



OCEAN VANTAGE HOLDINGS BERHAD

REGISTRATION NO.: 201801036887 (1298917-H)

Interim Financial Report
For The First Quarter Ended
31 March 2021



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2021⁽¹⁾

	Note	-- Individual Quarter --		-- Cumulative Quarter --	
		3 months ended		3 months ended	
		Unaudited 31/03/2021 RM'000	Unaudited 31/03/2020 RM'000	Unaudited 31/03/2021 RM'000	Unaudited 31/03/2020 RM'000
Revenue	A9	28,219	15,077	28,219	15,077
Cost of sales		(23,318)	(10,828)	(23,318)	(10,828)
Gross profit		4,901	4,249	4,901	4,249
Other income		514	22	514	22
Administrative expenses		(1,913)	(1,388)	(1,913)	(1,388)
Profit from operations		3,502	2,883	3,502	2,883
Finance costs		(17)	(25)	(17)	(25)
Profit before taxation ("PBT")	B11	3,485	2,858	3,485	2,858
Taxation	B5	(1,061)	(685)	(1,061)	(685)
Profit after taxation		2,424	2,173	2,424	2,173
Profit for the financial period attributable to:					
Owners of the Company		2,477	2,173	2,477	2,173
Non-controlling interests		(53)	-	(53)	-
		2,424	2,173	2,424	2,173
Earnings per share attributable to owners of the parent (sen)					
- Basic	B10	0.60	0.66	0.60	0.66
- Diluted	B10	0.60	0.53	0.60	0.53

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2021⁽¹⁾

	Note	Unaudited As at 31/03/2021 RM'000	Audited As at 31/12/2020 RM'000
Non-current asset			
Property, plant and equipment		7,776	7,936
Current assets			
Trade receivables		32,184	22,868
Other receivables, deposit and prepayments		911	660
Contract assets		1,082	7,834
Other investment		-	2,004
Current tax assets		52	44
Cash and bank balances		20,128	16,592
		54,357	50,002
Total assets		62,133	57,938
Equity			
Share capital		37,087	37,087
Reserves		(12,695)	(12,695)
Retained earnings		27,892	25,415
		52,284	49,807
Non-controlling interests		6	59
		52,290	49,866
Non-current liabilities			
Bank borrowings	B7	1,326	1,394
Deferred tax liabilities		565	380
		1,891	1,774
Current liabilities			
Trade payables		5,295	3,964
Other payables and accruals		461	490
Bank borrowings	B7	297	309
Current tax liabilities		1,899	1,535
		7,952	6,298
Total liabilities		9,843	8,072
Total equity and liabilities		62,133	57,938
Number of ordinary shares in issue ('000)		411,000	411,000
Net assets per share attributable to owners of the parent (RM)		0.13	0.12

Notes:

⁽¹⁾ The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

OCEAN VANTAGE HOLDINGS BERHAD

Registration No.: 201801036887 (1298917-H)

(Incorporated in Malaysia)

Interim Financial Report For The First Quarter Ended 31 March 2021

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2021⁽¹⁾**

	Share capital RM'000	Other reserve RM'000	Reorganisation deficit RM'000	Retained earnings RM'000	Non-controlling interests RM'000	Total equity RM'000
Balance as at 1 January 2020	1,600	2,336	-	17,906	-	21,842
Profit for the financial period	-	-	-	2,173	-	2,173
<i>Transaction with owners:</i>						
Acquisition of subsidiaries in business combination under common control	14,840	-	(15,031)	191	-	-
Balance as at 31 March 2020	16,440	2,336	(15,031)	20,270	-	24,015
Balance as at 1 January 2021	37,087	2,336	(15,031)	25,415	59	49,866
Profit for the financial period	-	-	-	2,477	(53)	2,424
Balance as at 31 March 2021	37,087	2,336	(15,031)	27,892	6	52,290

Note:

⁽¹⁾ The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2021⁽¹⁾

	Unaudited 3 months ended	
	31/03/2021 RM'000	31/03/2020 RM'000
Cash Flows from Operating Activities		
Profit before taxation	3,485	2,858
Adjustments for:		
Depreciation of property, plant and equipment	268	247
Interest expenses	17	25
Interest income	(36)	(3)
Unrealised (gain)/loss on foreign exchange	(223)	37
Operating profit before working capital changes	3,511	3,164
Changes in working capital		
Trade and other receivables	(9,244)	932
Trade and other payables	1,202	633
Contract assets	6,752	-
Cash generated from operations	2,221	4,729
Income tax paid	(521)	(427)
Net cash generated from operating activities	1,700	4,302
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(108)	(740)
Proceeds from disposal of investment in short term fund	2,004	-
Proceeds from acquisition of subsidiary	-	#
Interest received	36	3
Net cash generated/(used in) investing activities	1,932	(737)
Cash Flows from Financing Activities		
Drawdown of bankers' acceptance	-	69
Repayment of term loans	(15)	(10)
Repayment of finance lease liabilities	(16)	(15)
Repayment of lease liabilities	(48)	(48)
Interest paid	(17)	(25)
Net cash used in financing activities	(96)	(29)
Net increase in cash and cash equivalents	3,536	3,536
Cash and cash equivalents as at beginning of financial year	16,592	2,314
Cash and cash equivalents as at end of financial period	20,128	5,850

Notes:

Amount below RM1,000

⁽¹⁾ The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report of Ocean Vantage Holdings Berhad (“**OVH**” 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 (“**MFRSs**”) 134: Interim Financial Reporting and Rule 9.22 of the Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes are attached to this interim financial report.

The accounting policies adopted in the interim financial statements are consistent with those as adopted in the annual audited financial statements for the financial year ended 31 December 2020. The Group has adopted those standards, amendments and interpretations that have become effective and such adoptions do not have material impact on the financial position and performance of the Group.

A2. Significant accounting policies

The significant accounting policies adopted by the Group in this interim financial statements are consistent with those as adopted in the annual audited financial statements for the financial year ended 31 December 2020. The Group has in addition adopted the following new and revised MFRSs, Amendments to MFRSs and IC Interpretations for the financial year beginning 1 January 2021.

(a) New MFRS, Amendments/improvements to MFRSs and IC Interpretations

Amendments/Improvement to MFRSs

- MFRS 3	Business Combinations
- MFRS 7	Financial Instruments: Disclosures
- MFRS 9	Financial Instruments
- MFRS 16	Leases*
- MFRS 101	Presentation of Financial Statements
- MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
- MFRS 139	Financial Instruments: Recognition and Measurement

* Early adopted the amendments to MFRS 16 Leases issued by the Malaysian Accounting Standards Board on 5 June 2020.



A2. Significant accounting policies (cont'd)

(b) New MFRS, Amendments/improvements to MFRSs and IC Interpretations, but not yet effective for annual period beginning on or after 1 January 2021.

<u>New MFRS</u>	<u>Amendments/Improvements to MFRSs</u>	Effective for financial periods beginning on or after
- MFRS 17	Insurance Contracts	1 January 2023
- MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022 [^] 1 January 2023 [#]
- MFRS 3	Business Combinations	1 January 2022/ 1 January 2023 [#]
- MFRS 4	Insurance Contracts	1 January 2021/ 1 January 2023
- MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 [#]
- MFRS 7	Financial Instruments: Disclosures	1 January 2021/ 1 January 2023 [#]
- MFRS 9	Financial Instruments	1 January 2021/ 1 January 2022 [^] 1 January 2023 [#]
- MFRS 10	Consolidated Financial Statements	Deferred
- MFRS 15	Revenue from Contracts with Customers	1 January 2023 [#]
- MFRS 16	Leases	1 January 2021
- MFRS 17	Insurance Contracts	1 January 2023
- MFRS 101	Presentation of Financial Statements	1 January 2023/ 1 January 2023 [#]
- MFRS 107	Statements of Cash Flows	1 January 2023 [#]
- MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
- MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 [#]
- MFRS 119	Employee Benefits	1 January 2023 [#]
- MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 [#]
- MFRS 132	Financial instruments: Presentation	1 January 2023 [#]
- MFRS 136	Impairment of Assets	1 January 2023 [#]
- MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 [#]
- MFRS 138	Intangible Assets	1 January 2023 [#]
- MFRS 139	Financial Instruments: Recognition and Measurement	1 January 2023 [#]



A2. Significant accounting policies (cont'd)

(b) New MFRS, Amendments/improvements to MFRSs and IC Interpretations, but not yet effective for annual period beginning on or after 1 January 2021 (cont'd).

	Effective for financial periods beginning on or after
Amendments/Improvements to MFRSs	
- MFRS 140 Investment Property	1 January 2023 [#]
- MFRS 141 Agriculture	1 January 2022 [^]
[^] <i>The Annual Improvements to MFRS Standards 2018-2020</i>	
[#] <i>Amendments as to the consequence of effective of MFRS 17 Insurance Contracts</i>	

A3. Auditors' report

The audited financial statements of the Group for the financial year ended 31 December 2020 was not subject to any qualification.

A4. Seasonal or cyclical factors

The business operations of the Group were not affected by seasonal or cyclical factors.

A5. Material unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

A6. Material changes in estimates

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

A7. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during current financial quarter under review.

A8. Dividends

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

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Interim Financial Report For The First Quarter Ended 31 March 2021

**A9. Segmental Reporting**

The Group's reportable segmental information for the cumulative financial period is as follows:-

	31 March 2021					31 March 2020				
	EPC and Project Management RM'000	Supply of Manpower RM'000	Supply of material, tools and equipment RM'000	Adjustment and eliminations RM'000	Total RM'000	EPC and Project Management RM'000	Supply of Manpower RM'000	Supply of material, tools and equipment RM'000	Adjustment and eliminations RM'000	Total RM'000
Revenue:										
External customers	11,486	15,071	1,662	-	28,219	4,200	9,879	998	-	15,077
Inter-segment revenue	110	-	-	(110)	-	33	-	-	(33)	-
	<u>11,596</u>	<u>15,071</u>	<u>1,662</u>	<u>(110)</u>	<u>28,219</u>	<u>4,233</u>	<u>9,879</u>	<u>998</u>	<u>(33)</u>	<u>15,077</u>
Segment profit	1,346	3,120	435	-	4,901	1,626	2,313	310	-	4,249
Other income					514					22
Unallocated expenses					(1,913)					(1,388)
Finance Costs					(17)					(25)
Income tax expense					(1,061)					(685)
Profit for the period					<u>2,424</u>					<u>2,173</u>
Results:										
<i>Included in the measure of segment profit are:</i>										
Employee benefit expenses	202	457	-	-	659	181	-	-	-	181
Depreciation	184	-	-	-	184	168	-	-	-	168
	<u>184</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>184</u>	<u>168</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168</u>

**A10. Changes in the composition of the Group**

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

A11. 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 financial statements.

	Unaudited 3 months ended	
	31/03/2021 RM'000	31/03/2020 RM'000
Secured		
Bank guarantee	55	44

A12. Capital commitments

The Group does not have any material capital commitments during the current financial quarter under review.

A13. Significant related party transactions

The Group's transactions with companies in which the directors or substantial shareholders have an interest in for the current financial quarter were as follows:-

	-- Individual Quarter --		-- Cumulative Quarter --	
	Unaudited		Unaudited	
	31/03/2021 RM'000	31/03/2020 RM'000	31/03/2021 RM'000	31/03/2020 RM'000
Charged by a related party:				
- Rental of premise	33	33	33	33
- Legal consultancy services	45	-	45	-

These transactions have been entered into in the normal course of business.

A14. Fair value of financial liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current financial quarter under review.

A15. Valuation of property, plant and equipment

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



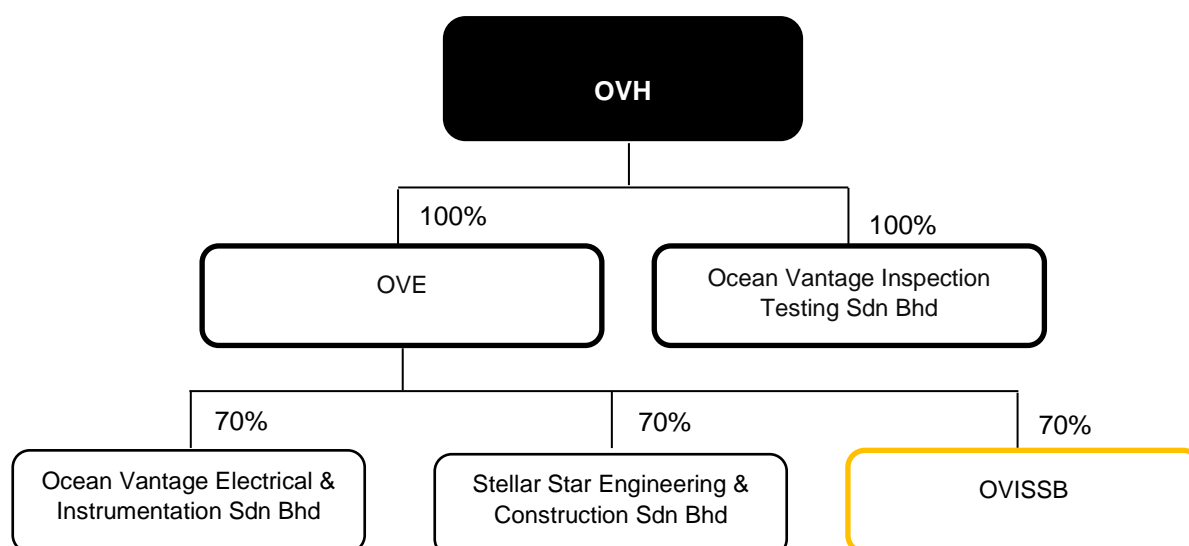
A16. Significant event subsequent to the end of the current Interim financial quarter

Saved as disclosed below and in Note B6, there were no other material events subsequent to the end of current financial quarter under review that have not been reflected in this interim financial statements.

On 11 May 2021, Ocean Vantage Engineering Sdn Bhd (“**OVE**”), the wholly-owned subsidiary of the Company has incorporated the following company as its new subsidiary:-

<u>Name of company</u>	<u>Date of incorporation</u>
Ocean Vantage Integrated Solutions Sdn. Bhd. (“ OVISSB ”) [Registration No. 202101017817 (1418117-H)]	11 May 2021

OVH current corporate structure after the incorporation of the new subsidiary is as follows:



OVISSB’s intended principal/business activities are as follows:-

- (i) provision of well completion equipment and services including rigless well intervention;
- (ii) production enhancement and provision of innovative equipment supply and services; and
- (iii) telecommunications & integrated technology solutions.



A16. Significant event subsequent to the end of the current Interim financial quarter (Cont'd)

The issued and paid-up share capital is RM300,000.00 comprising 300,000 ordinary shares at RM1.00 each. The Directors and Shareholders in OVISSB are as follows:

Name	Nationality	Direct		Indirect	
		No. of ordinary shares	%	No. of ordinary shares	%
<u>Director/Shareholder</u>					
Kenny Ronald Ngalin	Malaysian	-	-	⁽ⁱ⁾ 210,000	70.00
Mohd Haniff bin Kasuan	Malaysian	45,000	15.00	-	-
Noraziah binti Abu Zarin	Malaysian	45,000	15.00	-	-
<u>Shareholder</u>					
OVE	Malaysia	210,000	70.00	-	-
Total		300,000	100.00	-	-

Notes:

⁽ⁱ⁾ Deemed interested by virtue of his shareholdings in OVH, which in turn is the holding company of OVE and OVISSB

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

B1. Review of Group's Performance

(a) Results for current financial quarter

The Group recorded revenue of RM28.22 million for the financial quarter ended 31 March 2021. This was mainly driven by the supply of manpower segment, which contributed RM15.07 million or approximately 53.41% of the Group's total revenue. The EPC and project management segment contributed RM11.49 million or approximately 40.70% of the total revenue and the remaining revenue of RM1.66 million or approximately 5.89% is derived from the supply of material, tools and equipment segment.

The Group registered a PBT of RM3.49 million in the current financial quarter under review.

(b) Comparison between current quarter and financial-year-to date results

	Quarter Ended Unaudited		Variance	
	31/03/2021 ("Q1/21") RM'000	31/03/2020 ("Q1/20") RM'000	RM'000	%
Revenue	28,219	15,077	13,142	87.17%
PBT	3,485	2,858	627	21.94%
Profit after tax ("PAT")	2,424	2,173	251	11.55%

For Q1/21, the Group recorded revenue of RM28.22 million as compared to Q1/20 of RM15.08 million. The increase in EPC and project management revenue is mainly due to revenue recognition from an EPCC project for a large-scale solar farm of approximately RM7.32 million in the current quarter. As for the manpower supply segment, the substantial increase in revenue is mainly due to higher demand from both existing and new customers. Besides, the revenue derived from recovery costs incurred due to adhering to COVID-19 standard operating procedures such as COVID-19 test, meals, traveling and accommodation cost for quarantine also increased substantially during the current quarter.

Despite the increased in revenue for the Group in Q1/21, OVH recorded a lower gross profit ("GP") margin. This is mainly due to the GP margin for EPCC project for a large-scale solar farm is lower as compared to those projects that the Group derived from offshore EPC O&G project. In addition, the manpower supply segment also recorded a lower GP margin due to the recovery costs in which only a reasonable percentage of administrative fee was able to be recovered and earn from customers.

PBT of the Group for the financial year-to-date has increased by RM0.63 million or 21.94% compared to Q1/20, was mainly due to appreciation of foreign currency which resulted in higher recognition of unrealised gain on foreign exchange during the current quarter.

There was an increase of administrative expenses in Q1/21 due to increase of staff costs due to expansion of workforce.



B2. Comparison with immediate preceding quarter's results

	Quarter Ended		Variance	
	Unaudited			
	31/03/2021 ("Q1/21") RM'000	31/12/2020 ("Q4/20") RM'000	RM'000	%
Revenue	28,219	28,158	61	0.22%
PBT	3,485	2,985	500	16.75%
PAT	2,424	2,412	12	0.50%

The Group recorded a slight increase in revenue of RM0.06 million or 0.22% in Q1/21 as compared to Q4/20. The increase in revenue was mainly due to higher revenue contribution from manpower supply segment whereby the Group continuously derived higher revenue contribution from overseas assignment. Besides, a higher recovery cost revenue recorded during the current quarter also contribute to higher revenue recognition in manpower supply segment during the current quarter. Meanwhile, the revenue derived from EPC and project management segment during the current quarter is lower as compared to preceding quarter due to lower revenue recognition from the EPCC project for a large-scale solar farm.

The Group recorded a slightly lower GP margin during Q1/21 as compared to Q4/20, mainly due to the lower GP margin recorded for manpower supply segment. This is due to the recovery costs incurred, which only a reasonable percentage of administrative fee was able to be recovered and earns from customers.

The increased PBT was due to unrealised gain on foreign exchange amounting to RM0.22 million in comparison to RM0.17 million in Q1/20. Besides, there was a decreased in administrative expenses due to the decrease in staff costs in Q1/21 as compared to Q4/20 as there was staff bonus payout amounting to RM0.32 million.

B3. Commentary on prospects

Globally, the outlook for the industry remains challenging due to COVID-19 and prevailing uncertainties over Organization of the Petroleum Exporting Countries (OPEC) production cuts in 2021. According to PETRONAS Activity Outlook (PAO) for 2021-2023, it foresees a steady outlook for production support, drilling, fabrication and installation of wellhead platforms and subsea facilities as well as decommissioning activities. However, it is still early to fully assess the impact of COVID-19 on Malaysia's offshore oilfield services industry.

Domestically, the rapid increase of COVID-19 cases nationwide has forced the Malaysian Government to re-implement the Movement Control Order (MCO) from 7 May to 7 June 2021, to all states to flatten the curve. The Group is deemed to fall under the essential services and permitted to continue operations during this period and as such is largely unaffected operationally.

The Group remains positive of its prospects going forward premised on the PAO for 2021-2023 as well as international operations near Suriname, South America working for the Group's long-term client Maersk Drilling. Besides, the Group is also positive on the ongoing large-scale solar ("LLS") work and the new renewable taskforce had been formed to tap into Solar Net Energy Malaysia ("NEM") 3.0 potentials introduced by the Energy and Natural Resources Ministry at end of December 2020.



B3. Commentary on prospects (Cont'd)

The Group will continue to explore opportunities in the renewable energy industry, both in the LSS, also NEM Solar projects and also Electric Vehicles (EV) Infrastructure related work. The group, in line with the energy transition happening all around the globe, is committed to participate in this transition as early as possible.

The Group are also committed to sustain the resilience by exploring opportunities in both local and overseas market through broadening the range of support services and continue to explore downstream segment opportunities by utilising the IPO proceeds raised from the IPO. The Group intend to explore potential opportunities by introducing new services and equipment technologies to enhance the existing fragmented O&G Services and Equipment sector. This would allow the Group to grasp the market share in more complex end of O&G value chain, in both upstream and downstream.

The Board are of the opinion that the current challenging environment to remain in near term due to Covid-19 situation in Malaysia. However, the Board is cautiously optimistic that the Group is able of withstanding current uncertainties and is well-positioned to capture opportunities as the market recovers.

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

	— Individual Quarter —		— Cumulative Quarter —	
	Unaudited		Unaudited	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	RM'000	RM'000
Malaysian Income Tax				
- Current tax	876	693	876	693
- Overprovision in prior year	-	-	-	-
- Deferred tax liabilities	185	(8)	185	(8)
	<u>1,061</u>	<u>685</u>	<u>1,061</u>	<u>685</u>
Effective tax rates	30.44%	23.97%	30.44%	23.97%

The Group's effective tax rate for current quarter under review is higher than the statutory income tax rate of 24% mainly due to provision of deferred tax liabilities arising from property, plant and equipment.

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B6. Status of corporate proposals and utilisation of proceeds

On 30 June 2020, the Company issued its prospectus in relation to the public issue of 82,200,000 new Ordinary Shares (“**Public Issue**”) at IPO Price in conjunction with the IPO. The listing exercise of the Company’s enlarged share capital of 411,000,000 shares on the ACE Market of Bursa Securities was completed on 22 July 2020.

The gross proceeds of RM21.37 million raised from the IPO are intended to be utilised in the following manner:-

<u>Details of Utilisation</u>	<u>Proposed Utilisation</u>	<u>Actual Utilised</u>	<u>Unutilised Amount</u>	<u>Estimated timeframe for utilisation from Listing</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	
Broadening the range of support services	3,236	330	2,906	Within 24 months
Capital expenditure for the downstream O&G segment	8,592	2,823	5,769	Within 24 months
General working capital	6,544	2,402	4,142	Within 24 months
Listing expenses	3,000	3,000	-	Immediately
	<u>21,372</u>	<u>8,555</u>	<u>12,817</u>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 30 June 2020.

B7. Bank borrowings

The Group’s borrowings were as follows:

	Unaudited	
	31/03/2021	31/03/2020
	RM'000	RM'000
<u>Secured</u>		
Current liabilities		
Bankers' acceptance	-	69
Finance lease liabilities	32	62
Lease liabilities	202	125
Term loan	63	53
	<u>297</u>	<u>309</u>
Non-current liabilities		
Finance lease liabilities	-	32
Lease liabilities	28	149
Term loan	1,298	1,379
	<u>1,326</u>	<u>1,560</u>
Total bank borrowings	<u>1,623</u>	<u>1,869</u>

All the group’s borrowings are denominated in Ringgit Malaysia.



B8. Material litigation

As at the date of this interim financial report, there were no material litigation involving the Group.

B9. Dividends proposed

There were no dividends proposed for the current financial quarter under review.

B10. Earnings Per Share (“EPS”)

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	Unaudited		Unaudited	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	RM'000	RM'000
Profit after tax attributable to owners of the Company (RM'000)	2,477	2,173	2,477	2,173
Weighted average number of ordinary shares ('000)	411,000	328,800	411,000	328,800
Number of enlarged ordinary shares after IPO ('000)	-	411,000	-	411,000
Basic EPS (sen) ⁽¹⁾	0.60	0.66	0.60	0.66
Diluted EPS (sen) ⁽²⁾	0.60	0.53	0.60	0.53

The basic and diluted EPS are calculated based on the Group's profit after taxation attributable to owners of the parent divided by the number of ordinary shares deemed in issue during the financial period.

Notes:

- (1) Basic EPS is calculated by dividing the profit after tax attributable to owners of the Company by weighted average number of ordinary shares.
- (2) Diluted EPS for the current quarter and financial period to date ended 31 March 2020 is equivalent to the basic EPS as the Company does not have convertible options as at the end of the reporting period.

Diluted EPS for the preceding year's corresponding period is calculated by dividing the profit after tax attributable to owners of the Company by the number of enlarged shares in issue after IPO.

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

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	Unaudited		Unaudited	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging/(crediting):-				
Auditor's remuneration				
- current year	23	13	23	13
Depreciation of property, plant and equipment	268	247	268	247
Interest expense	17	25	17	25
Interest income	(36)	(3)	(36)	(3)
Realised gain on foreign exchange	(4)	(18)	(4)	(18)
Rental expense on:				
- Premises	11	11	11	11
- Machinery and equipment	14	25	14	25
Unrealised (gain)/loss on foreign exchange	-		-	
	(223)	37	(223)	37

BY ORDER OF THE BOARD

24 MAY 2021

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