

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 31 MARCH 2022**
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(THE FIGURES HAVE NOT BEEN AUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS		
	3-MONTH PERIOD ENDED		3-MONTH PERIOD ENDED		
	Note	31 MARCH 2022	31 MARCH 2021	31 MARCH 2022	31 MARCH 2021
	RM	RM	Unaudited RM	Audited RM	
Revenue		36,492,287	30,833,614	36,492,287	30,833,614
Cost of sales		(14,900,459)	(10,750,064)	(14,900,459)	(10,750,064)
Gross Profit		21,591,828	20,083,550	21,591,828	20,083,550
Other income		1,727,103	540,645	1,727,103	540,645
Administrative expenses		(16,001,091)	(16,770,702)	(16,001,091)	(16,770,702)
Profit / (Loss) from operations		7,317,840	3,853,492	7,317,840	3,853,492
Share of results of associate		-	-	-	-
Profit / (Loss) before interest and taxation		7,317,840	3,853,492	7,317,840	3,853,492
Interest Expenses		(2,818,054)	(3,911,045)	(2,818,054)	(3,911,045)
Interest Income		78,102	2,021	78,102	2,021
Profit / (Loss) before taxation		4,577,888	(55,532)	4,577,888	(55,532)
Taxation		5,183	(26,740)	5,183	(26,740)
Profit / (Loss) for the period		4,583,072	(82,272)	4,583,072	(82,272)
<b>Profit / (Loss) attributable to:</b>					
Owners of the Company		2,885,748	(967,070)	2,885,748	(967,070)
Non-controlling interests		1,697,324	884,798	1,697,324	884,798
		4,583,072	(82,272)	4,583,072	(82,272)

**Earnings per share attributable to**
**Owner of the Company**

- Basic (sen)	B9	0.64	(0.22)	0.64	(0.22)
- Diluted (sen)	B9	0.64	(0.22)	0.64	(0.22)

**Note:**

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME  
(THE FIGURES HAVE NOT BEEN AUDITED)

Note	INDIVIDUAL QUARTER 3-MONTH PERIOD ENDED		CUMULATIVE QUARTERS 3-MONTH PERIOD ENDED	
	31 MARCH 2022	31 MARCH 2021	31 MARCH 2022 Unaudited	31 MARCH 2021 Audited
	RM	RM	RM	RM
(Loss)/Profit for the period	4,583,072	(82,272)	4,583,072	(82,272)
<b>OTHER COMPREHENSIVE INCOME</b>				
Exchange difference arising on translation of foreign operations	(93,804)	(9,439)	(93,804)	(9,439)
Fair Value adjustment	-	-	-	-
Amortisation of revaluation reserve	-	(0)	-	(0)
Other comprehensive (loss)/income, net of tax	(93,804)	(9,440)	(93,804)	(9,440)
<b>TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD</b>	<b>4,489,268</b>	<b>(91,712)</b>	<b>4,489,268</b>	<b>(91,712)</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	2,791,944	(976,510)	2,791,944	(976,510)
Non-controlling interests	1,697,324	884,798	1,697,324	884,798
	<b>4,489,268</b>	<b>(91,712)</b>	<b>4,489,268</b>	<b>(91,712)</b>

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**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
 ENDED 31 MARCH 2022**
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<i>Unaudited</i> <b>31 MARCH 2022</b>	<i>Audited</i> <b>31 DECEMBER 2021</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	78,060,944	78,143,727
Right-of-use assets	139,538,559	142,742,098
Investment in associate	1,661,038	1,661,038
Goodwill on consolidation	29,993,752	29,991,752
Intangible assets	95,850,083	95,952,739
Contract Cost	2,735,581	2,735,581
Deferred tax assets	7,230,163	7,280,142
	<u>355,070,120</u>	<u>358,507,076</u>
<b>CURRENT ASSETS</b>		
Inventories	533,128	2,342,620
Trade and other receivables	51,762,039	41,442,382
Contract Assets	6,298,617	6,298,617
Contract costs	4,120,168	2,665,768
Current tax assets	474,108	538,601
Deposits placed with licensed banks	14,481,210	16,411,233
Cash and bank balances	32,209,412	28,789,128
	<u>109,878,682</u>	<u>98,488,349</u>
Non-current assets held for sale	24,725,158	27,725,159
	<u>489,673,960</u>	<u>484,720,584</u>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	88,794,521	88,794,521
Treasury shares	(294,252)	(294,252)
Revaluation reserve	5,396,382	5,396,382
Foreign currency translation reserve	(182,441)	(88,637)
Retained earnings	21,467,051	18,506,306
	<u>115,181,261</u>	<u>112,314,320</u>
Non-controlling interests	93,088,038	91,390,712
	<u>208,269,299</u>	<u>203,705,031</u>
<b>TOTAL EQUITY</b>		
<b>NON-CURRENT LIABILITIES</b>		
Loans and borrowings	17,716,051	16,460,679
Lease liabilities	141,447,551	145,437,076
Deferred tax liabilities	29,880,012	29,880,012
	<u>189,043,614</u>	<u>191,777,767</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	50,014,033	46,141,460
Loans and borrowings	-	3,223,823
Overdraft	-	61,990
Lease liabilities	12,649,393	9,821,038
Contract liabilities	29,642,570	29,926,087
Tax payables	55,052	63,387
	<u>92,361,048</u>	<u>89,237,785</u>
	<u>281,404,662</u>	<u>281,015,553</u>
<b>TOTAL LIABILITIES</b>		
<b>TOTAL EQUITY AND LIABILITIES</b>		
	<u>489,673,960</u>	<u>484,720,584</u>
Number of ordinary shares (unit)	447,523,075	447,523,075
Net assets per share attributable to owners of the Company (sen)	25.7	25.1

Note:

The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
 ENDED 31 MARCH 2022**
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 (THE FIGURES HAVE NOT BEEN AUDITED)**

	Share Capital RM	Treasury Shares RM	Share Based Payment Reserve RM	Foreign Currency Translation Reserve RM	Revaluation Reserve RM	Statutory Reserve RM	Retained Profits RM	Sub-total RM	Non Controlling Interests RM	Total Equity RM
<b>Current period ended 31 MARCH 2022</b>										
As at 01 JANUARY 2022	88,794,521	(294,252)	-	(88,637)	5,396,382	-	18,506,303	112,314,317	91,390,715	203,705,030
<b>Total comprehensive income for the period</b>										
(Loss)/Profit for the period	-	-	-	-	-	-	2,885,748	2,885,748	1,697,324	4,583,072
Other Comprehensive income for the period	-	-	-	(93,804)	-	-	-	(93,804)	-	(93,804)
Total comprehensive income	-	-	-	(93,804)	-	-	2,885,748	2,791,944	1,697,324	4,489,268
<b>Transaction with owners</b>										
Prior year reclassification	-	-	-	-	-	-	75,000	75,000	-	75,000
Total transactions with owners	-	-	-	-	-	-	75,000	75,000	-	75,000
Balance as at 31 MARCH 2022	88,794,521	(294,252)	-	(182,441)	5,396,382	-	21,467,052	115,181,261	93,088,038	208,269,298
	-	-	-	-	-	-	0	0	0	(0)
<b>Corresponding period ended 31 MARCH 2021</b>										
As at 01 JANUARY 2021	86,730,228	(294,252)	-	(69,390)	5,396,382	-	20,316,338	112,079,306	78,989,414	191,068,720
<b>Total comprehensive income for the period</b>										
Loss for the financial year	-	-	-	-	-	-	(967,070)	(967,070)	884,798	(82,272)
Other comprehensive income for the period	-	-	-	(9,439)	(0)	-	-	(9,440)	-	(9,440)
Total comprehensive income	-	-	-	(9,439)	(0)	-	(967,070)	(976,510)	884,798	(91,712)
<b>Transaction with owners</b>										
Issuance of shares pursuant to :-	2,064,293	-	-	-	-	-	-	2,064,293	4,850,000	6,914,293
- Private Placement	2,064,293	(0)	-	-	-	-	-	2,064,293	4,850,000	6,914,293
Total transactions with owners	4,128,586	-	-	-	-	-	-	4,128,586	9,700,000	13,828,586
Balance as at 31 MARCH 2021	88,794,521	(294,252)	-	(78,829)	5,396,382	-	19,349,268	113,167,089	84,724,212	197,891,301

Note:  
 The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 31 MARCH 2022**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	<b>CURRENT PERIOD ENDED 31 MARCH 2022 RM'000</b>	<b>CORRESPONDING PERIOD ENDED 31 MARCH 2021 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	4,578	(56)
Adjustments for:		
Amortisation of intangible assets	53	158
Depreciation of Property and equipment	2,206	2,109
Depreciation in investment property	-	3,391
Depreciation of Right-of-use assets	2,520	-
Interest income	(78)	(2)
Interest expense	2,819	3,912
Loss/(gain) on disposal of property, plant and equipment	-	3
Loss/(gain) on disposal of investment in subsidiary	(1,320)	-
Operating profit /(loss) before working capital changes	<u>10,777</u>	<u>9,515</u>
Changes in working capital		
Inventories	1,809	(51)
Receivables	(2,591)	(1,609)
Contract cost	(1,434)	(437)
Payables	6,109	(18,042)
Lease liabilities	(2,582)	(506)
Contract liabilities	368	10,952
Cash (used in)/generated from operations	<u>12,457</u>	<u>(177)</u>
Tax paid	(1)	(54)
Tax refunded	18	31
Interest expense	(2,689)	(3,161)
Interest received	78	2
<b>Net cash generated from/(used in) operating activities</b>	<u><b>9,863</b></u>	<u><b>(3,360)</b></u>

<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(650)	(1,333)
Proceeds from disposal of:		
- investment in subsidiary, net of cash outflows	330	-
- property, plant & equipment	-	36
<b>Net cash generated from/(used in) investing activities</b>	<b>(320)</b>	<b>(1,297)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of placement share	-	6,914
Placement of bank accounts pledged for term loan	-	-
- lease liabilities	(5,955)	(1,544)
- borrowings	(2,000)	-
<b>Net cash generated from/(used in) financing activities</b>	<b>(6,953)</b>	<b>5,370</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>2,590</b>	<b>713</b>
Effect of foreign exchange rate change	(35)	(9)
Opening balance of cash and cash equivalents	25,004	12,996
<b>Closing balance of cash and cash equivalents</b>	<b>27,559</b>	<b>13,700</b>
<b>Cash and cash equivalents</b>		
Fixed deposits with licensed bank	15,409	2,366
Cash and bank balances	31,282	26,158
Overdraft	-	-
	46,691	28,524
Less: Deposits held as security	(15,409)	(2,366)
Less: Bank accounts pledged for Sukuk Wakalah	-	(3,725)
Less: Bank accounts pledged for term loan	(3,723)	(8,732)
<b>Closing balance of cash and cash equivalents</b>	<b>27,559</b>	<b>13,701</b>

Note:

The unaudited condensed consolidated Statement of Cash Flow should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
ENDED 31 MARCH 2022**

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1 Basis of Preparation**

- a) These interim financial statements of SMRT Holdings Berhad ("SMRT" or the "Company") and its subsidiaries (the "Group") are unaudited and have been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Financial Standards Board ("MASB") and Appendix 9B of the Bursa Malaysia Securities Berhad's ("Bursa Securities") ACE Market Listing Requirements ("AMLR").

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2021. These explanatory notes attached to the 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 FYE 31 December 2021.

**b) Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group in this quarterly report are consistent with those of the annual financial statements for the FYE 31 December 2021 except that the Group has adopted the Malaysian Financial Reporting Standards (MFRS) framework issued by Malaysian Accounting Standards Boards (MASB) which are effective for annual periods beginning on or after 1 January 2022 as disclosed below: -

- Amendments to MFRS 4	Insurance Contracts
- Amendments to MFRS 7	Financial Instruments Disclosure
- Amendments to MFRS 9	Financial Instruments
- Amendments to 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 abovementioned accounting standards and amendments have no material impact on the financial statements of the Group upon their initial application except for the following:

**c) Standards issued but not yet effective**

At the date of authorisation of the interim financial report, the Standards issued by Malaysian Accounting Standards Board ("MASB") but not yet effective are disclosed below. The Group intends to adopt these applicable standards, when they become effective.

- Amendments to MFRS 101 Presentation of Financial Statements
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to MFRS 116 Property, Plant and Equipment

**A2 Audit Report of the preceding Annual Financial Statements**

The audit report for the annual financial statements of the Group for the FYE 31 December 2021 was not subject to any qualification.

**A3 Seasonal or Cyclical Factors**

The Group's operations were not materially affected by seasonal or cyclical changes.

**A4 Changes in Estimates**

There were no estimates provided for the last financial quarter under review.

**A5 Debt and Equity Securities**

There was no issuance, cancellation or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review.

The detailed movements of the issued and paid up capital and share premium reserved for the Company for the current quarter under review are as follows:-

	No. of shares Issued and fully paid up ordinary shares of RM0.10 '000	Share Capital RM '000
As at 1 January 2022	447,523	88,794
Issuance of shares via Private Placement	-	
As at 31 MARCH 2022	<b>447,523</b>	<b>88,794</b>

**A6 Valuation of Property, Plant and Equipment**

The value of property, plant and equipment has been brought forward, without amendments from the previous year's annual audited financial statements.

**A7 Dividend Paid**

No dividend was paid during the current quarter under review.

**A8 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items or events, which affected the assets, liabilities, equity, net income or cash flows of the Group since the last annual audited financial statements.

**A9 Segmental Information****(a) Analysis of segmental revenue and results**

	Education RM'000	Technology RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<b>3 Months Ended</b>	<b>31 MARCH 2022</b>				
<b>Revenue</b>					
External customers	26,859	9,634	-	-	36,492
Inter-company sales	-	-	-	-	-
Dividend income	-	-	-	-	-
	<u>26,859</u>	<u>9,634</u>	<u>-</u>	<u>-</u>	<u>36,492</u>
<b>Results:</b>					
<i>Included in the measure of segment (loss) / profit</i>					
Interest income	1	77	-	-	78
Interest expenses					
- Borrowings	(403)	-	-	-	(403)
- Right-of-use assets	187	(5)	(2,577)	-	(2,395)
Depreciation of:					
- Properties and equipment	(1,989)	(94)	(4)	-	(2,087)
- Right-of-use assets	(920)	(48)	(1,552)	-	(2,520)
Amortisation	(54)	-	-	-	(54)
Other non cash income	1,283	-	-	-	1,283
Share of results of associate	-	-	-	-	-
Profit before tax	<u>1,721</u>	<u>2,874</u>	<u>(17)</u>	<u>-</u>	<u>4,578</u>
Income tax expense	23	(18)	-	-	5
Segment profit/(loss)	<u>1,744</u>	<u>2,856</u>	<u>(17)</u>	<u>-</u>	<u>4,583</u>
<b>Earnings before interest, taxation, depreciation and amortisation ("EBITDA")</b>	<b>9,784</b>	<b>3,021</b>	<b>(748)</b>		<b>12,057</b>

**(b) Analysis of segmental in financial position**

	Education RM'000	Technology RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<b>Assets</b>					
Segments assets	172,105	46,287	295,346	(31,769)	481,970
Deferred tax assets	7,019	211	-	-	7,230
Tax recoverable	472	2	-	-	474
<b>Total assets</b>	<u>179,596</u>	<u>46,500</u>	<u>295,346</u>	<u>(31,769)</u>	<u>489,674</u>
<b>Liabilities</b>					
Segmental liabilities	101,518	9,118	206,364	(65,530)	251,470
Deferred tax liabilities	29,872	-	8	-	29,880
Tax payables	(27)	20	62	-	55
<b>Total liabilities</b>	<u>131,363</u>	<u>9,137</u>	<u>206,434</u>	<u>(65,530)</u>	<u>281,405</u>

**(c) Analysis by geographical areas**

	3-months ended 31 MARCH 2022			
	Malaysia RM'000	Overseas RM'000	Elimi- nations RM'000	Total Operations RM'000
<b>Revenue</b>				
External sales	35,634	858	-	36,492
Inter-segment	-	-	-	-
<b>Total</b>	<u>35,634</u>	<u>858</u>	<u>-</u>	<u>36,492</u>



**A10 Material Events Subsequent to the End of the Current Quarter**

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

**A11 Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the financial period ended 31 March 2022 up to the date of this report.

**A12 Contingent Liabilities or Contingent Assets**

As at 31 MARCH 2022  
RM'000

Corporate Guarantees issued to financial institutions in respect of  
banking facilities granted to subsidiary companies

495

Save for the above, there were no changes in the contingent liabilities and contingent assets of the Group, since the last audited accounts as at 31 December 2021.

**A13 Capital Commitments**

There were no capital commitments for the current quarter under review.

## B1 Review of Performance

## Financial review for current quarter and financial year-to-date

	Individual Period			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Variance	Current Year Period	Preceding Year Corresponding Period	Variance
	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000		31 MARCH 2022 RM'000	31 MARCH 2021 RM'000	
Revenue	36,492	30,834	18%	36,492	30,834	18%
Operating Profit	7,318	3,853	90%	7,318	3,853	90%
Profit /(Loss) Before Interest and Tax	7,318	3,853	90%	7,318	3,853	90%
Profit / (Loss) Before Tax	4,578	(56)	-8344%	4,578	(56)	8344%
Profit /(Loss) After Tax	4,583	(82)	-5671%	4,583	(82)	5671%
Profit /(Loss) Attributable to Ordinary Equity Holders of the Parent	2,886	(967)	-398%	2,886	(967)	398%

## Current quarter compared to preceding year's corresponding quarter results

The Group recorded an increase in revenue by approximately 18% for the current quarter under review as compared to the preceding year's corresponding quarter (Q1' 2021) ("corresponding quarter"), mainly contributed from both the IOT segment and the education sector resulted from higher recruitment of new students for various programs, especially University of Cyberjaya.

Correspondently, the Group recorded a Profit before tax ("PBT") and Profit after tax ("PAT") of RM4.58 million and RM4.58 million for quarter ended 31 March 2022, a great improvement as compared to Loss before tax ("LBT") and Loss after tax ("LAT") of RM0.05 million and RM0.08 million respectively, in the preceding year quarter ended 31 March 2021.

## B2 Material Change in Profit Before Tax for the Current Quarter as Compared with the Immediate Preceding Quarter

## Financial review for current quarter compared with immediate preceding quarter

	Current Year Quarter 31 MARCH 2022 RM'000	Immediate Preceding Quarter 31 DECEMBER 2021 RM'000	Variance
Revenue	36,492	49,832	-27%
Operating Profit	7,318	5,483	33%
Profit /(Loss) Before Interest and Tax	7,318	5,483	33%
Profit /(Loss) Before Tax	4,578	1,514	202%
Profit /(Loss) After Tax	4,583	4,091	12%
Profit / (Loss) Attributable to Ordinary Equity Holders of the Parent	2,886	448	544%

The Group recorded a decreased in revenue by RM 13.3 mil, from 49.8 million in the immediate preceding quarter, to RM36.5 million for the current quarter under review. The decreased in revenue was mainly resulted from lower revenue contribution during quarter 1 2022 festival holiday season, for both Education and Technology segment. Nevertheless, the Group recorded an improvement on PBT of RM 4.58 million for the current quarter under review as compared to RM1.51 million, after the necessary treatment on impairments on Right-Of-Use Assets and Goodwill on Consolidation in the immediate preceding quarter. Lastly, a slight improvement in PAT of RM4.58 million was recorded as compared to RM 4.09 million, after adjustment on deferred tax in the immediate preceding quarter.

**B3 Prospects for the Current Financial Year**

In relation to our industry, this COVID-19 pandemic do has severe impact on certain operation pattern of our businesses since March 2020.

Our Education Group, namely Minda Global Berhad, owns and operates 2 universities, 3 colleges and 1 international school. The lockdown announcements by various countries worldwide since then has defers the movement of local and foreign students worldwide. Up to the date of this report, our education arms has respectively deferred their new intakes for year 2020 and 2021, pending instructions and announcement by the relevant educational authorities, such as Ministry of Higher Learning, from time to time. Despite the progressive border opening by various countries, the Group foresee progressive recovery and hence the hybrid teaching pattern between classroom and on-line learning are still being cautiously managed. The Education Group will be focusing on earning growth by widening our products based including education pathways and customer satisfaction as primary drivers while retaining a key focus on cost control efforts.

Whereas for our IT divisions, our group foresee a progress recovery in the progress and performance of IT divisions however we expect our IT related operations shall be back on mark gradually, subject to further instruction from government on MCO policies and our customers' revised timing on delivery of existing contracts.

**B4 Variance of Actual Profit from Profit Forecast and Profit Guarantee**

The Group has not announced or provided any profit forecast or profit guarantee for the current quarter under review.

**B5 Income Tax Expenses**

	Current Quarter Ended		Cumulative Year To Date	
	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000
Income tax				
Current	19	116	19	116
Under/(Over) provision of tax in prior year	-	31	-	31
Deferred tax	(24)	(121)	(24)	(121)
	(5)	27	(5)	27

The taxation included the estimation of deferred tax arising from the recognition of lease liabilities.

**B6 Status of Corporate Proposals**

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

**B7 Group Borrowings**

	Cumulative Year To Date	
	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000
<u>Secured short-term</u>		
Overdraft	-	-
Hire purchase payables	-	-
Lease assets payables	12,649	12,838
Term Loan	-	467
Shares Margin Loan	-	2,000
<u>Secured long-term</u>		
Hire purchase payables	326	540
Lease assets payables	141,448	146,096
Term Loan	17,390	25,655
Total borrowings	171,813	187,596

All borrowings are denominated in Ringgit Malaysia.

**B8 Material Litigation**

The Company and its subsidiary companies are 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 these companies as at the date of this quarterly report.

**B9 Earnings Per Share ("EPS")**

The basic EPS is calculated based on the Group's profit attributable to ordinary equity holders of the parent for the current quarter and cumulative year-to-date, and divided by the weighted average number of shares in issue for the current quarter and cumulative year-to-date as follows :-

**(a) Basic EPS**

	Current Quarter Ended		Cumulative Year To Date	
	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000
Earnings attributable to ordinary equity holders of the parent	2,886	(967)	2,886	(967)
Weighted average number of ordinary shares in issue				
As At 1 JANUARY 2022	447,523	427,285	447,523	427,285
Add: Effect of issuance of shares	-	15,966	-	15,966
As at 31 MARCH 2022	447,523	443,251	447,523	443,251
Basic earnings per ordinary shares (sen)	0.64	(0.22)	0.64	(0.22)

(b) **Fully diluted earnings per share**

Diluted earnings per share amounts are calculated by dividing the Group's profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Current Quarter Ended		Cumulative Year To Date	
	31 MARCH 2022	31 MARCH 2021	31 MARCH 2022	31 MARCH 2021
Earnings attributable to ordinary equity holders of the parent	2,886	(967)	2,886	(967)
Weighted average no. of ordinary shares in issue	447,523	443,251	447,523	443,251
Adjusted weighted average number of ordinary shares in issue and issuable	447,523	443,251	447,523	443,251
Diluted earnings per shares (sen)	0.64	(0.22)	0.64	(0.22)

**B10 Proposed Dividend**

There was no proposed dividend declared for the current quarter under review.

**B11 Operating Profit**

	Current Quarter ended		Cumulative Year-to-date	
	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000	31 MARCH 2022 RM'000	31 MARCH 2021 RM'000
Operating profit has been arrived at after charging:-				
Amortisation of intangible assets	54	158	54	158
Depreciation of property, plant and equipment	2,087	2,058	2,087	2,058
Depreciation of Right-of-use assets	2,520	3,391	2,520	3,391
Expected credit losses	-	-	-	-
Interest expense on borrowings	423	404	423	404
Interest expense on Right-of use assets	2,395	3,507	2,395	3,507
Loss on disposal of property, plant and equipment	-	(1)	-	(1)
Property, plant and equipment / Accounts Receivable written off	37	-	37	0
Realised loss on foreign exchange	(44)	0	(44)	-
After crediting:-				
Gain on disposal of property, plant and equipment	-	48	-	48
Interest Income	78	2	78	2
Rental Income	345	472	345	472
Realised (loss)/gain on foreign exchange	0	(0)	0	-
Unrealised gain on foreign exchange	-	-	-	-

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.