



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Quarter Ended		Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000	30-Jun-2022 RM'000	30-Jun-2021 RM'000
Revenue	186,677	156,547	705,838	669,209
Cost of sales	(162,471)	(140,216)	(623,427)	(600,630)
<b>Gross profit</b>	<b>24,206</b>	<b>16,331</b>	<b>82,411</b>	<b>68,579</b>
Other operating income	410	656	3,203	2,904
Administrative expenses	(4,121)	(6,658)	(17,090)	(23,851)
Selling and distribution expenses	(8,663)	(6,309)	(32,803)	(25,069)
Other expenses	(1,295)	(281)	(2,354)	(3,542)
<b>Profit from operations</b>	<b>10,537</b>	<b>3,739</b>	<b>33,367</b>	<b>19,021</b>
Finance costs	(852)	(1,379)	(3,591)	(5,300)
<b>Profit before tax</b>	<b>9,685</b>	<b>2,360</b>	<b>29,776</b>	<b>13,721</b>
Income tax expense	(1,148)	(1,246)	(7,654)	(5,012)
<b>Profit for the financial year</b>	<b>8,537</b>	<b>1,114</b>	<b>22,122</b>	<b>8,709</b>
<b>Other comprehensive income</b>				
Item that may be reclassified subsequently to profit or loss:				
Exchange difference on translation of a foreign operation	376	13	496	82
Item that will not be reclassified subsequently to profit or loss:				
Revaluation surplus on leasehold land and buildings, net of deferred tax	11,023	-	11,254	-
<b>Total comprehensive income for the financial year</b>	<b>19,936</b>	<b>1,127</b>	<b>33,872</b>	<b>8,791</b>



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)**

	Quarter Ended		Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000	30-Jun-2022 RM'000	30-Jun-2021 RM'000
<b>Profit attributable to:</b>				
Owners of the Company	7,805	774	20,201	7,464
Non-controlling interests	732	340	1,921	1,245
	<b>8,537</b>	<b>1,114</b>	<b>22,122</b>	<b>8,709</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	19,062	782	31,768	7,513
Non-controlling interests	874	345	2,104	1,278
	<b>19,936</b>	<b>1,127</b>	<b>33,872</b>	<b>8,791</b>
<b>Earning per share attributable to the Company:</b>				
Basic (sen)	1.14	0.12	2.99	1.11
Diluted (sen)	1.14	0.12	2.99	1.11

**Note:**

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of Kim Teck Cheong Consolidated Berhad (“**KTC Consolidated**” or the “**Company**”) and its subsidiaries (“**KTC Group**” or the “**Group**”) for the financial year ended (“FYE”) 30 June 2021 and the accompanying explanatory notes attached to this interim financial report.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at 30-Jun-2022 RM'000 Unaudited	As at 30-Jun-2021 RM'000 Audited
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	110,519	98,295
Goodwill on consolidation	5,981	5,981
<b>Total non-current assets</b>	<b>116,500</b>	<b>104,276</b>
<b>Current assets</b>		
Inventories	82,400	95,376
Trade and other receivables	110,079	100,588
Tax recoverable	3,565	2,368
Cash and bank balances	12,041	10,273
<b>Total current assets</b>	<b>208,085</b>	<b>208,605</b>
<b>TOTAL ASSETS</b>	<b>324,585</b>	<b>312,881</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	100,947	99,360
Other reserves	41,866	30,299
Reorganisation deficit	(47,971)	(47,971)
Retained earnings	58,426	38,225
	153,268	119,913
Non-controlling interests	7,856	5,723
<b>TOTAL EQUITY</b>	<b>161,124</b>	<b>125,636</b>
<b>Non-current liabilities</b>		
Loans and borrowings	20,304	20,965
Deferred tax liabilities	16,070	11,814
<b>Total non-current liabilities</b>	<b>36,374</b>	<b>32,779</b>



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)**

	<b>As at 30-Jun-2022 RM'000 Unaudited</b>	<b>As at 30-Jun-2021 RM'000 Audited</b>
<b>Current liabilities</b>		
Loans and borrowings	79,512	103,234
Trade and other payables	46,308	50,163
Taxation	1,267	1,069
<b>Total current liabilities</b>	<b>127,087</b>	<b>154,466</b>
<b>TOTAL LIABILITIES</b>	<b>163,461</b>	<b>187,245</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>324,585</b>	<b>312,881</b>
<b>Net asset per share (RM)</b>	<b>0.24</b>	<b>0.19</b>

**Note:**

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2021 and the accompanying explanatory notes attached to this interim financial report.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to owners of the Company →				→ Distributable →		Non-controlling interests RM'000	Total equity RM'000
	← Non-distributable →		Merger reserve/ reorganisation deficit RM'000		Retained earnings RM'000	Total RM'000		
	Share capital RM'000	Revaluation reserve RM'000	Exchange reserve RM'000	Merger reserve/ reorganisation deficit RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
<b>Balance at 1 July 2021</b>	99,360	30,344	(45)	(47,971)	38,225	119,913	5,723	125,636
Profit for the financial year	-	-	-	-	20,201	20,201	1,921	22,122
<b>Other comprehensive income</b>								
- Foreign currency translation	-	-	313	-	-	313	183	496
- Revaluation surplus on leasehold land and buildings, net of deferred tax	-	11,254	-	-	-	11,254	-	11,254
<b>Transaction with owners in their capacity as owners</b>								
- Proceeds from placement of shares	1,657	-	-	-	-	1,657	-	1,657
- Shares issuance expenses	(70)	-	-	-	-	(70)	29	(41)
Total comprehensive income for the financial year	1,587	11,254	313	-	20,201	33,355	2,133	35,488
<b>Balance at 30 June 2022</b>	100,947	41,598	268	(47,971)	58,426	153,268	7,856	161,124



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)**

	←——— Attributable to owners of the Company ———→				Distributable Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Revaluation reserve RM'000	Exchange reserve RM'000	Reorganisation deficit RM'000				
<b>Balance at 1 July 2020</b>	99,360	30,344	(94)	(47,962)	30,761	112,409	4,445	116,854
Profit for the financial year	-	-	-	-	7,464	7,464	1,245	8,709
<b>Other comprehensive income</b>								
- Foreign currency translation	-	-	49	-	-	49	33	82
Total comprehensive income for the financial year	-	-	49	-	7,464	7,513	1,278	8,791
Merger reserve arising from the acquisition of new subsidiary	-	-	-	(9)	-	(9)	-	(9)
<b>Balance at 30 June 2021</b>	99,360	30,344	(45)	(47,971)	38,225	119,913	5,723	125,636

**Note:**

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2021 and the accompanying explanatory notes attached to this interim financial report.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
 (Company No. 1113927-H)  
 (Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000
<b>Cash Flows from operating activities</b>		
Profit before taxation	29,776	13,721
Adjustments for:		
Bad debts written off	66	135
Deposit written off	-	41
Depreciation of property, plant and equipment	5,271	5,756
Gain on disposal of property, plant and equipment	(133)	(293)
Gain on termination of lease liabilities	-	(15)
Interest expenses	3,591	5,300
Interest income	(208)	(152)
Inventories written off	1,592	3,336
Property, plant and equipment written off	23	30
Reversal of bad debts written off	(10)	(10)
Reversal of impairment on financial assets	(408)	(412)
Reversal of impairment on slow moving inventories	-	(860)
Unrealised gain on foreign exchange	792	199
<b>Operating profit before working capital changes</b>	<b>40,352</b>	<b>26,776</b>
Change in inventories	3,159	8,072
Change in receivables	(9,299)	34,052
Change in payables	3,745	3,741
<b>Cash generated from operating activities</b>	<b>37,957</b>	<b>72,641</b>
Income tax paid	(4,397)	(5,895)
Income tax refunded	-	375
Interests paid	(3,591)	(5,300)
Interests received	208	152
<b>Net cash generated from operating activities</b>	<b>30,177</b>	<b>61,973</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(1,054)	(1,125)
Proceeds from disposal of property, plant and equipment	174	391
<b>Net cash used in investing activities</b>	<b>(880)</b>	<b>(734)</b>



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

	Year to Date Ended	
	30-Jun-2022	30-Jun-2021
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Proceeds from placement of shares	1,657	-
Shares issuance expenses paid	(70)	-
Net payments of bankers' acceptances	(18,387)	(36,058)
Net payments of revolving credit	-	(4,000)
Net (payment)/drawdown of trust receipts	(3,574)	4,910
Net payments of lease liabilities	(1,303)	(1,743)
Net payments of hire purchase payables	(3,716)	(830)
Net payments of term loans	(1,401)	(766)
<b>Net cash used in financing activities</b>	<b>(26,794)</b>	<b>(38,487)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,503</b>	<b>22,752</b>
Effect of exchange rate fluctuations	525	79
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>9,013</b>	<b>(13,818)</b>
<b>Cash and cash equivalents at end of the financial year</b>	<b>12,041</b>	<b>9,013</b>

**Note:**

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2021 and the accompanying explanatory notes attached to this interim financial report.





**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**NOTES TO THE INTERIM FINANCIAL REPORT**

**A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**A1. Basis of preparation**

The interim financial report of the Group is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standards (“**MFRS**”) 134 – Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”), International Financial Reporting Standard (“**IFRSs**”), requirements of the Companies Act, 2016 in Malaysia, Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements (“**Listing Requirements**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

These explanatory notes attached to the condensed consolidated 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 30 June 2021.

**A2. Significant accounting policies**

**Adoption of new and revised MFRS**

The significant accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the FYE 30 June 2021.

**Standards issued but not yet effective**

Certain new accounting standards and interpretations have been issued but not yet effective for 30 June 2022 reporting periods and have not been early adopted by the Group. These standards are not expected to have a material impact on the Group in the current or future reporting periods.

**A3. Audited Report of Preceding Annual Financial Statements**

The audited financial statements for the FYE 30 June 2021 was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group does not experience significant fluctuation in operations due to seasonal factors during the current financial quarter and year-to-date under review.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022 (CONT'D)**

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature in size or incidence during the current financial quarter and year-to-date under review, except for the revaluation of its properties undertaken by the Group. The revaluation was carried out by an independent professional valuer and revaluation surplus of RM11.25 million has been recognised in other comprehensive income and accumulated in the equity under the revaluation reserve.

**A6. Material Changes in Estimates**

There were no material changes in the estimates of amounts reported that have material effect on the results for the current financial quarter under review.

**A7. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

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

**A8. Dividend Paid**

There was no dividend paid during the current financial quarter under review.

**A9. Segmental Reporting**

**a) Revenue by Business Activities:-**

	Quarter Ended		Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000	30-Jun-2022 RM'000	30-Jun-2021 RM'000
Distribution of consumer package goods	182,845	153,565	691,245	656,527
Manufacturing of bakery products	3,832	2,982	14,593	12,682
	<u>186,677</u>	<u>156,547</u>	<u>705,838</u>	<u>669,209</u>



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022 (CONT'D)**

**A9. Segmental Reporting (Cont'd)**

**b) Revenue by Geographical Market:-**

	Quarter Ended		Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000	30-Jun-2022 RM'000	30-Jun-2021 RM'000
Sabah	107,955	86,308	405,011	365,599
Sarawak	49,921	42,502	192,516	192,288
Labuan and others	28,801	27,737	108,311	111,322
	<u>186,677</u>	<u>156,547</u>	<u>705,838</u>	<u>669,209</u>

**A10. Material Events Subsequent to The End of The Quarter**

There was no material event subsequent to the end of the current financial quarter under review.

**A11. Changes in The Composition of The Group**

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

**A12. Contingent Liabilities and Contingent Assets**

Contingent liabilities

	As at 30-Jun-2022 RM'000 Unaudited	As at 30-Jun-2021 RM'000 Audited
Bank guarantees in favour of third parties	<u>34,718</u>	<u>33,530</u>

There were no material contingent assets of the Group as at the end of the current financial quarter under review.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022 (CONT'D)**

**A13. Material Capital Commitments**

The are no material capital commitments as at the end of the current financial quarter under review.

**A14. Significant Related Party Transactions**

Significant transactions between the Group and related party are as follows:

<b>Name of related parties</b>	<b>Type of transactions</b>	<b>Current Quarter 30-Jun-2022 RM'000</b>	<b>Year to Date Ended 30-Jun-2022 RM'000</b>
Immediate holding company:			
Kim Teck Cheong Holdings Sdn. Bhd.	Repayment	3,967	-

**A15. Valuation of Property, Plant and Equipment**

During the current financial quarter, the Group has carried out a revaluation on its properties as disclosed in Note A5 above.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

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

**B1. Review of Performance**

	Quarter Ended		Variance		Year to Date Ended	
	30-Jun-2022	30-Jun-2021	RM'000	%	30-Jun-2022	30-Jun-2021
	RM'000	RM'000	RM'000	%	RM'000	RM'000
Revenue	186,677	156,547	30,130	19.26%	705,838	669,209
Profit before tax	9,685	2,360	7,325	310.38%	29,776	13,721

**Comparison with the preceding period's corresponding quarter**

The Group recorded an increase in revenue by RM30.13 million or 19.26% to RM186.68 million as compared to RM156.55 million in the financial quarter ended 30 June 2021. The increase was mainly attributable to the increase in personal care and cosmetics products as well as household products during this financial quarter.

The Group has registered a profit before tax of RM9.69 million for the current financial quarter as compared to RM2.36 million in the financial quarter ended 30 June 2021. The growth in profit before tax was mainly due to increase in our group's gross profit and the increase in supply chain income.

**B2. Comparison with the Immediate Preceding Quarter's Result**

	Current	Immediate	Variance	
	Quarter	Preceding	RM'000	%
	30-Jun-2022	31-Mar-2022	RM'000	%
	RM'000	RM'000	RM'000	%
Revenue	186,677	175,015	11,662	6.66%
Profit before tax	9,685	7,264	2,421	33.33%

The Group's revenue for the current financial quarter ended 30 June 2022 increased by RM11.66 million or 6.66% to RM186.68 million as compared to RM175.02 million in the preceding financial quarter ended 31 March 2022.

The Group's profit before tax for the current financial quarter of RM9.69 million represented an increase in profit before tax of RM2.42 million or 33.33% as compared to RM7.26 million in the preceding financial quarter. The increase in profit before tax for the current financial quarter was mainly attributable to higher gross profits from the personal care and cosmetics products and household products.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B3. Group's Prospects**

The Group is optimistic of the distribution business segment and expect that it will be satisfactory and continue to be the major contributor in terms of revenue and profit to the Group. The Group is striving to serve its existing customers better by maintaining a high service standard while offering innovative service, and at the same time attracting new agencies to complement the Group's highly diversified agencies portfolio.

**B4. Variance of Profit Forecast**

The Group did not issue any profit forecast for the current financial year.

**B5. Income Tax Expense**

The breakdown of income tax expense is as follows:

	<b>Current Quarter 30-Jun-2022 RM'000</b>	<b>Year to Date Ended 30-Jun-2022 RM'000</b>
Current taxation	511	7,081
Overprovision of tax expenses in prior year	(1)	(129)
Deferred tax expenses	638	702
	<u>1,148</u>	<u>7,654</u>

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

- (a) The effective tax rate for current financial period was higher than the statutory tax rate mainly due to certain expenses being disallowed for tax purposes.
- (b) Tax expense is recognised based on management's best estimate.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B6. Profit before tax**

Profit from operation is derived after charging/(crediting) the following:-

	Quarter Ended		Year to Date Ended	
	30-Jun-2022 RM'000	30-Jun-2021 RM'000	30-Jun-2022 RM'000	30-Jun-2021 RM'000
Reversal of bad debts written off	(1)	(1)	(10)	(10)
Interest income	(47)	(57)	(208)	(152)
Rental incomes				
- Motor vehicles	(63)	(84)	(272)	(368)
- Warehouse and offices	(54)	(147)	(212)	(194)
Supply chain income	(592)	(144)	(2,009)	(560)
Impairment/(Reversal of impairment) charge on financial assets	34	(304)	(408)	(412)
Gain on disposal of property, plant and equipment	(61)	(58)	(133)	(293)
Auditors' remuneration				
- Statutory audit				
- Current year	73	28	367	236
- Other services	-	51	-	51
Bad debts written off	-	90	66	135
Depreciation of property, plant and equipment	1,252	1,427	5,271	5,756
Inventories written off	306	486	1,592	3,336
Interest expenses	852	1,379	3,591	5,300
Rental expenses				
- Warehouse and offices	114	115	196	321
- Office equipments	8	44	31	85
Realised (gain)/loss on foreign exchange	(38)	789	496	1,247
Unrealised loss on foreign exchange	628	67	792	199



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B7. Group Borrowings and Debt Securities**

The Group's borrowings as at 30 June 2022 are as follows:

	As at 30-Jun-2022 BND'000 Unaudited	RM'000	As at 30-Jun-2021 RM'000 Audited
<b><u>Non-current</u></b>			
<b><u>Secured</u></b>			
Term loans	-	14,772	16,083
Hire purchase payables	-	4,334	2,648
	18	58	108
	18	19,164	18,839
<b><u>Unsecured</u></b>			
Lease liabilities	-	1,140	1,320
	-	-	806
	18	20,304	20,965
<b><u>Current</u></b>			
<b><u>Secured</u></b>			
Bankers' acceptances	-	53,975	72,362
Bank overdrafts	-	-	1,260
Trust receipts	6,970	22,094	25,669
Term loans	-	1,336	1,427
Hire purchase payables	-	1,068	1,162
	16	52	51
	6,986	78,525	101,931
<b><u>Unsecured</u></b>			
Lease liabilities	-	970	794
	5	17	509
	6,991	79,512	103,234
Total loans and borrowings	7,009	99,816	124,199





**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B8. Material Litigation**

The Group 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 Proposed**

No dividend has been declared or proposed during the current financial quarter under review and for the financial year to date.

**B10. Earning Per Share (“EPS”)**

The basic and diluted EPS for the current financial quarter and year to date are as follows:

	Quarter Ended		Year to Date Ended	
	30-Jun-2022	30-Jun-2021	30-Jun-2022	30-Jun-2021
Profit net of tax attributable to the owners of the Company (RM'000)	7,805	774	20,201	7,464
Weighted average number of ordinary shares in issue (basic) ('000)	681,858	670,289	676,121 <sup>(1)</sup>	670,289
Basic EPS (sen) <sup>(2)</sup>	1.14	0.12	2.99	1.11
Diluted EPS (sen) <sup>(2)</sup>	1.14	0.12	2.99	1.11

**Notes:**

<sup>(1)</sup> The weighted average number of ordinary shares for basic earnings per share has taken into consideration of 11,568,516 ordinary shares allotted on 29 December 2021 from the private placement.

<sup>(2)</sup> Diluted earnings per share of the Group for the current quarter and financial year to date ended 30 June 2022 is equivalent to the basic earning per share as the Group does not have convertible options as at the end of the reporting period.



**KIM TECK CHEONG CONSOLIDATED BERHAD**  
(Company No. 1113927-H)  
(Incorporated in Malaysia under the Companies Act, 1965)

**INTERIM FINANCIAL REPORT FOR THE FOURTH (4<sup>TH</sup>) QUARTER ENDED 30 JUNE 2022**

---

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B11. Status of Corporate Proposals**

There were no corporate proposal announced but not completed as at the date of this report.