



**GAGASAN NADI CER GAS**  
BERHAD (201701024800)

(Incorporated in Malaysia)

**Interim Financial Statements  
For The Financial Period Ended  
30 June 2022**



**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND (2<sup>ND</sup>) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022<sup>(1)</sup>**

		Quarter Ended		Year-To-Date Ended	
	Note	30.06.2022	30.06.2021	30.06.2022	30.06.2021
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	66,918	50,167	137,584	103,871
Operating expenses		(68,872)	(47,846)	(135,866)	(98,670)
Other operating income		10,078	14,022	19,510	23,859
Finance costs		(3,949)	(3,777)	(8,039)	(7,399)
<b>Profit before taxation</b>	B11	<u>4,175</u>	<u>12,566</u>	<u>13,189</u>	<u>21,661</u>
Income tax expense	B6	(2,593)	(3,014)	(5,008)	(6,100)
<b>Profit after taxation</b>		<u>1,582</u>	<u>9,552</u>	<u>8,181</u>	<u>15,561</u>
<b>Profit after taxation</b>					
<b>attributable to:-</b>					
Owners of the Company		1,004	7,533	6,690	12,531
Non-controlling interests		578	2,019	1,491	3,030
		<u>1,582</u>	<u>9,552</u>	<u>8,181</u>	<u>15,561</u>
<b>Total comprehensive</b>					
<b>income attributable to:-</b>					
Owners of the Company		1,004	7,533	6,690	12,531
Non-controlling interests		578	2,019	1,491	3,030
		<u>1,582</u>	<u>9,552</u>	<u>8,181</u>	<u>15,561</u>
<b>Earnings per share</b>					
<b>attributable to owners of</b>					
Basic EPS (sen)	B10	0.13	1.00	0.89	1.66
Diluted EPS (sen)	B10	0.13	1.00	0.89	1.66

**Notes:**

- (1) The basis of preparation of the unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022<sup>(1)</sup>**

	Note	Unaudited 30.6.2022 RM'000	Audited 31.12.2021 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		28,164	27,950
Inventories		101,292	86,588
Right-of-use assets		2,185	2,598
Trade receivables		482,801	499,129
		<u>614,442</u>	<u>616,265</u>
<b>Current assets</b>			
Inventories		45,028	49,348
Contract assets		137,826	98,782
Trade receivables		54,022	82,322
Other receivables, deposits and prepayments		16,689	18,709
Current tax assets		5,655	5,147
Fixed deposits with licensed banks		24,041	38,151
Cash and bank balances		64,828	66,582
		<u>348,089</u>	<u>359,041</u>
<b>TOTAL ASSETS</b>		<u>962,531</u>	<u>975,306</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		136,444	136,444
Reserves		315,751	309,061
Equity attributable to owners of the Company		<u>452,195</u>	<u>445,505</u>
Non-controlling interests		6,985	5,494
<b>Total equity</b>		<u>459,180</u>	<u>450,999</u>
<b>Non-current liabilities</b>			
Borrowings	B7	262,756	269,504
Deferred tax liabilities		77,173	77,668
		<u>339,929</u>	<u>347,172</u>
<b>Current liabilities</b>			
Trade payables		84,432	84,106
Contract liabilities		18,951	37,216
Other payables and accruals		14,043	8,032
Borrowings	B7	43,924	45,712
Current tax liabilities		2,072	2,069
		<u>163,422</u>	<u>177,135</u>
<b>Total liabilities</b>		<u>503,351</u>	<u>524,307</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>962,531</u>	<u>975,306</u>
<b>Number of issued shares ('000)</b>		753,000	753,000
<b>Net asset per share attributable to Owners of the Company (RM)</b>		0.60	0.59

**Note:**

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND (2<sup>ND</sup>) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022<sup>(1)</sup>**

	← Distributable →		Attributable to Owners of		
	Share Capital RM'000	Retained Profits RM'000	the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Balance at 1.1.2021					
- as previously reported	136,444	313,557	450,001	3,894	453,895
- effect of adoption of IFRIC Agenda Decision	-	(4,574)	(4,574)	(2,343)	(6,917)
- effect of prior years adjustment	-	383	383	-	383
Balance at 1.1.2021 (restated)	136,444	309,366	445,810	1,551	447,361
Profit for the financial period, representing total comprehensive income for the financial period	-	12,531	12,531	3,030	15,561
Contributions by and distribution to owners of the Company:					
- Dividends paid	-	(3,765)	(3,765)	-	(3,765)
Balance at 30.6.2021	136,444	318,132	454,576	4,581	459,157
Balance at 1.1.2022	136,444	309,061	445,505	5,494	450,999
Profit for the financial period, representing total comprehensive income for the financial period	-	6,690	6,690	1,491	8,181
Balance at 30.6.2022 (Unaudited)	136,444	315,751	452,195	6,985	459,180

**Notes:**

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

**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND (2<sup>ND</sup>) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022<sup>(1)</sup>**

	6 months Ended	
	30.06.2022 RM'000	30.06.2021 RM'000
<b>Cash flows from operating activities</b>		
<b>Profit before taxation</b>	13,189	21,661
Adjustments for:-		
Depreciation of:		
- property, plant and equipment	802	746
- right-of-use assets	369	456
Impairment loss:		
- trade and other receivables	257	364
Finance cost	8,039	7,399
Accretion of fair value on non-current trade receivables	(12,887)	(13,639)
Gain on disposal of property, plant and equipment	(52)	-
Reversal of impairment losses under MFRS 9		
- trade and other receivables	(309)	(1,209)
Finance income	(390)	(633)
Operating profit before working capital changes	9,018	15,145
(Increase)/Decrease in inventories	(2,647)	15,984
Increase in contract assets	(39,043)	(51,882)
Decrease in trade and other receivables	59,586	49,996
Increase/(Decrease) in trade and other payables	6,337	(11,327)
Decrease in contract liabilities	(18,265)	-
<b>Cash from operating activities</b>	14,986	17,916
Income tax paid	(6,007)	(3,949)
<b>Net cash from operating activities</b>	8,979	13,967
<b>Cash flows (for)/from investing activities</b>		
Finance income received	390	633
Withdrawal of pledged fixed deposits and with tenure more than 3 months	7,158	17,754
Proceeds from disposal of property, plant and equipment	52	-
Addition to property held for future development	(7,737)	(30,822)
Purchase of property, plant and equipment	(1,016)	(1,604)
<b>Net cash for investing activities</b>	(1,153)	(14,039)



**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND (2<sup>ND</sup>) QUARTER FINANCIAL PERIOD ENDED 30 JUNE 2022<sup>(1)</sup> (CONT'D)**

	6 months Ended	
	30.06.2022	30.06.2021
	RM'000	RM'000
<b>Cash flows from/(for) financing activities</b>		
Dividends paid	-	(3,765)
Drawdown of borrowings	26,515	39,372
Finance cost paid	(8,039)	(7,399)
Repayment of borrowings	(35,100)	(27,825)
<b>Net cash (for)/from financing activities</b>	<u>(16,624)</u>	<u>383</u>
<b>Net increase in cash and cash equivalents</b>	(8,798)	311
<b>Cash and cash equivalents at beginning of financial period</b>	77,864	63,759
<b>Cash and cash equivalents at end of financial period</b>	<u>69,066</u>	<u>64,070</u>
<b>Cash and cash equivalents comprise:</b>		
Fixed deposits placed with licensed banks	24,041	39,091
Cash and bank balances	64,828	56,022
Bank overdrafts	(4,859)	(3,086)
	<u>84,010</u>	<u>92,027</u>
Less: Fixed deposits pledged to licensed banks and with tenure more than 3 months	(14,944)	(27,957)
	<u>69,066</u>	<u>64,070</u>

**Notes:**

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

## **A. NOTES TO THE INTERIM FINANCIAL REPORT**

### **A1. Basis of preparation**

The interim financial report of Gagasan Nadi Cergas Berhad (“Gagasan Nadi” or “the Company”) and its subsidiaries (collectively known as “the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

This interim financial report should be read together with the audited Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this report.

### **A2. Summary of Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited Annual Financial Statements for the year ended 31 December 2021.

The financial statements of the Group have been prepared in accordance with Malaysia Financial Reporting Standard (“MFRS”) and the requirements of the Companies Act 2016.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standard Board (“MASB”) and effective during the

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 - Proceed before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022

The adoption of the above accounting standards, amendments and interpretations is not expected to have any material impact on the Group’s financial statements.



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

**A3. Auditors' report on preceding annual financial statements**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2021.

**A4. Seasonal or cyclical factors**

The Group's performance has not been materially affected by any seasonal or cyclical factors during the current quarter and year-to-date.

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

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current quarter and year-to-date.

**A6. Changes in estimates**

There were no material changes in estimates for the current quarter and year-to-date.

**A7. Debt and equity securities**

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year-to-date.

**A8. Dividends paid**

There was no payment of dividend during the current quarter.



## A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

### A9. Segmental information

	Construction RM'000	Concession and Facility Management RM'000	Utility Services RM'000	Property Development RM'000	Others RM'000	Consolidation Adjustments RM'000	Total RM'000
<b>30.6.22</b>							
<b>Revenue</b>							
External revenue	65,785	7,888	2,184	61,727	-	-	137,584
Inter-segment revenue	49,200	1,795	290	(6,063)	4,260	(49,482)	-
	<u>114,985</u>	<u>9,683</u>	<u>2,474</u>	<u>55,664</u>	<u>4,260</u>	<u>(49,482)</u>	<u>137,584</u>
<b>Results</b>							
Segment results	(1,132)	1,821	774	10,447	(10)	(2,830)	9,070
Accretion of fair value on non-current trade receivables	-	12,887	-	-	-	-	12,887
Impairment losses:	(159)	-	-	(98)	-	-	(257)
Depreciation:							
- property, plant and equipment	(550)	(115)	(240)	(54)	-	157	(802)
- right-of-use assets	(357)	-	-	(12)	-	-	(369)
Finance income	74	245	19	20	32	-	390
Finance costs	(275)	(5,609)	-	(3,493)	(42)	1,380	(8,039)
Reversal of impairment losses	-	309	-	-	-	-	309
Profit/(Loss) before taxation	<u>(2,399)</u>	<u>9,538</u>	<u>553</u>	<u>6,810</u>	<u>(20)</u>	<u>(1,293)</u>	<u>13,189</u>
Income tax expense	-	(2,669)	-	(2,244)	(95)	-	(5,008)
Profit/(Loss) after taxation	<u>(2,399)</u>	<u>6,869</u>	<u>553</u>	<u>4,566</u>	<u>(115)</u>	<u>(1,293)</u>	<u>8,181</u>
<b>Assets</b>							
Segment assets	123,818	562,079	14,277	243,024	21,464	(7,786)	956,876
Unallocated asset: Tax refundable							5,655
Consolidated total assets							<u>962,531</u>
Additions to non-current assets other than financial instruments:							
- property, plant and equipment	73	-	315	628	-	-	1,016
- inventories - land for property development	-	-	-	7,737	-	-	7,737
	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,737</u>	<u>-</u>	<u>-</u>	<u>7,737</u>
<b>Liabilities</b>							
Segment liabilities	101,947	202,259	3,434	115,738	2,964	(2,236)	424,106
Unallocated liabilities:							
- Deferred tax liabilities							77,173
- Provision for taxation							2,072
Consolidated total liabilities							<u>503,351</u>



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

**A9. Segmental information**

	Construction RM'000	Concession and Facility Management RM'000	Utility Services RM'000	Property Development RM'000	Others RM'000	Consolidation Adjustments RM'000	Total RM'000
<b>30.6.21</b>							
<b>Revenue</b>							
External revenue	63,980	7,892	1,568	30,431	-	-	103,871
Inter-segment revenue	19,960	1,704	-	6,646	4,260	(32,570)	-
	<u>83,940</u>	<u>9,596</u>	<u>1,568</u>	<u>37,077</u>	<u>4,260</u>	<u>(32,570)</u>	<u>103,871</u>
<b>Results</b>							
Segment results	1,599	2,157	506	12,183	(316)	(985)	15,144
Accretion of fair value on non-current trade receivables	-	13,639	-	-	-	-	13,639
Impairment losses:							
- trade receivable	(14)	(284)	-	(65)	-	-	(363)
Depreciation:							
- property, plant and equipment	(520)	(196)	(173)	(12)	-	155	(746)
- right-of-use assets	(396)	-	-	(60)	-	-	(456)
Finance income	76	231	6	13	307	-	633
Finance costs	(212)	(6,333)	-	(1,314)	(63)	523	(7,399)
Reversal of impairment losses	37	-	1,172	-	-	-	1,209
Profit/(Loss) before taxation	<u>570</u>	<u>9,214</u>	<u>1,511</u>	<u>10,745</u>	<u>(72)</u>	<u>(307)</u>	<u>21,661</u>
Income tax expense	<u>(287)</u>	<u>(2,521)</u>	<u>(150)</u>	<u>(3,106)</u>	<u>(36)</u>	<u>-</u>	<u>(6,100)</u>
Profit/(Loss) after taxation	<u>283</u>	<u>6,693</u>	<u>1,361</u>	<u>7,639</u>	<u>(108)</u>	<u>(307)</u>	<u>15,561</u>
<b>Assets</b>							
Segment assets	102,706	587,720	14,867	194,247	26,728	(5,308)	920,960
Unallocated asset: Tax refundable							3,887
Consolidated total assets							<u>924,847</u>
Additions to non-current assets other than financial instruments:							
- property, plant and equipment	194	-	1,276	134	-	-	1,604
- inventories - land for property development	105	-	-	30,717	-	-	30,822
	<u>299</u>	<u>-</u>	<u>1,276</u>	<u>30,851</u>	<u>-</u>	<u>-</u>	<u>32,422</u>
<b>Liabilities</b>							
Segment liabilities	62,967	229,964	426	79,566	4,145	(584)	376,484
Unallocated liabilities:							
- Deferred tax liabilities							77,199
- Provision for taxation							5,472
Consolidated total liabilities							<u>459,155</u>



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

**A10. Valuation of property, plant and equipment**

There was no valuation of the property, plant and equipment during the current quarter and year-to-date.

**A11. Significant Events Subsequent to the End of the Interim Financial Period**

There were no material events subsequent to the end of the financial quarter that have not been reflected in this interim financial report.

**A12. Changes in the composition of the Group**

There were no material changes in the composition of the Group for the period ended 30 June 2022.

**A13. Contingent assets and contingent liabilities**

Save as disclosed below, there were no other contingent assets and contingent liabilities as at the date of this interim report.

**Unaudited**  
**As at 30.6.2022**  
**RM'000**

Financial guarantee contract in relation to corporate guarantee given to third parties in the ordinary course of business.

54,064

**A14. Capital commitments**

There were no capital commitments as at the end of the current and previous corresponding financial periods.

**A15. Related party transactions**

There were no significant related party transactions as at the date of this interim report.



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

### **B1. Review of Group Performance**

#### **Results for current quarter**

The Group recorded a higher revenue of RM66.9 million in current quarter as compared to RM50.1 million in the preceding year corresponding quarter. The higher revenue recorded for the current financial quarter was mainly attributable to higher revenue contribution from the Group's property development segment, i.e., the Ulu Yam and Antara Residences projects. The Group recorded a lower profit before tax of RM4.2 million in the current quarter as compared to a profit before tax of RM12.6 million in the corresponding quarter last year. The lower profit before tax for the current quarter despite a higher revenue was mainly attributable to lower receipt of facilitation fund in respect of a government affordable homes project and lower margin from construction projects.

### **B2. Comparison with immediate preceding quarter's results**

The Group registered a lower revenue of RM66.9 million for the current financial quarter as compared to RM70.7 million in the preceding quarter. The Group recorded a profit before tax of RM4.2 million in the current quarter as compared to a profit before tax of RM9.0 million in the preceding quarter. The lower profit before tax as compare to the preceding quarter was mainly due to lower construction margin and lower profit from property development segment.

### **B3. Commentary on prospects**

The outlook for the property and construction sector remained challenging during the transition to endemic phase of the prolonged Covid-19 pandemic of two (2) years and coupled with the onset of inflation felt in the global market.

Despite the Group's construction order book which stands at approximately RM595 million and with continuous tendering for new jobs, the Board expects the performance of the construction segment to be affected by the challenging operating environment of high material costs, labour shortage and continuing COVID-19 health measure.

The performance of the Group's concession and facility management is expected to remain stable and sustainable.

The property development segment is expected to contribute significantly for the financial year 2022 with the progress of Antara Residence Project and the Selindung Ulu Yam Project, the latter being a project under Rumah Selangorku ("RSKU") and PPAM affordable housing programme. This segment has a total unbilled sale of RM80.4 million which is expected to be booked in as revenue over the next 2 years. The Group targets to launch the Rumah Idaman affordable homes project in Bukit Jelutong with Gross Development Value of approximately RM308 million during the second half of current financial year.

The Board of Directors is optimistic about the Group's ability to continue to achieve satisfactory performance for the financial year ending 2022.



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

**B4. Profit Forecast or Profit Guarantee**

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

**B5. Status of corporate proposals**

There were no corporate proposals announced and not completed.

**B6. Income tax expenses**

	<b>Current Quarter 30.06.2022 RM'000</b>	<b>Year-To- Date 30.06.2022 RM'000</b>
Malaysia income tax		
- current year	3,061	5,503
Deferred tax asset	<u>(468)</u>	<u>(495)</u>
	<u>2,593</u>	<u>5,008</u>
Effective tax rates <sup>(1)</sup>	62.11%	37.97%

**Note:**

(1) The Group's effective tax rate for the current quarter and financial year-to-date is higher than the statutory tax rate of 24%. It is mainly due to It is mainly attributed to unabsord tax losses and certain expenses not being deductible for tax purposes as well as the higher taxable income from collection of Availability Charges from Concession Projects. The qualifying expenditure for concession projects is only restricted to 91% of total construction costs, hence the remaining 9% of the Availability Charges collected during the current quarter and year-to-date was deemed as taxable income resulting in the increase in tax expense.



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

**B7. Bank borrowings**

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

	<b>Unaudited As at 30.6.2022 RM'000</b>
<b>Current:</b>	
Lease liabilities	267
Islamic financing / Term loan	18,798
Bonds	20,000
Bank overdraft	4,859
	<hr/>
	43,924
<b>Non-current:</b>	
Lease liabilities	1,372
Islamic financing / Term loan	181,384
Bonds	80,000
	<hr/>
	262,756
	<hr/>
Total	306,680
	<hr/>

All the borrowings are secured and denominated in Ringgit Malaysia.

**B8. Material litigation**

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

**B9. Dividend**

The Board of Directors did not recommend any dividend for the current quarter under review.

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

**B10. Earnings per share**

The basic and diluted earnings per share (“EPS”) calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period ended are as follows:

	Quarter Ended		Year-To-Date	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Profit attribute to owners of the Company (RM'000)	1,004	7,533	6,690	12,531
Weighted average number of ordinary shares in issue ('000)	<u>753,000</u>	<u>753,000</u>	<u>753,000</u>	<u>753,000</u>
Basic EPS (sen) <sup>(1)</sup>	0.13	1.00	0.89	1.66
Diluted EPS (sen) <sup>(1) &amp; (2)</sup>	0.13	1.00	0.89	1.66

**Notes:**

- (1) The basic earnings per share is computed based on profit after tax attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 30 June 2022.
- (2) Diluted earnings per share is equivalent to the basic earnings per share of the Company for the individual quarter ended 30 June 2022 as the Company does not have any convertible options as at the end of the reporting period.



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

**B11. Disclosure on selected expense/income items as required by the Listing Requirements**

	<b>Current Quarter</b> <b>30.06.2022</b> <b>RM'000</b>	<b>Year-To-Date</b> <b>30.06.2022</b> <b>RM'000</b>
Profit before taxation is arrived at after charging/(crediting):-		
Depreciation :		
- property, plant and equipment	430	802
- right-of-use asset	185	369
Impairment losses	257	257
Finance cost	3,949	8,039
Accretion of fair value on non-current trade receivables	(6,395)	(12,887)
Finance income	(186)	(390)
Gain on disposal of property, plant and equipment	(52)	(52)
Reversal of impairment losses	(211)	(309)

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

**B12. Derivative**

The Group did not enter into any derivative during the current quarter under review.