

**BAHVEST RESOURCES BERHAD**  
**Registration no. 200401011001 (649504-D)**  
(Incorporated in Malaysia)  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Quarter ended 30.06.2021 RM'000	Quarter ended 30.06.2020 RM'000	Year to date 30.06.2021 RM'000	Year to date 30.06.2020 RM'000
Revenue	31,799	21,223	31,799	21,223
Cost of sales	(25,235)	(16,546)	(25,235)	(16,546)
<b>Gross profit</b>	6,564	4,677	6,564	4,677
Other income	1,377	509	1,377	509
Other expenses	(632)	(673)	(632)	(673)
Fair value gain on biological assets	-	530	-	530
Distribution costs	-	(173)	-	(173)
Administrative expenses	(2,271)	(1,919)	(2,271)	(1,919)
<b>Profit from operations</b>	5,038	2,951	5,038	2,951
Finance costs	(447)	(202)	(447)	(202)
<b>Profit before tax</b>	4,591	2,749	4,591	2,749
Taxation	(1,387)	(869)	(1,387)	(869)
<b>Profit for the period</b>	3,204	1,880	3,204	1,880
<b>Other comprehensive income :</b>				
Foreign currency translation	-	-	-	-
<b>Total comprehensive income for the period</b>	3,204	1,880	3,204	1,880
<b>Profit for the period attributable to owners of the Company</b>	3,204	1,880	3,204	1,880
<b>Total comprehensive profit for the period attributable to owners of the Company</b>	3,204	1,880	3,204	1,880
<b>Earnings per share attributable to owners of the Company (sen)</b>				
- Basic	0.26	0.15	0.26	0.15
- Diluted	0.17	0.10	0.17	0.10

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at 30.06.2021	As at 31.03.2021 (Audited) Restated
	RM'000	RM'000
<b>Non-Current Assets</b>		
Property, plant and equipment	63,693	61,726
Intangible assets	69,564	70,197
Trade receivables	2,346	2,346
	135,603	134,269
<b>Current Assets</b>		
Inventories	4,743	4,555
Trade and other receivables	12,741	8,431
Tax refundable	594	1,458
Deposit with a licensed bank	92	92
Cash and bank balances	2,813	2,192
	20,983	16,728
<b>Total Assets</b>	<b>156,586</b>	<b>150,997</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Issued share capital	67,221	292,127
Employee share options reserve	5,453	5,477
Retained earnings / (Accumulated losses)	37,899	(190,305)
<b>Total equity</b>	110,573	107,299
<b>Non-Current Liabilities</b>		
Borrowings	11,810	12,820
Deferred tax liabilities	1,350	1,350
	13,160	14,170
<b>Current Liabilities</b>		
Trade and other payables	23,042	20,900
Borrowings	9,811	8,628
	32,853	29,528
<b>Total liabilities</b>	46,013	43,698
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>156,586</b>	<b>150,997</b>
<b>Net asset per share attributable to ordinary equity holder ( sen )</b>	8.97	8.71

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**UNAUDITED INTERIM FINANCIAL STATEMENTS****FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Issued Share Capital	Employee share Options Reserve	Distributable Retained Earnings / (Accumulated Losses)	Total
	RM'000	RM'000	RM'000	RM'000
As at 1 April 2020 (Restated)	288,797	6,332	(176,172)	300,127
Exercise of employee share options	3,330	(855)	-	2,475
Total comprehensive loss for the year	-	-	(14,133)	(14,133)
As at 31 March 2021	292,127	5,477	(190,305)	288,469
As at 1 April 2021	292,127	5,477	(190,305)	107,299
Exercise of employee share options	94	(24)	-	70
Capital reduction - Section 116 of Companies Act 2016	(225,000)	-	225,000	-
Total comprehensive profit for the period	-	-	3,204	3,204
As at 30 June 2021	67,221	5,453	37,899	110,573

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	<b>Quarter ended 30.06.2021</b>	<b>Quarter ended 30.06.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	4,591	2,749
Adjustment for:		
Non cash items	3,712	3,684
Operating profit before working capital changes	<u>8,303</u>	<u>6,433</u>
Net changes in current assets	(4,498)	(3,634)
Net changes in current liabilities	2,141	(6,718)
Income tax paid	(523)	(2,138)
Income tax refunded	<u>-</u>	<u>-</u>
Net cash generated from / (used in) operating activities	<u>5,423</u>	<u>(6,057)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment	<u>(2,922)</u>	<u>(187)</u>
Net cash used in investing activities	<u>(2,922)</u>	<u>(187)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of hire purchase payables	(1,462)	(286)
Interest paid	(447)	(202)
Interest income	3	20
Proceeds from exercise of employee share options	70	350
Repayment of lease liability	<u>(30)</u>	<u>(12)</u>
Net cash used in financing activities	<u>(1,866)</u>	<u>(130)</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	635	(6,374)
<b>Cash and cash equivalents at beginning of period</b>	<u>(543)</u>	<u>1,573</u>
<b>Cash and cash equivalents at end of period</b>	<u>92</u>	<u>(4,801)</u>
Cash and cash equivalents comprise:		
Cash and bank balances	2,813	1,509
Bank overdraft	<u>(2,721)</u>	<u>(6,310)</u>
	<u>92</u>	<u>(4,801)</u>

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**1. Basis of Preparation and Accounting Policies**

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting and the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ACE Market Listing Requirement.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2021. These explanatory notes attached to the interim financial statements provides an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of Bahvest Resources Berhad ("Company" or "Bahvest") and its subsidiaries ("Group") since the year ended 31 March 2021.

**2. Change in Accounting Policy**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2021, except for the adoption of the following amendments / improvements to MFRSs during the current financial year :

Amendments / Improvements to MFRSs

MFRS 3	Business Combinations
MFRS 7	Financial Instruments : Disclosures
MFRS 9	Financial Instruments
MFRS 16	Leases*
MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 139	Financial Instruments : Recognition and Measurement

\*Early adopted the amendments to MFRS 16 Leases issued by the Malaysian Accounting Standards Board ("MASB") on 5 June 2020 or / and 6 April 2021.

The adoption of the above amendments / improvements to MFRSs did not have any significant effect on the financial effect on the interim financial statements of the Group.

The Group have not adopted the following new MFRS and Amendments / Improvements to MFRSs that have been issued, but yet to be effective :

Description	Effective for financial periods beginning on or after
Annual Improvements to MFRS Standards 2018-2020 :	
- Amendments to MFRS 1 : First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022
- Amendments to MFRS 9 : Financial Instruments	1 January 2022
- Amendments to MFRS 16 : Leases	1 January 2022
- Amendments to MFRS 141 : Agriculture	1 January 2022
Amendments to MFRS 3 : Business Combinations – Reference to Conceptual Framework	1 January 2022
Amendments to MFRS 116 : Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137 : Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Amendments to MFRS 101 : Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101 : Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 : Definition of Accounting Estimates	1 January 2023
MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 17 : Insurance Contracts	1 January 2023
Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group will apply the above MFRS and Amendments to MFRSs that are applicable when they become effective.

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**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited financial statements for the financial year ended 31 March 2021 was not qualified.

**4. Seasonal and Cyclical Factors**

The results of the Group were not materially affected by any significant seasonal and cyclical factors during the quarter under review.

**5. 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.

**6. Changes in Estimates**

There were no changes in estimates of amounts that have a material effect in the current quarter results.

**7. Debts and Equity Securities**

Save for the shares issued pursuant to the exercise of the Employees Share Options Scheme, there were no issuance, cancellation, repurchases, resale and repayment of debt and equity securities for the current financial year-to-date.

**8. Dividend Paid**

No dividends were declared or paid during the quarter under review.

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**9. Segmental Reporting**

**9.1 Segment review for current quarter compared with immediate preceding quarter**

	Current Quarter Ended 30.06.2021				Immediate Preceding Quarter Ended 31.03.2021			
	Mining	Aquaculture	Holding Company	Consolidated	Mining	Aquaculture	Holding Company	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	31,799	-	-	31,799	32,304	-	-	32,304
Cost of sale	(25,235)	-	-	(25,235)	(22,370)	-	-	(22,370)
Gross profit	6,564	-	-	6,564	9,934	-	-	9,934
Other income	1,377	-	-	1,377	241	2,528	-	2,769
Other expenses	-	-	(632)	(632)	-	(771)	(633)	(1,404)
Fair value loss on biological assets	-	-	-	-	-	-	-	-
Impairment on financial assets	-	-	-	-	-	(710)	-	(710)
Distribution costs	-	-	-	-	-	(9)	-	(9)
Administrative expenses	(1,764)	(51)	(456)	(2,271)	(2,040)	(384)	(513)	(2,837)
Operating profit / (loss)	6,177	(51)	(1,088)	5,038	8,135	754	(1,146)	7,743
Finance costs	(395)	(52)	-	(447)	(355)	(77)	-	(432)
Profit / (loss) before tax	5,782	(103)	(1,088)	4,591	7,780	677	(1,146)	7,311
Taxation	(1,387)	-	-	(1,387)	(3,028)	1	-	(3,027)
Profit / (loss) after tax	4,395	(103)	(1,088)	3,204	4,752	678	(1,146)	4,284
Profit / (loss) attributable to the owners of the Company	4,395	(103)	(1,088)	3,204	4,752	678	(1,146)	4,284

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**9. Segmental Reporting (cont'd)**

**9.2 Segment review for financial year to date**

	Cumulative Period Ended 01.04.2021 - 30.06.2021				Cumulative Period Ended 01.04.2020 - 30.06.2021			
	Mining	Aquaculture	Holding Company	Consolidated	Mining	Aquaculture	Holding Company	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	31,799	-	-	31,799	21,059	164	-	21,223
Cost of sale	(25,235)	-	-	(25,235)	(16,203)	(343)	-	(16,546)
Gross profit	6,564	-	-	6,564	4,856	(179)	-	4,677
Other income	1,377	-	-	1,377	215	294	-	509
Other expenses	-	-	(632)	(632)	-	(41)	(632)	(673)
Fair value gain on biological assets	-	-	-	-	-	530	-	530
Impairment on financial assets	-	-	-	-	-	-	-	-
Distribution costs	-	-	-	-	-	(173)	-	(173)
Administrative expenses	(1,764)	(51)	(456)	(2,271)	(1,330)	(495)	(94)	(1,919)
Operating profit / (loss)	6,177	(51)	(1,088)	5,038	3,741	(64)	(726)	(2,951)
Finance costs	(395)	(52)	-	(447)	(91)	(111)	-	(202)
Profit / (loss) before tax	5,782	(103)	(1,088)	4,591	3,650	(175)	(726)	(2,749)
Taxation	(1,387)	-	-	(1,387)	(869)	-	-	(869)
Profit / (loss) after tax	4,395	(103)	(1,088)	3,204	2,781	(175)	(726)	1,880
Profit / (loss) attributable to the owners of the Company	4,395	(103)	(1,088)	3,204	2,781	(175)	(726)	1,880



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**10. Subsequent Events**

There were no material events subsequent to the end of current quarter that has not been reflected in the interim financial statements.

**11. Changes in Composition of the Group**

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

**12. Contingent Liabilities and Contingent Assets**

There were no contingent liabilities and contingent assets as at 31 March 2021.

**13. Biological Assets (Current)**

	Cummulative period	
	Current Year to Date	Preceding Year Corresponding Period
	30.06.2021 RM'000	30.06.2020 RM'000
Opening balance fair value of fishery livestock	-	1,881
Addition / cost capitalised	-	1,135
Fair value gain / (loss)	-	530
Closing balance fair value of fishery livestock	-	3,546
Closing stock of fish fry and eggs	-	1,455
Closing stock of crab fry		310
Biological assets (Current)	-	5,311

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**14. Profit Before Taxation**

**14.1 Financial review for current quarter and financial year to date**

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	Current Year Quarter (RM'000)	Preceding Year Corresponding Quarter (RM'000)		Current Year to Date (RM'000)	Preceding Year Corresponding Period (RM'000)	
	30.06.2021	30.06.2020		30.06.2021	30.06.2020	
Revenue	31,799	21,223	49.83%	31,799	21,223	49.83%
Gross Profit	6,564	4,677	40.35%	6,564	4,677	40.35%
Profit Before Interest and Tax	5,038	2,951	70.72%	5,038	2,951	70.72%
Profit Before Tax	4,591	2,749	67.01%	4,591	2,749	67.01%
Profit After Tax	3,204	1,880	70.43%	3,204	1,880	70.43%
Profit Attributable to Owners of the Company	3,204	1,880	70.43%	3,204	1,880	70.43%

**14.2 Financial review for current quarter compared with immediate preceding quarter**

	Current Quarter (RM'000)	Immediate Preceding Quarter (RM'000)	Changes (%)
	30.06.2021	31.03.2021	
Revenue	31,799	32,304	-1.56%
Gross Profit	6,564	9,934	-33.92%
Profit Before Interest and Tax	5,038	7,743	-34.93%
Profit Before Tax	4,591	7,311	-37.20%
Profit After Tax	3,204	4,284	-25.21%
Profit Attributable to Owners of the Company	3,204	4,284	-25.21%

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**15. Review of Performance**

Overall, the Group recorded revenue and gross profit of RM31.799 million and RM6.564 million respectively for the current quarter ended 30 June 2021 (“1Q2022”).

The revenue of RM32.044 million represents sales of approximately 129.67 kgs of gold and 1.06 kgs of silver during the quarter under review.

Comparing to the immediate preceding quarter ended 31 March 2021 (“4Q2021”):

- revenue decreased to RM31.799 million, from RM32.304 million, representing a decrease of 1.56%; and
- the Group recorded gross profit of RM6.564 million as compared to the gross profit of RM9.934 million, representing a decrease of 33.92%.

The reduction of revenue, and consequently the gross profit was a result of the reduced production of gold (1Q2022: 129.67kgs; 4Q2021: 137.66 kgs) and silver (1Q2022: 1.06 kgs; 4Q2021: 43.80kgs).

Profit before tax for the current quarter stood at RM4.591 million, as compared to profit before tax of RM7.311 million recorded at the immediate preceding quarter.

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**16. Profit Before Taxation**

The following items have been included in arriving at profit before taxation: -

	Individual Period		Cumulative Period	
	Current year Quarter (RM'000)	Preceding Year Corresponding Quarter (RM'000)	Current Year to date (RM'000)	Preceding Year Corresponding period (RM'000)
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Interest income	3	20	3	20
Other income including investment income	1,374	489	1,374	489
Interest expense	(447)	(202)	(447)	(202)
Depreciation and amortisation	(3,268)	(3,683)	(3,268)	(3,683)
Net realised and unrealised Foreign exchange loss	(8)	(9)	(8)	(9)

**17. Comments on Material Change in other income and expenses**

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	Current Year Quarter (RM'000)	Preceding Year Corresponding Quarter (RM'000)		Current Year to Date (RM'000)	Preceding Year Corresponding Period (RM'000)	
	30.06.2021	30.06.2020		30.06.2021	30.06.2020	
Other income	1,377	509	-170.53%	1,377	1,894	-170.53%
Other expenses	(632)	(673)	-6.09%	(632)	(673)	-6.09%
Fair value gain on biological assets	-	530	-100.00%	-	530	-100.00%
Distribution cost	-	(173)	-100.00%	-	(173)	-100.00%
Administrative expenses	(2,271)	(1,919)	18.34%	(2,271)	(1,919)	18.34%
Finance cost	(447)	(202)	121.29%	(447)	(202)	121.29%

Include in other expenses for the current quarter under review, RM0.632 million in respect to amortisation of mining rights pursuant to MFRS 138.

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**18. Income Tax Expense**

	Current Quarter 30.06.2021 (RM'000)	Current year to date 30.06.2021 (RM'000)
Current year tax	(1,387)	(1,387)

Income tax is calculated at the Malaysian statutory rate 24% of the estimated assessable profit from mining business for the fiscal year.

Plentiful Earnings Sdn Bhd, a subsidiary company, has been granted tax incentive under Section 127 of the Income Tax Act, 1967 for the exemption of tax on statutory income from fish breeding, fish fry hatchery and fish rearing activities for a period of 10 years commencing 1 April 2013.

**19. Variance on Profit Forecast**

No profit forecast was announced or published by the Group, hence, no comparison is made between actual and forecast results.

**20. Material Impairment of Assets**

There is no material impairment to be recognised during the quarter under review.

**21. Trade Receivables**

	Current (RM'000)	1 month (RM'000)	2 months (RM'000)	> 3 months (RM'000)	Total (RM'000)
Trade Receivable	9,524	-	-	25,658	35,182
Allowance for Impairment loss in previous financial year					(21,409)
Fair value adjustment on financial assets in previous financial year					(771)
<b>Total</b>					<b>13,002</b>

Trade Receivables	Total (RM'000)
Non-current	2,346
Current	10,656
<b>Total</b>	<b>13,002</b>

Trade receivables are non-interest bearing and the normal credit terms granted by the Group are ranging from 30 to 270 days. They were recognised at their original invoiced amounts which represent their fair values on initial recognition.

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**22. Other Receivables**

Other Receivables consists of the following: -

	Other Receivable (RM'000)	Deposit (RM'000)	Prepayment (RM'000)	Total (RM'000)
	915	869	387	2,171
Allowance for Impairment loss in previous financial year	(76)	(10)	-	(86)
<b>Total</b>	<b>839</b>	<b>859</b>	<b>387</b>	<b>2,085</b>

Other receivables included cash advances of RM0.430 million paid to contractors for construction of infrastructure at Bukit Mantri, Tawau, Sabah, for the mining operations. Deposit included deposit paid for the acquisition of heavy machineries of RM0.318 million.

**23. Loan and Borrowings**

The Group has no unsecured loan and borrowings, all the secured loan and borrowing are as follows:

	As at 30.06.2021		
	Long term (RM'000)	Short term (RM'000)	Total Borrowings (RM'000)
Bank overdraft	-	2,721	2,721
Hire purchase	10,767	6,961	17,728
Lease liabilities	1,043	129	1,172
<b>Total</b>	<b>11,810</b>	<b>9,811</b>	<b>21,621</b>
	As at 30.06.2020		
	Long term (RM'000)	Short term (RM'000)	Total Borrowings (RM'000)
Bank overdraft	-	6,310	6,310
Hire purchase	11,181	6,723	17,904
Lease liabilities	982	50	1,032
<b>Total</b>	<b>12,163</b>	<b>13,083</b>	<b>25,246</b>

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**23. Loan and Borrowings (cont'd)**

As compared to preceding year corresponding period up to 30 June 2020, there was a net decrease in total borrowings of RM3.625 million mainly due the following:

- (i) full repayment of working capital financing amounting to RM3 million from Bank Pertanian Malaysia Berhad (Agro Bank);
- (ii) decrease in hire purchase facilities of RM0.176 million for the purchase of heavy machineries and equipments by Wullersdorf Resources Sdn Bhd, to carry out the Group's mining operation at Bukit Mantri, Tawau, Sabah; and
- (iii) increase in lease liabilities of RM0.140 million.

**24. Company's Prospects**

For FYE 2022, Bahvest expects its core business of gold production to improve further as it focuses on its production from the epithermal veins as their grades are higher than those extracted from the topsoil.

The Group continue to expand and improve its mining production facilities. The additional and enhanced facilities will drive up gold production and bring positive results to the Group.

**25. Corporate Proposals**

The Company had on 3 December 2020 announced that the Company proposes to undertake the Proposed Capital Reduction by reducing and cancelling part of the issued share capital of the Company pursuant to Section 116 of the Act.

For avoidance of doubt, the Proposed Capital Reduction will not result in:-

1. any adjustment to the share price of the ordinary shares in Bahvest ("Bahvest Share(s)");
2. any change in the total number of Bahvest Shares in issue or the number of Bahvest Shares held by the shareholders of the Company;
3. any change in the total number or exercise price of the outstanding options pursuant to the issue of the employee share option scheme ("ESOS") option granted by Bahvest;
4. any change to the exercise price and number of the outstanding warrants 2017/2024 constituted by the deed poll dated 2 August 2017 ("Warrant") held by the Warrantholders of the Company;
5. any payment to the shareholders of Bahvest; and
6. any cash outflow or change in the net assets ("NA") of Bahvest and its subsidiaries ("Bahvest Group"), save for the estimated expenses to be incurred in relation to the Proposed Capital Reduction.

The Company had on 6 January 2021 and 7 February 2021 announced that Notice of Extraordinary General Meeting ("EGM") on 29 January 2021, 11.00 am at Western Hall, LA Hotel, MPT No.299, Jalan St Patrick (Off Jalan Belunu) 91000 Tawau, Sabah, Malaysia and Circular to Shareholders in relation to the Proposed Reduction of the issued share capital of Bahvest pursuant to Section 116 of the Act respectively.

The Company had on 22 January 2021 announced that 'Due to Movement Control Order', the EGM will be conducted fully virtual at Broadcast Venue via Remote Participation and Voting Facilities dated 29 January 2021.

The Company had on 29 January 2021 announced that the resolution as set out in the Notice of the EGM dated 7 January 2021 were duly passed by way of poll at the EGM of Bahvest which was conducted fully virtual at the Broadcast Venue at Meeting Room, Securities Services (Holdings) Sdn Bhd, Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan on Friday, 29 January 2021 at 11.00 am.

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**25. Corporate Proposals (cont'd)**

The Company had on 5 February 2021 announced that the Company had, via its legal counsel, filed an application to the High Court of Malaysia in relation to the Proposed Capital Reduction pursuant to Section 116 of the Act.

The Company had on 5 April 2021 announced that the High Court of Malaya had on 5 April 2021 granted an offer confirming the Capital Reduction. The sealed order will be extracted and an office copy of the order will be lodged with the Registrar of Companies for the Capital Reduction to take effect pursuant to Section 116(6) of the Act.

The Company had on 13 April 2021 announced that an office copy of the sealed order of the High Court of Malaya confirming the Capital Reduction has been lodged with the Registrar of Companies on 13 April 2021. Pursuant thereto, the Capital Reduction shall therefore take effect and be deemed completed on 13 April 2021.

**26. Material Litigation**

As at the date of this report, there are no material litigations.

**27. Profit Per Share**

Basic profit per share is calculated by dividing the profit for the financial period / year under review by the weighted average number of ordinary shares in issue during the period / year.

	Individual Period		Cumulative Period	
	Current year Quarter	Preceding Year Corresponding Quarter	Current Year to date	Preceding Year Corresponding period
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Profit for the period (RM'000)	3,204	1,880	3,204	1,880
Weighted average number of ordinary shares in issue ('000)	1,232,021	1,225,732	1,232,021	1,225,732
Basic profit per share (sen)	0.26	0.15	0.26	0.15
Diluted profit per share (sen)	0.17	0.10	0.17	0.10

As at the end of the quarter, there was only one class of shares in issue and they rank equally with each other.



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**28. Retrospective Adjustments**

The prior year adjustments are in respect of an under-provision of deferred tax liabilities in the prior year of one of the subsidiaries and under realisation of ESOS exercised by the subsidiaries' employees over the years.

The following effects arising from the Group's prior year adjustments are as follows :

	As previously reported	Prior year adjustments	As restated
	RM'000	RM'000	RM'000
As at 31 March 2020			
Statements of Financial Position			
<b>Equity attributable to owners of the Company</b>			
Share Capital	284,314	4,483	288,797
Employees Share Options Reserves	10,815	(4,483)	6,332
Accumulated Losses	(175,252)	(920)	(176,172)
<b>Non-current liabilities</b>			
Deferred tax liabilities	51	920	971
Statement of Comprehensive Income			
Tax credit	16,562	(920)	15,642
As at 31 March 2019			
Statements of Financial Position			
<b>Equity attributable to owners of the Company</b>			
Share Capital	283,583	4,261	287,844
Employees Share Options Reserves	10,815	(4,261)	6,554