



GDB HOLDINGS BERHAD

201301006623 (1036466-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020

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**UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020⁽¹⁾**

	CURRENT YEAR QUARTER 30.09.2020 RM'000	PRECEDING YEAR QUARTER 30.09.2019 RM'000	CURRENT YEAR TO DATE 30.09.2020 RM'000	PRECEDING YEAR TO DATE 30.09.2019 RM'000
REVENUE	95,910	78,217	234,702	213,923
COST OF SALES	(84,127)	(68,210)	(206,235)	(184,006)
GROSS PROFIT	<u>11,783</u>	<u>10,007</u>	<u>28,467</u>	<u>29,917</u>
OTHER INCOME	925	1,121	2,500	3,202
	<u>12,708</u>	<u>11,128</u>	<u>30,967</u>	<u>33,119</u>
ADMINISTRATIVE EXPENSES	(1,985)	(1,876)	(6,503)	(5,522)
OTHER EXPENSES	(640)	(44)	(1,943)	(118)
PROFIT BEFORE TAXATION	<u>10,083</u>	<u>9,208</u>	<u>22,521</u>	<u>27,479</u>
INCOME TAX EXPENSE	(2,840)	(2,028)	(6,193)	(6,323)
PROFIT AFTER TAXATION/TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>7,243</u>	<u>7,180</u>	<u>16,328</u>	<u>21,156</u>
PROFIT/(LOSS) AFTER TAXATION/TOTAL COMPREHENSIVE INCOME/(EXPENSES) ATTRIBUTABLE TO:-				
- Owners of the Company	7,483	7,180	17,146	21,156
- Non-controlling Interest	<u>(240)</u>	<u>-</u>	<u>(818)</u>	<u>-</u>

**UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR TO DATE ENDED 30 SEPTEMBER 2020⁽¹⁾ (CONT'D)**

	CURRENT YEAR QUARTER 30.09.2020 RM'000	PRECEDING YEAR QUARTER 30.09.2019 RM'000	CURRENT YEAR TO DATE 30.09.2020 RM'000	PRECEDING YEAR TO DATE 30.09.2019 RM'000
EARNINGS PER SHARE (SEN)⁽²⁾				
- Basic	1.20	1.15	2.74	3.38
- Diluted	1.20	1.15	2.74	3.38

Notes:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.
- (2) Based on the Company's number of ordinary shares in issue of 625,000,000.

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020⁽¹⁾**

	30.09.2020	31.12.2019
	Unaudited	Audited
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	25,281	27,822
Goodwill	1,286	1,286
	<u>26,567</u>	<u>29,108</u>
CURRENT ASSETS		
Contract assets	90,510	90,883
Trade receivables	47,611	22,981
Other receivables, deposits and prepayments	8,730	11,003
Current tax assets	21	56
Short-term investments	52,817	53,021
Fixed deposits with licensed banks	7,902	10,824
Cash and bank balances	4,884	12,849
	<u>212,475</u>	<u>201,617</u>
TOTAL ASSETS	<u>239,042</u>	<u>230,725</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	62,564	62,564
Retained profits	62,835	58,189
Equity attributable to owners of the Company	<u>125,399</u>	<u>120,753</u>
Non-controlling interest	1,768	2,586
TOTAL EQUITY	<u>127,167</u>	<u>123,339</u>
NON-CURRENT LIABILITY		
Deferred tax liability	<u>1,582</u>	<u>1,879</u>
CURRENT LIABILITIES		
Contract liabilities	1,528	2,860
Trade payables	44,251	44,477
Other payables and accruals	57,840	51,223
Provision	2,815	4,734
Current tax liabilities	3,859	2,213
	<u>110,293</u>	<u>105,507</u>
TOTAL LIABILITIES	<u>111,875</u>	<u>107,386</u>
TOTAL EQUITY AND LIABILITIES	<u>239,042</u>	<u>230,725</u>
Number of issued shares ('000)	625,000	625,000
Net asset per share attributable to owners of the Company (RM)	<u>0.20</u>	<u>0.19</u>

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.


UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020⁽¹⁾

	Share Capital RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
Balance at 1.1.2019	62,564	41,557	104,121	-	104,121
Profit/(Loss) after taxation/Total comprehensive income/ (expenses) for the financial year	-	29,132	29,132	(318)	28,814
Contributions by and distributions to owners of the Company:					
- Acquisition of a subsidiary	-	-	-	2,004	2,004
- Additional investments by non- controlling interest	-	-	-	900	900
- Dividends	-	(12,500)	(12,500)	-	(12,500)
	-	(12,500)	(12,500)	2,904	(9,596)
Balance at 31.12.2019 (Audited)	62,564	58,189	120,753	2,586	123,339
Balance at 1.1.2020	62,564	58,189	120,753	2,586	123,339
Profit/(Loss) after taxation/Total comprehensive income/ (expenses) for the financial period	-	17,146	17,146	(818)	16,328
Distributions to owners of the Company:					
- Dividends	-	(12,500)	(12,500)	-	(12,500)
Balance at 30.09.2020 (Unaudited)	62,564	62,835	125,399	1,768	127,167

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020⁽¹⁾**

	CURRENT YEAR TO DATE 30.09.2020 RM'000	PRECEDING YEAR TO DATE 30.09.2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	22,521	27,479
Adjustments for:-		
Depreciation of property, plant and equipment	4,777	3,457
Plant and equipment written off	45	32
Provision for defect works	-	13
Gain on disposal of plant and equipment	(6)	-
Interest income	(2,126)	(2,688)
Reversal of provision for defect works	(1,919)	(3,466)
Operating profit before working capital changes	23,292	24,827
Decrease/(Increase) in contract assets	373	(18,605)
(Increase)/Decrease in trade and other receivables	(22,357)	10,554
Decrease in contract liabilities	(1,332)	(7,580)
Increase/(Decrease) in trade and other payables	6,390	(6,337)
CASH FROM OPERATIONS	6,366	2,859
Income tax paid	(4,849)	(7,058)
Income tax refunded	42	269
NET CASH FROM/(FOR) OPERATING ACTIVITIES	1,559	(3,930)
CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES		
Decrease/(Increase) in pledged fixed deposits with licensed banks	2,922	(2,557)
Interest income received	2,126	2,688
Proceeds from disposal of plant and equipment	14	-
Purchase of property, plant and equipment	(2,290)	(9,737)
NET CASH FROM/(FOR) INVESTING ACTIVITIES	2,772	(9,606)
NET CASH FOR FINANCING ACTIVITY		
Dividends paid	(12,500)	(12,500)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(8,169)	(26,036)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	65,870	76,100
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	57,701	50,064

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020****A1. Basis of Preparation**

The interim financial report of the Group is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting, International Financial Reporting Standards ("IFRS") 34, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019.

A2. Changes in Accounting Policies

The accounting policies adopted by the Group in the preparation of the interim financial report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2019, except for the following:

MFRSs and/or IC Interpretations (Including The Consequential Amendments) which came into effect for financial periods beginning on or after 1 January 2020.

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9

Amendments to Reference to the Conceptual Framework in MFRS Standards

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) do not have any material impact on the unaudited consolidated financial statements of the Group upon their initial application.

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the current financial year ending 31 December 2020:

Standards issued but not yet effective:

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective for annual periods on or after
Amendments to MFRS 16: COVID-19-Related Rent Concessions	1 June 2020
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020 (CONT'D)****A2. Changes in Accounting Policies (Cont'd)**

Standards issued but not yet effective (cont'd):

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective for annual periods on or after
Annual Improvement to MFRS Standards 2018-2020	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
MFRS 17 Insurance Contracts & 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 adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. Auditors' Report

The audited financial statements for the financial year ended 31 December 2019 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The business operations of the Group during the current financial quarter under review have not been materially affected by any seasonal or cyclical factors.

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

There were no unusual items for the current financial quarter under review.

A6. Changes in Estimates

There were no material changes in accounting estimates that would materially affect the accounts for the current financial quarter under review.



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020 (CONT'D)

A7. Debt and Equity Securities

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

A8. Dividends Paid

The following dividends were paid during the current financial period ended 30 September 2020:

- (a) A second interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 December 2019, amounting to RM6,250,000 was paid on 27 March 2020; and
- (b) A first interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ending 31 December 2020, amounting to RM6,250,000 was paid on 18 September 2020.

A9. Segmental Reporting

No segmental reporting is available as the Group is primarily engaged in the business of provision of construction services in Malaysia.

A10. Significant Events Subsequent to the End of the Interim Financial Period

There are no significant events subsequent to the end of the interim financial period up to 12 November 2020 (the latest practicable date which is not earlier than 7 days from the date of this interim report).

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. Fair Value of Financial Instruments

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.



A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2020 (CONT'D)**A13. Capital Commitments**

	Unaudited 30 September 2020 RM'000	Audited 31 December 2019 RM'000
Purchase of plant and equipment	<u>49</u>	<u>495</u>

A14. Contingent Liabilities

No provisions are recognised on the following matters as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement:

	Unaudited 30 September 2020 RM'000	Audited 31 December 2019 RM'000
Secured		
Performance bond and tender bond guarantees extended by subsidiaries to third parties	<u>63,896</u>	<u>67,123</u>

A15. Related Party Transactions

There was no material transaction with related parties during the current financial quarter under review.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

For the current financial quarter, the Group's revenue increased by 22.62% (or RM17.69 million) to RM95.91 million from RM78.22 million in the same quarter last year mainly attributed by more on-going projects as compared to the same quarter last year. The increase in revenue also contributed to an increase in profit before tax of 9.50% (or RM0.87 million) in the current financial quarter to RM10.08 million as compared to RM9.21 million in the same quarter last year.

In the current ninth-month financial period ended 30 September 2020, GDB posted a higher revenue of RM234.70 million as compared to RM213.92 million, an increase of 9.71% (or RM20.78 million) over the corresponding financial period last year which is mainly contributed by more on-going projects for the current financial period under review. Nonetheless the financial performance for the current financial period was impacted by the Movement Control Order ("MCO") which came into force towards the end of March 2020 and continued until the first week of May 2020 which was then followed by the imposition of Conditional MCO ("CMCO"). The Group's revenue was principally derived from the provision of construction services for the AIRA Residence, Perla Ara Sentral, Park Regent, Hap Seng Star Mercedes-Benz Autohaus, Hyatt Centric Hotel and substructure works namely Aviary Residence and Kencity Contiguous Bored Pile works.

However, the Group registered a PBT of RM22.52 million for the ninth-month financial period ended 30 September 2020 which represents a lower PBT of 18.04% (or RM4.96 million) from RM27.48 million for the corresponding period last year. The lower PBT was mainly due to lower profit contribution, lower interest income and higher administrative and other expenses for the current financial period under review.

B2. Comparison with the Immediate Preceding Quarter

	Quarter Ended		Change	
	30.09.20 RM'000	30.06.20 RM'000	RM'000	%
Revenue	95,910	38,908	57,002	146.50
PBT	10,083	5,057	5,026	99.39

For the current financial quarter under review, the Group registered revenue of RM95.91 million which is a significant increase of 146.50% (or RM57.00 million) as compared to the immediate preceding financial quarter. The notable increase in revenue in the current quarter as compared to the immediate preceding quarter is mainly due to business operation being undertaken throughout the current financial quarter under review as compared to only a short period of time during the preceding financial quarter. Business operation in the preceding financial quarter was only permitted with the lifting of movement control under CMCO during the first week of May 2020 and with the mandatory compliance process, remobilisation and additional safety protocols required to be implemented prior to resumption of construction works at project sites hence, business operation only commenced towards the second half of June 2020 which resulted in the weak financial results for the preceding financial quarter.

The increase in the Group's PBT by RM5.03 million or an increase of 99.39% is in line with the increase in revenue but higher profit for the current financial quarter was offset by lower other income and higher administrative expenses also higher other expenses during the current financial quarter under review.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B3. Prospects for the Financial Year Ending 31 December 2020**

Malaysia's economic prospects for 2020 is negatively affected by the COVID-19 pandemic with the movement control order ("MCO") enforced in March 2020. The recent spike in COVID-19 infections and the ensuing re-enforcement of CMCO in several states in Malaysia is expected to further dampen business sentiments and economic outlook. Businesses across sectors are expected to go through a longer and challenging path for recovery which would be predominantly dictated by the availability and effectiveness of vaccine for the COVID-19 pandemic.

Given the recent spike in COVID-19 infections and the CMCO extension and prevailing economic uncertainties on a global scale, the Board of Directors expects the outlook for the current financial year to be challenging. Nonetheless, the Group has cautiously undertaken the necessary measures to ensure stability of its finances and business operations. Barring any unforeseen circumstances, the Group is optimistic on its performance for the current financial year.

On 26 October 2020, the Group executed the Letter of Intent which was followed by the acceptance of Letter of Award on 9 November 2020 for its largest contract win to-date. The contract is for a value of RM1.25 billion awarded to the Group as the main contractor to complete the main building works of an upscale high-rise Kuala Lumpur city integrated development consisting of three towers, atop a four-storey experiential retail space known as 8 Conlay. The project is situated between the prestigious KLCC area and the bustling Golden Triangle. Combined with GDB's order book as at 30 September 2020, this contract win brings GDB's total outstanding order book to approximately RM2.18 billion, and this healthy order book will provide positive earnings visibility and sustainability until financial year ending 31 December 2023.

GDB's major ongoing projects comprises construction works for AIRA Residence in Damansara Heights, Perla Ara Sentral in Ara Damansara, Park Regent at Desa ParkCity, Kuala Lumpur, Hap Seng Star Mercedes-Benz, Autohaus at Setia Alam, Selangor, and Hyatt Centric Hotel in Kota Kinabalu, Sabah.

While the performance of the Group for the financial year 2020 is affected by COVID-19 pandemic and notwithstanding the current challenging operating environment, GDB is expected to remain profitable for the financial year ending 31 December 2020 with appropriate measures put in place to ensure smooth construction progress for our ongoing projects.

B4. Profit Forecast

The Group did not issue any profit forecast or guarantee during the current financial quarter and financial year under review.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B5. Income Tax Expense**

The breakdown of income tax expense is as follows:

	Quarter Ended		Year-To-Date Ended	
	30.09.20 ⁽²⁾	30.09.19 ⁽²⁾	30.09.20 ⁽²⁾	30.09.19 ⁽²⁾
	RM'000	RM'000	RM'000	RM'000
Current tax				
- for the financial period	2,251	1,853	5,802	6,153
- under provision in prior year	688	175	688	170
Deferred tax				
- realisation of deferred taxation on usage of plant and equipment	(99)	-	(297)	-
	<u>2,840</u>	<u>2,028</u>	<u>6,193</u>	<u>6,323</u>
Effective tax rate (%) ⁽¹⁾	<u>28.17</u>	<u>22.02</u>	<u>27.50</u>	<u>23.01</u>

Notes:

- (1) The Group's effective tax rate for the current financial period under review and the same period last year is 27.50% and 23.01% respectively. The higher effective tax rate for the current financial period under review is mainly due to non-tax-deductible expenses and adjustment for under provision of tax in previous year whilst the slightly lower than statutory tax rate for the preceding financial period was due to non-taxable income.
- (2) Income tax expense is recognised based on management's best estimate.

B6. Utilisation of Proceeds Raised from Public Issue

The Company had on 21 March 2019 resolved to extend the timeframe for utilisation of the gross proceeds from the Company's public issue ("Public Issue Proceeds") which Public Issue Proceeds have been earmarked for the acquisition of land for storage of construction machinery and equipment amounting to RM8.00 million, as well as for payment of salaries for new employees (for infrastructure project team) to be based at our head office amounting to RM0.68 million by an additional twelve (12) months ("Extension of Time").

The Company had on 26 March 2020 resolved to extend the timeframe for utilisation of the Public Issue Proceeds by an additional twelve (12) months ("Additional Extension of Time").

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B6. Utilisation of Proceeds Raised from Public Issue (Cont'd)**

The status of utilisation of the Public Issue Proceeds and Additional Extension of Time are set out below:-

Purpose	Proposed Utilisation	Deviation ⁽¹⁾	Actual Utilisation	Balance Unutilised	Intended Timeframe (from the Listing Date)	Previous Revised Expected Timeframe (from the Listing Date)	Further Extension of Timeframe (from the Listing Date)
	RM'000	RM'000	RM'000	RM'000			
i Capital expenditure:							
- Purchase of new construction machinery and equipment	8,670	-	(805)	7,865	Within 36 months	No change	No change
- Acquisition of a new office building	8,000	-	(8,000)	-	Within 36 months	No change	No change
- Acquisition of land for storage	8,000	-	-	8,000	Within 12 months	Within 24 months	Within 36 months
ii. Working capital:-							
- Payment to suppliers and subcontractors	14,900	673	(15,573)	-	Within 12 months	No change	No change
- Payment of salaries for new employees (for infrastructure project team) to be based at our head office	680	-	-	680	Within 12 months	Within 24 months	Within 36 months
iii Estimated listing expenses	3,500	(673)	(2,827)	-	Within 3 months	No change	No change
TOTAL	43,750	-	(27,205)	16,545			



B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B6. Utilisation of Proceeds Raised from Public Issue (Cont'd)

Note:

- (1) The actual listing expenses are lower than the estimated amount hence, the excess of RM0.67 million was used for working capital purposes.

B7. Status of Corporate Proposals

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

B8. Group Borrowings and Debt Securities

There are no borrowings and debt securities by the Group for the current financial quarter under review.

B9. Material Litigation

As at the date of this report, the Group is not engaged in any material litigation.

B10. Proposed Dividend

The Board of Directors is not recommending any dividend in respect of the financial quarter ended 30 September 2020.

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B11. Earnings Per Share**

The basic and diluted earnings per share for the current financial quarter and year-to-date are computed as follows:

	Quarter Ended		Year-To-Date Ended	
	30.09.20 RM'000	30.09.19 RM'000	30.09.20 RM'000	30.09.19 RM'000
Profit attributable to owners of the Company	7,483	7,180	17,146	21,156
Weighted average number of ordinary shares ('000):				
- Ordinary shares at 1 January	625,000	625,000	625,000	625,000
Weighted average number of ordinary shares in issue at 30 September ('000)	625,000	625,000	625,000	625,000
Earnings per share (Sen) attributable to owners of the Company				
- Basic ⁽¹⁾	1.20	1.15	2.74	3.38
- Diluted ⁽²⁾	1.20	1.15	2.74	3.38

Notes:

- (1) The basic earnings per share is computed based on profit attributable to owners of the Company divided by the number of ordinary shares in issue.
- (2) The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have convertible securities.

B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit before taxation is arrived at after charging / (crediting):

	Quarter Ended		Year-To-Date Ended	
	30.09.20 RM'000	30.09.19 RM'000	30.09.20 RM'000	30.09.19 RM'000
Other Income				
Gain on disposal of plant and equipment	2	-	6	-
Interest income:				
- Fixed deposits/repo	129	170	723	400
- Short-term investments	618	795	1,403	2,288
Rental of machinery & equipment	-	-	24	-
Scrap sales	120	76	189	248
Other	56	80	155	266
	925	1,121	2,500	3,202

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

Profit before taxation is arrived at after charging / (crediting) (Cont'd):

	Quarter Ended		Year-To-Date Ended	
	30.09.20 RM'000	30.09.19 RM'000	30.09.20 RM'000	30.09.19 RM'000
Administrative Expenses				
Auditors' remuneration:				
- Audit fees	27	17	81	50
- Other services	1	1	4	4
Directors' fee	56	51	170	156
Directors' non-fee emoluments:				
- Salaries and other emoluments	225	465	852	1,321
- Defined contribution plan	17	38	71	114
Staff costs:				
- Salaries and other emoluments	923	804	3,120	2,410
- Defined contribution plan	69	87	290	259
Rental of:				
- Equipment	5	2	17	6
- Premises	15	37	56	107
Professional fees	101	167	596	516
Miscellaneous expenses	546	207	1,246	579
	<u>1,985</u>	<u>1,876</u>	<u>6,503</u>	<u>5,522</u>
Other Expenses				
Depreciation of property, plant and equipment	640	44	1,924	118
Plant and equipment written off	-	#	19	#
	<u>640</u>	<u>44</u>	<u>1,943</u>	<u>118</u>
Total Admin and Other Expenses	<u>2,625</u>	<u>1,920</u>	<u>8,446</u>	<u>5,640</u>

Note:

Amount below RM1,000.

BY ORDER OF THE BOARD