



GLOBAL ORIENTAL BERHAD

(Incorporated in Malaysia)

Company No. 200101008111 (543867-T)

Interim Financial Report

31 March 2022

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GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2022

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022 RM'000 unaudited	Preceding Year Corresponding Quarter 31.03.2021 RM'000 restated	Current Year To Date 31.03.2022 RM'000 unaudited	Preceding Year Corresponding Year To Date 31.03.2021 RM'000 restated
Revenue	88,163	112,038	421,320	418,971
Cost of sales	(71,546)	(74,668)	(381,633)	(350,028)
Gross profit	16,617	37,370	39,687	68,943
Interest income	626	448	4,645	3,012
Other operating income	1,396	3,627	7,974	6,460
Depreciation and amortisation	(2,350)	(755)	(4,606)	(3,057)
Operating expenses	(6,809)	(6,036)	(22,388)	(26,240)
Operating profit	9,480	34,654	25,312	49,118
Finance costs	(2,908)	(6,825)	(11,111)	(30,417)
Share of results of an associate	(926)	(1,714)	1,151	-
Profit before tax	5,646	26,115	15,352	18,701
Taxation	1,034	(4,266)	(2,438)	(5,442)
Profit for the financial year	6,680	21,849	12,914	13,259
Other comprehensive income	-	-	-	-
Total comprehensive income for the financial year	6,680	21,849	12,914	13,259
Profit attributable to:				
Owners of the Company	7,534	22,628	15,068	16,562
Non-controlling interests	(854)	(779)	(2,154)	(3,303)
	6,680	21,849	12,914	13,259
Total comprehensive income attributable to:				
Owners of the Company	7,534	22,628	15,068	16,562
Non-controlling interests	(854)	(779)	(2,154)	(3,303)
	6,680	21,849	12,914	13,259
Earnings per share attributable to Owners of the Company:				
- Basic (sen)	1.66	4.98	3.31	3.64
- 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 2021 and the accompanying explanatory notes attached to this interim financial statements.

GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	As at 31.03.2022 RM'000 unaudited	As at 31.03.2021 RM'000 restated	As at 1.04.2020 RM'000 restated
ASSETS			
Non-current assets			
Property, plant and equipment	17,316	2,608	2,896
Right-of-use assets	28,802	6,110	6,729
Investment properties	-	-	1,740
Investment in an associate	1,151	-	-
Land held for property development	352,046	301,835	281,592
Intangible asset	2,346	-	-
Deferred tax assets	-	610	727
Other receivables, deposits and prepayments	11,544	16,493	19,410
	<u>413,205</u>	<u>327,656</u>	<u>313,094</u>
Current assets			
Inventories	46,689	64,720	68,487
Property development costs	155,045	262,801	307,138
Contract assets	9,530	-	-
Trade receivables	63,086	74,120	51,972
Other receivables, deposits and prepayments	32,026	23,266	20,887
Amount owing by an associated company	49,777	49,777	49,777
Tax recoverable	3,760	3,032	2,340
Fixed deposits with licensed banks	12,961	18,959	18,306
Cash and bank balances	121,209	135,065	96,837
	<u>494,083</u>	<u>631,740</u>	<u>615,744</u>
TOTAL ASSETS	<u>907,288</u>	<u>959,396</u>	<u>928,838</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital	227,338	227,338	227,338
Reserves	26,850	11,782	(4,780)
	<u>254,188</u>	<u>239,120</u>	<u>222,558</u>
Non-controlling interests	<u>(10,327)</u>	<u>(8,170)</u>	<u>(4,867)</u>
TOTAL EQUITY	<u>243,861</u>	<u>230,950</u>	<u>217,691</u>
LIABILITIES			
Non-current and deferred liabilities			
Borrowings - secured	145,765	125,247	152,305
Lease liabilities	24,618	4,862	5,288
Deferred tax liabilities	1,096	2,695	3,144
Trade payables	70,901	83,556	157,017
	<u>242,380</u>	<u>216,360</u>	<u>317,754</u>
Current liabilities			
Contract liabilities	-	30,072	29,833
Trade payables	105,829	215,670	115,221
Other payables and accruals	219,277	185,006	168,330
Provisions	18,876	20,777	18,761
Borrowings - secured	68,660	53,801	54,699
Lease liabilities	6,784	1,685	1,578
Tax liabilities	1,621	5,075	4,971
	<u>421,047</u>	<u>512,086</u>	<u>393,393</u>
TOTAL LIABILITIES	<u>663,427</u>	<u>728,446</u>	<u>711,147</u>
TOTAL EQUITY AND LIABILITIES	<u>907,288</u>	<u>959,396</u>	<u>928,838</u>
Net assets per ordinary share attributable to owners of the Company (RM)	<u>0.56</u>	<u>0.53</u>	<u>0.49</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 2021 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 2022

	----- Attributable to the Owners of the Company -----						
	----- Reserves -----						
	Issued capital RM'000	Capital reserve RM'000	Share option reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Current 12 months ended							
31 March 2022 (unaudited)							
As at 1 April 2021	227,338	91,037	1,801	(52,395)	267,781	(8,170)	259,611
Effects of adoption of Agenda Decision	-	-	-	(28,661)	(28,661)	-	(28,661)
As at 1 April 2021, as restated	227,338	91,037	1,801	(81,056)	239,120	(8,170)	230,950
Total comprehensive income for the financial year	-	-	-	15,068	15,068	(2,154)	12,914
Employees' Share Option Scheme ("ESOS") forfeited during the financial year	-	-	(72)	72	-	-	-
Non-controlling interests arising from the acquisition of a new subsidiary company	-	-	-	-	-	(3)	(3)
As at 31 March 2022	227,338	91,037	1,729	(65,916)	254,188	(10,327)	243,861
----- Attributable to the Owners of the Company -----							
----- Reserves -----							
	Issued capital RM'000	Capital reserve RM'000	Share option reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Preceding 12 months ended							
31 March 2021 (restated)							
As at 1 April 2020	227,338	91,037	2,953	(67,442)	253,886	(4,867)	249,019
Effects of adoption of Agenda Decision	-	-	-	(31,328)	(31,328)	-	(31,328)
As at 1 April 2020, as restated	227,338	91,037	2,953	(98,770)	222,558	(4,867)	217,691
Total comprehensive income for the financial year	-	-	-	16,562	16,562	(3,303)	13,259
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	(81,056)	239,120	(8,170)	230,950

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 2021 and the accompanying explanatory notes attached to this interim financial statements.

GLOBAL ORIENTAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2022

	Current 12 months ended 31.03.2022 RM'000 unaudited	Preceding 12 months ended 31.03.2021 RM'000 restated
<u>Cash Flows from/(used in) Operating Activities</u>		
Profit before taxation	15,352	18,701
Adjustments for:		
Provision for/(Reversal of) liquidated and ascertained damages	(1,045)	1,077
Provision for/(Reversal of) bumiputra quota penalties	(856)	2,193
Depreciation of property, plant and equipment	1,196	992
Depreciation of right-of-use assets	3,410	2,065
Property, plant and equipment written off	-	62
Inventories written off	4	5
Land held for property development written down	13	2,564
Bad debts written off	103	7
Impairment of goodwill	12	-
Gain on disposal of property, plant and equipment	-	(87)
Gain on lease termination	(15)	(33)
Loss on disposal of investment properties	-	260
Allowance for doubtful debts no longer required	(16)	(1,677)
Share of results in associate	(1,151)	-
Interest expenses	11,111	30,417
Interest income	(4,645)	(3,012)
Operating profit before working capital changes	23,473	53,534
Decrease/(Increase) in:		
Land held for property development	(50,223)	(15,465)
Property development costs	114,725	43,756
Inventories	18,026	3,762
Contract assets	-	-
Receivables	9,262	(18,827)
Increase/(Decrease) in:		
Contract liabilities	(39,601)	239
Payables	(93,217)	18,710
Cash generated from/(used in) operations	(17,555)	85,709
Interest received	2,519	1,899
Interest paid	(13,102)	(12,224)
Bumiputra quota penalties paid	-	(1,254)
Tax paid	(7,610)	(6,362)
Net cash generated from/(used in) operating activities	(35,748)	67,768
<u>Cash Flows from/(used in) Investing Activities</u>		
Additions to property, plant and equipment	(15,903)	(799)
Payment of franchise fees	(2,346)	-
Proceeds from disposal of property, plant and equipment	-	580
Proceeds from disposal of investment properties	-	1,480
Net cash outflow on acquisition of a new subsidiary company	(1)	-
Decrease/(Increase) in fixed deposits pledged	6,024	(421)
Net cash from/(used in) investing activities	(12,226)	840
<u>Cash Flows from/(used in) Financing Activities</u>		
Drawdown of bank borrowings	88,536	49,175
Repayment of bank borrowings	(53,492)	(76,586)
Payment of lease liabilities	(1,232)	(1,732)
Repayment of hire-purchase creditors	(171)	(635)
Net cash from/(used in) financing activities	33,641	(29,778)
Net increase/(decrease) in cash and cash equivalents	(14,333)	38,830
Cash and cash equivalents at beginning of financial year	125,057	86,227
Cash and cash equivalents at end of financial year	110,724	125,057
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	121,209	135,065
Fixed deposits with licensed banks	12,961	18,959
Bank overdraft	(11,844)	(11,341)
Less: Fixed deposits pledged	(11,602)	(17,626)
	110,724	125,057

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial statements.

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD
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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 2021. 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 2021.

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 2021, except for the adoption of the following Amendments to MFRSs:

Amendments to:	
MFRS 16	Covid-19-Related Rent Concessions
MFRS 9, MFRS 139 and MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2
MFRS 16	Covid-19-Related Concessions beyond 30 June 2021

The adoption of these Amendments to MFRSs did not result in significant changes in accounting policies of the Group and of the Company and had no significant effect on the financial performance or position of the Group and of the Company.

Amendments to MFRSs in issue but not yet effective

The Amendments to MFRSs relevant to the Group and the Company, which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

Amendments to:	
MFRSs	Annual Improvements to MFRS Standards 2018 - 2020 ¹
MFRS 3	Reference to Conceptual Framework ¹
MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use ¹
MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract ¹
MFRS 4	Extension of Temporary Exemption from Applying MFRS 9 ²
MFRS 101	Classification of Liabilities as Current or Non-Current ²
MFRS 101	Disclosure of Accounting Policies ²
MFRS 108	Definition of Accounting Estimates ²
MFRS 10 and MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture ³

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

² Effective for annual periods beginning on or after 1 January 2023

³ Effective date deferred to a date to be announced by MASB

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

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INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
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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.

Effective 1 April 2021, the Group has retrospectively applied the Agenda Decision and comparative figures have been restated as a result of transition requirement under Agenda Decision. The effect arising from the adoption of the Agenda Decision on the financial statements is as follows:

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As Previously Reported RM’000	Effect of adoption of Agenda Decision RM’000	Restated RM’000
<u>As at 1 April 2020</u>			
Non-Current Assets			
Investment in an associate	576	(576)	-
Current assets			
Inventories	70,374	(1,887)	68,487
Property development costs	334,455	(27,317)	307,138
Non-Current Liabilities			
Trade payables	155,469	1,548	157,017
Equity			
Accumulated losses	(67,442)	(31,328)	(98,770)
<u>As at 31 March 2021</u>			
Non-Current Assets			
Investment in an associate	2,313	(2,313)	-
Current assets			
Inventories	66,592	(1,872)	64,720
Property development costs	286,952	(24,151)	262,801
Non-Current Liabilities			
Deferred tax liabilities	2,370	325	2,695
Equity			
Accumulated losses	(52,395)	(28,661)	(81,056)

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2022

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	As Previously Reported 31.03.2021 RM'000	Effect of adoption of Agenda Decision RM'000	Restated 31.03.2021 RM'000
Cost of sales	(380,004)	29,976	(350,028)
Finance costs	(5,171)	(25,246)	(30,417)
Share of results of an associate	1,737	(1,737)	-
Taxation	(5,117)	(325)	(5,442)
Profit for the financial year	10,592	2,667	13,259
Profit attributable to :			
Owners of the Company	13,895	2,667	16,562
Non-controlling interests	(3,303)	-	(3,303)
	<u>10,592</u>	<u>2,667</u>	<u>13,259</u>
Total comprehensive income			
attributable to :			
Owners of the Company	13,895	2,667	16,562
Non-controlling interests	(3,303)	-	(3,303)
	<u>10,592</u>	<u>2,667</u>	<u>13,259</u>
Earnings per share attributable to Owners			
of the Company:			
Basic (sen)	<u>3.06</u>	<u>0.59</u>	<u>3.64</u>

2. AUDITORS' REPORT ON REPORTING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of GOB for the financial year ended 31 March 2021 was not qualified.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's performance for the quarter ended 31 March 2022 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.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2022

6. DEBT AND EQUITY SECURITIES

During the quarter under review, no ESOS option was exercised. As at 31 March 2022, a total of 3,339,872 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.

8. SEGMENTAL INFORMATION

Group	Property development	Construction	Trading and distribution	Investment holding	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Results For 12 Months Ended 31 March 2022							
Revenue							
External sales	396,262	-	23,911	-	1,147	-	421,320
Inter-segment sales	-	-	-	-	-	-	-
	<u>396,262</u>	<u>-</u>	<u>23,911</u>	<u>-</u>	<u>1,147</u>	<u>-</u>	<u>421,320</u>
Results							
Segment results	32,526	(384)	3,803	12,441	(2,840)	(20,234)	25,312
Unallocated expenses:							
- Finance costs							(11,111)
- Share of results of an associate							1,151
Profit before tax							<u>15,352</u>
Taxation							<u>(2,438)</u>
Profit for the financial year							<u><u>12,914</u></u>

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
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Group	Property development	Construction	Trading and distribution	Investment holding	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Results For 12 Months Ended 31 March 2021 (restated)							
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	49,901	(821)	4,141	(2,450)	302	(1,955)	49,118
Unallocated expenses:							
- Finance costs							(30,417)
- Share of results of an associate							-
Profit before tax							<u>18,701</u>
Taxation							<u>(5,442)</u>
Profit for the financial year							<u>13,259</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 2021.

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 RM222.5 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
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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 31.03.2022	Preceding Year Corresponding Quarter 31.03.2021		Current Year To Date 31.03.2022	Preceding Year To Date 31.03.2021	
	RM'000	RM'000		RM'000	RM'000	
		restated		restated		
Revenue	88,163	112,038	-21%	421,320	418,971	1%
Operating profit	9,480	34,654	-73%	25,312	49,118	-48%
Profit before tax	5,646	26,115	-78%	15,352	18,701	-18%
Profit after tax	6,680	21,849	-69%	12,914	13,259	-3%
Profit attributable to owners of the Company	7,534	22,628	-67%	15,068	16,562	-9%

Current Quarter

The Group registered lower revenue of RM88.2 million and profit before tax of RM5.6 million for the current quarter under review as compared to revenue of RM112 million and profit before tax of RM26.1 million of the preceding year corresponding quarter. The decrease in both revenue and pre-tax profit was mainly attributed to lower work progress and completion of physical works of development projects.

Year-to-date (12 months)

Despite the Group achieving revenue of RM421.3 million for the financial year which is marginally higher than RM419 million of the preceding year, profit before tax recorded of RM15.4 million was lower as compared to RM18.7 million of the preceding year. The decline in performance was mainly due to increased costs and lower work progress of development projects as well as lower contributions from sale of inventories.

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

	Current Year Quarter 31.03.2022 RM'000	Immediate Preceding Quarter 31.12.2021 RM'000	Changes %
Revenue	88,163	160,216	-45%
Operating profit	9,480	6,546	45%
Profit before tax	5,646	6,229	-9%
Profit after tax	6,680	4,019	66%
Profit attributable to owners of the Company	7,534	4,513	67%

In comparison with the immediate preceding quarter, the Group's revenue decreased from RM160.2 million recorded previously to RM88.2 million in the current quarter. Correspondingly, the Group also registered lower profit before tax of RM5.6 million against RM6.2 million of the immediate preceding quarter mainly due to higher finance costs incurred and share of results of the associate company.

2. COMMENTARY ON PROSPECTS

In 2022, the Malaysian economy is anticipating a projected growth of 6.3% from 5.3%. However, the property industry continues to experience significant increase in construction costs in 2022.

Moreover, the prevailing inflationary pressure on cost of living and rising interest rate scenario are both expected to impair consumer's spending capacity and concurrently worsen borrowers' financial obligations.

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 31.03.2022 RM'000	Preceding Year Corresponding Quarter 31.03.2021 RM'000 restated	Current Year To Date 31.03.2022 RM'000	Preceding Year To Date 31.03.2021 RM'000 restated
Current taxation	(1,107)	4,315	2,580	5,745
Under/(Over) provision in prior year	847	(127)	848	27
Deferred taxation	(774)	78	(990)	(330)
	<u>(1,034)</u>	<u>4,266</u>	<u>2,438</u>	<u>5,442</u>

The effective tax rate is not reflective of the statutory tax rate principally due to income not assessable in determining taxable profit and utilisation of deferred tax assets previously not recognised.

GLOBAL ORIENTAL BERHAD
INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 31 MARCH 2022

5. CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report.

6. BORROWINGS AND DEBT SECURITIES

	As at 31.03.2022		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Bank borrowings	145,765	56,810	202,575
Hire-purchase creditors	-	6	6
Bank overdrafts	-	11,844	11,844
	<u>145,765</u>	<u>68,660</u>	<u>214,425</u>

	As at 31.03.2021		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Bank borrowings	125,170	42,360	167,530
Hire-purchase creditors	77	100	177
Bank overdrafts	-	11,341	11,341
	<u>125,247</u>	<u>53,801</u>	<u>179,048</u>

All borrowings were denominated in Ringgit Malaysia 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.

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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 31.03.2022	Preceding Year Corresponding Quarter 31.03.2021 restated	Current Year To Date 31.03.2022	Preceding Year To Date 31.03.2021 restated
Profit attributable to owners of the Company (RM'000)	7,534	22,628	15,068	16,562
Number of ordinary shares in issue ('000)	454,676	454,676	454,676	454,676
Basic earnings per share (sen)	1.66	4.98	3.31	3.64

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 31.03.2022 RM'000	Preceding Year Corresponding Quarter 31.03.2021 RM'000 restated	Current Year To Date 31.03.2022 RM'000	Preceding Year To Date 31.03.2021 RM'000 restated
After Charging:				
Interest expenses	2,908	6,825	11,111	30,417
Depreciation of property, plant and equipment	511	231	1,196	992
Depreciation of right-of-use assets	1,839	524	3,410	2,065
Property, plant and equipment written off	-	-	-	62
Inventories written off	1	5	4	5
Bad debts written off	103	7	103	7
Impairment of goodwill	12	-	12	-
Land held for property development written down	3	2,564	13	2,564
Loss on disposal of investment properties	-	260	-	260
Provision for liquidated and ascertained damages	-	699	-	1,077
Provision for bumiputra quota penalties	-	2,193	-	2,193

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After Crediting:				
Interest income	626	448	4,645	3,012
Allowance for doubtful debts no longer required	1	1,189	16	1,677
Reversal of liquidated and ascertained damages	1,045	-	1,045	-
Reversal of bumiputra quota penalties	856	-	856	-
Gain on disposal of property, plant and equipment	-	87	-	87
Gain on lease termination	-	-	15	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 25 May 2022.