



**HIAP HUAT HOLDINGS BERHAD (200901038858 (881993-M))
(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 December 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 December 2021 RM'000	Preceding Year Corresponding Quarter Ended 31 December 2020 RM'000	Current Year To Date Ended 31 December 2021 RM'000	Preceding year To Date Ended 31 December 2020 RM'000
Revenue	12,980	9,085	61,731	37,295
Cost of sales	(10,499)	(6,943)	(47,802)	(31,346)
Gross profit	2,481	2,142	13,929	5,949
Other income	43	146	415	365
Administration expenses	(1,912)	(1,754)	(7,281)	(6,954)
Selling and distribution costs	(129)	(67)	(591)	(311)
Finance costs	(275)	(232)	(722)	(502)
Profit/(Loss) before taxation	208	235	5,750	(1,453)
Taxation	(1,021)	14	(2,358)	155
Net (loss)/profit for the financial year	(813)	249	3,392	(1,298)
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
(Impairment)/revaluation of land and buildings	-	(858)	-	(858)
Deferred tax liabilities relating to component of other comprehensive (expense)/income	-	251	-	251
Other comprehensive expense for the financial year	-	(607)	-	(607)
Total comprehensive (expense)/income for the financial year	(813)	(358)	3,392	(1,905)
(Loss)/profit for the year attributable to:				
Equity owners of the Company	(847)	249	3,416	(1,298)
Non-controlling interests	34	-	(24)	-
	(813)	249	3,392	(1,298)
Total comprehensive (expense)/income attributable to:				
Equity owners of the Company	(847)	(358)	3,416	(1,905)
Non-controlling interests	34	-	(24)	-
	(813)	(358)	3,392	(1,905)
(Loss)/earnings per share attributable to the equity holders of the Company (sen)				
	(0.21)	0.08	0.96	(0.39)

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021**

	Unaudited As at 31 December 2021 RM'000	Audited As at 31 December 2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	43,193	22,368
Investment property	7,541	7,724
Right-of-use assets	30,707	31,902
	81,441	61,994
Current assets		
Non-current assets classified as held for sale	-	1,380
Inventories	7,065	4,905
Trade receivables	7,191	3,698
Other receivables	889	2,952
Tax recoverable	103	75
Short term investment	6,616	4,250
Fixed deposits	163	4,801
Cash and bank balances	8,292	2,919
	30,319	24,980
TOTAL ASSETS	111,760	86,974
EQUITY		
Share capital	49,981	41,093
Treasury shares	(401)	(401)
Merger deficit	(9,535)	(9,535)
Revaluation reserve	8,881	8,881
Retained profits	27,153	23,600
Equity attributable to owners of the Company	76,079	63,638
Non-controlling interests	(121)	-
Total equity	75,958	63,638
LIABILITY		
Non-current liabilities		
Lease liabilities	838	1,082
Bank borrowings	21,878	12,030
Deferred tax liabilities	7,005	5,115
	29,721	18,227
Current Liabilities		
Trade payables	2,981	1,063
Other payables	525	1,804
Lease liabilities	735	895
Bank borrowings	1,840	1,347
	6,081	5,109
Total liabilities	35,802	23,336
TOTAL EQUITY AND LIABILITIES	111,760	86,974
Net assets per share attributable to equity holders of the Company (RM)	0.19	0.19

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
 FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

	<-----Attributable to Equity Holders of the Company ----->							
	<----- Non-distributable ----->				Distributable		Non- Controlling	Total Equity
	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Retained Profits RM'000	Total RM'000		
Current year to date ended 31 December 2021								
At 1 January 2021	41,093	(401)	8,881	(9,535)	23,600	63,638	-	63,638
Profit for the financial year, representing total comprehensive income for the financial year	-	-	-	-	3,416	3,416	(24)	3,392
Transactions with owner								
Disposal of a subsidiary	-	-	-	-	137	137	(97)	40
Issuance of ordinary shares	8,888	-	-	-	-	8,888	-	8,888
Total transactions with owners	8,888	-	-	-	137	9,025	(97)	8,928
At 31 December 2021	49,981	(401)	8,881	(9,535)	27,153	76,079	(121)	75,958
Preceding year to date ended 31 December 2020								
At 1 January 2020	41,093	(302)	9,488	(9,535)	24,898	65,642	-	65,642
Loss for the financial year	-	-	-	-	(1,298)	(1,298)	-	(1,298)
Other comprehensive expense for the financial year	-	-	(607)	-	-	(607)	-	(607)
Total comprehensive expense for the financial year	-	-	(607)	-	(1,298)	(1,905)	-	(1,905)
Transactions with owner								
Purchase of treasury shares	-	(99)	-	-	-	(99)	-	(99)
At 31 December 2020	41,093	(401)	8,881	(9,535)	23,600	63,638	-	63,638

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

	Current Year To-date Ended 31 December 2021 RM'000	Preceding Year To-date Ended 31 December 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	5,750	(1,453)
Adjustments:		
Depreciation of property, plant and equipment	3,588	3,286
Depreciation of investment properties	183	81
Depreciation of right-of-use assets	1,794	1,674
Fair value loss/(gain) on short term investment	15	(100)
Bad debts written off	-	4
Impairment loss on property held for sale	-	286
Impairment loss on trade receivables	-	13
Reversal of impairment loss on trade receivables	(13)	-
Other payables written back	-	(18)
Property, plant and equipment written off	94	317
Loss on disposal of property, plant and equipment	-	33
Interest income	(53)	(138)
Interest expenses	722	502
Operating profit before working capital changes	12,080	4,487
(Increase)/decrease in working capital:		
Inventories	(2,160)	3,202
Receivables	(1,420)	2,795
Payables	639	(356)
Cash generated from operations	9,139	10,128
Interest received	53	138
Interest paid	(697)	(502)
Tax paid	(496)	(462)
Net cash from operating activities	7,999	9,302
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(24,490)	(7,776)
Additional of right-of-use assets	-	(156)
Acquisition of short term investment	(2,381)	-
Proceeds from disposal of investment property	1,380	-
Proceeds from disposal of property, plant and equipment	-	37
Proceeds from disposal of a subsidiary	40	-
Net cash used in investing activities	(25,451)	(7,895)
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of borrowings	15,500	-
Repayment of bank borrowings	(5,159)	(764)
Repayment of lease liabilities	(1,042)	(1,480)
Proceeds from issue of ordinary shares	8,888	-
Purchase of treasury shares	-	(99)
Net cash from/(used in) financing activities	18,187	(2,343)
Net increase/(decrease) in cash & cash equivalents	735	(936)
Cash and cash equivalents at beginning of the financial period	7,720	8,656
Cash and cash equivalents at end of the financial period	8,455	7,720
<u>Cash and Cash Equivalents at end of the period comprise the followings:</u>		
Fixed deposits with licenced banks	163	4,801
Cash and bank balances	8,292	2,919
	8,455	7,720

The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial statement.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS 134):

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

A2. Summary of significant accounting policies

The significant accounting policies and methods of computation adopted in the preparation of this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2020 except for the following standards, amendments to published standards and interpretations to existing standards which are applicable in the current financial year:

- Amendment to MFRS 16, Leases – Covid-19 – Related Rent Concessions

The application of the standards and amendments to the standards above does not have a material impact to the financial statements of the Group and the Company.

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issue Committee (“IC”) Interpretations were issued but not yet effective and have not been applied by the Group and the Company:-

(i) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 April 2021

- Amendment to MFRS 16, Leases – Covid-19 – Related Rent Concessions beyond 30 June 2021

(ii) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2022

- Amendments to MFRS 3, Business Combinations – Reference to the Conceptual Framework
- Amendments to MFRS 116, Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 - 2020

(iii) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2023

- Amendments to MFRS 101, Presentation of Financial Statements – Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, Presentation of Financial Statements – Disclosure of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
- Amendments to MFRS 112, Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

A2. Summary of significant accounting policies (continued)

(iv) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after a date yet to be confirmed

- Amendment to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company plan to apply the abovementioned accounting standards, interpretations and amendments.

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Group and the Company.

A3. Auditors' report

The audit report of the Group's preceding annual Financial Statements was not subject to any qualification.

A4. Seasonal or cyclical factors

The principal businesses of the Group were not significantly affected by seasonal or cyclical factors.

A5. Items of unusual nature and amount

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

A6. Material changes in estimates

There were no changes in the estimates of amount reported in prior financial period that had a material effect in the current quarter under review.

A7. Issuances, cancellations, repurchase, resale and repayments of debts and equity securities

On 5 August 2021, the Company has issued 65,837,000 ordinary shares at an issue price of RM0.135 with total consideration of RM8,887,995 pursuant to the private placement exercise.

Other than the above, there were no issuances, cancellation, repurchases, resale and repayments of debt and equity securities in the current financial period under review.

As at 31 December 2021, a total of 4,113,000 buy-back shares were held as treasury shares and carried at cost.

A8. Dividends paid

No dividend has been paid during the quarter under review.

A9. Segmental information

No segmental reporting is prepared as the principal activities of the Group are predominantly carried out in Malaysia and are engaged in a single business segment of manufacturing, recycling and refining all kinds of petroleum based products.

A10. Valuation of property, plant and equipment

The property, plant and equipment are stated at cost/valuation less accumulated depreciation and impairment losses. There was no revaluation of property, plant and equipment for the current financial period. The valuation of property, plant and equipment of the Group has been brought forward without amendment from the previous financial years.

A11. Capital commitments

Authorised capital expenditures for property, plant and equipment not provided for in the financial statements were as follows:

	Group
	31 December 2021
	RM'000
Contracted and approved for:	
- Purchase of equipments	<u>3,950</u>

A12. Material subsequent event

There are no material events subsequent to the end of the current financial period under review up to the date of this announcement that have not been reflected in these interim financial statements.

A13. Significant event during the period

There were no significant events during the current financial period under review that have not been reflected in these interim financial statements.

A14. Changes in the composition of the Group

On 5 January 2021, the Company entered into a share sale agreement with a third party to dispose off 40% of its equity interests in Hiap Huat Services Sdn Bhd representing 40,000 ordinary shares, to a third party for a cash consideration of RM40,000.

Other than above, there were no changes in the composition of the Group during the current financial period under review.

A15. Contingent liabilities and contingent assets

The contingent liabilities as at 31 December 2021 were as follows:

<u>Unsecured contingent liabilities</u>	Company 31 December 2021 RM'000
Corporate guarantee given to financial institutions in respect of banking facilities granted to subsidiaries	34,645

A16. Financial risk management

All aspects of the Group’s financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as for the financial year ended 31 December 2020.

A17. Status of corporate exercise

Employee Share option Scheme

On 15 March 2021, the Company announced that it proposed to establish an employee share option scheme of up to 30% of the total number of issued shares of the Company (excluding treasury shares) at any point in time for the eligible Directors and employees of the Company and its subsidiary companies (excluding dormant subsidiary companies) (“Proposed ESOS”). The Proposed ESOS has been approved by Bursa Securities vide its letter dated 5 April 2021. The shareholders of the Company have approved the Proposed ESOS at extraordinary general meeting (“EGM”) which held on 24 May 2021.

On 28 July 2021, the Company has implemented the ESOS, being the date on which the Company is in full compliance with Rule 6.44 (1) of the Listing Requirements.

Private Placement

On 24 May 2021, the Company proposes to undertake a private placement of up to 66,660,000 new ordinary shares in the Company, representing up to approximately 20% of the total number of issued shares of the Company (excluding treasury shares) (“Private Placement”). The Private Placement has been approved by Bursa Securities on 10 June 2021 with conditional on the compliance of relevant provisions under listing requirements.

On 5 August 2021, 65,837,000 placement shares have been allotted to third party investors at an issue price of RM0.135 with gross proceeds of RM8,887,995 raised by the Company. The Private Placement has been completed following the listing of and quotation for 65,837,000 placement shares on the ACE Market of Bursa Securities on 11 August 2021.

A17. Status of corporate exercise (continued)

As at the date of this report, the status of utilisation of proceeds from the Private Placement is as below:

	Purpose	Proposed Utilisation After Variation RM'000	Actual Utilisation RM'000	Balance Utilisation RM'000	Intended Timeframe for Utilisation
(i)	Part finance the construction of a new waste treatment facility	3,000	-	3,000	Within 18 months
(ii)	Purchase of new palm oil waste refining system	4,000	4,000	-	Within 18 months
(iii)	Estimated expenses for the Private Placement	250	76	174*	Within 1 months
(iv)	Working capital requirements	1,638	1,500	138	Within 12 months
	Total	8,888	5,576	3,312	

* The amount unutilised for private placement expenses will be used for general working capital purposes.

A18. Related party transaction

Related party transactions for the quarter under review in which certain Directors have direct/indirect interest are as follows:

	Group	
	Quarter ended 31 December 2021	Year-to-date 31 December 2021
	RM'000	RM'000
	Allowance to shareholder	17

B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of performance

Financial review for fourth quarter ended 31 December 2021 (“Q4 FY2021”) versus corresponding quarter ended 31 December 2020 (“Q4 FY2020”)

	Current Quarter Ended				Cumulative Quarter Ended			
	31 December 2021	31 December 2020	Change		31 December 2021	31 December 2020	Change	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	12,980	9,085	3,895	42.87%	61,731	37,295	24,436	65.52%
Profit/(Loss) before taxation	208	235	(27)	-11.49%	5,750	(1,453)	7,203	495.73%
Earnings before interest, taxes, depreciation and amortisation (“EBITDA”)	1,932	1,858	74	3.98%	11,985	3,952	8,033	203.26%

In the current quarter, the Group recorded a revenue of RM12.98 million as compared to RM9.09 million in the corresponding quarter Q4 FY2020. The increase of revenue by 42.87% in the current quarter was due to the higher sales order in the economy recovery stage against the implementation of Conditional Movement Control Order (“CMCO”) in Q4 FY2020. Though there was increase in revenue, the gross profit margin was downed by 4.47% to 19.11% in the current quarter.

The decrease in the gross profit margin in Q4 FY2021 was due to higher cost of material purchased of RM1.36 million. In addition, there was higher labour cost of RM0.09 million incurred due to additional headcount and bonus payout. The depreciation of assets has increased by RM0.25 million with the capitalisation of new machineries. Higher overhead cost such as upkeep of factory, plant and machinery of RM0.32 million also contributed to the lower gross profit margin.

The Group incurred total operating expenses of RM2.32 million in Q4 FY2021 comparing RM2.05 million in Q4 FY2020, with an increase of 12.81%. The rise was mainly due to the increase in the staff cost, higher commission paid and higher finance cost incurred during the current quarter.

The Group registered a profit before tax of RM0.21 million in the current quarter against RM0.24 million in the corresponding quarter. EBITDA recorded at RM1.93 million in Q4 FY2021, an increase of RM0.07 million from Q4 FY2020 mainly due to higher revenue generated.

Financial review for the financial year ended 31 December 2021 (“YTD FY2021”) versus 31 December 2020 (“YTD FY2020”)

On year-on-year performance, the revenue of the Group stood at RM61.73 million, with an increase of 65.52% against revenue of RM37.30 million in YTD FY2020. The slumped market in the previous financial year where various Movement Control Orders (“MCO”) implemented by the Government to curb the pandemic Covid-19 in the country has impacted the revenue of the Group. In the current financial year, the increase in revenue was contributed by the surge in export sales of approximately RM21.82 million as compared to RM3.19 million in YTD FY2020. The increase in export sales has brought the total revenue of recycled petroleum products from RM20.07 million in YTD FY2020 to RM42.86 million in the current financial year. Scheduled waste collection services also increased by 7.54% to RM10.24 million in YTD FY2021.

The growth in the revenue has improved the gross profit margin from 15.95% in YTD FY2020 to 22.56% in the current financial year.

B1. Review of performance (continued)

Financial review for the financial year ended 31 December 2021 (“YTD FY2021”) versus 31 December 2020 (“YTD FY2020”) (continued)

On the operating expenses, there was an increase of the expenses of RM0.83 million in YTD FY2021 to RM8.59 million. The increase was due to higher commission paid out during the financial year of RM0.31 million and the increase in administration expenses such as staff cost and depreciation of RM0.52 million. Finance cost has increased by RM0.22 million subsequent to the uplift of loan moratorium period ended in September 2020 as well as there was drawdown of borrowings of RM15.50 million in the current financial year.

With the above, the Group registered a profit before tax of RM5.75 million in YTD FY2021 against a loss before tax of RM1.45 million in YTD FY2020. EBITDA of the Group has improved from RM3.95 million in the previous financial year to RM11.99 million in the current financial year.

B2. Financial review of current quarter ended 31 December 2021 (“Q4 FY2021”) versus immediate preceding quarter ended 30 September 2021 (“Q3 FY2021”)

	Financial Quarter Ended			
	31 December 2021	30 September 2021	Change	
	RM'000	RM'000	RM'000	%
Revenue	12,980	25,856	(12,876)	-49.80%
Profit before taxation	208	2,645	(2,437)	-92.14%
Earnings before interest, taxes, depreciation and amortisation (“EBITDA”)	1,932	3,985	(2,053)	-51.52%

In Q4 FY2021, the Group’s revenue has decreased by 49.80% to RM12.98 million as compared to the immediate preceding quarter in Q3 FY2021. The decrease was due to lower export sales in the current quarter coupled with the lower local sales order resultant from the flood occurred towards the end of Q4 FY2021. The flood has impacted the customer with delayed in delivery of goods due to road closure. Nevertheless, the gross profit margin has maintained consistently at 19.11%, a marginal increase from Q3 FY2021 of 18.75%.

Total operating expenses recorded at RM2.32 million in Q4 FY2021, an increase of 1.62% from RM2.28 million in Q3 FY2021. The increase was mainly due to higher finance cost incurred subsequent to the additional borrowing drawdown. The increase was offset with the lower commission paid out and gain arising from the unrealised foreign exchange in the current quarter.

At closing, the Group registered a profit before tax of RM0.21 million with its EBITDA of RM1.93 million in the current quarter whilst in Q3 FY2021, the Group’s profit before tax was at RM2.65 million with its EBITDA of RM3.99 million.

B3. Prospects

Various movement control orders have been implemented during the year of 2021 to contain the spread of Covid-19 in Malaysia. The current market sentiment remains uncertainties with the recent surge of Covid-19 cases and the entrance of Omicron variant of the Coronavirus.

It seems to be difficult to gauge the market direction in view of the macro environment changes parallel with the changes of Covid-19 situation globally. However, the Government believes that the nation's economy can withstand any potential headwinds due to its strong fundamentals. The Gross Domestic Product ("GDP") growth is expected between 5.5% and 6.5% in 2022 upon the greater reopening of economic and social sectors, as well as increased external demand from major trading partners.

The Group expects the bloom of the nation economy and will constantly stay vigilant on the market outlook. At the same time, the Group is taking stringent measures in its internal control and production efficiency, as well as prudent financial management to sustain its business operations. The Group continues to remain adaptive and will explore untapped opportunities to remain relevant in the competitive business landscape.

B4. Profit guarantee or profit forecast

No profit guarantee or profit forecast has been issued by the Group previously in any public document.

B5. Taxation

	Quarter ended		Cumulative Quarter ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	RM'000	RM'000	RM'000	RM'000
Current Tax				
- current year	(382)	332	468	555
Deferred Tax				
- origination and reversal of temporary differences	1,403	(346)	1,890	(710)
	1,021	(14)	2,358	(155)

B6. Bank borrowings

The Group's bank borrowings as at 31 December 2021 are as follows:

	Long Term RM'000	Short Term RM'000	Total RM'000
<u>Secured</u>			
-Term Loans	21,878	1,840	23,718
	21,878	1,840	23,718

B7. Material litigation

The Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant, and the Directors of the Group do not have any knowledge of proceedings pending or threatened against the Company and/or its subsidiaries, or of any fact likely to give rise to any proceeding, which might materially and adversely affect the financial position or business of the Group as at the date of this report.

B8. Dividends

No dividends has been declared or recommended in respect of the current financial period under review.

B9. Profit for the period

	Current Quarter Ended 31 December 2021 RM'000	Cumulative Quarter Ended 31 December 2021 RM'000
Profit before taxation is arrived at after charging/(crediting):		
Interest income	(1)	(53)
Interest expenses	275	722
Depreciation of property, plant and equipment	974	3,588
Depreciation of investment properties	46	183
Depreciation of rights-of-use asset	429	1,794
Fair value loss on short term investment	13	15
Reversal of impairment loss on trade receivables	(2)	(13)
Property, plant and equipment written off	62	94

B10. Earnings/(Loss) per share

Basic earnings per share is calculated by dividing the Group's net profit attributable to the owners of the Company for the financial period by the weighted average number of ordinary shares in issue during the financial period, excluding ordinary shares purchased by the Company and held as treasury shares.

	Current Quarter Ended 31 December		Cumulative Quarter Ended 31 December	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Group's net (loss)/profit attributable to equity holders of the Company (RM'000)	(847)	249	3,416	(1,298)
Weighted average number of ordinary shares ('000)	395,025	329,188	356,064	329,722
Earnings/(Loss) per share (sen)				
- Basic	(0.21)	0.08	0.96	(0.39)

The Group has no dilution impact in their earnings/(loss) per share as there was no potential dilutive ordinary shares during the current financial period.

B11. Authority for issue

The interim financial statements were reviewed by the Audit Committee of the Company and duly authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 22 February 2022.

By order of the Board of Directors

DATO' CHAN SAY HWA
Group Managing Director

22 February 2022