

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Quarter 31.3.2021 RM	Preceding Quarter 31.3.2020 RM	Current Year To Date 31.3.2021 RM	Preceding Year To Date 31.3.2020 RM
Revenue	A9	10,203,424	8,776,638	29,256,125	23,588,799
Cost of sales		(2,290,742)	(2,015,351)	(7,421,694)	(6,282,652)
Gross profit		7,912,682	6,761,287	21,834,431	17,306,147
Other income		196,356	458,341	601,670	1,161,847
Administrative expenses		(1,580,567)	(1,141,459)	(4,125,968)	(3,460,293)
Other operating expenses		(121,453)	(1,269,704)	(629,181)	(1,512,461)
Selling and distribution expenses		(1,624,933)	(1,163,477)	(3,972,674)	(2,660,690)
Profit before tax	B11	4,782,085	3,644,988	13,708,278	10,834,550
Taxation	B5	(1,322,596)	(923,154)	(3,522,876)	(2,731,866)
Profit after tax		3,459,489	2,721,834	10,185,402	8,102,684
Other comprehensive income		-	-	1,333,333	300,000
Total comprehensive income		3,459,489	2,721,834	11,518,735	8,402,684
Profit after tax attributable to:					
- Owners of the Company		3,459,489	2,721,834	10,185,402	8,102,684
Total comprehensive income attributable to:					
- Owners of the Company		3,459,489	2,721,834	11,518,735	8,402,684
Earnings per share (sen)					
- Basic	B10	1.09	0.86	3.21	2.55
- Diluted	B10	1.09	0.86	3.21	2.55

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As at 31.3.2021 RM	Audited As at 30.06.2020 RM
ASSETS		
NON-CURRENT ASSETS		
Investment properties	233,066	234,846
Property, plant and equipment	32,650,027	29,094,410
Intangible assets	8,034,809	7,469,216
Investment in quoted shares	4,966,667	3,633,334
	<u>45,884,569</u>	<u>40,431,806</u>
CURRENT ASSETS		
Inventories	14,404,985	10,567,546
Trade receivables	12,449,409	9,938,528
Other receivables, deposits and prepayments	1,470,674	2,885,873
Cash and cash equivalents	26,484,731	32,883,128
	<u>54,809,799</u>	<u>56,275,075</u>
TOTAL ASSETS	<u>100,694,368</u>	<u>96,706,881</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	60,074,000	60,074,000
Merger reserve	(14,225,998)	(14,225,998)
Fair value reserve	3,766,667	2,433,334
Retained profits	39,925,443	38,255,576
TOTAL EQUITY	<u>89,540,112</u>	<u>86,536,912</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	240,484	240,484
Government grants	5,807,833	5,250,245
	<u>6,048,317</u>	<u>5,490,729</u>
CURRENT LIABILITIES		
Trade and other payables	3,738,814	3,433,073
Current tax liability	1,367,125	1,246,167
	<u>5,105,939</u>	<u>4,679,240</u>
TOTAL LIABILITIES	<u>11,154,256</u>	<u>10,169,969</u>
TOTAL EQUITY AND LIABILITIES	<u>100,694,368</u>	<u>96,706,881</u>
Net asset per share	0.28 ⁽¹⁾	0.27 ⁽¹⁾

Note:

(1) Based on the Company's issued share capital of 317,743,815 ordinary shares in the Company.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<u>Non-distributable</u>			<u>Distributable</u>	
	Share Capital RM	Merger Reserve RM	Fair Value Reserve RM	Retained Profits RM	Total Attributable to Owners of the Company RM
<u>Period Ended 31 March 2020</u>					
At 1 July 2019	60,074,000	(14,225,998)	2,133,334	28,904,714	76,886,050
Dividend	-	-	-	(3,654,054)	(3,654,054)
Total comprehensive income for the period	-	-	300,000	8,102,684	8,402,684
At 31 March 2020	60,074,000	(14,225,998)	2,433,334	33,353,344	81,834,680
<u>Period Ended 31 March 2021</u>					
At 1 July 2020	60,074,000	(14,225,998)	2,433,334	38,255,576	86,536,912
Dividend	-	-	-	(8,515,535)	(8,515,535)
Total comprehensive income for the period	-	-	1,333,333	10,185,402	11,518,735
At 31 March 2021	60,074,000	(14,225,998)	3,766,667	39,925,443	89,540,112

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	For the Financial Period Ended 31.3.2021 RM	For the Financial Period Ended 31.3.2020 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	13,708,278	10,834,550
Adjustments for:		
Non-cash items	(28,503)	532,093
Non-operating items	161,490	91,200
Operating profit before working capital changes	<u>13,841,265</u>	<u>11,457,843</u>
Changes in working capital:		
Inventories	(3,837,439)	(113,781)
Receivables	(1,225,838)	(1,792,644)
Payables	307,127	(914,779)
Cash generated from operations	<u>9,085,115</u>	<u>8,636,639</u>
Interest received	481,689	1,065,134
Tax paid	(3,273,306)	(2,928,920)
Net cash generated from operating activities	<u>6,293,498</u>	<u>6,772,853</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,041,199)	(5,185,204)
Development expenditure	(755,283)	(1,212,718)
Proceeds from disposal of property, plant and equipment	1,000	-
Dividend received	33,333	33,333
Government grants received	585,789	1,168,331
Net cash used in investing activities	<u>(4,176,360)</u>	<u>(5,196,258)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(8,515,535)	(3,654,054)
Repayment to shareholders	-	(3,180,000)
Net cash used in financing activities	<u>(8,515,535)</u>	<u>(6,834,054)</u>
Net change in cash and cash equivalents	(6,398,397)	(5,257,459)
Cash and cash equivalents at beginning of the financial period	<u>32,883,128</u>	<u>38,949,201</u>
Cash and cash equivalents at end of the financial period	<u>26,484,731</u>	<u>33,691,742</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CON'T)

	For the Financial Period Ended 31.3.2021 RM	For the Financial Period Ended 31.3.2020 RM
Cash and cash equivalents comprise the following:		
Fixed deposits with licensed banks	259,567	102,880
Placement in Money Market Funds	25,252,203	32,508,544
Cash and bank balances	972,961	1,080,318
	<u>26,484,731</u>	<u>33,691,742</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021****A1 Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the ACE Listing Requirements of Bursa Malaysia Securities Berhad (“Listing Requirement”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to this interim financial report.

A2 Summary of Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2020. The Group have not applied the following new standards, amendments and IC Interpretation that have been issued by the MASB and relevant to its operation but are not yet effective:

		Effective for financial periods beginning on or after
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141	Annual improvements to MFRS Standards 2018 - 2020	1 January 2022
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
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108	Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture	To be announced by the MASB

The above standards, amendments and IC Interpretation are not expected to have significant impact on the financial statements of the Group upon their initial application.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021

A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021 (CON'T)

A3 Auditors' Report

The audited financial statements of the Group for the financial year ended 30 June 2020 was not subject to any audit qualification.

A4 Comments about Seasonal and Cyclical Factors

The Group's business operations for the quarter ended 31 March 2021 were not materially affected by significant seasonal or cyclical fluctuations.

A5 Items or Unusual Nature and Amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter under review.

A6 Changes in Estimates

There were no major changes in estimates that have had a material effect in the current quarter under review.

A7 Debt and Equity Securities

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

A8 Dividends Paid

- (a) A single tier tax exempted interim dividend of 0.6 sen per ordinary share amounted to RM1,906,463 in respect of the financial year ending 30 June 2021 was paid on 5 March 2021.
- (b) A single tier tax exempted special dividend of 1.2 sen per ordinary share amounted to RM3,812,926 in respect of the financial year ending 30 June 2021 was paid on 5 March 2021.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021 (CON'T)****A9 Segmental Reporting**

The Group's revenue based on the geographical location of its customers is as follows:

	Current Quarter 31.3.2021 RM	Preceding Quarter 31.3.2020 RM	Current Year To Date 31.3.2021 RM	Preceding Year To Date 31.3.2020 RM
Malaysia	10,138,252	8,754,910	29,024,446	23,210,459
Others	65,172	21,728	231,679	378,340
	10,203,424	8,776,638	29,256,125	23,588,799

The Group's revenue based on the activities is as follows:

	Current Quarter 31.3.2021 RM	Preceding Quarter 31.3.2020 RM	Current Year To Date 31.3.2021 RM	Preceding Year To Date 31.3.2020 RM
House Brand	9,167,094	7,477,921	25,059,363	19,111,735
OEM	1,036,330	1,298,717	4,196,762	4,477,064
	10,203,424	8,776,638	29,256,125	23,588,799

A10 Valuation of Property, Plant and Equipment

The Group did not carry out any valuation on property, plant and equipment in the current quarter under review.

A11 Capital Commitments

	As at 31.3.2021
Purchase of property, plant and equipment	<u>6,528,000</u>

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021

A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021 (CON'T)

A12 Subsequent Events

There were no events subsequent to the end of the current financial period from the date of the issue of this report that are expected to have a material impact on the Group.

A13 Changes in Composition of the Group

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

A14 Contingent Liabilities

There were no contingent liabilities as at the date of this interim report.

A15 Significant Related Party Transactions

There were no significant related party transactions in the current quarter under review.

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT

B1 Group Performance Review

(a) Performance of the current quarter (Q3 2021) against the preceding quarter (Q3 2020)

The Group recorded revenue of RM10.20 million for the current quarter under review compared to RM8.78 million for the preceding quarter. Revenue from House Brand of RM9.17 million contributed 89.8% of the total revenue for the current quarter under review and recorded an increase of 22.6% when compared to the preceding quarter. The increase of 16.3% in the total revenue was mainly due to higher sales contribution from House Brand segment.

The decrease in other income was mainly due to lower interests earned from fixed deposits and placement in money markets.

The increase in administrative expenses mainly due to fee paid to Bursa Securities for the application for the transfer of listing of and quotation for the entire issued share capital of Nova Wellness Group Berhad (Nova) from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad. In addition, the increase also due to increase in staff cost resulting from annual bonus payment and upward salary revision made in the current quarter under review.

The decrease in other operating expenses was mainly due provisions for doubtful debts and slow-moving stocks made in the preceding quarter. No provisions made in the current quarter under review.

The increase in selling and distribution expenses were mainly due to increase in staff cost resulting from annual bonus payment and upward salary revision for sales and marketing staff; increase in transport and logistic cost and marketing campaign expenses for NWPP in the current quarter under review.

The Group's profit after tax (PAT) for current quarter under review is RM3.46 million or 27.1% higher than the PAT of RM2.72 million recorded in the preceding quarter. The increase in the PAT was in line with improvement in the overall profitability of the Group.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****(b) Performance of the current cumulative quarter (9 months Q3 2021) against the preceding cumulative quarter (9 months Q3 2020)**

The Group recorded revenue of RM29.26 million for the current cumulative quarter under review compared to RM23.59 million for the preceding cumulative quarter. Revenue from House Brand contributed 85.7% of the total revenue for the current cumulative quarter under review and recorded an increase of 31.1% when compared to the preceding cumulative quarter. The increase of 24.0% in the total revenue was mainly due to higher sales contribution from House Brand segment.

The decrease in other income was mainly due to lower interests earned from fixed deposits and placement in money markets.

The increase in administrative expenses was mainly due to fee paid to the Securities Commission Malaysia and Bursa Securities for the application for the transfer of listing of and quotation for the entire issued share capital of Nova from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad. In addition, the increase also due to increase in staff cost resulting from annual bonus payment and upward salary revision made in the current cumulative quarter under review.

The decrease in other operating expenses was mainly due provisions for doubtful debts and slow-moving stocks made in the preceding cumulative quarter. No provisions made in the current cumulative quarter under review.

The increase in selling and distribution expenses were mainly due to increase in staff cost resulting from annual bonus payment and upward salary revision for sales and marketing staff; increase in transport and logistic cost and marketing campaign expenses for NWPP in the current cumulative quarter under review.

The Group's PAT for current cumulative quarter under review is RM10.19 million or 25.7% higher than the PAT of RM8.10 million recorded in the preceding cumulative quarter. The increase in the PAT was in line with improvement in the overall profitability of the Group.

B2 Performance of the current quarter (Q3 2021) against the immediate preceding quarter (Q2 2021)

	Current Quarter 31.3.2021 RM	Immediate Preceding Quarter 31.12.2020 RM	Difference RM	%
Revenue	10,203,424	10,004,092	199,332	2.0
Profit before tax	4,782,085	5,383,458	(601,373)	(11.2)
Profit after tax	3,459,489	4,056,110	(596,621)	(14.7)

For the quarter under review, the Group's revenue increased by 2.0% from RM10.00 million to RM10.20 million. This was mainly due to higher sales order for the House Brand products from RM8.61 million in the immediate preceding quarter to RM9.17 million for the current quarter which represents an increase of 6.5%.

The decrease in profit before tax and profit after tax mainly due to increase in staff cost resulting from annual bonus payment and upward salary revision made in the current quarter under review.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B3 Prospects for the Current Financial Year**

When the World Health Organisation declared COVID-19 a pandemic on 11 March 2020, we immediately responded by implementing our COVID-19 Prevention & Handling Guidelines to all our employees. We subsequently obtained approval from the Ministry of International Trade and Industry under the essential services category to operate as usual throughout the phases of the Movement Control Order with strict standard operating procedures in place.

The Group will continue to focus on growing its market share and continuing its research and development on its new products despite the ongoing COVID-19 pandemic, for the remaining financial quarter ending 30 June 2021 and into the new financial year ending 30 June 2022.

Barring any unforeseen circumstances, the Board believes that the Group's prospects in the financial year ending 30 June 2021 remains positive.

B4 Profit Forecast or Profit Guarantee

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

B5 Taxation

	Current Quarter 31.3.2021 RM	Preceding Quarter 31.3.2020 RM	Current Year To Date 31.3.2021 RM	Preceding Year To Date 31.3.2020 RM
Income Tax	1,322,596	923,154	3,522,876	2,731,866
Deferred Tax	-	-	-	-
	<u>1,322,596</u>	<u>923,154</u>	<u>3,522,876</u>	<u>2,731,866</u>
Effective tax rate	27.7	25.3	25.7	25.2

The effective tax rate for the current quarter was higher than the statutory tax rate of 24% mainly due to under provision of taxation in prior year and certain expenses not deductible for tax purposes.

The effective tax rate for the current year to date was marginally higher than the statutory tax rate of 24% mainly due to certain expenses not deductible for tax purposes.

B6 Status of Corporate Proposals

On 7 September 2020, Kenanga Investment Bank Berhad had, on behalf of the Board announced that the Company proposes to undertake a transfer of the listing of and quotation for the entire issued share capital of Nova from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities").

The application in relation to the Proposed Transfer has been submitted to the Securities Commission Malaysia on 11 September 2020 and received its approval on 7 January 2021.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021
B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)
B6 Status of Corporate Proposals (con't)

The same application was submitted to Bursa Securities on 12 January 2021 and Bursa Securities has approved the Proposed Transfer under the "Health Care" sector on 19 January 2021 which will take effect immediately two market days upon the announcement to Bursa Securities on the transfer date via Bursa Link.

On 11 February 2021, the entire issued share capital of Nova has successfully listed and quoted on the Main Market of Bursa Securities.

Save as above, there was no corporate proposal announced.

B7 Utilisation of Proceeds Raised from Public Issue

On 17 July 2020, the Board of Directors of the Company ("Board") has announced that it has deliberated and resolved to approve where part of the proceeds raised from Public Issue ("IPO Proceeds") allocated for research and development activities amounting to approximately RM7.57 million will be revised to purchase machineries for the production of functional food and skincare products ("Revision"). The Board has also approved the extension of time for the utilisation of the remaining IPO Proceeds.

After the Revision, the IPO Proceeds is intended to be utilised in the following manner:

No	Details of use of IPO Proceeds	Approved utilisation of IPO Proceeds	Actual utilisation of IPO Proceeds	Balance of IPO Proceeds	Original timeframe for utilisation upon listing	^(a) Balance after the Revision	Actual utilisation of IPO Proceeds	Balance of IPO Proceeds	Revised timeframe for utilisation upon listing
		RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
1.	Construction of new GMP-compliant production facility	16,500	(16,500)	-	Within 24 months	^(b) 7,566	(1,038)	6,528	^(c) Within 48 months
2.	R&D activities	11,600	(1,534)	^(b) 10,066	Within 36 months	2,500	-	2,500	^(c) Within 48 months
3.	Expansion of our retail market presence	5,000	(3,877)	1,123	Within 36 months	1,123	(693)	430	^(c) Within 48 months
4.	Working capital	9,213	^(d) (9,530)	-	Within 12 months	-	-	-	-
5.	Estimated listing expenses	2,600	^(d) (2,283)	-	Immediate	-	-	-	-
Total proceeds		44,913	(33,724)	11,189		11,189	(1,731)	9,458	

Notes:

- (a) The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 28 June 2018 and announcement dated 17 July 2020.
- (b) Part of the IPO Proceeds allocated for R&D activities will be allocated to purchase additional machineries for the production of functional food and skincare products amounting to approximately RM7.57 million.
- (c) For the avoidance of doubt, the last date to utilise the IPO Proceeds will be 20 July 2022, being 48 months from the date of listing.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B7 Utilisation of Proceeds Raised from Public Issue (con't)**

- (d) As disclosed in the Prospectus, if the actual listing expenses are lower than estimated, the surplus will be utilised for general working capital purposes of the Group. The actual listing expenses were less than the estimated listing expenses by approximately RM0.32 million due to overestimation of printing, advertising expenses, regulatory fees and professional fee.

B8 Group Borrowings

As at the date of this report, the Group has no bank borrowings.

B9 Material Litigation

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

B10 Earnings per Share

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

	Current Quarter 31.3.2021	Preceding Quarter 31.3.2020	Current Year To Date 31.3.2021	Preceding Year To Date 31.3.2020
Profit after taxation attributable to owners of the Company (RM)	3,459,489	2,721,834	10,185,402	8,102,684
Total weighted average issued share capital	317,743,815	317,743,815	317,743,815	317,743,815
Basic earnings per share (sen) ⁽¹⁾	1.09	0.86	3.21	2.55
Diluted earnings per share (sen) ⁽²⁾	1.09	0.86	3.21	2.55

Notes:

- 1) The basic earnings per share are computed based on the profit attributable to the equity shareholders of the Company divided by the total number of ordinary shares in issue for the period under review.
- 2) Diluted earnings per share are equivalent to the basic earnings per share as the Group does not have convertible securities as at 31 March 2021.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2021**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B11 Profit Before Tax**

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

	Current Quarter 31.3.2021 RM	Preceding Quarter 31.3.2020 RM	Current Year To Date 31.3.2021 RM	Preceding Year To Date 31.3.2020 RM
Cost of inventories recognised as an expense	1,023,102	1,275,305	4,345,416	4,342,199
Depreciation	213,083	132,643	487,362	365,024
Provision for doubtful debts	-	255,108	-	318,876
Provision for stock obsolescence	-	944,880	-	944,880
Amortisation of intangible assets	63,230	37,200	189,690	111,600
Realised loss on foreign exchange	48,256	10,863	153,451	23,073
Unrealised loss on foreign exchange	1,482	-	1,543	-
Interest income	(135,286)	(440,771)	(481,689)	(1,065,134)
Amortisation of deferred income	(9,400)	(6,800)	(28,200)	(20,400)
Realised gain on foreign exchange	(18,987)	(10,770)	(21,295)	(18,752)
Unrealised gain on foreign exchange	(251)	-	(1,386)	-
Gain on disposal of fixed assets	-	-	(1,000)	-
Other income	(2,301)	-	(43,918)	(24,228)
Dividend income	-	-	(33,333)	(33,333)

B12 Declared Dividend

No dividend was proposed by the Board of Directors for the current quarter under review. The Company will make the necessary announcement when any dividend decision is made.

B13 Authorisation for issue

The quarter financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 18 May 2021.

BY ORDER OF THE BOARD

Wong Youn Kim (MAICSA 7018778)
Company Secretary

Kuala Lumpur
18 May 2021