

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

**Unaudited Condensed Consolidated
Interim Financial Report
for the First Quarter Ended
31 March 2023**

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

Unaudited condensed consolidated statement of financial position as at 31 March 2023

	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Assets		
Property, plant and equipment	58,145	58,046
Right-of-use assets	10,139	9,949
Deferred tax assets	338	307
Total non-current assets	<u>68,622</u>	<u>68,302</u>
Inventories	4,735	4,291
Trade and other receivables	2,086	2,549
Prepayments	1,907	1,610
Current tax assets	406	406
Investment in financial assets ⁽¹⁾	954	4,919
Pledged deposits	1,112	1,107
Cash and cash equivalents	17,269	18,202
Total current assets	<u>28,469</u>	<u>33,084</u>
Total assets	<u><u>97,091</u></u>	<u><u>101,386</u></u>
Equity		
Share capital	39,072	39,072
Reserves	15,619	19,048
Total equity attributable to owners of the Company	<u>54,691</u>	<u>58,120</u>
Non-controlling interests	3,621	3,867
Total equity	<u><u>58,312</u></u>	<u><u>61,987</u></u>

Unaudited condensed consolidated statement of financial position as at 31 March 2023 (continued)

	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Liabilities		
Deferred tax liabilities	2,774	2,777
Loans and borrowings	12,715	13,403
Lease liabilities	7,316	7,270
Total non-current liabilities	<u>22,805</u>	<u>23,450</u>
Loans and borrowings	3,404	3,808
Lease liabilities	1,807	1,655
Trade and other payables	9,709	9,323
Current tax liabilities	1,054	1,163
Total current liabilities	<u>15,974</u>	<u>15,949</u>
Total liabilities	<u>38,779</u>	<u>39,399</u>
Total equity and liabilities	<u>97,091</u>	<u>101,386</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.11 ⁽²⁾</u>	<u>0.19 ⁽²⁾</u>

⁽¹⁾ Investment in financial assets represents investment in the Affin Hwang Aiman Money Market Fund with a redemption notice of only one (1) business day.

⁽²⁾ Net assets per share attributable to owners of the Company is calculated based on the share capital of 540,003,000 shares.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
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Unaudited condensed consolidated statement of profit or loss and other comprehensive income for the first quarter ended 31 March 2023

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Revenue	26,091	23,257
Other income	37	35
Inventories and consumables	(5,610)	(4,939)
Staff costs	(10,587)	(9,645)
Depreciation expenses	(2,231)	(1,738)
Other expenses	(2,711)	(2,255)
Results from operating activities	4,989	4,715
Finance income	23	18
Finance costs	(363)	(391)
Profit before tax	4,649	4,342
Tax expense	(1,334)	(1,316)
Profit and total comprehensive income for the financial period	3,315	3,026
Profit and total comprehensive income attributable to:		
Owners of the Company	3,051	2,587
Non-controlling interests	264	439
Profit and total comprehensive income for the financial period	3,315	3,026
Earnings per ordinary share (sen) ⁽¹⁾		
- Basic earnings per ordinary share (sen)	0.56	0.48
- Diluted earnings per ordinary share (sen)	0.45	0.38

⁽¹⁾ Earnings per ordinary share is calculated based on the weighted average number of ordinary shares referred to in Note B9.

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
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Unaudited condensed consolidated statement of changes in equity for the first quarter ended 31 March 2023

	←— <i>Attributable to owners of the Company</i> —→					
	←— <i>Non-distributable</i> —→		<i>Distributable</i>			
	Share capital RM'000	Other reserves RM'000 ⁽¹⁾	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Unaudited						
At 1 January 2022	39,071	(17,486)	33,453	55,038	2,704	57,742
Conversion of bonus warrants	1	-	-	1		1
Dividends to owners of the Company	-	-	(5,130)	(5,130)	-	(5,130)
Profit and total comprehensive income for the financial period	-	-	2,587	2,587	439	3,026
At 31 March 2022	39,072	(17,486)	30,910	52,496	3,143	55,639
Unaudited						
At 1 January 2023	39,072	(17,486)	36,534	58,120	3,867	61,987
Dividends to owners of the Company	-	-	(6,480)	(6,480)	-	(6,480)
Dividends to non-controlling interests	-	-	-	-	(510)	(510)
Profit and total comprehensive income for the financial period	-	-	3,051	3,051	264	3,315
At 31 March 2023	39,072	(17,486)	33,105	54,691	3,621	58,312

⁽¹⁾ This consists of business combination reserve of RM686,000 and restructuring reserve of RM16,800,000 arose from the restructuring exercise.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2023

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Cash flows from operating activities		
Profit before tax	4,649	4,342
<i>Adjustments for:</i>		
Finance income	(23)	(18)
Finance costs	363	391
Depreciation of property, plant and equipment	1,711	1,300
Depreciation of right-of-use assets	525	438
Fair value gain on investment in financial assets	(34)	(30)
Operating profit before working capital changes	7,191	6,423
Changes in working capital:		
Inventories	(444)	(470)
Trade and other receivables	463	1,240
Prepayments	(297)	(918)
Trade and other payables	1,122	(41)
Cash generated from operations	8,035	6,234
Interest received	18	15
Interest paid	(132)	(137)
Tax paid	(1,477)	(1,226)
Net cash from operating activities	6,444	4,886
Cash flows from investing activities		
Acquisition of property, plant and equipment	(2,546)	(1,009)
Prepayments in relation to acquisition of property, plant and equipment	-	(1,056)
Proceeds from disposal of property, plant and equipment	-	7
Net redemption from investment in financial assets	4,004	300
Change in pledged deposits	(5)	(4)
Net cash from/(used in) investing activities	1,453	(1,762)

Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2023 (continued)

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Cash flows from financing activities		
Proceeds from conversion of bonus warrants	-	1
Dividends paid to non-controlling interests	(510)	-
Dividends to owners of the Company	(6,480)	(5,130)
Proceeds from hire purchase liabilities	-	2,679
Interest paid	(231)	(254)
Repayment of hire purchase liabilities	(973)	(806)
Repayment of term loans	(119)	(86)
Payment of lease liabilities	(517)	(423)
Net cash used in financing activities	<u>(8,830)</u>	<u>(4,019)</u>
Net decrease in cash and cash equivalents	(933)	(895)
Cash and cash equivalents at the beginning of financial period	<u>18,202</u>	<u>18,525</u>
Cash and cash equivalents at the end of financial period	<u>17,269</u>	<u>17,630</u>

(i) Cash and cash equivalents

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following consolidated statement of financial position amounts:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Cash at banks	<u>17,269</u>	<u>17,630</u>

Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2023 (continued)

(ii) Acquisition of property, plant and equipment

During the financial period, the Group acquired property, plant and equipment as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Paid in cash	1,810	909
Balances remained unpaid at financial period end	-	260
	<u>1,810</u>	<u>1,169</u>

During the financial period, the Group paid the remaining outstanding amounts in relation to property, plant and equipment acquired in the previous financial year of RM736,000 (31.3.2022: RM100,000).

In the corresponding financial quarter ended 31 March 2022, the Group had entered into hire purchase arrangement to fully finance the plant and equipment acquired in the previous financial year ended 31 December 2021 of RM2,679,000, which was initially funded out of the Group's internally generated funds in the previous financial year ended 31 December 2021.

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Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2023 (continued)

(iii) Reconciliation of movements of liabilities to cash flows arising from financing activities

	← Unaudited →			
	At 1.1.2022 RM'000	Payments RM'000	Acquisition of new lease RM'000	At 31.3.2022 RM'000
Term loans	8,317	(86)	-	8,231
Hire purchase liabilities ⁽¹⁾	7,491	(806)	2,679	9,364
Lease liabilities	8,275	(423)	851	8,703
	24,083	(1,315)	3,530	26,298

	← Unaudited →				
	At 1.1.2023 RM'000	Payments RM'000	Acquisition of new lease RM'000	Remeasurement RM'000	At 31.3.2023 RM'000
Term loans	7,726	(119)	-	-	7,607
Hire purchase liabilities	9,485	(973)	-	-	8,512
Lease liabilities	8,925	(517)	627	88	9,123
	26,136	(1,609)	627	88	25,242

⁽¹⁾ In the corresponding financial quarter ended 31 March 2022, the Group had entered into hire purchase arrangement to fully finance the plant and equipment acquired in the previous financial year ended 31 December 2021 of RM2,679,000, which was initially funded out of the Group's internally generated funds in the previous financial year ended 31 December 2021.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

The condensed consolidated interim financial report is unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* and Rule 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The condensed consolidated interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial report. The explanatory notes attached to the condensed consolidated interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

A2. Significant accounting policies

Except as described below, the same accounting policies and methods of computation are followed in this condensed consolidated interim financial report as compared with the audited financial statements for the financial year ended 31 December 2022.

As of 1 January 2023, the Group has adopted the following amendments to MFRSs which are effective for annual periods beginning on or after 1 January 2023.

- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The adoption of the above pronouncements did not have any material impact to the condensed consolidated interim financial report of the Group.

A3. Auditors' report

There was no qualified audit report issued by the auditors in the audited financial statements for the financial year ended 31 December 2022.

A4. Seasonal or cyclical factors

The nature of the Group's business was not subject to any significant seasonal and cyclical factors.

A5. Exceptional items

There were no material exceptional items during the current financial quarter under review.

A6. Material changes in accounting estimates

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

A7. Material events subsequent to the statement of financial position date

There were no material events subsequent to the end of the current financial quarter under review that have not been reflected in the condensed consolidated interim financial report.

A8. Material changes in the composition of the Group

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

A9. Capital commitments

Outstanding capital commitments in respect of capital expenditure at financial position date not provided for at the end of each reporting period are as follows:

	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Capital expenditure commitments		
Property, plant and equipment		
<i>Authorised and contracted for</i>	9,846	4,198

A10. Debt and equity securities

There were no other issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review, except as disclosed in Note B6.

A11. Dividends paid

On 30 March 2023, the Group paid a second interim tax-exempted dividend of 1.20 sen per ordinary share totalling to RM6,480,035 in respect of the financial year ended 31 December 2022.

A12. Operating segments

The Group does not have the reportable segments, as the services are managed indistinctly because they require the similar technology and marketing strategies. The internal management reports consist of performance from respective entities and classified as North, Central, South and East Malaysia. The Group's Chief Executive Officer reviews internal management reports at least on a quarterly basis. The following summary describes the geographical segments results:

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers.

	Unaudited Individual/Cumulative Quarter ended 31 March	
	2023 RM'000	2022 RM'000
Revenue		
North Malaysia	4,625	4,346
Central Malaysia	15,145	13,660
South Malaysia	5,428	4,703
East Malaysia	893	548
	26,091	23,257

A13. Valuations of property, plant and equipment

Property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is stated at cost less accumulated impairment losses, if any.

A14. Contingencies

There were no contingent assets and contingent liabilities as at the date of this condensed consolidated interim financial report.

A15. Investment in financial assets

The investment in financial assets relates to the investment in short-term money market instruments.

A16. Related party transactions

Identity of related parties

For the purposes of this condensed consolidated interim financial report, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the parties are subject to common control. Related parties may be individuals or other entities.

Related parties also include key management personnel defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly and entity that provides key management personnel services to the Group. The key management personnel include all the Directors and certain members of senior management of the Group.

The Group has related party relationship with a Director and companies in which a Director has financial interest.

Significant related party transactions

Significant related party transactions of the Group are as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
Transactions		
A. Directors		
Lease payments	29	29
B. Companies in which Director have financial interests		
Lease payments	194	121
Sales of inventories	(6)	(122)
Service fees receivable	(4)	(48)

A17. Fair value information

The carrying amounts of cash and cash equivalents, short-term receivables and payables reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

The table below analyses other financial instruments at fair value.

	Fair value of financial instruments carried at fair value Level 1 RM'000	Fair value of financial instruments not carried at fair value Level 3 RM'000	Total fair value RM'000	Carrying amount RM'000
Unaudited				
31.03.2023				
Financial assets				
Investment in financial assets	954	-	954	954
Financial liabilities				
Term loans	-	(8,073)	(8,073)	(7,607)
Hire purchase liabilities	-	(9,235)	(9,235)	(8,512)
	-	(17,308)	(17,308)	(16,119)
Audited				
31.12.2022				
Financial assets				
Investment in financial assets	4,919	-	4,919	4,919
Financial liabilities				
Term loans	-	(8,200)	(8,200)	(7,726)
Hire purchase liabilities	-	(10,292)	(10,292)	(9,485)
	-	(18,492)	(18,492)	(17,211)

A17. Fair value information (continued)

Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Level 1 fair value

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

The following table shows the valuation techniques used in the determination of fair values within Level 3, as well as the key unobservable inputs used in the valuation models.

Type	Description of valuation technique and inputs used
Term loans and hire purchase liabilities	Discounted cash flows using a rate based on the current market rate of borrowing of the respective entities at the reporting date.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of financial performance

(a) Highlight on Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Current financial quarter against corresponding financial quarter

	Unaudited Individual quarter ended 31 March		Variance %
	2023 RM'000	2022 RM'000	
Revenue	26,091	23,257	12.19
Profit before tax ("PBT")	<u>4,649</u>	<u>4,342</u>	7.07

The Group reported revenue of RM26.09 million for the current financial quarter under review. This represents an increase in revenue of approximately 12.19% against the corresponding financial quarter of RM23.26 million.

The increase in revenue by comparing to the corresponding financial quarter is mainly due to increase in the number of patients seeking treatments, including patients for refractive surgeries and cataract surgeries. The newly set up satellite clinic/centre has contributed to the increase in revenue as well.

Besides, ongoing promotions for eye specialist services through online platforms have increased the momentum in revenue during the current financial quarter under review as compared to the corresponding financial quarter.

On the other hand, the overall increase in operating cost is mainly due to additional staffs (ie doctors, nurse, optometrist and supporting staff) hired in advance for the upcoming expansion of new ambulatory care centres and satellite clinics/centres at the new location. Hence, staffs will be well trained in our existing centres before transferring them to the upcoming new ambulatory care centres and satellite clinics/centres.

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B1. Review of financial performance (continued)

(a) Highlight on Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (continued)

Current financial quarter against corresponding financial quarter (continued)

In terms of geographical segmentation (as tabulated below), the Group recorded an increase in revenue for all geographical segments.

	Unaudited Individual quarter ended 31 March		Variance %
	2023 RM'000	2022 RM'000	
Revenue			
North Malaysia	4,625	4,346	5.96
Central Malaysia	15,145	13,660	11.23
South Malaysia	5,428	4,703	14.88
East Malaysia	893	548	62.36
	<u>26,091</u>	<u>23,257</u>	12.19

While the Group's revenue for the current financial quarter under review increased by 12.19% as compared to the corresponding financial quarter, the Group's PBT increased by 7.07% from RM4.34 million for the corresponding financial quarter to RM4.65 million for the current financial quarter.

The slight increase in PBT was mainly due to the increase in revenue as elaborated above and effective marketing effort from ongoing promotions through online platforms. The overall increase in operating cost as explained earlier has some slight impact to the PBT and this impact is expected to be diminished upon the operationalisation of the new ambulatory care centre and satellite clinic/centre.

B2. Variation of results against immediate preceding financial quarter

	Unaudited		Variance %
	Individual quarter ended 31 March 2023 RM'000	31 December 2022 RM'000	
Revenue	26,091	28,413	(8.17)
PBT	4,649	5,698	(18.41)

The Group's revenue decreased by 8.17% from RM28.41 million to RM26.09 million.

The decrease in revenue can primarily attributed to the initial phase of the year and coupled with festive season such as Chinese New Year as people tend to do surgery after the festive season.

The Group's PBT decreased by RM1.05 million mainly due to the decrease in revenue in the current financial quarter under review.

B3. Commentary on prospects

With the relaxation of Standard Operating Procedures (SOPs) and the easing of restrictions, coupled with the recent announcement by the World Health Organization (WHO) in May 2023 declaring an end to the global public health emergency caused by Covid-19, certain branches of the Group have shown improvements in performance. In fact, some branches have surpassed their pre-Covid-19 levels, showcasing commendable progress.

Meanwhile, the inflationary pressure due to rising food and energy prices, and disrupted supply chains following the Russia-Ukraine war remain threats to both the local and global economy.

Nonetheless, the Group will continue to optimize its operational costs and seek strategic locations across Malaysia to set up more ambulatory care centers/satellite clinics to support its growth.

Accordingly, the Board of Directors is cautiously optimistic that the Group's prospects for the financial year ending on 31 December 2023 will remain favorable.

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B4. Profit forecast

Not applicable as the Group does not publish any profit forecast.

B5. Tax expense

Tax expense comprises the following:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023 RM'000	2022 RM'000
<i>Recognised in profit or loss</i>		
Current tax expense		
Current financial period	1,368	1,328
Deferred tax expense		
Current financial period	(34)	(12)
	1,334	1,316
Effective tax rate	28.69%	30.31%

The overall effective tax rates of 28.69% for individual and cumulative quarter ended 31 March 2023 were higher than the statutory tax rate of 24% due to the non-deductible expenses incurred.

Income tax expense in the form of provision is recognised based on management's estimate.

B6. Loans and borrowings

Particulars of the Group's loans and borrowings are as follows:

	Note	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Non-current			
Term loans – secured		7,122	7,346
Hire purchase liabilities	B6.1	5,593	6,057
		<u>12,715</u>	<u>13,403</u>
Current			
Term loans – secured		485	380
Hire purchase liabilities	B6.1	2,919	3,429
		<u>3,404</u>	<u>3,809</u>
		<u>16,119</u>	<u>17,212</u>

B6.1 Hire purchase liabilities

Hire purchase liabilities are payable as follows:

	Future minimum lease payments RM'000	Interest RM'000	Present value of minimum lease payments RM'000
Unaudited 31.3.2023			
Less than one year	3,283	364	2,919
Between one to five years	6,009	416	5,593
	<u>9,292</u>	<u>780</u>	<u>8,512</u>
Audited 31.12.2022			
Less than one year	3,850	422	3,428
Between one to five years	6,539	482	6,057
	<u>10,389</u>	<u>904</u>	<u>9,485</u>

B7. Material litigation

There are no material litigations as at the date of this report.

B8. Dividends

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

B9. Earnings per ordinary share

The calculation of earnings per ordinary share at 31 March 2023 and 2022, was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding calculated as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2023	2022
Profit for the financial period attributable to owners of the Company (RM'000)	3,051	2,587
Basic earnings per ordinary share attributable to owners of the Company		
Based on weighted average number of ordinary shares ('000)	540,000	540,000
Effect on conversion of the bonus warrant	3	3
Adjusted weighted average number of ordinary shares ('000) ⁽¹⁾	540,003	540,003
Basic earnings per ordinary shares (sen) ('000) ⁽²⁾	0.56	0.48
Diluted earnings per ordinary share attributable to owners of the Company		
Based on weighted average number of ordinary shares ('000)	540,000	540,000
Effect on conversion of the bonus warrant	3	3
Effective of dilution arising from conversion of all bonus warrants	134,997	134,997
Adjusted weighted average number of ordinary shares ('000) ⁽³⁾	675,000	675,000
Diluted earnings per ordinary share (sen) ('000) ⁽²⁾	0.45	0.38

B9. Earnings per ordinary share (continued)

- (1) Included the effects of the conversion of a total 1,500 bonus warrants which have been listed on 7 March 2022 and 27 April 2022 and the listing of and quotation for bonus shares on 9 May 2022.
- (2) The calculation of basic and diluted earnings per share have been adjusted retrospectively to reflect the changes in the number of Optimax Shares as disclosed in Note 1 above as per the requirement of MFRS 133, Earnings per Share, Paragraph 64.
- (3) Included the assumption that the remaining bonus warrants (issued on 30 December 2021) are converted to Optimax Shares (as at the date of this report, these bonus warrants have not been converted to Optimax Shares).

B10. Trade and other receivables

	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Current Trade		
Trade receivables	1,074	1,181
Non-trade		
Other receivables	168	568
Deposits	844	800
	<u>1,012</u>	<u>1,368</u>
	<u>2,086</u>	<u>2,549</u>

(a) Ageing analysis of trade receivables

	Unaudited As at 31 March 2023 RM'000	Audited As at 31 December 2022 RM'000
Current (not past due)	518	631
1 – 30 days past due	39	38
31 – 120 days past due	30	36
More than 120 days past due	487	476
	<u>1,074</u>	<u>1,181</u>

Trade receivables that are past due have not been impaired as payments have been substantially received from these debtors subsequent to period end.

B11. Profit before tax

	Note	Unaudited Individual/Cumulative quarter ended 31 March	
		2023 RM'000	2022 RM'000
Material expenses/ (income)			
Depreciation expenses			
- property, plant and equipment		1,711	1,300
- right-of-use assets		525	438
Fair value gain on investment in financial assets		(34)	(30)
Finance income			
- investment in financial assets		(5)	(3)
- cash and cash equivalents		(18)	(15)
Finance costs			
- term loans		84	106
- hire purchase liabilities		147	148
- lease liabilities		132	137
		<hr/>	<hr/>
Expenses arising from leases			
Expenses relating to short-term leases	(i)	19	105
Expenses relating to leases of low- value assets	(ii)	9	8
		<hr/>	<hr/>

- (i) The Group leases operation equipment with contract terms of less than 1 year. These leases are short-term in nature and the Group has elected not to recognise right-of-use assets and lease liabilities for these leases.
- (ii) The Group leases various office equipment with contract terms of 3 years. These leases are low-value in nature and the Group has elected not to recognise right-of-use assets and lease liabilities for these leases.

The Group did not report any other income including investment income, provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, foreign exchange gain or loss and gain or loss on derivatives.