

TRI-MODE SYSTEM (M) BERHAD

Registration No.: 199101018953 (229265-X)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

	3-MONTH ENDED		YEAR-TO-DATE	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
Revenue	40,122	32,868	40,122	32,868
Cost of sales	(35,091)	(27,714)	(35,091)	(27,714)
Gross Profit ("GP")	5,031	5,154	5,031	5,154
Other income	5,127 ⁽²⁾	40	5,127 ⁽²⁾	40
Administrative expenses	(3,256)	(2,695)	(3,256)	(2,695)
(Loss)/Gain on impairment of financial instruments	(17)	(30)	(17)	(30)
Finance costs	(567)	(397)	(567)	(397)
Share of results of associates	2	270	2	270
Profit before taxation ("PBT")	6,320	2,342	6,320	2,342
Taxation	(1,108)	(523)	(1,108)	(523)
Profit after taxation ("PAT")	5,212	1,819	5,212	1,819
Other comprehensive income				
Share of other comprehensive income in associate	-	-	-	-
Total comprehensive income	5,212	1,819	5,212	1,819
Profit for the year attributable to:				
- Owners of the Company	5,212	1,819	5,212	1,819
- Non-controlling interests	-	-	-	-
	5,212	1,819	5,212	1,819
Total comprehensive income attributable to:				
- Owners of the Company	5,212	1,819	5,212	1,819
- Non-controlling interests	-	-	-	-
	5,212	1,819	5,212	1,819
Weighted average number of ordinary shares ('000)	166,000	166,000	166,000	166,000
Earnings per share attributable to owners of the Company (sen):				
- Basic ⁽⁶⁾	3.14	1.10	3.14	1.10
- Diluted ⁽⁷⁾	3.14	1.10	3.14	1.10

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾ (CONT'D)

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of Tri-Mode System (M) Berhad (“**Tri-Mode**” or “**Company**”) and its subsidiaries (“**Group**”) for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.
- (2) Gain on disposal RM4.97 million of a piece of leasehold industrial land, measuring approximately 8,716.42 square meters, held under HS(D) 67678, PT 64406, Mukim Klang, District of Klang, State of Selangor for a total cash consideration of RM7.59 million to Wastech Multigreen Sdn Bhd by N.V. Freights (M) Sdn Bhd, a wholly-owned subsidiary of Tri-Mode, which was completed on 26 January 2021.
- (3) Basic earnings per share of the Group for the quarter and year-to-date is calculated based on weighted average number of ordinary shares of 166,000,000.
- (4) Diluted earnings per share of the Group for the quarter and year-to-date is equivalent to the basic earnings per share as the Group has no dilution in its earnings per shares as there is no dilutive potential shares.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

	Unaudited As at 31.03.2022	Audited As at 31.12.2021
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment ("PPE")	23,226	29,834
Right-of-use assets ("ROU")	85,553	66,602
Investment in property	2,756	2,764
Other investments	195	175
Investment in associates	4,963	4,960
	116,693	104,335
Current assets		
Inventories	217	208
Trade receivables	23,308	26,262
Other receivables	3,033	2,099
Tax recoverable	184	212
Other investments	-	12
Fixed deposits with licensed banks	8,429	2,320
Cash and bank balances	3,613	3,040
Asset held for sale	-	2,530
	38,784	36,683
TOTAL ASSETS	155,477	141,018
EQUITY AND LIABILITIES		
Equity		
Share capital	47,503	47,503
Acquisition reserves	(5,526)	(5,526)
Retained earnings	45,713	40,501
Total Equity	87,691	82,478
Liabilities		
Non-current liabilities		
Bank borrowings	37,808	25,873
Lease liabilities	-	1,466
Deferred tax liabilities	4,900	4,938
	42,708	32,277

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾ (CONT'D)

	Unaudited As at 31.03.2022	Audited As at 31.12.2021
	RM'000	RM'000
Current liabilities		
Trade payables	8,593	7,558
Other payables	3,946	5,836
Amount due to associates	3,477	3,449
Lease liabilities	2,303	1,706
Bank borrowings	6,290	7,442
Tax payable	469	272
	25,078	26,263
Total liabilities	67,786	58,540
TOTAL EQUITY AND LIABILITIES	155,477	141,018
NET ASSETS PER SHARE (RM)	0.53	0.50
Number of ordinary shares ('000)	166,000	166,000

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

	Non-distributable			Distributable	Total Equity
	Share capital	Acquisition reserves	Fair value reserve	Retained earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000
Opening balance at 1 January 2022	47,503	(5,526)	-	40,501	82,478
Profit for the period	-	-	-	5,212	5,212
Transactions with owners:					
Dividend to owners of the Company	-	-	-	-	-
Balance at 31 March 2022	47,503	(5,526)	-	45,713	87,691
Opening balance at 1 January 2021	47,503	(5,533)	-	33,861	75,831
Profit for the year	-	-	-	7,305	7,305
Foreign exchange reserve	-	7	-	-	7
Other comprehensive income for the year	-	-	497	-	497
	-	7	497	7,305	7,809
Transfer of gain on disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	(497)	497	-
Transactions with owners:					
Dividends to owners of the Company	-	-	-	(1,162)	(1,162)
Balance at 31 December 2021	47,503	(5,526)	-	40,501	82,478

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	PERIOD-TO-DATE	
	31.03.2022	31.03.2021
	RM'000	RM'000
Operating Activities		
Profit before tax	6,320	2,342
<u>Adjustments for:</u>		
Depreciation of PPE	516	464
Depreciation of ROU	746	400
Loss on disposal of PPE	52	-
Gain on disposal of ROU	(5,033)	-
Impairment losses on trade receivables	24	30
Other incomes	(8)	-
Lease liability	7	7
Interest expenses	567	397
Interest income	(11)	(8)
Share of results of associates	(2)	(270)
Unrealised (gain)/loss on foreign exchange	(20)	(7)
Operating profit before working capital changes	3,158	3,355
<u>Changes in working capital</u>		
Inventories	(9)	(46)
Receivables	2,003	(6,125)
Payables	296	4,408
Associates	28	9
	2,338	1,754
Cash generated from operations	5,496	1,601
Interest on ROU	(7)	(7)
Interest paid	(567)	(397)
Interest received	11	8
Tax paid	(940)	(559)
Tax refund	19	-
Net Cash flows from operating activities	4,012	646

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾ (CONT'D)

	YEAR-TO-DATE	
	31.03.2022	31.03.2021
	RM'000	RM'000
Investing Activities		
Dividends received	-	-
Acquisition of associate	(109)	-
Short-term investment	7,563	(648)
Purchase of PPE	-	(191)
Purchase of ROU	(72)	-
Proceeds from disposal of ROU	50	-
Proceeds from disposal of PPE	(136)	-
Net Cash flows from/(used in) investing activities	7,296	(839)
Financing Activities		
Dividends paid	(1,162)	(1,079)
Drawdown of term loan	-	1,064
Repayment of term loan	(691)	-
Net changes of revolving credit	(2,000)	2,000
Repayment of lease liabilities	(594)	(832)
Increase in fixed deposits pledged	(275)	-
Net Cash flows used in financing activities	(4,722)	1,153
Net increase/(decrease) in cash and cash equivalents	6,586	960
Effect of exchange translation differences on cash & cash equivalents	-	-
Cash and cash equivalents at the beginning of the year	3,027	1,767
Cash and cash equivalents at the end of the year	9,613	2,727
Cash and Cash Equivalents at the end of the year:		
Cash and bank balances	3,613	2,277
Fixed deposits with licensed banks	8,429	3,387
Bank overdraft	-	-
	12,042	5,664
Less: Fixed deposits pledged with licensed banks	(1,428)	(1,406)
Less: Fixed deposits not for short-term fundings requirements	(1,000)	(1,531)
	9,613	2,727

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2022

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2022

A1. Basis of preparation

The interim financial report of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting, Rule 9.22 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 financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2022 under the MFRS framework. These policies do not differ significantly from those used in the audited consolidated financial statements for 31 December 2021 except as disclosed below:

The following revised MFRSs and Amendments to MFRSs that effective from 1 January 2022 have been issued by the MASB:

Amendments to MFRS 13: Reference to conceptual framework.

Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use.

Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract

Annual Improvements to MFRS Standards 2018 - 2020: Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141

The adoption of the above pronouncements has no material financial impact to the Group and the Company.

A3. Auditors' report

The auditors' report on the preceding year audited financial statements was not subject to any qualification.

A4. Seasonal or cyclical factors

We experience sales fluctuations in our business during festive periods such as Hari Raya and Chinese New Year as there are lesser working days compared to the normal month with normal working days.

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A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

Save for the gain on disposal of a piece of leasehold industrial land of RM4.97 million, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

A6. Material changes in estimates

There were no material changes in the estimates in the current financial quarter under review.

A7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the financial quarter under review.

A8. Dividends paid

On 22 February 2022, the Board of Directors of Tri-Mode (“**Board**”) has approved the declaration and payment of second single-tier interim dividend of 0.3 sen per ordinary share totalling RM498,000 in respect of the financial year ending 31 December 2021. The entitlement to dividend was determined based on the record of depositors as at 18 March 2022 whilst the payment was made on 15 April 2022.

A9. Contingent liabilities or contingent assets

There were no other contingent liabilities or contingent assets as at the date of this interim financial report.

A10. Changes in the composition of the Group

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

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A11. Segmental reporting

The Group is principally involved in the provision of sea freight, container haulage, air freight, freight forwarding, warehousing and marine insurance services.

(a) Revenue by business activities

The table below set out the breakdown of the Group's revenue by business activities for the financial quarter under review:

	3-MONTH ENDED		YEAR-TO-DATE			
	31.03.2022	31.03.2021	31.03.2022		31.03.2021	
	RM'000	RM'000	RM'000	%	RM'000	%
Sea freight	32,174	24,602	32,174	80.2	24,602	74.9
Container haulage	4,341	5,518	4,341	10.8	5,518	16.8
Air freight	2,378	1,883	2,378	5.9	1,883	5.7
Freight forwarding	525	596	525	1.3	596	1.8
Warehousing	634	230	634	1.6	230	0.7
Marine insurance	70	39	70	0.2	39	0.1
Total Revenue	40,122	32,868	40,122	100	32,868	100

Sea freight, container haulage and air freight segment are the top 3 revenue contributors under the financial year under review. The factors affecting our top 3 key revenue contributors are as follows:

- (i) fluctuation in sea freight rate;
- (ii) fluctuation in fuel price; and
- (iii) fluctuation in air freight rate.

(b) Revenue by geographical regions

The table below set out the breakdown of the Group's revenue by geographical regions for the financial period under review:

	3-MONTH ENDED		YEAR-TO-DATE			
	31.03.2022	31.03.2021	31.03.2022		31.03.2021	
	RM'000	RM'000	RM'000	%	RM'000	%
Malaysia	32,304	27,276	32,304	80.5	27,276	83.0
Overseas	7,818	5,592	7,818	19.5	5,592	17.0
Total Revenue	40,122	32,868	40,122	100	32,868	100

A12. Valuation of property, plant and equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter under review.

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A13. Material events subsequent to the end of the current financial quarter

Other than the impact of COVID-19 pandemic, there was no subsequent material event as at the date of this report.

A14. Related Party Transactions

Related party transactions have been entered into in the normal course of business and have been established on terms and conditions that are not more favourable to the related parties.

Transaction with companies in which certain Directors have financial interests

	3-MONTH ENDED		YEAR-TO-DATE	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
(a) PT. Oriental Logistics Indonesia				
Trade receivable	(1)	2	(1)	2
Trade payable	-	4	-	4
Net amount payable/(receivable)	1	2	1	2
Services income	(1)	1	(1)	1
Services expenses	-	4	-	4
(b) Oriental Thailand				
Trade receivable	-	-	-	-
Trade payable	-	11	-	11
Net amount payable/(receivable)	-	11	-	11
Services income	-	-	-	-
Services expenses	-	11	-	11

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Transaction with associated companies

Transaction with associates	3-MONTH ENDED		YEAR-TO-DATE	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
(a) Atama Logistics (M) Sdn Bhd				
Trade receivable	3,979	5,929	3,979	5,929
Trade payable	7,461	8,716	7,461	8,716
Net amount payable/(receivable)	3,482	2,787	3,482	2,787
Services income	3,001	3,766	3,001	3,766
Services expenses	5,555	6,348	5,555	6,348
(b) Container Connections (M) Sdn Bhd				
Trade receivable	-	-	-	-
Trade payable	7	9	7	9
Net amount payable/(receivable)		9		9
Services income	-	-	-	-
Services expenses	28	35	28	35

A15. Capital commitments

As at 31 March 2022, the Group's material commitments (including commitments to be incurred) for capital expenditure are as follows: -

a) Warehouse 2

	As at 31 March 2022 (RM)
Construction cost for new warehouse ⁽¹⁾	177,148

Note:

- (1) A new warehouse of approximately 28,000 square feet ("Warehouse 2") within the new headquarters, warehouse and haulage operation yard located at Pulau Indah Industrial Park, Pulau Indah, Klang ("HQ and Distribution Hub"). Warehouse 2 has been completed and obtained Certificate of Completion and Compliance ("CCC") on 28 April 2022.

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PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Performance

	3-MONTH ENDED		CHANGE		YEAR-TO-DATE		CHANGE	
	31.03.2022	31.03.2021			31.03.2022	31.03.2021		
(Unaudited)	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	40,122	32,868	7,254	22.07	40,122	32,868	7,254	22.07
GP	5,031	5,154	(123)	(2.39)	5,031	5,154	(123)	(2.39)
EBITDA ⁽¹⁾	8,139 ⁽²⁾	3,595	4,544	126.40	8,139 ⁽²⁾	3,595	4,544	126.40
PBT	6,320 ⁽²⁾	2,342	3,978	169.85	6,320 ⁽²⁾	2,342	3,978	169.85
PAT	5,212 ⁽²⁾	1,819	3,393	186.53	5,212 ⁽²⁾	1,819	3,393	186.53

Notes:

(1) Earnings before interest tax depreciation and amortisation (“**EBITDA**”)

(2) Consist of gain on disposal of leasehold industrial land of RM4.97 million as per page 2 (note 2).

The Group recorded revenue of RM40.12 million for the current financial quarter ended 31 March 2022, an increase of 22.07% from the previous year corresponding quarter of RM32.87 million. The increase in revenue was contributed by higher revenue generated from sea freight business due to increase in global shipping rate. Substantial increase in PBT and PAT by over 170% mainly due to the gain on disposal of a piece of leasehold industrial land of RM4.97 million.

For the purpose of comparison, the Group’s profitability performance without the gain on disposal of leasehold industrial land are tabulated as follows:-

	3-MONTH ENDED		CHANGE	
	31.03.2022	31.03.2021		
(Unaudited)	RM'000	RM'000	RM'000	%
Revenue	40,122	32,868	7,254	22.07
GP	5,031	5,154	(123)	(2.39)
EBITDA	3,170⁽¹⁾	3,325	(425)	(11.82)
PBT	1,351⁽¹⁾	2,342	(991)	(42.31)
PAT	766⁽¹⁾	1,819	(1,053)	(57.89)

Notes:

(1) Excluded gain on disposal of a piece of leasehold industrial land of RM4.97 million.

For illustration purpose, the Group achieved lower profitability for quarter-to-quarter comparison mainly due to accounting treatments on assets depreciation and term loan interests for new HQ and Distribution Hub upon completion and commencing to recognised as expenses from April 2021 onward.

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B2. Comparison with immediate preceding quarter's results

	3-MONTH ENDED		CHANGE	
	31.03.2022	31.12.2021		
(Unaudited)	RM'000	RM'000	RM'000	%
Revenue	40,122	41,513	(1,391)	(3.35)
PBT	6,320	4,341	1,979	45.59

For the current quarter ended 31 March 2022, the Group's revenue decreased by 3.35% from RM41.51 million to RM40.12 million due to seasonal factor as disclosed in note A4. However, PBT increased by 45.59% from RM4.34 million to RM6.32 million as compared to immediate preceding quarter ended 31 December 2021. The increase of PBT was mainly due to gain on disposal of a piece of leasehold industrial land.

B3. Prospects

In April 2022, the International Monetary Fund ("IMF") revised 2022 global Gross Domestic Product ("GDP") growth projection lower to 3.6% from 4.4% projected in January 2022, reflecting the direct impact of Ukraine War, global commodities supply disruption, increasing financial stress and weakening global economy growth. In March 2022, Bank Negara Malaysia ("BNM") projected Malaysia GDP growth for 2022 to be between 5.3% to 6.3% with the reopening of economy and international borders and expected economy to rebound as the nation is moving towards the endemic phase of Covid-19. Nevertheless, BNM also recognised the risk of upward pressure of inflation, weakening of Ringgit Malaysia currency that caused by high and volatile commodity prices, worsening global supply chain disruptions and major economic countries' financial policy development.

Tri-Mode recognised the current unfavourable development of global and national economy. The reopening up of national economy and global supply chain disruptions give rise to demand of better supply chain solutions for customers, such as multi source of shipment modes, transit cargo and warehousing solutions to mitigate supply chain disruption to customers' businesses. We are prepared and equipped with facilities to provide alternative solutions to our customers in order to mitigate their supply risks and gain more businesses in long term.

As disclosed in Bursa announcement, Tri-Mode has completed the SPA and received vacant possession of a new 5.38 acres industrial land ("**Land**") on 5 January 2022. The Land is strategically located, close to major seaports such as Northport and Westport, situated in an established industrial area with good infrastructure and connectivity. Hence, Tri-Mode intends to construct the Warehouse 3 on the Land to cater for the future expansion of its warehouse and distribution business. Based on the industry trend, the positive demand for logistics services, especially in warehousing and 3PL services (i.e., third-party logistics which include the outsourcing of logistics processes, inventory management, warehousing, and fulfilment services) will add value to the growth of the Group in the future.

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On 22 September 2021, Tri-Mode has also obtained approval from Bursa Malaysia Securities Berhad for private placement of up to 33,000,000 new ordinary shares in Tri-Mode (“**Placement Shares**”) to raise additional fund to part-finance the construction cost for Warehouse 3 and acquisition costs for warehouse related facilities and equipment (“**Private Placement**”). As at the date of this report, Tri-Mode has not placed out any Placement Shares.

Barring any unforeseen circumstances, the Board is of the opinion that the prospects for the financial year ending 31 December 2022 will be challenging in view of global supply chain disruption and possible national's upward inflation pressure during post Covid-19 economy recovery. Nevertheless, the Group will be cautiously monitoring the development of global supply disruptions and continue to seek opportunities in both the domestic and international markets to deliver sustainable growth in the long term.

B4. Profit Forecast or Profit Guarantee

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

B5. Taxation

	3-MONTH ENDED		YEAR-TO-DATE	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
Current financial year:				
Income tax	623	589	623	589
Real property gain tax	523	-	523	-
Deferred tax	(38)	(66)	(38)	(66)
	<u>1,108</u>	<u>523</u>	<u>1,108</u>	<u>523</u>
Previous year provision:				
Income tax	-	-	-	-
Deferred tax	-	-	-	-
Total tax expense	<u>1,108</u>	<u>523</u>	<u>1,108</u>	<u>523</u>
Effective tax rate	17.53%	22.33%	17.53%	22.33%

Effective tax rate at approximately 17.53% for the year to date ended 31 March 2022.

Note:

(1) Income tax expense is recognised based on management's best estimate.

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B6. Corporate Proposals

Save for the Private Placement, Acquisition and disposal of asset as stated in Bursa announcement, there are no corporate proposals announced but not completed by the Company during the current financial quarter under review.

B7. Trade Receivables

The Group grant credit on various terms. Trade receivables disclosed below include amounts which are past due at the end of reporting period but has not recognised as receivables subject to impairment as there has not been a significant change in credit quality and still considered recoverable by the management.

	YEAR-TO-DATE					
	31.03.2022			31.03.2021		
	<u>Non-RPT⁽¹⁾</u>	<u>RPT⁽¹⁾</u>	<u>Total</u>	<u>Non-RPT⁽¹⁾</u>	<u>RPT⁽¹⁾</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Less than 1 month	9,749		9,749	10,523	2	10,525
1 month	9,411		9,411	6,084	-	6,084
2 months	3,700		3,700	3,463	-	3,463
3 months	346		346	369	-	369
More than 3 months	102		102	104	-	104
Trade Receivables	23,308	-	23,308	20,543	2	20,545

Note:

(1) RPT – Related party transactions as per note A14.

B8. Bank borrowings

The Group's bank borrowings were as follows:

	AS AT 31.03.2022	AS AT 31.03.2021
	RM'000	RM'000
Secured:		
<u>Current:</u>		
Bank borrowings: revolving credit	3,000	3,000
Bank borrowings: term loan	3,290	-
Lease liabilities	2,303	2,685
	<u>8,593</u>	<u>5,685</u>
<u>Non-current:</u>		
Bank borrowing: term loans	37,808	24,698
Lease liabilities	-	2,155
	<u>37,808</u>	<u>26,853</u>
Total bank borrowings & leases liabilities	<u>46,401</u>	<u>32,538</u>

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The weighted average interest rate of bank borrowings is 5.71% p.a. All the lease liabilities are based on fixed rate while term loans and revolving credit are based on floating rate.

All the Company's borrowings are denominated in Ringgit Malaysia.

B9. Material litigation

There were no material litigation involving the Group as at the date of this report.

B10. Dividend proposed

The Board does not recommend any dividend in respect of the current financial period.

B11. Earnings per share

The basic earnings per share are calculated by dividing the profit for the year attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial year as follows:

		3-MONTH ENDED		PERIOD-TO-DATE	
		31.03.2022	31.03.2021	31.03.2022	31.03.2021
Profit attributable to ordinary owners of the Company	(RM'000)	5,212	1,819	5,212	1,819
Weighted average number of ordinary shares ⁽¹⁾	('000)	166,000	166,000	166,000	166,000
Basic earnings per share	(Sen)	3.14	1.10	3.14	1.10
Diluted earnings per share ⁽²⁾	(Sen)	3.14	1.10	3.14	1.10

Notes:

- (1) Basic earnings per share of the Group for the quarter and year -to-date is calculated based on weighted average number of ordinary shares of 166,000,000.
- (2) Diluted earnings per share of the Group for the quarter and year-to-date is equivalent to the basic earnings per share as the Group has no dilution in its earnings per shares as there is no dilutive potential shares.

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B12. Disclosure on selected expense/income items as required by the Listing Requirements

	3-MONTH ENDED		YEAR-TO-DATE	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging/(crediting) :-				
Interest income	(11)	(8)	(11)	(8)
Finance costs	567	397	567	397
Depreciation of PPE	516	464	516	464
Depreciation of ROU	747	400	747	400
Impairment losses on PPE	7	30	7	30
Foreign exchange – realised (gain) / loss	-	(59)	-	(59)
Foreign exchange – unrealised (gain) / loss	(31)	(7)	(31)	(7)

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

BY ORDER OF THE BOARD

Company Secretary

Date: 26 May 2022