finance cost	(12)	(6)	-	-	(18)
Profit/(loss) before taxation	<u>1,053</u>	<u>3,013</u>	<u>1,606</u>	<u>(1,947)</u>	<u>3,725</u>
Taxation	(305)	(807)	-	-	(1,112)
Net profit/(loss) after taxation	<u>748</u>	<u>2,206</u>	<u>1,606</u>	<u>(1,947)</u>	<u>2,613</u>
Segment assets	12,160	13,595	37,189	(32,172)	30,772
Unallocated corporate asset					<u>1,110</u>
					<u>31,882</u>
Segment liabilities	<u>1,746</u>	<u>2,692</u>	<u>257</u>	<u>(325)</u>	<u>4,370</u>

NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2020

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment, from the financial year ended 31 December 2019.

A11. Subsequent Events

On 2 November 2020, the Company incorporated a new wholly-owned subsidiary, Fast Energy Sdn Bhd (“FESB”) (Registration No. 202001035281 (1391602-T) with an issued and paid-up capital of RM100,000 comprising 100,000 ordinary shares.

The intended principal activities of FESB are provision of bunkering services, vessel chartering and trading of petroleum and commodities.

Then on 5 November 2020, FESB signed a Letter of Intent (“LOI”) with Zillion Oil Timor LDA (“Zillion Oil”) where FESB will supply up to 6,436,800 barrels of diesel gas oil to Zillion Oil Timor LDA, or its subsidiaries. The LOI will pave the way for further exclusive discussions between the two parties prior to the signing of a definitive supply agreement, which is expected to be finalized and executed by Quarter 1 of 2021.

If it materialises, the total contract value for the supply of the diesel gas oil is estimated at RM1,137,000,000 at the current oil price. The LOI is not subject to the approval of shareholders of the Company. However, the Board is in the midst of evaluating the net profit contribution of this new business. Subject to the execution of a definitive supply agreement, the Board would then procure shareholders’ approval for a possible diversification of business.

There were no other material events subsequent to the end of the current quarter that have not been reflected in the financial statements, which are likely to substantially affect the results of the current quarter under review.

A12. Changes in Composition of the Group

There were no changes in the composition of the Group that occurred in the quarter under review.

A13. Contingent Liabilities

The Company is contingently liable for corporate guarantees provided to financial institutions for banking facilities amounting to RM2.40 million granted to the subsidiary companies. As at the end of the current quarter under review, the subsidiary companies did not utilise any of the said banking facilities.

A14. Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at the end of the quarter under review.

NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2020

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A15. Related Party Transactions

There were no other related party transactions which would have a material impact on the financial position and the business of the Group during the current quarter, other than those disclosed below:

	(Unaudited)		(Unaudited)	
	3 months ended (Quarter)		9 months ended (Cumulative)	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
Related Party Transactions	RM'000	RM'000	RM'000	RM'000
Company connected to a director				
Professional fee payable to:				
- ML Taxation Services Sdn Bhd	14	34	42	43
Firms connected to directors				
Professional fee payable to:				
- Michael Lim & Co.	-	-	54	60

The directors are of the opinion that all the transactions above have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties.

NOTES TO THE QUARTERLY REPORT – 30 JUNE 2020

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

3rd Quarter 2020 vs 3rd Quarter 2019

The Group revenue for the current quarter of RM6.61 million was 20.0% lower than RM8.25 million recorded for the corresponding quarter in the previous year. Unaudited profit before taxation (“PBT”) for the quarter ended 30 September 2020 was 39.9% lower at RM0.85 million compared to RM1.34 million during the corresponding quarter in the previous year.

The self-clinching fastener (“SCF”) segment recorded revenue of RM2.63 million for the current quarter under review compared to RM3.63 million for the corresponding quarter in the previous year. PBT of RM0.08 million for the current quarter was lower compared to RM0.78 million in the corresponding quarter of the previous year. The lower PBT was largely due to lower sales and provision for obsolete stocks of RM0.15 million that also compressed profit margins.

The mould cleaning rubber sheets (“rubber sheets”) and LED epoxy encapsulant (“epoxy”) material segment recorded a PBT of RM0.98 million which was lower than RM1.12 million recorded in the corresponding quarter in the previous year. Sale revenue of RM4.33 million for the quarter under review was lower compared to RM4.93 million for the corresponding quarter last year. Results were lower mainly due to lower sales.

3rd Quarter 2020 YTD vs 3rd Quarter 2019 YTD

For the period ended 30 September 2020, total turnover of the Group of RM20.68 million was 5.0% lower compared to RM21.78 million recorded during the same period last year. The Group recorded a PBT of RM3.45 million for the period ended 30 September 2020 which was 7.4% lower than RM3.73 million recorded during the same period in the prior year, mainly due to lower sales for the Group.

The SCF segment made a PBT of about RM0.50 million on the back of RM7.82 million of sales revenue for the period ended 30 September 2020. For the period ended 30 September 2019, the SCF segment recorded PBT of RM1.05 million on sales revenue of RM8.98 million. Results were lower than the same period last year due to the provision for obsolete stocks and a general slowdown in the fastener business from the pandemic this year, which largely affected sales and also gross profit margins

The rubber sheets and epoxy segment recorded marginally higher external sales revenue of RM12.80 million for the period ended 30 September 2020 compared to RM12.69 million for the same period in the previous year. Sales increase came from China and Taiwan while sales of epoxy dragged the segment results for the period. For the period ended 30 September 2020, PBT of RM3.26 million was higher than RM3.01 million recorded for the same period last year. The higher PBT was partly due to some increase in sales and higher interest income earned coupled with higher foreign exchange gains.

NOTES TO THE QUARTERLY REPORT – 30 JUNE 2020

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B2. Comment on Material Change in Profit Before Taxation of Current Quarter Compared with the Immediate Preceding Quarter

	(Unaudited)		%
	3 months ended (Quarter)		
	30.09.2020	30.06.2020	
	RM'000	RM'000	chg
Revenue	6,606	7,238	-8.7%
Operating expenses	(5,664)	(6,178)	
Operating profit	942	1,060	-11.1%
Other operating income	171	278	
	1,113	1,338	-16.8%
Finance costs	(3)	(4)	
Profit before taxation	1,110	1,334	-16.8%
Income tax expense	(256)	(444)	
Net profit after taxation	854	890	-4.0%
Other comprehensive income:	-	-	
Total comprehensive income	854	890	
Profit attributable to:			
Owners of the Company	854	890	-4.0%
Total comprehensive income attributable to:			
Owners of the Company	854	890	-4.0%

In the current quarter under review, the Group made a PBT of RM1.11 million, which was 16.8% lower than PBT of RM1.33 million for the preceding quarter ended 30 June 2020.

For the current quarter, the SCF segment recorded revenue of RM2.63 million which was higher than RM2.38 million recorded in previous quarter ended 30 June 2020. PBT for the SCF segment for the current quarter of RM0.08 million was lower than RM0.31 million for the previous quarter. Lower PBT despite higher sales revenue was due to higher production costs and provision for obsolete stocks that affected gross profit margins.

The rubber sheets and epoxy material segment recorded a PBT of RM0.98 million on sales revenue of RM4.33 million, which was lower than PBT of RM1.32 million on sales revenue of RM5.27 million recorded in the previous quarter ended 30 June 2020. PBT was lower in line with lower sales revenue coupled with higher foreign exchange losses in the current quarter.

NOTES TO THE QUARTERLY REPORT – 30 JUNE 2020

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. Prospects For The Financial Year Ending 31 December 2020

SCF Segment

The disruption to businesses have prolonged since the worsening of the Covid-19 cases globally in the second quarter of the year. This pandemic has severely affected the domestic and export sales for the SCF business segment. Management is still unsure about the extent of the impact on the SCF business segment for the remaining quarter of the financial year ending 31 December 2020.

Rubber Sheets and Epoxy Segment

The export sales of rubber sheets have increased to China and Taiwan. However, sales in the domestic market and to the South East Asian region have been dampened. Management is hopeful that the China and Taiwanese demand for our products will cushion the losses in sales expected from other regions. The epoxy segment on the other hand, has been seeing lower demand which also dragged the overall results for the rubber sheets and epoxy segment.

This financial year is definitely a challenging one as the eventual impact of the Covid-19 pandemic depends on how long it takes for containment. Management is of the opinion that the results for the financial year ending 31 December 2020 will be satisfactory.

B4. Profit Forecast or Profit Guarantee

This is not applicable as no profit forecast was published.

B5. Income Tax Expense

	(Unaudited)		(Unaudited)	
	<u>3 months ended (Quarter)</u>		<u>9 months ended (Cumulative)</u>	
	<u>30.09.2020</u>	<u>30.09.2019</u>	<u>30.09.2020</u>	<u>30.09.2019</u>
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	317	471	996	1,055
Deferred taxation	(44)	12	22	22
	<u>273</u>	<u>483</u>	<u>1,018</u>	<u>1,077</u>
Under/(Over)provision for tax in prior year	(17)	26	(17)	35
Total income tax expense	<u>256</u>	<u>509</u>	<u>1,001</u>	<u>1,112</u>

The disproportionate tax charge of the Group is due to certain expenses of the Group companies which are not deductible for tax purposes and there is no Group relief over the loss making company within the Group.

NOTES TO THE QUARTERLY REPORT – 30 JUNE 2020

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B6. Corporate Proposals

At the 16th Annual General Meeting held on 20 July 2020, the shareholders approved the renewal of the Share Buy-Back mandate. To date, the Company had not effected any share buy-back transaction.

B7. Group Borrowings

	As at 30.09.2020 RM '000	As at 31.12.2019 RM '000
Finance lease liabilities		
Repayable within one year denominated in Ringgit Malaysia	208	211
Repayable after one year denominated in Ringgit Malaysia	55	209
	<u>263</u>	<u>420</u>

B8. Changes in Material Litigation

The Company 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 report.

B9. Dividend Policy

A dividend policy of the Company was established and took effect from the financial year ended 31 December 2017. Techfast targets a payout ratio of at least 40% of its audited consolidated profit after taxation attributable to shareholders for each financial year, after excluding any income that is capital in nature.

NOTES TO THE QUARTERLY REPORT – 30 JUNE 2020

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B10. Earnings Per Share (“EPS”)

(a) Basic earnings / (loss) per share

	(Unaudited)		(Unaudited)	
	3 months ended		9 Months Ended	
	(Quarter)		(Cumulative)	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
Net profit attributable to owners of the Company (RM '000)	854	1,338	2,450	2,613
Weighted average number of ordinary shares in issue ('000)	227,792	227,756	227,792	227,756
Basic earnings per share (sen)	0.37	0.59	1.08	1.15

(b) Diluted earnings per share

The fully diluted earnings per share for the Group is not presented as there were no potential dilutive shares outstanding at the balance sheet date.

B11. Notes to the Statement of Comprehensive Income

Profit/(Loss) before taxation is arrived at after crediting/(charging) the following income/(expense) items:

	(Unaudited)		(Unaudited)	
	3 months ended (Quarter)		9 Months Ended (Cumulative)	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
	RM'000	RM'000	RM'000	RM'000
Interest income	44	47	141	154
Interest expense	(3)	(5)	(11)	(18)
Depreciation and amortisation	(232)	(216)	(684)	(632)
Provision for obsolete stocks	(145)	-	(238)	-
Foreign exchange gain/(loss)	(96)	1	199	(87)

By order of the Board
 Dated: 11 November 2020