



FACB INDUSTRIES INCORPORATED BERHAD  
197901004632 (48850-K)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME For The Fourth Quarter Ended 30 June 2021**  
*(The figures have not been audited)*

|   | <b>Current<br/>Quarter<br/>Ended<br/>30/06/2021<br/>RM'000</b> | <b>Comparative<br/>Quarter<br/>Ended<br/>30/06/2020<br/>RM'000</b> | <b>Current<br/>Year<br/>Ended<br/>30/06/2021<br/>RM'000</b> | <b>Comparative<br/>Year<br/>Ended<br/>30/06/2020<br/>RM'000</b> |
|---|--|--|---|---|
| Revenue   | 7,949  | 6,727  | 45,300  | 34,276  |
| Cost of sales   | (5,382)  | (4,913)  | (28,703)  | (22,432)  |
| Gross profit  | 2,567  | 1,814  | 16,597  | 11,844  |
| Other income  | 2,266  | 1,819  | 5,449   | 6,323   |
| Operating expenses  | (3,777)  | (3,598)  | (18,166)  | (16,502)  |
| Finance costs   | (42)   | (104)  | (186)   | (208)   |
| Share of results of associates,<br>net of tax   | (2,953)  | 1,282  | (311)   | 3,047   |
| (Loss)/Profit before tax  | (1,939)  | 1,213  | 3,383   | 4,504   |
| Tax expense   | (253)  | (1,137)  | (1,933)   | (1,569)   |
| Net (Loss)/Profit for the period  | (2,192)  | 76   | 1,450   | 2,935   |
| <b>Other comprehensive<br/>(loss)/income:</b>   |  |  |   |   |
| Foreign currency translation  | 292  | 439  | 734   | 406   |
| Fair value adjustment on financial<br>assets  | (13,567)   | -  | (13,567)  | 6,784   |
| Total comprehensive<br>(loss)/income  | (15,467)   | 515  | (11,383)  | 10,125  |
| <b>(Loss)/Profit attributable to:</b>   |  |  |   |   |
| Owners of the parent  | (886)  | (236)  | 1,417   | 2,211   |
| Non-controlling interests   | (1,306)  | 312  | 33  | 724   |
|   | (2,192)  | 76   | 1,450   | 2,935   |
| <b>Total comprehensive<br/>(loss)/income attributable to:</b>                                     |  |  |   |   |
| Owners of the parent  | (14,372)   | 7  | (11,824)  | 9,220   |
| Non-controlling interests   | (1,095)  | 508  | 441   | 905   |
|   | (15,467)   | 515  | (11,383)  | 10,125  |
| <b>(Loss)/ Earnings per share for<br/>(loss)/profit attributable to<br/>owners of the parent:</b> |  |  |   |   |
| Basic and diluted (sen)   | (1.06)   | (0.28)   | 1.69  | 2.64  |

**(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**As At 30 June 2021**

|  | Unaudited<br><b>As At<br/>30/06/2021<br/>RM'000</b> | Audited<br><b>As At<br/>30/06/2020<br/>RM'000</b> |
|--|---|---|
| <b>ASSETS</b>  |   |   |
| <b>Non-Current Assets</b>  |   |   |
| Property, plant and equipment  | 3,411   | 3,309   |
| Right-of-use assets  | 2,710   | 3,267   |
| Intangible assets  | 102   | 150   |
| Investment in associates   | 20,401  | 22,623  |
| Financial asset at amortised cost  | 9,956   | 9,945   |
| Financial asset at fair value through<br>other comprehensive income ("FVTOCI") | 23,743  | 37,310  |
|  | 60,323  | 76,604  |
| <b>Current Assets</b>  |   |   |
| Inventories  | 6,941   | 4,721   |
| Trade and other receivables  | 7,525   | 7,887   |
| Deposits, cash and bank balances   | 163,497   | 158,918   |
|  | 177,963   | 171,526   |
| <b>TOTAL ASSETS</b>  | 238,286   | 248,130   |
| <b>EQUITY AND LIABILITIES</b>  |   |   |
| <b>Equity attributable to owners of the parent</b>                             |   |   |
| Share capital  | 114,152   | 114,152   |
| Treasury shares  | (1,225)   | (1,225)   |
| Other reserves   | (8,670)   | 4,526   |
| Retained earnings  | 110,146   | 108,774   |
|  | 214,403   | 226,227   |
| Non-controlling interests  | 14,339  | 13,961  |
| <b>TOTAL EQUITY</b>  | 228,742   | 240,188   |
| <b>LIABILITIES</b>   |   |   |
| <b>Non-Current Liability</b>   |   |   |
| Lease liabilities  | 1,404   | 2,048   |
| Deferred tax liabilities   | 163   | 146   |
|  | 1,567   | 2,194   |
| <b>Current Liabilities</b>   |   |   |
| Trade and other payables   | 5,610   | 3,787   |
| Contract liability   | 1,472   | 1,128   |
| Lease liabilities  | 881   | 714   |
| Tax liabilities  | 14  | 119   |
|  | 7,977   | 5,748   |
| <b>TOTAL LIABILITIES</b>   | 9,544   | 7,942   |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | 238,286   | 248,130   |
| Net Assets per share (RM)  | 2.56  | 2.70  |

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The Period Ended 30 June 2021**

*(The figures have not been audited)*

|  | ← Attributable to Owners of the Parent → |                    |                   |                      |          | Non-Controlling<br>Interests | Total Equity |
|--|--|--------------------|-------------------|----------------------|----------|------------------------------|--------------|
|  | Share<br>Capital                         | Treasury<br>Shares | Other<br>Reserves | Retained<br>Earnings | Total    |                              |              |
| <b>In RM'000</b>                                 |  |                    |                   |                      |          |                              |              |
| <b>At 1 July 2020</b>                            | 114,152                                  | (1,225)            | 4,526             | 108,774              | 226,227  | 13,961                       | 240,188      |
| Net profit for the period                        | -  | -                  | -                 | 1,417                | 1,417    | 33                           | 1,450        |
| Other comprehensive income/(loss)                |  |                    |                   |                      |          |                              |              |
| - Foreign currency translation                   | -  | -                  | 326               | -                    | 326      | 408                          | 734          |
| - Fair value loss on financial assets at FVTOCI  | -  | -                  | (13,567)          | -                    | (13,567) | -                            | (13,567)     |
| Total comprehensive (loss)/income for the period | -  | -                  | (13,241)          | 1,417                | (11,824) | 441                          | (11,383)     |
| Transfer of reserves of a subsidiary             | -  | -                  | 45                | (45)                 | -        | -                            | -            |
| Dividend to non-controlling interest             | -  | -                  | -                 | -                    | -        | (63)                         | (63)         |
| Total transactions with owners                   | -  | -                  | 45                | (45)                 | -        | (63)                         | (63)         |
| <b>At 30 June 2021</b>                           | 114,152                                  | (1,225)            | (8,670)           | 110,146              | 214,403  | 14,339                       | 228,742      |
| <b>At 1 July 2019</b>                            | 114,152                                  | (1,225)            | (2,520)           | 107,439              | 217,846  | 15,708                       | 233,554      |
| Net profit for the period                        | -  | -                  | -                 | 2,211                | 2,211    | 724                          | 2,935        |
| Other comprehensive income                       |  |                    |                   |                      |          |                              |              |
| - Foreign currency translation                   | -  | -                  | 225               | -                    | 225      | 181                          | 406          |
| - Fair value gain on financial assets at FVTOCI  | -  | -                  | 6,784             | -                    | 6,784    | -                            | 6,784        |
| Total comprehensive income for the period        | -  | -                  | 7,009             | 2,211                | 9,220    | 905                          | 10,125       |
| Transfer of reserves of a subsidiary             | -  | -                  | 37                | (37)                 | -        | -                            | -            |
| Dividend paid                                    | -  | -                  | -                 | (839)                | (839)    | -                            | (839)        |
| Dividend to non-controlling interest             | -  | -                  | -                 | -                    | -        | (2,652)                      | (2,652)      |
| Total transactions with owners                   | -  | -                  | 37                | (876)                | (839)    | (2,652)                      | (3,491)      |
| <b>At 30 June 2020</b>                           | 114,152                                  | (1,225)            | 4,526             | 108,774              | 226,227  | 13,961                       | 240,188      |

**(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**For The Period Ended 30 June 2021**

*(The figures have not been audited)*

|   | <b>Current<br/>Year Ended<br/>30/06/2021<br/>RM'000</b> | <b>Comparative<br/>Year Ended<br/>30/06/2020<br/>RM'000</b> |
|---|---|---|
| <b>Cash Flows from Operating Activities</b>   |   |   |
| Profit before tax   | 3,383   | 4,504   |
| Adjustments for :   |   |   |
| Accretion of discount on financial asset at amortised cost                                    | (11)  | (10)  |
| Amortisation of intangible assets   | 48  | 49  |
| Depreciation of right-of-use assets   | 887   | 846   |
| Depreciation of property, plant and equipment   | 410   | 466   |
| Gain on derecognition of an associate   | (183)   | -   |
| Gain on disposal of property, plant and equipment   | (37)  | (27)  |
| Gain on modification of leases  | (4)   | -   |
| Impairment loss on trade receivables  | 217   | 1,100   |
| Interest expense on lease liabilities   | 186   | 208   |
| Interest income   | (3,721)   | (5,720)   |
| Inventories written down  | 54  | 494   |
| Reversal of impairment loss on trade receivables  | (1,131)   | (12)  |
| Reversal of inventories written down  | (51)  | -   |
| Share of results of associates, net of tax  | 311   | (3,047)   |
| Unrealised loss/(gain) on foreign exchange  | 1   | (1)   |
| Operating profit/(loss) before working capital changes  | 359   | (1,150)   |
| Net changes in current assets   | (533)   | (352)   |
| Net changes in current liabilities  | 1,816   | (1,645)   |
| Net changes in contract liability   | 344   | 2   |
| Cash generated from/(used in) operations  | 1,986   | (3,145)   |
| Tax paid  | (2,193)   | (2,046)   |
| Tax refunded  | 8   | 501   |
| Net cash used in operating activities   | (199)   | (4,690)   |
| <b>Cash Flows from Investing Activities</b>   |   |   |
| Dividend received from associates   | 2,786   | 2,741   |
| Interest received   | 3,490   | 5,893   |
| Net placement of deposits placed with licensed banks with maturity more than three (3) months | (860)   | (1,810)   |
| Proceeds from disposal of property, plant and equipment                                       | 37  | 27  |
| Purchase of property, plant and equipment   | (512)   | (755)   |
| Purchase of intangible assets   | -   | (25)  |
| Net cash generated from investing activities  | 4,941   | 6,071   |
| <b>Cash Flows from Financing Activities</b>   |   |   |
| Dividend paid   | -   | (839)   |
| Dividend paid to non-controlling interest by a subsidiary                                     | (63)  | (2,652)   |
| Payment of lease liabilities  | (989)   | (934)   |
| Net cash used in financing activities   | (1,052)   | (4,425)   |

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**For The Period Ended 30 June 2021 (Cont'd)**

*(The figures have not been audited)*

|   | <b>Current<br/>Year Ended<br/>30/06/2021<br/>RM'000</b> | <b>Comparative<br/>Year Ended<br/>30/06/2020<br/>RM'000</b> |
|---|---|---|
| Net increase/(decrease) in cash and cash equivalents                            | 3,690   | (3,044)   |
| Effects of exchange rate changes on cash and cash equivalents                   | 29  | 11  |
| Cash and cash equivalents at beginning of the period                            | 7,198   | 10,231  |
| Cash and cash equivalents at end of the period                                  | 10,917  | 7,198   |
| Cash and cash equivalents comprise :-   |   |   |
| Deposits with licensed banks  | 154,583   | 152,433   |
| Cash and bank balances  | 8,914   | 6,485   |
|   | 163,497   | 158,918   |
| Deposits placed with licensed banks with maturity<br>more than three (3) months | (152,580)   | (151,720)   |
|   | 10,917  | 7,198   |

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)**

## NOTES (IN COMPLIANCE WITH MFRS 134)

### A1 Basis of Preparation

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The unaudited condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020.

The explanatory notes 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.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2020 except for the adoption of the following Amendments of the MFRS Framework that were issued by the MASB during the financial period:-

| <b>Title</b>  | <b>Effective Date</b> |
|---|-----------------------|
| <i>Amendments to References to the Conceptual Framework in MFRS Standards</i>                               | 1 January 2020        |
| <i>Amendments to MFRS 3 Definition of a Business</i>  | 1 January 2020        |
| <i>Amendments to MFRS 101 and MFRS 108 Definition of Material</i>   | 1 January 2020        |
| <i>Amendments to MFRS 9, MFRS 139 and MFRS 7 Interest Rate Benchmark Reform</i>                             | 1 January 2020        |
| <i>Amendments to MFRS 4 Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9</i> | 17 August 2020        |

The adoption of the above accounting standards and interpretation (including the consequential amendments) did not have any material impact on the Group’s financial statements.

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but are not yet effective for the Group:-

| <b>Title</b>   | <b>Effective Date</b> |
|--|-----------------------|
| <i>Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 - Interest Rate Benchmark Reform-Phase 2</i> | 1 January 2021        |
| <i>Amendment to MFRS 16 Leases - Covid-19-Related Rent Concessions beyond 30 June 2021</i>                 | 1 April 2021          |
| <i>Annual Improvements to MFRS Standards 2018 - 2020</i>   | 1 January 2022        |
| <i>Amendments to MFRS 3 Reference to the Conceptual Framework</i>  | 1 January 2022        |
| <i>Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use</i>                 | 1 January 2022        |

## NOTES (IN COMPLIANCE WITH MFRS 134)

### A1 Basis of Preparation (cont'd)

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but are not yet effective for the Group (cont'd):-

| Title   | Effective Date |
|---|----------------|
| Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>   | 1 January 2022 |
| Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>   | 1 January 2023 |
| MFRS 17 <i>Insurance Contracts</i>  | 1 January 2023 |
| Amendments to MFRS 17 <i>Insurance Contracts</i>  | 1 January 2023 |
| Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>   | 1 January 2023 |
| Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>  | 1 January 2023 |
| Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>                  | 1 January 2023 |
| Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> | Deferred       |

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for future financial years.

### A2 Qualification of Financial Statements

The Group's most recent annual audited financial statements for the year ended 30 June 2020 was not qualified.

### A3 Seasonal or Cyclical Factors

The Group's operations for the current quarter and financial year ended 30 June 2021 were not materially affected by any seasonal or cyclical factors.

### A4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial year ended 30 June 2021.

### A5 Nature and Amount of Changes in Estimates

There were no changes in estimates of amounts reported in the previous interim period of the current financial year or changes in estimate of amounts reported in the previous financial years which have a material effect in the current quarter or the current financial year ended 30 June 2021.

### A6 Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 30 June 2021, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares.

### A7 Dividend Paid

No dividend was paid during the current quarter and financial year ended 30 June 2021.

**NOTES (IN COMPLIANCE WITH MFRS 134)**

**A8 Reportable Segments**

|   | <u>Bedding</u><br>RM'000 | <u>All Other</u><br><u>Segments</u><br>RM'000 | <u>Eliminations</u><br>RM'000 | <u>Total</u><br>RM'000 |
|---|--------------------------|---|-------------------------------|------------------------|
| <b>For Current Year</b>                       |                          |   |                               |                        |
| <b>Ended 30 June 2021</b>                     |                          |   |                               |                        |
| External revenue                              | 45,300                   | -   |                               | 45,300                 |
| Inter-segment revenue                         | -                        | 7,692   | (7,692)                       | -                      |
| <b>Total</b>                                  | <b>45,300</b>            | <b>7,692</b>                                  | <b>(7,692)</b>                | <b>45,300</b>          |
| Segment results:                              |                          |   |                               |                        |
| Interest expense on lease liabilities         | 96                       | 113   | (23)                          | 186                    |
| Interest income                               | 28                       | 3,693   | -                             | 3,721                  |
| Amortisation of intangible assets             | 48                       | -   | -                             | 48                     |
| Depreciation of right-of-use assets           | 562                      | 325   | -                             | 887                    |
| Depreciation of property, plant and equipment | 375                      | 35  | -                             | 410                    |
| Reportable segment profit before tax          | 4,244                    | (550)   | -                             | 3,694                  |
| Share of results of associates                | -                        | (311)   | -                             | (311)                  |
| <b>Total</b>                                  | <b>4,244</b>             | <b>(861)</b>                                  | <b>-</b>                      | <b>3,383</b>           |
| <b>For Comparative Year</b>                   |                          |   |                               |                        |
| <b>Ended 30 June 2020</b>                     |                          |   |                               |                        |
| External revenue                              | 34,276                   | -   | -                             | 34,276                 |
| Inter-segment revenue                         | -                        | 6,466   | (6,466)                       | -                      |
| <b>Total</b>                                  | <b>34,276</b>            | <b>6,466</b>                                  | <b>(6,466)</b>                | <b>34,276</b>          |
| Segment results:                              |                          |   |                               |                        |
| Interest expense on lease liabilities         | 98                       | 138   | (28)                          | 208                    |
| Interest income                               | 46                       | 5,674   | -                             | 5,720                  |
| Amortisation of intangible assets             | 49                       | -   | -                             | 49                     |
| Depreciation of right-of-use assets           | 526                      | 320   | -                             | 846                    |
| Depreciation of property, plant and equipment | 437                      | 29  | -                             | 466                    |
| Reportable segment profit before tax          | (1,469)                  | 2,926   | -                             | 1,457                  |
| Share of results of associates                | -                        | 3,047   | -                             | 3,047                  |
| <b>Total</b>                                  | <b>(1,469)</b>           | <b>5,973</b>                                  | <b>-</b>                      | <b>4,504</b>           |

**A9 Material Events Subsequent to the End of the Quarter under Review**

There were no material events from the end of the quarter to 23 September 2021 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter and financial year ended 30 June 2021.



## NOTES (IN COMPLIANCE WITH MFRS 134)

### A10 Effect of Changes in the Composition of the Group

During the financial year, the Company's wholly-owned subsidiary Dreamland Spring Sdn Bhd ("DSS") has written off its investment in an associate, Dreamland Dalian Pte Ltd ("DD") subsequent to a decision to discontinue the joint venture operation. DSS subsequently transferred its shareholding in DD to its joint venture partner. The written off of the investment and the transfer do not have any material effect on the earnings per share, gearing and net assets per share of the Group.

Save for the above, there were no changes in the composition of the Group during the current quarter and financial year ended 30 June 2021.

### A11 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

## ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

### B1 Performance Review

#### (a) Current Quarter vs Preceding Year Comparative Quarter

For the current quarter, the Group reported a loss before tax of RM1.94 million on the back of RM7.95 million in revenue compared with the profit before tax of RM1.21 million and revenue of RM6.73 million in the preceding year comparative quarter.

Revenue for bedding operation in Malaysia increased by 18% to RM7.25 million mainly due to improved customer sales. It recorded a profit before tax of RM0.58 million compared to a loss of RM0.77 million in the comparative quarter. Associates in power generation operation in China recorded a net loss of RM2.95 million due to assets impairment amounted to RM3.42 million.

#### (b) Current Year vs Preceding Year

For the current financial year ended 30 June 2021, the Group reported lower profit before tax of RM3.38 million compared to RM4.50 million in preceding year. Revenue grew by 32% to RM45.30 million compared to preceding year.

The bedding operation in Malaysia reported profit before tax of RM4.03 million compared to loss of RM1.68 million in preceding year mainly due to 36% growth in revenue through consumer sales. Associates in power generation operation in China recorded a net loss of RM0.31 million compared to profit last year due to assets impairment recorded in the 4<sup>th</sup> quarter.

### B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter

The Group registered lower revenue of RM7.95 million for the current quarter compared to RM11.83 million registered in the immediate preceding quarter ended 31 March 2021 due to lower revenue from bedding operation in Malaysia. Business operation under MCO 3.0 which started 1 June 2021 contributed to lower sales. The Group recorded net loss of RM1.94 million for the current quarter compared to profit before tax of RM2.51 million in the immediate preceding quarter mainly due to impairment loss recorded in current quarter totaled RM3.42million.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**

**B3 Prospects of Next Financial Year**

The Group expects its performance in the next financial year to remain challenging and also opportunity as consumer sentiment and confidence in spending may be affected by how well recovery being executed from the current pandemic.

The economy is expected to recover due to the high vaccination rate and the re-opening of more economic sectors.

The Group will continue to seize opportunity to introduce new products to penetrate new markets, at the same time emphasize cost control and credit management.

**B4 Achievability of Forecast Profit**

This note is not applicable.

**B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee**

This note is not applicable.

**B6 Notes to the Condensed Consolidated Statement of Profit or Loss**

Profit before tax is arrived at after charging/(crediting):-

|  | Current<br>Quarter<br>Ended<br><u>30/06/2021</u><br>RM'000 | Comparative<br>Quarter<br>Ended<br><u>30/06/2020</u><br>RM'000 | Current<br>Year<br>Ended<br><u>30/06/2021</u><br>RM'000 | Current<br>Year<br>Ended<br><u>30/06/2020</u><br>RM'000 |
|--|--|--|---|---|
| Accretion of discount on financial asset at amortised cost | (3)  | (2)  | (11)  | (10)  |
| Amortisation of intangible assets                          | 15   | 15   | 48  | 49  |
| Depreciation of property, plant and equipment              | 95   | 91   | 410   | 466   |
| Depreciation of right-of-use assets                        | 209  | 209  | 887   | 846   |
| Gain on derecognition of an associate                      | (183)  | -  | (183)   | -   |
| Gain on disposal of property, plant and equipment          | (34)   | -  | (37)  | (27)  |
| Gain on modification of leases                             | -  | -  | (4)   | -   |
| Impairment loss on trade receivables                       | 174  | 611  | 217   | 1,100   |
| Interest expense on lease liabilities                      | 42   | 104  | 186   | 208   |
| Interest income  | (890)  | (1,269)  | (3,721)   | (5,720)   |
| Inventories written down                                   | 54   | 494  | 54  | 494   |
| (Gain)/ Loss on foreign exchange                           | 2  | (1)  | 25  | 61  |
| Reversal of impairment loss on trade receivables           | (981)  | (12)   | (1,131)   | (12)  |
| Reversal of inventories written down                       | (51)   | -  | (51)  | -   |

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**

**B6 Notes to the Condensed Consolidated Statement of Profit or Loss (cont'd)**

Apart from the above, there was no write off of receivables, write off of inventories, impairment of assets, gain or loss on disposal of quoted investments, gain or loss on derivatives and other material items for the current quarter and financial year ended 30 June 2021.

**B7 Tax expense**

Tax expense comprises the following:-

|  | Current<br>Quarter<br>Ended<br><u>30/06/2021</u><br>RM'000 | Comparative<br>Quarter<br>Ended<br><u>30/06/2020</u><br>RM'000 | Current<br>Year<br>Ended<br><u>30/06/2021</u><br>RM'000 | Comparative<br>Year<br>Ended<br><u>30/06/2020</u><br>RM'000 |
|--|--|--|---|---|
| <u>Current tax</u>                                   |  |  |   |   |
| Current year - Malaysia                              | 257  | 1,125  | 1,648   | 1,545   |
| - Foreign  | -  | 59   | 289   | 71  |
| Overprovision in prior year<br>- Malaysia            | (20)   | (39)   | (20)  | (39)  |
| <u>Deferred tax – Malaysia</u>                       |  |  |   |   |
| Origination and reversal of<br>temporary differences | (83)   | (26)   | (83)  | (26)  |
| Under provision in prior year                        | 99   | 18   | 99  | 18  |
| Total tax expense                                    | <u>253</u>   | <u>1,137</u>   | <u>1,933</u>  | <u>1,569</u>  |

The effective tax rate of the Group (excluding the share of results of associates) for the current quarter and financial year ended 30 June 2021 was higher than the statutory rate due principally to certain expenses not being deductible for tax purposes.

**B8 Status of Corporate Proposals**

There were no outstanding corporate proposals that has been announced but not completed as at the date of this quarterly report.

**B9 Group Borrowing**

There was no borrowing as at 30 June 2021.

**B10 Derivative Financial Instruments**

The Group has no outstanding derivative financial instruments as at 30 June 2021.

**B11 Changes in Material Litigation**

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

**B12 Dividend Proposed or Declared**

No interim dividend has been recommended by the Board of Directors in respect of the current quarter and financial year ended 30 June 2021.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**

**B13 (Loss)/Earnings per Share**

The (loss)/earnings per share (basic) for the current quarter and financial year-to-date are calculated by dividing the Group's net (loss)/profit for the period attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

|   | Current<br>Quarter<br>Ended<br><u>30/06/2021</u><br>RM'000 | Comparative<br>Quarter<br>Ended<br><u>30/06/2020</u><br>RM'000 | Current<br>Year<br>Ended<br><u>30/06/2021</u><br>RM'000 | Current<br>Year<br>Ended<br><u>30/06/2020</u><br>RM'000 |
|---|--|--|---|---|
| Net (loss)/profit attributable<br>to owners of the parent | <u>(886)</u>   | <u>(236)</u>   | <u>1,417</u>  | <u>2,211</u>  |

By Order of the Board  
**FACB INDUSTRIES INCORPORATED BERHAD**

LEE BOO TIAN  
LS 0007987  
PC NO. 202008002588  
Group Company Secretary

Kuala Lumpur  
Date : 29 September 2021