

GUH HOLDINGS BERHAD (Company No. 4104-W)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED 30 JUNE 2022

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30/06/2022 RM '000	PRECEDING YEAR QUARTER 30/06/2021 RM '000	CUMULATIVE QUARTER CURRENT YEAR TO DATE 30/06/2022 RM '000	PRECEDING YEAR TO DATE 30/06/2021 RM '000
Revenue	76,412	64,483	144,683	127,937
Interest income	256	328	549	613
Impairment gains/(losses) on financial assets	-	-	-	-
Operating expenses	(76,040)	(62,121)	(145,745)	(125,868)
Other income	2,317	(58)	3,593	2,984
Finance costs	(368)	(377)	(631)	(736)
Share of associates' loss	(13)	(62)	(63)	(281)
Share of joint venture's loss	(22)	-	(47)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Profit before tax (Note 18)	2,542	2,193	2,339	4,649
Tax (expense)/income	(1,308)	(1,412)	(2,409)	149
	<hr/>	<hr/>	<hr/>	<hr/>
Profit/(Loss) for the period	1,234	781	(70)	4,798
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Profit /(Loss) for the period attributable to:				
Owners of the Company	1,237	783	(68)	4,801
Non-controlling interests	(3)	(2)	(2)	(3)
	<hr/>	<hr/>	<hr/>	<hr/>
	1,234	781	(70)	4,798
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Earnings/(Loss) per share (sen):				
(a) Basic	0.44	2.20	(0.02)	1.73
(b) Diluted	0.44	2.20	(0.02)	1.73

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statement ended 31 December 2021)

GUH HOLDINGS BERHAD (Company No. 4104-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2022

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2022 RM '000	PRECEDING YEAR QUARTER 30/06/2021 RM '000	CURRENT YEAR TO DATE 30/06/2022 RM '000	PRECEDING YEAR TO DATE 30/06/2021 RM '000
Profit/(Loss) for the period	1,234	781	(70)	4,798
Other comprehensive income:				
Item that may be reclassified subsequently to profit or loss:				
- Currency translation differences for foreign operations	(780)	1,167	47	3,337
- Reclassification adjustment on disposal of foreign operations	-	-	-	199
- Share of associate's other comprehensive income	54	(162)	(102)	(162)
Total other comprehensive income for the period	(726)	1,005	(55)	3,374
Comprehensive income for the period	508	1,786	(125)	8,172
Comprehensive income for the period attributable to:				
Owners of the Company	511	1,788	(123)	8,175
Non-controlling interests	(3)	(2)	(2)	(3)
	508	1,786	(125)	8,172

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)

GUH HOLDINGS BERHAD (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	AS AT 30/06/2022 RM '000	AS AT 31/12/2021 RM '000
Non-Current Assets		
Property, Plant and Equipment	108,147	104,412
Investment Properties	40,200	39,415
Right-of-use Assets	25,816	26,462
Investments in Associates	6,231	6,137
Investment in Joint Venture	42,523	16,560
Prepayments	1,492	750
Deferred Tax Assets	1,591	2,352
	<hr/>	<hr/>
	226,000	196,088
Current Assets		
Inventories	103,966	111,084
Biological Assets	199	225
Contract Costs	349	-
Contract Assets	3,487	4,752
Receivables	60,789	54,267
Prepayments	1,852	1,189
Current Tax Assets	1,600	150
Cash and Cash Equivalents	76,701	83,962
	<hr/>	<hr/>
	248,943	255,629
Current Liabilities		
Contract Liabilities	6,116	6,233
Payables	64,779	61,241
Loans and Borrowings	16,842	10,270
Lease Liabilities	139	281
Financial Guarantee Contract	25,216	183
Current Tax Liabilities	1,580	3,250
	<hr/>	<hr/>
	114,672	81,458
Net Current Assets	134,271	174,171
Non-Current Liabilities		
Deferred Tax Liabilities	8,036	7,796
Loans and Borrowings	26,149	25,785
Lease Liabilities	274	292
Retirement Benefits	8,436	8,048
	<hr/>	<hr/>
	42,895	41,921
Net Assets	<hr/> <hr/>	<hr/> <hr/>
	317,376	328,338
Equity		
Share Capital	279,084	277,992
Treasury Shares	(148)	(148)
Reserves	210,381	211,390
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Equity Attributable to Owners of the Company	489,317	489,234
Non-controlling Interests	(21)	(19)
	<hr/>	<hr/>
Total Equity	489,296	489,215
Net Assets per Share Attributable to Owners of the Company (RM)	<hr/> <hr/>	<hr/> <hr/>
	1.75	1.76

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2022

	Non-Distributable				Distributable		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	Currency translation reserve RM '000	Retained profits RM '000			
At 01/01/2022	277,992	(148)	1,576	13,960	41,518	154,336	489,234	(19)	489,215
Share of associate's other comprehensive income	-	-	-	-	(102)	-	(102)	-	(102)
Total other comprehensive income for the period	-	-	-	-	(102)	-	(102)	-	(102)
Loss for the period	-	-	-	-	-	(68)	(68)	(2)	(70)
Comprehensive income for the period	-	-	-	-	(102)	(68)	(170)	(2)	(172)
Issuance of ordinary shares pursuant to Share Grant Plan	1,092	-	(1,092)	-	-	-	-	-	-
Share Grant Plan expense	-	-	206	-	-	-	206	-	206
Total transactions with owners	1,092	-	(886)	-	-	-	206	-	206
At 30/06/2022	279,084	(148)	690	13,960	41,416	154,268	489,270	(21)	489,249
At 01/01/2021	277,992	(148)	-	13,960	36,355	139,763	467,922	(15)	467,907
Currency translation differences for foreign operations	-	-	-	-	3,337	-	3,337	-	3,337
Reclassification adjustment on disposal of foreign operations	-	-	-	-	199	-	199	-	199
Share of associate's other comprehensive income	-	-	-	-	(162)	-	(162)	-	(162)
Total other comprehensive income for the period	-	-	-	-	3,374	-	3,374	-	3,374
Profit/(Loss) for the period	-	-	-	-	-	4,801	4,801	(3)	4,798
Comprehensive income for the period	-	-	-	-	3,374	4,801	8,175	(3)	8,172
Share-based payment transactions (representing total transactions with owners)	-	-	458	-	-	-	458	-	458
At 30/06/2021	277,992	(148)	458	13,960	39,729	144,564	476,555	(18)	476,537

* 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 2021)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 30 JUNE 2022**

	CURRENT YEAR TO DATE 30/06/2022 RM '000	PRECEDING YEAR TO DATE 30/06/2021 RM '000
Cash flows from operating activities		
Profit before tax	2,339	4,649
Depreciation	7,745	7,521
Dividend income	(35)	-
Fair value changes in biological assets	26	23
Fair value losses on financial instruments	2,958	2
Interest expense	631	736
Interest income	(549)	(613)
Inventories written down	134	56
Gain on disposal of property, plant and equipment	(53)	(48)
Gain on disposal of subsidiary	-	(984)
Provision for retirement benefits	388	380
Reversal of inventories written down	(129)	(441)
Share of associates' loss	63	281
Share of joint venture's loss	47	-
Share-based payments	207	458
Unrealised gain on foreign exchange	(1,925)	(1,054)
Operating profit before working capital changes	11,847	10,966
Changes in:		
Contract costs	(349)	(16)
Contract assets	1,265	(1,224)
Inventories	1,840	(521)
Receivables	(5,672)	(1,704)
Prepayments	(1,412)	(15)
Contract liabilities	(117)	904
Payables	3,156	2,396
Cash generated from operations	10,558	10,786
Tax paid	(4,523)	(1,429)
Tax refunded	23	10
	(4,500)	(1,419)
Net cash from operating activities	6,058	9,367
Cash flows from investing activities		
Acquisition of property, plant and equipment	(10,220)	(2,380)
Additions of investment properties	(1,184)	(794)
Additions of other investments	(8,728)	-
Dividend received	56	-
Disposal of subsidiary, net of cash disposed of	-	(5,446)
Investment in associate - increased in share capital	(280)	-
Interest received	549	613
Proceeds from disposal of property, plant and equipment	110	58
Net cash used in investing activities	(19,697)	(7,949)
Cash flows from financing activities		
Drawdown of term loans	364	604
Increase in short-term loans and borrowings (net)	7,249	2,289
Interest paid	(680)	(733)
Payment of lease liabilities	(159)	(228)
Repayment of term loans	(667)	(9,102)
Net cash from/(used in) financing activities	6,107	(7,170)
Currency translation differences	1,248	1,966
Net decrease in cash and cash equivalents	(6,284)	(3,786)
Cash and cash equivalents brought forward	83,942	74,995
Cash and cash equivalents carried forward	77,658	71,209
Note:		
Cash and cash equivalents	76,701	72,455
Bank overdraft	-	(1,081)
Term deposits pledged as security	(20)	(440)
	76,681	70,934

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

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 2021.

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 2021 except for the adoption of the following MFRS:

	Effective for annual periods beginning on or after
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022

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 30 June 2022.

5. Changes in Estimates

There were no changes in the estimates that have a material effect in the current year quarter and period ended 30 June 2022.

6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current year quarter and period ended 30 June 2022 other than the following:

On 18 March 2022, the Company announced it has granted and vested 2,366,762 new ordinary shares to the eligible persons upon satisfaction of the vesting conditions pursuant to Company's Share Grant Plan (SGP) and is administered in accordance with its by-laws by the SGP committee at the weighted average fair value of RM0.46 per share.

7. Dividend Paid

No dividend was paid during the current year quarter and period ended 30 June 2022.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022

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	114,947	21,903	894	6,148	4,695	148,587
Intersegment revenue	-	-	-	(945)	(2,959)	(3,904)
External revenue	114,947	21,903	894	5,203	1,736	144,683
Results						
Segment results	3,242	4,513	(95)	(1,668)	(3,461)	2,531
Interest income	453	14	-	1	81	549
Interest expense	(145)	(32)	-	(17)	(437)	(631)
Share of associates' loss	-	-	-	-	(63)	(63)
Share of joint venture's loss	-	-	-	-	(47)	(47)
Profit/(Loss) before tax	3,550	4,495	(95)	(1,684)	(3,927)	2,339
Tax (expense)/income	(1,377)	(767)	6	-	(271)	(2,409)
Profit/(Loss) for the period	2,173	3,728	(89)	(1,684)	(4,198)	(70)
Assets						
Segment assets	248,107	255,087	18,307	16,335	57,082	594,918
Investments in associates	-	-	-	-	6,231	6,231
Investment in joint venture	-	-	-	-	42,523	42,523
Income tax assets	660	2,366	133	30	2	3,191
Total assets	248,767	257,453	18,440	16,365	105,838	646,863
Liabilities						
Segment liabilities	42,664	14,674	52	10,384	36,773	104,547
Loans and borrowings	16,040	3,659	-	-	23,292	42,991
Lease liabilities	-	266	-	67	80	413
Income tax liabilities	8,533	45	-	-	1,038	9,616
Total liabilities	67,237	18,644	52	10,451	61,183	157,567

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

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 30 June 2022.

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 30 June 2022 are as follows:

	30/06/2022 RM '000
Purchase of goods from other related parties (a)	8,560
Acquisition of property, plant and equipment from other related party (a)	86
Receiving of services from other related party (a)	102
Rental charged by other related party (a)	57
Rental charged to other related party (a)	91
Sale of goods to other related party (a)	2,537
	2,537

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

13. Review of the Performance

Operating Segment	Current Year Quarter 30/06/2022 RM '000	Preceding Year Quarter 30/06/2021 RM '000	Changes RM '000	Current Year To Date 30/06/2022 RM '000	Preceding Year To Date 30/06/2021 RM '000	Changes RM '000
Revenue						
Electronic						
- Manufacture of printed circuit boards	58,391	54,426	3,965	114,947	106,620	8,327
Properties						
- Property development	14,907	5,790	9,117	21,903	11,368	10,535
- Cultivation of oil palm	402	514	(112)	894	1,108	(214)
Utilities						
- Water and wastewater treatment	1,836	3,318	(1,482)	5,203	7,935	(2,732)
Unallocated non-operating segments	876	435	441	1,736	906	830
Total	76,412	64,483	11,929	144,683	127,937	16,746
Profit/(Loss) before tax						
Electronic						
- Manufacture of printed circuit boards	2,216	2,536	(320)	3,550	4,676	(1,126)
Properties						
- Property development	3,448	619	2,829	4,495	1,832	2,663
- Cultivation of oil palm	(187)	(133)	(54)	(95)	157	(252)
Utilities						
- Water and wastewater treatment	(794)	346	(1,140)	(1,684)	488	(2,172)
- Unallocated non-operating segments	(2,141)	(1,175)	(966)	(3,927)	(2,504)	(1,423)
Total	2,542	2,193	349	2,339	4,649	(2,310)

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

13. **Review of the Performance (cont'd)**

a) Current Year Quarter vs Preceding Year Quarter

The Group recorded a profit before tax of RM 2.5 million for the current year quarter ended 30 June 2022 compared to a profit before tax of RM 2.2 million for the preceding year quarter mainly due to improved contribution from Properties Division which were partly offset by negative contribution from Utilities Division and loss on fair value adjustment of other investments .

Detailed analysis of the performance of the Group's operating segments for the current year quarter ended 30 June 2022 compared to the preceding year quarter is as follows:

i) **Manufacture of printed circuit boards**

Profit before tax decreased to RM 2.2 million from RM 2.5 million mainly due to lower contribution from Malaysia operation as a result of higher operating expenses especially increase in average CCL price per m², increased in total consumables and direct labour cost partly offset by decreased in sales volume and favourable foreign exchange.

ii) **Property development**

The profit before tax increased to RM 3.4 million from RM 0.6 million in line with higher property units sold.

iii) **Cultivation of oil palm**

The loss before tax increased to RM 0.2 million from RM 0.1 million mainly due to lower FFB output.

iv) **Water and wastewater treatment**

The loss before tax of RM 0.8 million was in contrast to a profit before tax of RM 0.3 million mainly due to lower percentage of completion for water projects.

v) **Unallocated non-operating segments**

Loss before tax increased to RM 2.1 million from RM 1.2 million mainly due to loss on fair value adjustment of other investments.

b) Current Year To Date vs Preceding Year To Date

For the period ended 30 June 2022, the Group recorded a lower profit before tax of RM 2.3 million compared to RM 4.6 million for the preceding year to date mainly due to lower contribution from Electronic Division offset and losses from Utilities Division offset by improved contribution from Properties Division.

Detailed analysis of the performance of the Group's operating segments for the period ended 30 June 2022 compared to the preceding year to date is as follows:

i) **Manufacture of printed circuit boards**

Profit before tax decreased to RM 3.6 million from RM 4.7 million mainly due to lower contribution from Malaysia operation as a result of higher operating expenses especially increase in direct material prices partly offset by favourable foreign exchange.

ii) **Property development**

The profit before tax increased to RM 4.5 million from RM 1.8 million in line with higher property units sold.

iii) **Cultivation of oil palm**

The loss before tax of RM 0.1 million was in contrast to a profit before tax of RM 0.2 million mainly due to lower FFB output.

v) **Water and wastewater treatment**

The loss before tax of RM 1.7 million was in contrast to a profit before tax of RM 0.5 million mainly due to lower percentage of completion for water projects.

vi) **Unallocated non-operating segments**

Loss before tax increased to RM 3.9 million from RM 2.5 million mainly due to loss on fair value adjustment of other investments.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

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

	Current Year Quarter 30/06/2022 RM'000	Immediate Preceding Quarter 31/03/2022 RM'000	Changes RM'000
Revenue	76,412	68,271	8,141
Profit/(Loss) Before Tax	2,542	(203)	2,745

The Group recorded a profit before tax of RM 2.5 million in contrast to a loss before tax of RM 0.2 million for the immediate preceding quarter mainly due to improve in contribution from Electronic and Properties Divisions.

15. Prospects for 2022

Despite the reopening of economic and social sectors, the Group continues to be cautious that 2022 will remain challenging in view of the supply-chain disruptions caused by the unpredictable situation. The outbreak of the Covid-19 has previously impacted the economy, notwithstanding the situation has currently advanced to recovery in stages, the Group still foresee a tough and challenging environment in near future.

16. Variance from Profit Forecast and Profit Guarantee

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

17. Revenue

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

Current Year Quarter 30/06/2022						
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	-	2,360	-	1,836	-	4,196
Products transferred at a point in time	58,391	12,547	402	-	-	71,340
Income not within the scope of MFRS 15	-	-	-	-	876	876
	58,391	14,907	402	1,836	876	76,412

Current Year To Date 30/06/2022						
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	-	3,801	-	5,203	-	9,004
Products transferred at a point in time	114,947	18,102	894	-	-	133,943
Income not within the scope of MFRS 15	-	-	-	-	1,736	1,736
	114,947	21,903	894	5,203	1,736	144,683

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

18. Profit/(Loss) Before Tax

	Current Year Quarter 30/06/2022 RM'000	Current Year To Date 30/06/2022 RM'000
Profit/(Loss) before tax is arrived at after charging:		
- Interest expense	368	631
- Depreciation	3,910	7,745
- Impairment losses on financial assets	-	-
- Inventories written down	88	134
- Inventories written off	-	-
- Loss on disposal of property, plant and equipment	-	-
- Property, plant and equipment written off	-	-
- Loss on foreign exchange - realised	48	120
- Loss on foreign exchange - unrealised	-	-
- Fair value losses on financial instruments	1,635	2,958
- Fair value changes in biological assets	135	26
- Exceptional items	-	-
and crediting:		
- Amortisation of financial guarantee contract	489	977
- Interest income	256	549
- Dividend income	27	35
- Gain on disposal of property, plant and equipment	106	53
- Gain on disposal of subsidiary	-	-
- Gain on foreign exchange - realised	-	-
- Gain on foreign exchange - unrealised	1,527	1,925
- Fair value gains on financial instruments	-	-
- Fair value changes in biological assets	-	-
- Impairment gains on financial assets	-	-
- Reversal of inventories written down	3	129

19. Taxation

Taxation comprises:

	Current Year Quarter 30/06/2022 RM '000	Current Year To Date 30/06/2022 RM '000
Income tax	(587)	(1,408)
Deferred tax	(721)	(1,001)
	<u>(1,308)</u>	<u>(1,308)</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.

20. Status of Corporate Proposals

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

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022

21. **Group Borrowings and Debt Securities**

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

	As at 30 June 2022					
	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						
Term Loans	-	26,149	-	802	-	26,951
	-	26,149	-	802	-	26,951
Unsecured						
Revolving Credit	-	-	-	9,000	-	9,000
Foreign Currency Trust Receipts						
- USD1,293,443 @ 4.352	-	-	5,629	-	5,629	-
- USD321,973 @ 4.382	-	-	1,411	-	1,411	-
	-	-	7,040	9,000	7,040	9,000
Total	-	26,149	7,040	9,802	7,040	35,951

	As at 30 June 2021					
	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	-	-	-	1,081	-	1,081
Term Loans	-	25,764	-	5,775	-	31,539
Revolving Credit	-	-	-	3,000	-	3,000
	-	25,764	-	9,856	-	35,620
Unsecured						
Term Loans	-	-	-	1,875	-	1,875
Bankers Acceptance	-	-	-	585	-	585
	-	-	-	2,460	-	2,460
Total	-	25,764	-	12,316	-	38,080

	As at 30 June 2022			As at 30 June 2021		
	Effective Interest Rate As at 30 June 2022 % p.a.	Floating Rate RM'000	Fixed Rate RM'000	Effective Interest Rate As at 30 June 2021 % p.a.	Floating Rate RM'000	Fixed Rate RM'000
	Bank Overdraft	-	-	-	4.15%	1,081
Term Loans	3.82% ~ 3.96%	26,951	-	3.44% ~ 4.26%	33,414	-
Revolving Credits	3.24% ~ 3.25%	-	9,000	3.02%	-	3,000
Bankers Acceptance	-	-	-	3.92% ~ 3.97%	-	585
Foreign Currency Trust Receipts	2.55% ~ 3.23%	-	7,040	-	-	-
Total		26,951	16,040		34,495	3,585
%		62.69%	37.31%		90.59%	9.41%

Compared to the period ended 30 June 2021, the Group's borrowings increased to RM 43.0 million from RM 38.1 million mainly due to increase in revolving credits and foreign currency trust receipts for working capital purposes which were partly offset by decrease in term loans.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

22. Financial Instruments

a) Derivatives

There were no outstanding derivatives as at 30 June 2022.

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 30 June 2022.

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

	30/06/2022 RM '000
Shares quoted in Malaysia - at fair value	5,770
Unquoted shares - at cost less impairment losses	-
	<u>5,770</u>

The fair values of quoted investments are directly measured using their unadjusted closing prices at 30 June 2022 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 30 June 2022.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2022**

23. **Material Litigation**

There was no material litigation against the Group as at 30 June 2022.

24. **Proposed Dividend**

No dividend has been proposed or declared for the current year quarter ended 30 June 2022.

25. **Earnings Per Share**

(a) Basic EPS

	Current Year Quarter 30/06/2022	Current Year To Date 30/06/2022
Profit/(Loss) attributable to owners of the Company (RM '000)	1,237	(68)
Number of ordinary shares in issue at the beginning of the period ('000)	280,156	277,789
Effect of share grant issued ('000)	-	1,578
Weighted average number of ordinary shares in issue ('000)	280,156	279,367
Basic earnings/(loss) per share (sen)	0.44	(0.02)

(b) Diluted EPS

	Current Year Quarter 30/06/2022	Current Year To Date 30/06/2022
Profit/(Loss) attributable to owners of the Company (RM '000)	1,237	(68)
Number of ordinary shares in issue at the beginning of the period ('000)	280,156	277,789
Effect of share grant issued ('000)	-	1,578
Effect of dilution of share grants ('000)	1,291	1,614
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	281,447	280,981
Diluted earnings/(loss) per share (sen)	0.44	(0.02)

26. **Authorisation for Issue**

The Board of Directors authorised the issue of this unaudited interim financial report on 22 August 2022.