



GLOBAL ORIENTAL BERHAD

(Incorporated in Malaysia)

Company No. 200101008111 (543867-T)

Interim Financial Report

31 March 2021

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GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2021 RM'000 unaudited	Preceding Year Corresponding Quarter 31.03.2020 RM'000 audited	Current Year To Date 31.03.2021 RM'000 unaudited	Preceding Year Corresponding Year To Date 31.03.2020 RM'000 audited
Revenue	112,038	75,923	418,971	260,884
Cost of sales	(96,745)	(73,834)	(376,872)	(237,882)
Gross profit	15,293	2,089	42,099	23,002
Interest income	448	2,517	3,012	9,037
Other operating income	3,772	2,042	6,605	8,259
Depreciation and amortisation	(754)	(815)	(3,056)	(2,129)
Operating expenses	(9,361)	(39,540)	(29,565)	(60,938)
Operating profit/(loss)	9,398	(33,707)	19,095	(22,769)
Finance costs	(2,140)	(2,542)	(5,124)	(5,191)
Share of results of an associated company	23	576	1,737	576
Profit/(Loss) before tax	7,281	(35,673)	15,708	(27,384)
Taxation	(1,488)	(2,529)	(5,106)	(2,135)
Profit/(Loss) for the financial year	5,793	(38,202)	10,602	(29,519)
Other comprehensive loss				
Exchange differences arising on translation of foreign operations	-	-	-	(344)
Total comprehensive income/(loss) for the financial year	5,793	(38,202)	10,602	(29,863)
Profit/(Loss) attributable to:				
Owners of the Company	6,572	(36,989)	13,905	(27,591)
Non-controlling interests	(779)	(1,213)	(3,303)	(1,928)
	5,793	(38,202)	10,602	(29,519)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	6,572	(36,989)	13,905	(27,935)
Non-controlling interests	(779)	(1,213)	(3,303)	(1,928)
	5,793	(38,202)	10,602	(29,863)
Earnings per share attributable to Owners of the Company:				
- Basic (sen)	1.45	(8.14)	3.06	(6.07)
- Diluted (sen)	Not Applicable	Not Applicable	Not Applicable	Not Applicable

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.

GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	As at 31.03.2021 RM'000 unaudited	As at 31.03.2020 RM'000 audited
ASSETS		
Non-current assets		
Property, plant and equipment	2,608	2,896
Right-of-use assets	6,110	6,729
Investment properties	-	1,740
Investment in an associated company	2,313	576
Land held for property development	307,320	281,592
Deferred tax assets	610	727
Other receivables, deposits and prepayments	16,493	19,410
	<u>335,454</u>	<u>313,670</u>
Current assets		
Inventories	66,591	70,374
Property development costs	281,467	334,455
Trade receivables	70,202	51,972
Other receivables, deposits and prepayments	23,396	20,887
Amount owing by an associated company	49,777	49,777
Tax recoverable	3,087	2,340
Fixed deposits with licensed banks	18,959	18,306
Cash and bank balances	135,080	96,837
	<u>648,559</u>	<u>644,948</u>
TOTAL ASSETS	<u>984,013</u>	<u>958,618</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	227,338	227,338
Reserves	40,453	26,548
	<u>267,791</u>	<u>253,886</u>
Non-controlling interests	<u>(8,170)</u>	<u>(4,867)</u>
TOTAL EQUITY	<u>259,621</u>	<u>249,019</u>
LIABILITIES		
Non-current and deferred liabilities		
Borrowings - secured	127,647	152,305
Lease liabilities	4,862	5,288
Deferred tax liabilities	2,364	3,144
Trade payables	83,556	155,469
	<u>218,429</u>	<u>316,206</u>
Current liabilities		
Contract liabilities	30,072	29,833
Trade payables	198,145	115,221
Other payables and accruals	198,757	168,330
Provisions	20,777	18,761
Borrowings - secured	51,401	54,699
Lease liabilities	1,685	1,578
Tax liabilities	5,126	4,971
	<u>505,963</u>	<u>393,393</u>
TOTAL LIABILITIES	<u>724,392</u>	<u>709,599</u>
TOTAL EQUITY AND LIABILITIES	<u>984,013</u>	<u>958,618</u>
	-	-
Net assets per ordinary share attributable to owners of the Company (RM)	<u>0.59</u>	<u>0.56</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.

GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Attributable to the Owners of the Company							Non-controlling interests RM'000	Total equity RM'000
	Issued capital RM'000	Capital reserve RM'000	Share option reserve RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000	Total RM'000		
Current 12 months ended 31 March 2021 (unaudited)									
As at 1 April 2020	227,338	91,037	2,953	-	-	(67,442)	253,886	(4,867)	249,019
Total comprehensive income/(loss) for the financial year	-	-	-	-	-	13,905	13,905	(3,303)	10,602
Employees' Share Option Scheme ("ESOS") forfeited during the financial year	-	-	(1,152)	-	-	1,152	-	-	-
As at 31 March 2021	227,338	91,037	1,801	-	-	(52,385)	267,791	(8,170)	259,621

	Attributable to the Owners of the Company							Non-controlling interests RM'000	Total equity RM'000
	Issued capital RM'000	Capital reserve RM'000	Share option reserve RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000	Total RM'000		
Preceding 12 months ended 31 March 2020 (audited)									
As at 1 April 2019	227,338	91,037	3,022	20,227	344	(60,055)	281,913	(2,937)	278,976
Effects of adoption of MFRS	-	-	-	-	-	(92)	(92)	(2)	(94)
As at 1 April 2019, as restated	227,338	91,037	3,022	20,227	344	(60,147)	281,821	(2,939)	278,882
Loss for the financial year	-	-	-	-	-	(27,591)	(27,591)	(1,928)	(29,519)
Other comprehensive loss for the financial year	-	-	-	-	(344)	-	(344)	-	(344)
Total comprehensive loss for the financial year	-	-	-	-	(344)	(27,591)	(27,935)	(1,928)	(29,863)
Employees' Share Option Scheme ("ESOS") forfeited during the financial year	-	-	(69)	-	-	69	-	-	-
Warrants expired	-	-	-	(20,227)	-	20,227	-	-	-
As at 31 March 2020	227,338	91,037	2,953	-	-	(67,442)	253,886	(4,867)	249,019

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	Current 12 months ended 31.03.2021 RM'000 unaudited	Preceding 12 months ended 31.03.2020 RM'000 audited
<u>Cash Flows from Operating Activities</u>		
Profit/(Loss) before taxation	15,708	(27,384)
Adjustments for:		
Provision for liquidated and ascertained damages	1,077	313
Provision for bumiputra quota penalties	152	77
Reversal of provision for sales incentives	-	(352)
Depreciation of property, plant and equipment	991	735
Depreciation of right-of-use assets	2,065	1,394
Property, plant and equipment written off	62	229
Inventories written off	2	7,137
Bad debts written off	6	44
Impairment of goodwill	-	9,191
Impairment of land held for property development	2,564	-
Gain on disposal of property, plant and equipment	(7)	(54)
Gain on disposal of right-of-use assets	(33)	-
Loss on disposal of investment properties	284	-
Allowance for doubtful debts	-	26,037
Allowance for doubtful debts no longer required	(1,676)	-
Share of results in associate	(1,737)	(576)
Unrealised foreign exchange loss	-	109
Interest expenses	5,124	5,191
Interest income	(3,012)	(9,037)
Operating profit before working capital changes	21,570	13,054
Decrease/(Increase) in:		
Land held for property development	(28,292)	(14,964)
Property development costs	62,872	10,130
Inventories	3,782	7,408
Contract assets	-	-
Receivables	(15,040)	(9,458)
Increase/(Decrease) in:		
Contract liabilities	239	(31,216)
Payables	40,490	6,974
Cash generated from/(used in) operations	85,621	(18,072)
Interest received	1,899	3,831
Interest paid	(11,812)	(15,350)
Bumiputra quota penalties paid	(1,255)	-
Tax paid	(6,361)	(7,468)
	(17,529)	(18,987)
Net generated from/(used in) operating activities	68,092	(37,059)
<u>Cash Flows from/(used in) Investing Activities</u>		
Additions to property, plant and equipment	(799)	(2,243)
Proceeds from disposal of property, plant and equipment	500	59
Proceeds from disposal of investment properties	1,456	-
Increase in fixed deposits pledged	(420)	(2,362)
Net cash generated from/(used in) investing activities	737	(4,546)
<u>Cash Flows used in Financing Activities</u>		
Drawdown of bank borrowings	49,175	72,763
Repayment of bank borrowings	(76,792)	(76,615)
Payment of lease liabilities	(1,732)	(1,351)
Repayment of hire-purchase creditors	(635)	(190)
Net cash generated used in financing activities	(29,984)	(5,393)
Net increase/(decrease) in cash and cash equivalents	38,845	(46,998)
Cash and cash equivalents at beginning of financial year	86,227	133,225
Cash and cash equivalents at end of financial year	125,072	86,227
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	135,080	96,837
Fixed deposits with licensed banks	18,959	18,306
Bank overdraft	(11,341)	(11,711)
	142,698	103,432
Less: Fixed deposits pledged	(17,626)	(17,205)
	125,072	86,227

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2021

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

1. BASIS OF PREPARATION

The interim financial statements of Global Oriental Berhad (“GOB” or “Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: “Interim Financial Reporting” and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2020.

The significant accounting policies and methods of computation adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2020, except for the compliance with the new/revised MFRSs and amendments to MFRSs that are effective for the financial period beginning on or after 1 January 2020:

Amendments to:

MFRS 3	Definition of a Business ¹
MFRS 9, MFRS 139 and MFRS 7	Interest Rate Benchmark Reform ¹
MFRS 101 and MFRS 108	Definition of Material ¹
MFRS 101	Classification of Liabilities as Current or Non-current ³
MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ⁴
MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use ³
MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract ³
MFRS 16	Covid-19-Related Rent Concessions ²
MFRSs	Amendments to References to the Conceptual Framework in MFRS Standards ¹
Annual improvements to MFRS Standards 2018 - 2020 ³	

¹ Effective for annual periods beginning on or after 1 January 2020

² Effective for annual periods beginning on or after 1 June 2020

³ Effective for annual periods beginning on or after 1 January 2022

⁴ Effective date deferred to a date to be determined and announced by MASB

These new and amended MFRSs and IC Interpretations are not expected to have any significant impact on the financial statements of the Group and the Company upon their initial application.

IFRIC Agenda Decision on MFRS 123 Borrowing Costs

On 18 December 2018, the Malaysian Accounting Standards Board (“MASB”) has issued for public comment six Tentative Agenda Decisions (“TAD”) published by the IFRS Interpretations Committee, including the TAD on International Accounting Standards 23 Borrowing Costs (“IAS 23”) relating to over time transfer of constructed good.

The MASB observed that non-private entities in the real estate industry might need to change their accounting policy as a result of the Agenda Decision on IAS 23. In ensuring consistent application of the MFRSs, which are word-for-word the IFRS Standards, the MASB has decided that an entity shall apply the change in accounting policy as a result of the Agenda Decision on IAS 23 to financial statements of annual periods beginning on or after 1 July 2020.

The Group is in the process of assessing the impact of implementing this change in accounting policy. The implementation results would be reported during the financial year ending 31 March 2022.

2. AUDITORS’ REPORT ON REPORTING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the financial statements of GOB for the financial year ended 31 March 2020 was not qualified.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group’s performance for the quarter ended 31 March 2021 was not affected by any significant seasonal or cyclical fluctuations.

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

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

5. CHANGES IN ESTIMATES

There were no changes in estimates during the quarter under review that had a material effect on the interim financial statements.

6. DEBT AND EQUITY SECURITIES

During the quarter under review, no ESOS option was exercised. As at 31 March 2021, a total of 3,479,866 ESOS options to subscribe for ordinary shares remain unexercised.

There were no other issuances, cancellation, repurchase, resale and repayment of debt and equity securities during the reporting quarter.

7. DIVIDENDS PAID

There were no dividends paid or declared during the quarter under review.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
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8. SEGMENTAL INFORMATION

Group	Property	Construction	Trading	Investment	Others	Elimination	Total
	development		and				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Results For 12 Months Ended 31 March 2021							
Revenue							
External sales	392,884	-	26,087	-	-	-	418,971
Inter-segment sales	-	(967)	-	-	-	967	-
	<u>392,884</u>	<u>(967)</u>	<u>26,087</u>	<u>-</u>	<u>-</u>	<u>967</u>	<u>418,971</u>
Results							
Segment results	21,310	(821)	3,982	(2,450)	460	(3,386)	19,095
Unallocated expenses:							
- Finance costs							(5,124)
- Share of results of an associated company							1,737
Profit before tax							<u>15,708</u>
Taxation							(5,106)
Profit for the financial year							<u>10,602</u>

Group	Property	Construction	Trading	Investment	Others	Elimination	Total
	development		and				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Results For 12 Months Ended 31 March 2020 (audited)							
Revenue							
External sales	240,487	-	20,264	-	133	-	260,884
Inter-segment sales	-	16,167	-	180,615	-	(196,782)	-
	<u>240,487</u>	<u>16,167</u>	<u>20,264</u>	<u>180,615</u>	<u>133</u>	<u>(196,782)</u>	<u>260,884</u>
Results							
Segment results	12,266	(1,050)	1,206	125,771	3,016	(163,978)	(22,769)
Unallocated expenses:							
- Finance costs							(5,191)
- Share of results of an associated company							576
Loss before tax							<u>(27,384)</u>
Taxation							(2,135)
Loss for the financial year							<u>(29,519)</u>

9. VALUATION OF PROPERTY, PLANT & EQUIPMENT AND INVESTMENT PROPERTIES

There has been no change to the valuations of property, plant and equipment and investment properties since the audited financial statements for the year ended 31 March 2020.

10. SUBSEQUENT EVENTS

There were no material events subsequent to the reporting period.

11. CHANGES IN THE COMPOSITION OF THE GROUP

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

12. CHANGES IN CONTINGENT ASSETS AND CONTINGENT LIABILITIES

As at the date of this report, there were no material contingent liabilities except as follows:

Corporate guarantee amounting to RM173.7 million given by our Company to financial institutions for credit facilities granted to our subsidiaries.

13. CAPITAL COMMITMENTS

There were no material capital commitments as at the date of this report.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2021

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BHD

1. REVIEW OF PERFORMANCE

a) Financial review for current quarter and financial year to date

	Individual Period		Changes %	Cumulative Period		Changes %
	Current Year Quarter 31.03.2021	Preceding Year Corresponding Quarter 31.03.2020		Current Year To Date 31.03.2021	Preceding Year To Date 31.03.2020	
	RM'000	RM'000		RM'000	RM'000	
		audited			audited	
Revenue	112,038	75,923	48%	418,971	260,884	61%
Operating profit/(loss)	9,398	(33,707)	128%	19,095	(22,769)	184%
Profit/(Loss) before tax	7,281	(35,673)	120%	15,708	(27,384)	157%
Profit/(Loss) after tax	5,793	(38,202)	115%	10,602	(29,519)	136%
Profit/(Loss) attributable to owners of the Company	6,572	(36,989)	118%	13,905	(27,591)	150%

Current Quarter

For the current quarter, the Group registered higher revenue of RM112.0 million compared to RM75.9 million of the preceding year corresponding quarter. The increase in revenue was mainly attributed to higher sales recognition from ongoing development projects.

In tandem with the higher revenue, the Group recorded higher profit before tax of RM7.3 million for the current quarter under review compared to loss before tax of RM35.7 million of the preceding year corresponding quarter. The favourable performance was mainly due to higher profit contribution from ongoing development projects and lower operating expenses in the current quarter.

Year-to-date (12 months)

The Group achieved higher revenue of RM419.0 million compared to RM260.9 million of the preceding year. The increase in revenue was mainly attributed to higher sales recognition from ongoing development projects.

The Group recorded profit before tax of RM15.7 million compared to the preceding year's loss before tax of RM27.4 million. The improved performance was mainly due to higher profit contribution from ongoing development projects and lower operating expenses.

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b) Financial review for current quarter compared with immediate preceding quarter

	Current Year Quarter 31.03.2021 RM'000	Immediate Preceding Quarter 31.12.2020 RM'000	Changes %
Revenue	112,038	158,485	-29%
Operating profit	9,398	10,262	-8%
Profit before tax	7,281	10,090	-28%
Profit after tax	5,793	6,921	-16%
Profit attributable to owners of the Company	6,572	8,229	-20%

Compared against the immediate preceding quarter, the Group's revenue decreased to RM112.0 million against RM158.5 million recorded previously. The decrease in revenue was mainly due to lower work progress and lower sales recognition of ongoing development projects in the current quarter.

In tandem with the lower revenue, the Group registered lower profit before tax of RM7.3 million against RM10.1 million of the immediate preceding quarter mainly due to lower profit contribution from ongoing development projects.

2. COMMENTARY ON PROSPECTS

The Group opines that the economic recovery is expected to be even more challenging now with Covid-19 resurgence and Movement Control Order 3.

As a result of this significant negative impact on property development and construction and also buyers' demand, the Group remains steadfast on completing current projects and maintain cautious launches in financial year 2022.

3. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee for the financial year under review.

4. TAXATION

	Current Year Quarter 31.03.2021 RM'000	Preceding Year Corresponding Quarter 31.03.2020 RM'000 audited	Current Year To Date 31.03.2021 RM'000	Preceding Year To Date 31.03.2020 RM'000 audited
Current taxation	1,850	2,786	5,740	4,023
Under/(Over) provision in prior year	(126)	(228)	28	(1,460)
Deferred taxation	(236)	(29)	(662)	(428)
	<u>1,488</u>	<u>2,529</u>	<u>5,106</u>	<u>2,135</u>

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The effective tax rate is not reflective of the statutory tax rate principally due to non-recognition of deferred tax assets in certain subsidiary companies and non-deductibility of certain expenses for tax purposes.

5. CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report except for:-

(a) Private Placement of Shares

On 24 August 2020, the Company through its adviser UOB Kay Hian Securities (M) Sdn Bhd ("UOBKH") had announced that the Company proposed to undertake a private placement of up to 10% of the total number of issued shares of GOB to third party investor(s) to be identified later, at an issue price to be determined later ("Placement Shares") ("Proposed Private Placement").

On 3 September 2020, the Company via its adviser had announced that Bursa Malaysia Securities Berhad ("Bursa Securities") had, vide its letter dated 2 September 2020, approved the listing and quotation of up to 46,038,315 Placement Shares to be issued pursuant to the Proposed Private Placement, subject to the following conditions:-

- (i) GOB and UOBKH must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Private Placement;
- (ii) GOB and UOBKH to inform Bursa Securities upon the completion of the Proposed Private Placement;
- (iii) GOB and UOBKH to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Private Placement is completed; and
- (iv) Where relevant, GOB to furnish Bursa Securities with a certified true copy of the resolution passed by shareholders at the forthcoming annual general meeting for the authority to issue shares pursuant to Sections 75 and 76 of the Companies Act, 2016 before the listing and quotation of the ordinary shares.

On 19 February 2021, Bursa Securities granted the Company an extension of time up to 1 September 2021 to complete the implementation of the Private Placement.

To date, the issue price has not been fixed and the third party investor(s) has not been identified as well.

(b) Memorandum of Understanding

On 14 September 2020, the Company announced that Global Nano Innovation Sdn Bhd, a wholly-owned subsidiary of GOB ("Global Nano"), had on 14 September 2020, entered into a memorandum of understanding ("MOU") with Fawoo Nanotech Co Ltd ("Fawoo") to explore potential business cooperation and/or collaboration opportunities between Global Nano and Fawoo. The validity of the MOU is one (1) month and as announced, it has been extended on 12 October 2020 for another month and subsequently on 13 November 2020, it was extended to 13 February 2021.

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On 10 February 2021, the Company announced that the parties have mutually agreed to terminate the MOU with immediate effect as the parties have not been able to reach an agreement on the areas of collaboration and the definitive agreement.

6. BORROWINGS AND DEBT SECURITIES

	As at 31.03.2021		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Bank borrowings	127,570	39,960	167,530
Hire-purchase creditors	77	100	177
Bank overdrafts	-	11,341	11,341
	127,647	51,401	179,048

	As at 31.03.2020		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Bank borrowings			
- Ringgit Malaysia	127,398	42,820	170,218
- Singapore Dollar (1: 3.0258)	24,723	-	24,723
Hire-purchase creditors	184	168	352
Bank overdrafts	-	11,711	11,711
	152,305	54,699	207,004

All borrowings were denominated in Ringgit Malaysia and Singapore Dollar and were fully secured.

7. CHANGES IN MATERIAL LITIGATION

The Company and its subsidiary companies are not engaged, either as plaintiff or defendant, in any litigation which has a material effect since the date of the last annual statement of financial position to the date of this report. The Directors are not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceeding which might materially and/or adversely affect the position or business of the Group.

8. DIVIDEND

No dividend has been proposed or declared for the current quarter.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2021

9. EARNINGS PER SHARE

a) Basic

The basic earnings per share is calculated by dividing the net profit/(loss) for the period by the weighted average number of ordinary shares in issue during the financial period.

	Current Year Quarter 31.03.2021	Preceding Year Corresponding Quarter 31.03.2020 audited	Current Year To Date 31.03.2021	Preceding Year To Date 31.03.2020 audited
Profit/(Loss) attributable to owners of the Company (RM'000)	6,572	(36,989)	13,905	(27,591)
Number of ordinary shares in issue ('000)	454,676	454,676	454,676	454,676
Basic earnings per share (sen)	1.45	(8.14)	3.06	(6.07)

b) Diluted

ESOS granted is excluded from the diluted earnings per share calculation because its effect is anti-dilutive.

10. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax:

	Current Year Quarter 31.03.2021 RM'000	Preceding Year Corresponding Quarter 31.03.2020 RM'000 audited	Current Year To Date 31.03.2021 RM'000	Preceding Year To Date 31.03.2020 RM'000 audited
After Charging:				
Interest expenses	2,140	2,542	5,124	5,191
Depreciation of property, plant and equipment	230	285	991	735
Depreciation of right-of-use assets	524	530	2,065	1,394
Inventories written off	2	7,134	2	7,137
Property, plant and equipment written off	-	229	62	229
Impairment of goodwill	-	9,191	-	9,191
Impairment of land held for property development	2,564	-	2,564	-
Loss on disposal of investment properties	284	-	284	-
Provision for liquidated and ascertained damages	699	313	1,077	313
Provision for bumiputra quota penalties	152	77	152	77
Allowance for doubtful debts	-	25,844	-	26,037
Unrealised foreign exchange loss	-	-	-	109

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After Crediting:				
Interest income	448	2,517	3,012	9,037
Allowance for doubtful debts no longer required	1,188	-	1,676	-
Reversal of provision for sales incentives	-	297	-	352
Gain on disposal of property, plant and equipment	7	1	7	54
Gain on disposal of right-of-use assets	-	-	33	-

There were no gain or loss on disposal of quoted investment, gain or loss on derivatives and exceptional items for the current quarter under review.

11. AUTHORISATION FOR ISSUE

These interim financial statements have been authorised by the Board of Directors for issuance in accordance with a resolution of the Directors duly passed at the Board of Directors' Meeting held on 28 May 2021.