

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED 31 MARCH 2021**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT	PRECEDING	CURRENT	PRECEDING
	YEAR	YEAR	YEAR	YEAR
	QUARTER	QUARTER	TO DATE	TO DATE
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM '000	RM '000	RM '000	RM '000
Revenue	63,454	61,860	63,454	61,860
Interest income	285	288	285	288
Operating expenses	(63,747)	(66,751)	(63,747)	(66,751)
Other income	3,042	2,572	3,042	2,572
Finance costs	(359)	(685)	(359)	(685)
Share of associates' loss	(219)	(157)	(219)	(157)
Profit/(Loss) before tax (Note 18)	2,456	(2,873)	2,456	(2,873)
Tax income/(expense)	1,561	(112)	1,561	(112)
Profit/(Loss) for the period	4,017	(2,985)	4,017	(2,985)
Profit/(Loss) for the period attributable to:				
Owners of the Company	4,018	(2,984)	4,018	(2,984)
Non-controlling interests	(1)	(1)	(1)	(1)
	4,017	(2,985)	4,017	(2,985)
Earnings/(Loss) per share (sen):				
(a) Basic	1.45	(1.07)	1.45	(1.07)
(b) Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020)

GUH HOLDINGS BERHAD (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2021**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2021 RM '000	PRECEDING YEAR QUARTER 31/03/2020 RM '000	CURRENT YEAR TO DATE 31/03/2021 RM '000	PRECEDING YEAR TO DATE 31/03/2020 RM '000
Profit /(Loss) for the period	4,017	(2,985)	4,017	(2,985)
Other comprehensive income:				
Item that may be reclassified subsequently to profit or loss:				
Currency translation differences for foreign operations	2,369	4,050	2,369	4,050
Total other comprehensive income for the period	2,369	4,050	2,369	4,050
Comprehensive income for the period	6,386	1,065	6,386	1,065
Comprehensive income for the period attributable to:				
Owners of the Company	6,387	1,066	6,387	1,066
Non-controlling interests	(1)	(1)	(1)	(1)
	6,386	1,065	6,386	1,065

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020)

GUH HOLDINGS BERHAD (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	AS AT 31/03/2021 RM '000	AS AT 31/12/2020 RM '000
Non-Current Assets		
Property, Plant and Equipment	105,008	106,917
Investment Properties	39,115	38,352
Right-of-use Assets	26,725	26,545
Investments in Associates	11,677	5,794
Other Investments	1	3
Inventories	175,198	174,537
Prepayments	750	750
Deferred Tax Assets	773	675
	<u>359,247</u>	<u>353,573</u>
Current Assets		
Inventories	105,993	108,710
Biological Assets	314	152
Contract Costs	57	48
Contract Assets	4,308	4,338
Receivables	57,621	52,461
Prepayments	1,698	1,719
Current Tax Assets	390	126
Cash and Cash Equivalents	71,880	76,327
	<u>242,261</u>	<u>243,881</u>
Current Liabilities		
Contract Liabilities	5,038	3,624
Payables	58,043	60,759
Loans and Borrowings	19,029	18,716
Lease Liabilities	261	311
Financial Guarantee Contract	871	1,008
Current Tax Liabilities	2,437	1,961
	<u>85,679</u>	<u>86,379</u>
Net Current Assets	156,582	157,502
Non-Current Liabilities		
Deferred Tax Liabilities	7,782	10,243
Loans and Borrowings	25,764	25,381
Lease Liabilities	284	257
Retirement Benefits	7,477	7,287
	<u>41,307</u>	<u>43,168</u>
Net Assets	474,522	467,907
Equity		
Share Capital	277,992	277,992
Treasury Shares	(148)	(148)
Reserves	196,694	190,078
Equity Attributable to Owners of the Company	474,538	467,922
Non-controlling Interests	(16)	(15)
Total Equity	474,522	467,907
Net Assets per Share Attributable to Owners of the Company (RM)	1.71	1.68

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020)

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

	<u>Non-Distributable</u>						<u>Distributable</u>		Equity attributable to owners of the Company RM '000	Non-controlling interests RM '000	Total equity RM '000
	Share capital RM '000	Treasury shares RM '000	Employees' share grant scheme reserve RM '000	Capital reserve * RM '000	Revaluation surplus RM '000	Fair value reserve RM '000	Currency translation reserve RM '000	Retained profits RM '000			
At 01/01/2021	277,992	(148)	-	13,960	-	-	36,355	139,763	467,922	(15)	467,907
Currency translation differences for foreign operations (representing other comprehensive income for the period)	-	-	-	-	-	-	2,369	-	2,369	-	2,369
Loss for the period	-	-	-	-	-	-	-	4,018	4,018	(1)	4,017
Comprehensive income for the period	-	-	-	-	-	-	2,369	4,018	6,387	(1)	6,386
Share-based payment transactions (representing total transactions with owners)	-	-	229	-	-	-	-	-	229	-	229
At 31/03/2021	277,992	(148)	229	13,960	-	-	38,724	143,781	474,538	(16)	474,522
At 01/01/2020	277,992	(148)	-	13,991	-	-	30,440	184,700	506,975	(11)	506,964
Currency translation differences for foreign operations (representing other comprehensive income for the period)	-	-	-	-	-	-	4,050	-	4,050	-	4,050
Loss for the period	-	-	-	-	-	-	-	(2,984)	(2,984)	(1)	(2,985)
Comprehensive income for the period	-	-	-	-	-	-	4,050	(2,984)	1,066	(1)	1,065
At 31/03/2020	277,992	(148)	-	13,991	-	-	34,490	181,716	508,041	(12)	508,029

* This represents the cumulative amount transferred from the retained profits of a subsidiary under the statutory requirements of the People's Republic of China.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2021**

	CURRENT YEAR TO DATE 31/03/2021 RM '000	CURRENT YEAR TO DATE 31/03/2020 RM '000
Cash flows from operating activities		
Profit/(Loss) before tax	2,456	(2,873)
Adjustments for:		
Amortisation of financial guarantee contract	(137)	-
Depreciation	3,756	4,213
Fair value changes in biological assets	(162)	(49)
Fair value losses on financial instruments	2	-
Interest expense	359	685
Interest income	(285)	(288)
Inventories written down	98	76
Gain on disposal of property, plant and equipment	(47)	(27)
Gain on disposal of subsidiary	(984)	-
Provision for retirement benefits	190	186
Reversal of inventories written down	(358)	(66)
Share of associates' loss	219	157
Employees' share grant scheme expenses	229	-
Unrealised gain on foreign exchange	(1,330)	(2,262)
Operating profit/(loss) profit before working capital changes	4,006	(248)
Changes in:		
Contract costs	(9)	14
Contract assets	30	1,605
Inventories	2,316	(5,104)
Receivables	(3,167)	11,465
Prepayments	21	306
Contract liabilities	1,414	(242)
Payables	(3,336)	(3,624)
Cash generated from operations	1,275	4,172
Tax paid	(818)	(407)
Tax refunded	-	8
	(818)	(399)
Net cash from operating activities	457	3,773
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1,262)	(1,542)
Additions of investment properties	(267)	(60)
Disposal of subsidiary, net of cash disposed of	(5,446)	-
Interest received	285	288
Proceeds from disposal of property, plant and equipment	55	33
Net cash used in investing activities	(6,635)	(1,281)
Cash flows from financing activities		
Drawdown of term loans	604	377
Increase in short-term loans and borrowings (net)	3,850	1,135
Interest paid	(357)	(679)
Payment of lease liabilities	(118)	(135)
Repayment of term loans	(4,338)	(3,666)
Net cash used in financing activities	(359)	(2,968)
Currency translation differences	1,512	4,190
Net (decrease)/increase in cash and cash equivalents	(5,025)	3,714
Cash and cash equivalents brought forward	74,995	101,294
Cash and cash equivalents carried forward	69,970	105,008
Note:		
Cash and cash equivalents	71,880	105,768
Bank overdraft	(1,470)	(353)
Term deposits pledged as security	(440)	(407)
	69,970	105,008

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020)

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

1. **Basis of Preparation**

The interim financial report has been prepared in accordance with requirements of MFRS 134: "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2020.

The same accounting policies and methods of computation are followed in the interim financial report as compared with the annual financial statements for the year ended 31 December 2020 except for the adoption of the following MFRS:

	<u>Effective for annual periods beginning on or after</u>
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 <i>Interest Rate Benchmark Reform - Phase 2</i>	1 January 2021

The adoption of the above MFRS did not have any significant impacts on the financial statements of the Group.

2. **Audit Report**

The preceding annual financial statements of the Group were reported on without any qualification.

3. **Seasonal or Cyclical Factors**

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

4. **Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current year quarter and period ended 31 March 2021.

5. **Changes in Estimates**

There were no changes in the estimates that have a material effect in the current year quarter and period ended 31 March 2021.

6. **Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current year quarter and period ended 31 March 2021.

7. **Dividend Paid**

No dividend was paid during the current year quarter and period ended 31 March 2021.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021

8. Segmental Reporting

Analysis by activity	Electronic	Properties		Utilities	Unallocated Non-Operating Segments RM '000	Group RM '000
	Manufacture of Printed Circuit Boards RM '000	Property Development RM '000	Cultivation of Oil Palm RM '000	Water and Wastewater Treatment RM '000		
Revenue						
Total revenue	52,194	5,578	594	5,150	1,933	65,449
Intersegment revenue	-	-	-	(533)	(1,462)	(1,995)
External revenue	52,194	5,578	594	4,617	471	63,454
Results						
Segment results	1,943	1,328	290	97	(909)	2,749
Interest income	232	6	-	14	33	285
Interest expense	(35)	(121)	-	31	(234)	(359)
Share of associates' loss	-	-	-	-	(219)	(219)
Profit/(Loss) before tax	2,140	1,213	290	142	(1,329)	2,456
Tax income/(expense)	1,726	(7)	(72)	-	(86)	1,561
Profit/(Loss) for the period	3,866	1,206	218	142	(1,415)	4,017
Assets						
Segment assets	223,875	272,896	22,733	18,703	50,461	588,668
Investments in associates	-	-	-	-	11,677	11,677
Income tax assets	-	1,081	50	28	4	1,163
Total assets	223,875	273,977	22,783	18,731	62,142	601,508
Liabilities						
Segment liabilities	33,355	17,503	70	10,602	9,899	71,429
Loans and borrowings	3,749	11,345	-	5,146	24,553	44,793
Lease liabilities	-	198	-	106	241	545
Income tax liabilities	9,084	115	39	-	981	10,219
Total liabilities	46,188	29,161	109	15,854	35,674	126,986

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

9. Subsequent Material Events

There were no material events subsequent to the end of the reporting period that have not been reflected in the financial statements.

10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the period ended 31 March 2021 other than the following:

On 2 March 2021, the Company announced that its wholly-owned subsidiary, GUH Utilities Holdings Sdn. Bhd, has entered into agreements on 2 March 2021 with HNG Capital Sdn Bhd for the Proposed Disposal of 9,180,000 ordinary shares, representing 60% equity interest in its wholly-owned subsidiary, GUH Renewable Energy Sdn. Bhd. for a cash consideration of RM9,147,319.00.

The Proposed Disposal is not expected to have a material effect on the earnings per share, net assets per share, gearing, share capital and substantial shareholders' shareholding of the Company

11. Contingent Liabilities or Contingent Assets

The Group has no contingent liabilities and contingent assets as at the end of the current year quarter or last annual reporting date.

12. Significant Related Party Transactions

Significant transactions with related parties during the period ended 31 March 2021 are as follows:

	31/03/2021 RM '000
Purchase of goods from other related parties (a)	4,122
Receiving of services from other related party (a)	47
Rental charged by other related party (a)	29
Rental charged to other related party (a)	43
Rental charged to associate	392
Sale of goods to other related party (a)	1,132
Disposal of subsidiary to other related party (a)	9,838
	9,838

(a) Being companies in which certain directors have substantial financial interests

13. Review of the Performance

Operating Segment	Current Year Quarter 31/03/2021 RM '000	Preceding Year Quarter 31/03/2020 RM '000	Changes RM '000	Current Year To Date 31/03/2021 RM '000	Preceding Year To Date 31/03/2020 RM '000	Changes RM '000
Revenue						
Electronic						
- Manufacture of printed circuit boards	52,194	54,165	(1,971)	52,194	54,165	(1,971)
Properties						
- Property development	5,578	4,102	1,476	5,578	4,102	1,476
- Sale of building materials	-	670	(670)	-	670	(670)
- Cultivation of oil palm	594	316	278	594	316	278
Utilities						
- Water and wastewater treatment	4,617	2,198	2,419	4,617	2,198	2,419
Unallocated non-operating segments	471	409	62	471	409	62
Total	63,454	61,860	1,594	63,454	61,860	1,594
(Loss)/Profit before tax						
Electronic						
- Manufacture of printed circuit boards	2,140	323	1,817	2,140	323	1,817
Properties						
- Property development	1,213	(41)	1,254	1,213	(41)	1,254
- Sale of building materials	-	(148)	148	-	(148)	148
- Cultivation of oil palm	290	(89)	379	290	(89)	379
Utilities						
- Water and wastewater treatment	142	(1,133)	1,275	142	(1,133)	1,275
- Unallocated non-operating segments	(1,329)	(1,785)	456	(1,329)	(1,785)	456
Total	2,456	(2,873)	5,329	2,456	(2,873)	5,329

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

13. Review of the Performance (cont'd)

The Group recorded a profit before tax of RM 2.5 million for the current year quarter ended 31 March 2021 compared to a loss before tax of RM 2.9 million for the preceding year quarter mainly due to improved contribution from Electronic and Properties Divisions.

Detailed analysis of the performance of the Group's operating segments for the current year quarter ended 31 March 2021 compared to the preceding year quarter is as follows:

i) **Manufacture of printed circuit boards**

Profit before tax increased to RM 2.1 million from RM 0.3 million mainly due to higher contribution from Malaysia operation on favourable sales mix.

ii) **Property development**

The profit before tax of RM 1.21 million was in contrast to a loss before tax of RM 0.04 million in line with higher commercial property units sold.

iii) **Sale of building materials**

This business segment has been reclassified to unallocated non-operating segments in 2021 following the cessation of business operation.

iv) **Cultivation of oil palm**

The profit before tax of RM 0.29 million was in contrast to a loss before tax of RM 0.09 million mainly due to higher FFB output and CPO prices coupled with favourable fair value changes in biological assets.

v) **Water and wastewater treatment**

The profit before tax of RM 0.14 million was in contrast to a loss before tax of RM 1.13 million mainly due to gain on disposal of subsidiary of RM 0.98 million and higher percentage of completion for road construction projects.

vi) **Unallocated non-operating segments**

Loss before tax decreased to RM 1.3 million from RM 1.8 million mainly due to favourable foreign exchange.

14. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

	Current Year Quarter 31/03/2021 RM'000	Immediate Preceding Quarter 31/12/2020 RM'000	Changes RM'000
Revenue	63,454	60,247	3,207
Profit/(Loss) Before Tax	2,456	(12,534)	14,990

The Group recorded a profit before tax of RM 2.5 million in contrast to a loss before tax of RM 12.5 million for the immediate preceding quarter mainly due to improved contribution from Electronic Division and in the absence of impairment loss on investment in associate of RM2.1 million and fair value of financial guarantee contract of RM1.1 million in Q420.

15. Prospects for 2021

The Group foresees a tough and challenging operating environment in 2021 following the resurgence in global COVID-19 cases coupled with concerns over the negative impact of travel and economic restrictions.

16. Variance from Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

17. Revenue

The revenue is disaggregated by major products or services as follows:

Current Year To Date 31/03/2021						
Segment	Electronic	Properties		Utilities	Others	Group RM '000
Major products / Services	Manufacture of Printed Circuit Boards RM '000	Property Development RM '000	Cultivation of Oil Palm RM '000	Water and Wastewater Treatment RM '000	Rental Income RM '000	
<u>Timing of revenue recognition</u>						
Services transferred over time	-	3,958	-	4,617	-	8,575
Products transferred at a point in time	52,194	1,620	594	-	-	54,408
Income not within the scope of MFRS 15	-	-	-	-	471	471
	52,194	5,578	594	4,617	471	63,454

18. Profit/(Loss) Before Tax

	Current Year Quarter 31/03/2021 RM'000	Current Year To Date 31/03/2021 RM'000
Profit/(Loss) before tax is arrived at after charging:		
- Interest expense	359	359
- Depreciation	3,756	3,756
- Impairment losses on financial assets	-	-
- Inventories written down	98	98
- Inventories written off	-	-
- Loss on disposal of property, plant and equipment	-	-
- Property, plant and equipment written off	-	-
- Loss on foreign exchange - realised	137	137
- Loss on foreign exchange - unrealised	-	-
- Fair value losses on financial instruments	2	2
- Fair value changes in biological assets	-	-
- Exceptional items	-	-
and crediting:		
- Amortisation of financial guarantee contract	137	137
- Interest income	285	285
- Dividend income	-	-
- Gain on disposal of property, plant and equipment	47	47
- Gain on disposal of subsidiary	984	984
- Gain on foreign exchange - realised	-	-
- Gain on foreign exchange - unrealised	1,330	1,330
- Fair value gains on financial instruments	-	-
- Fair value changes in biological assets	162	162
- Impairment gains on financial assets	-	-
- Reversal of inventories written down	358	358

19. Taxation

Taxation comprises:

	Current Year Quarter 31/03/2021 RM '000	Current Year To Date 31/03/2021 RM '000
Income tax	(998)	(998)
Deferred tax	2,559	2,559
	<u>1,561</u>	<u>1,561</u>

The Group's effective tax rates differ from the statutory tax rate mainly because:

- (i) certain income and expenses which are not taxable and allowable;
- (ii) utilisation of reinvestment allowances by certain subsidiary; and
- (iii) differential tax rates for certain subsidiaries.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021

20. **Status of Corporate Proposals**

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

21. **Group Borrowings and Debt Securities**

The details of the Group borrowings and debt securities are as follows:

	As at 31 March 2020					
	Long Term		Short Term		Total Borrowings	
	USD Denomination RM'000	RM Denomination RM'000	USD Denomination RM'000	RM Denomination RM'000	USD Denomination RM'000	RM Denomination RM'000
Secured						
Bank Overdraft	-	-	-	1,470	-	1,470
Term Loans	-	25,764	-	8,664	-	34,428
Revolving Credit	-	-	-	3,000	-	3,000
	-	25,764	-	13,134	-	38,898
Unsecured						
Term Loan	-	-	-	3,749	-	3,749
Bankers Acceptance	-	-	-	2,146	-	2,146
	-	-	-	5,895	-	5,895
Total	-	25,764	-	19,029	-	44,793

	As at 31 March 2020					
	Long Term		Short Term		Total Borrowings	
	USD Denomination RM'000	RM Denomination RM'000	USD Denomination RM'000	RM Denomination RM'000	USD Denomination RM'000	RM Denomination RM'000
Secured						
Bank Overdraft	-	-	-	353	-	353
Term Loans	-	30,318	-	5,469	-	35,787
Revolving Credit	-	-	-	2,500	-	2,500
	-	30,318	-	8,322	-	38,640
Unsecured						
Term Loans	-	5,621	-	5,613	-	11,234
Revolving Credits	-	-	-	7,000	-	7,000
	-	5,621	-	12,613	-	18,234
Total	-	35,939	-	20,935	-	56,874

	As at 31 March 2021			As at 31 March 2020		
	Effective Interest Rate As at 31 March 2021 % p.a.	Floating Rate RM'000	Fixed Rate RM'000	Effective Interest Rate As at 31 March 2020 % p.a.	Floating Rate RM'000	Fixed Rate RM'000
	Bank Overdraft	4.10%	1,470	-	4.85%	353
Term Loans	3.44% ~ 4.27%	38,177	-	4.28% ~ 5.26%	47,021	-
Revolving Credits	3.03%	-	3,000	3.81% ~ 4.47%	-	9,500
Bankers Acceptance	3.62% ~ 3.97%	-	2,146	-	-	-
Total		39,647	5,146		47,374	9,500
%		88.51%	11.49%		83.30%	16.70%

Compared to the period ended 31 March 2020, the Group's borrowings decreased to RM 44.8 million from RM 56.9 million mainly due to repayment of term loans and revolving credits.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

22. Financial Instruments

a) Derivatives

There were no outstanding derivatives as at 31 March 2021.

b) Gains/(Losses) arising from Fair Value Changes of Financial Liabilities

There were no gains/(losses) arising from fair value changes of financial liabilities for the current year quarter and period ended 31 March

c) Fair Value

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The inputs to valuation techniques used to measure fair value are categorised into the following levels of fair value hierarchy:

- i) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- ii) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- iii) Level 3 - unobservable inputs for the asset or liability.

The fair value measurement of financial instruments at the end of the reporting period are as follows:

i) Other investments

	31/03/2021 RM '000
Shares quoted in Malaysia - at fair value	1
Unquoted shares - at cost less impairment losses	-
	<u>1</u>

* Less than RM1,000

The fair values of quoted investments are directly measured using their unadjusted closing prices in active markets (i.e. Level 1).

The fair values of unquoted investments cannot be reliably measured due to the lack of quoted prices in active markets for identical instruments. In addition, the variability in the range of reasonable fair value measurements is expected to be significant and the probabilities of the various estimates within the range cannot be reasonably assessed.

ii) Other financial assets and financial liabilities

The carrying amounts of receivables, cash and cash equivalents, payables and loans and borrowings which are short-term in nature or repayable on demand are reasonable approximations of fair values. The fair values of long-term loans and borrowings are measured using present value technique by discounting the expected future cash flows using observable current market interest rates for similar liabilities (i.e. Level 2).

There were no transfers between Level 1 and Level 2 during the period ended 31 March 2021.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2021**

23. Material Litigation

There was no material litigation against the Group as at 31 March 2021 other than the following:

On 28 April 2021, the Company announced that its wholly-owned subsidiary, Teknoserv Engineering Sdn. Bhd. and Nine Hundred Builders Sdn. Bhd., have completed their out of court settlement in relation to the dispute and differences which have arisen from the project known as "The Proposed Extension of Phase 2, Sawah Raja Water Treatment Plant and Other Related Works (10MGD), Negeri Sembilan – Pakej 1 Cadangan Membina dan Menyiapkan Loji Rawatan Air Sawah Raja Fasa 2".

The above out of court settlement did not have any major financial and/or operational impact to the Company.

24. Proposed Dividend

No dividend has been proposed or declared for the current year quarter ended 31 March 2021.

25. Earnings Per Share

	Current Year Quarter 31/03/2021	Current Year To Date 31/03/2021
Profit attributable to owners of the Company (RM '000)	4,018	4,018
Number of ordinary shares in issue at the beginning of the period ('000)	277,789	277,789
Effect of shares dividend ('000)	-	-
Weighted average number of ordinary shares in issue ('000)	277,789	277,789
Basic earnings per share (sen)	1.45	1.45

Diluted earnings per share are not presented as there are no dilutive potential ordinary shares in the current year quarter and period ended 31 March 2021.

26. Authorisation for Issue

The Board of Directors authorised the issue of this unaudited interim financial report on 31 May 2021.