

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2022**
**The figures have not been audited**
**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2022**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/06/2022 RM'000	Preceding Year Corresponding Quarter 30/06/2021 RM'000	Current Year - To -Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
<b>Revenue</b>	777,114	463,798	2,466,417	2,633,096
Cost of sales	(628,530)	(376,909)	(1,999,798)	(2,070,976)
<b>Gross profit</b>	148,584	86,889	466,619	562,120
Operating expenses	(45,090)	(31,791)	(158,387)	(144,384)
Other operating income/(expense)	9,298	(1,603)	26,038	19,272
<b>Operating profit</b>	112,792	53,495	334,270	437,008
Interest income	6,600	437	13,395	1,669
Finance costs	(472)	(650)	(1,626)	(2,231)
Share of profit in associated companies, net of tax	10,223	7,512	30,945	35,830
<b>Profit before taxation</b>	129,143	60,794	376,984	472,276
Taxation	(34,010)	(9,316)	(99,326)	(94,985)
<b>Profit from continuing operations</b>	95,133	51,478	277,658	377,291
Profit from discontinued operations, net of tax (N1)	-	(110)	-	8,896
<b>Profit for the period</b>	95,133	51,368	277,658	386,187
<b>Profit attributable to:</b>				
Owners of the Company	72,677	39,839	210,939	291,882
Non-controlling interests	22,456	11,529	66,719	94,305
<b>Profit for the period</b>	95,133	51,368	277,658	386,187
<b>Earnings per ordinary share (sen): -</b>				
(a) Basic	23.11	12.67	67.09	92.87
(b) Fully diluted	N/A	N/A	N/A	N/A

(N1) Kensington Edge Sdn Bhd (“KESB”) (formerly known as Hume Marketing Co Sdn. Bhd.) and Micalux Sdn Bhd (“MXSB”) (formerly known as Hume Roofing Products Sdn. Bhd.), both wholly-owned subsidiaries of the Company had ceased business operations in June 2020. Accordingly, the financial results of KESB and MXSB were separately disclosed as discontinued operations.

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**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER**  
**COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2022 (Cont'd)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year - To -Date	Preceding Year Corresponding Period
	30/06/2022 RM'000	30/06/2021 RM'000	30/06/2022 RM'000	30/06/2021 RM'000
<b>Profit for the period</b>	95,133	51,368	277,658	386,187
Other comprehensive income/(expense), net of tax				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Net change in fair value of equity investments at fair value through other comprehensive income	(19,224)	(402)	(24,327)	61,567
<i>Items that are or may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences from foreign operations	155	7	200	41
Share of other comprehensive income/(expense) of equity accounted associates, net of tax	4,178	(106)	7,044	(3,183)
Cash flow hedge	(302)	49	(666)	584
<b>Total other comprehensive (expense)/income for the period</b>	<b>(15,193)</b>	<b>(452)</b>	<b>(17,749)</b>	<b>59,009</b>
<b>Total comprehensive income for the period</b>	<b>79,940</b>	<b>50,916</b>	<b>259,909</b>	<b>445,196</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	57,657	39,372	193,394	350,713
Non-controlling interests	22,283	11,544	66,515	94,483
<b>Total comprehensive income for the period</b>	<b>79,940</b>	<b>50,916</b>	<b>259,909</b>	<b>445,196</b>

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2021.



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

	As At End of Current Quarter	As At End of Preceding Financial Year
	30/06/2022 RM'000	30/06/2021 RM'000
<b>ASSETS</b>		
Property, plant and equipment	233,250	259,585
Right-of-use assets	24,505	29,064
Investment property	4,000	4,000
Investments in associated companies	176,299	165,149
Other investments	68,726	93,395
Intangible assets	39,102	19,128
Deferred tax assets	21,829	25,112
Tax credit receivable	960	960
<b>TOTAL NON-CURRENT ASSETS</b>	<b>568,671</b>	<b>596,393</b>
Inventories	311,782	302,692
Trade and other receivables, including derivatives	279,685	202,023
Current tax assets	2,006	2,467
Short-term money market funds and term investment account-i	132,683	233,308
Cash and cash equivalents	1,271,174	1,029,139
<b>TOTAL CURRENT ASSETS</b>	<b>1,997,330</b>	<b>1,769,629</b>
<b>TOTAL ASSETS</b>	<b>2,566,001</b>	<b>2,366,022</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	321,217	321,217
Reserves	1,647,752	1,608,540
Treasury shares - at cost	(63,318)	(63,318)
	1,905,651	1,866,439
<b>NON-CONTROLLING INTERESTS</b>	<b>148,432</b>	<b>147,738</b>
<b>TOTAL EQUITY</b>	<b>2,054,083</b>	<b>2,014,177</b>
<b>LIABILITIES</b>		
Lease liabilities	3,843	8,423
Deferred tax liabilities	5,357	5,357
Employee benefits	24,067	23,043
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>33,267</b>	<b>36,823</b>
Borrowings (unsecured)	18,689	12,600
Lease liabilities	4,880	3,740
Trade and other payables, including derivatives	411,864	277,418
Tax payable	43,218	21,264
<b>TOTAL CURRENT LIABILITIES</b>	<b>478,651</b>	<b>315,022</b>
<b>TOTAL LIABILITIES</b>	<b>511,918</b>	<b>351,845</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,566,001</b>	<b>2,366,022</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>6.06</b>	<b>5.94</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2021.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2022**

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2022**

←----- Attributable to owners of the Company ----->  
 ←----- Non-distributable -----> Distributable

	Share capital RM'000	Treasury shares RM'000	Exchange fluctuation reserve RM'000	Other reserves RM'000	Hedging reserve RM'000	Reserve for own shares RM'000	Executive share scheme reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interest RM'000	Total equity RM'000
<b>Current year-to-date ended 30 June 2022</b>											
At 1 July 2021	321,217	(63,318)	24,877	3,714	404	(15,699)	1,616	1,593,628	1,866,439	147,738	2,014,177
Profit for the period	-	-	-	-	-	-	-	210,939	210,939	66,719	277,658
Other comprehensive income/(expense): -											
Loss on fair value equity investments at fair value through other comprehensive income	-	-	-	-	-	-	-	(24,327)	(24,327)	-	(24,327)
Foreign currency translation differences	-	-	200	-	-	-	-	-	200	-	200
Share of other comprehensive income of equity accounted associates, net of tax	-	-	7,044	-	-	-	-	-	7,044	-	7,044
Cash flow hedge	-	-	-	-	(462)	-	-	-	(462)	(204)	(666)
<b>Total comprehensive income/(expense) for the period</b>	-	-	7,244	-	(462)	-	-	186,612	193,394	66,515	259,909
Share-based payments/transactions											
Shares vested under Executive Share Scheme ("ESS")	-	-	-	-	-	437	(1,813)	1,376	730	322	1,052
Addition of equity interest in a subsidiary company	-	-	-	-	-	-	-	8,616	8,616	(20,258)	(11,642)
Dividend	-	-	-	-	-	-	-	(163,528)	(163,528)	(45,885)	(209,413)
<b>Total transactions with owners of the Company</b>	-	-	-	-	-	437	(1,083)	(153,536)	(154,182)	(65,821)	(220,003)
At 30 June 2022	321,217	(63,318)	32,121	3,714	(58)	(15,262)	533	1,626,704	1,905,651	148,432	2,054,083

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2022 (Cont'd)

	←----- Attributable to owners of the Company ----->							Retained earnings RM'000	Total RM'000	Non- controlling interest RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Exchange fluctuation reserve RM'000	Other reserves RM'000	Hedging reserve RM'000	Reserve for own shares RM'000	Executive share scheme reserve RM'000				
<b>Preceding year corresponding period ended 30 June 2021</b>											
At 1 July 2020	321,217	(63,318)	28,019	3,714	(2)	(16,138)	3,650	1,401,078	1,678,220	159,898	1,838,118
Profit for the period	-	-	-	-	-	-	-	291,882	291,882	94,305	386,187
Other comprehensive income/(expense): -											
Gain on fair value equity investments at fair value through other comprehensive income	-	-	-	-	-	-	-	61,567	61,657	-	61,657
Foreign currency translation differences	-	-	41	-	-	-	-	-	41	-	41
Share of other comprehensive expense of equity accounted associates, net of tax	-	-	(3,183)	-	-	-	-	-	(3,183)	-	(3,183)
Cash flow hedge	-	-	-	-	406	-	-	-	406	178	584
<b>Total comprehensive income/(expense) for the period</b>	-	-	(3,142)	-	406	-	-	353,449	350,713	94,483	445,196
Share-based payments/transactions											
Share vested under Executive Share Scheme ("ESS")	-	-	-	-	-	439	(2,992)	2,553	-	-	-
Dividend	-	-	-	-	-	-	-	(163,452)	(163,452)	(107,065)	(270,517)
<b>Total transactions with owners of the Company</b>	-	-	-	-	-	439	(2,034)	(160,899)	(162,494)	(106,643)	(269,137)
At 30 June 2021	321,217	(63,318)	24,877	3,714	404	(15,699)	1,616	1,593,628	1,866,439	147,738	2,014,177

Dividends received by trusts set up for the Executives Share Scheme ("ESS") ("ESS Trusts") amounted to RM2,598,000 (30 June 2021: RM2,674,000) are eliminated against the dividend expenses of the Company following the consolidation of ESS Trust.

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2021

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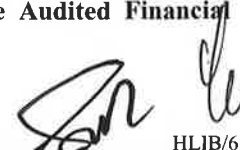
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED**  
**30 JUNE 2022**

	Current Year- To-Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation		
- From continuing operations	376,984	472,276
- From discontinued operations	-	9,165
	<u>376,984</u>	<u>481,441</u>
Adjustments for: -		
Share of profit in associated companies, net of tax	(30,945)	(35,830)
Depreciation and amortisation	66,081	61,917
Reversal of impairment on property, plant and equipment	-	(4,336)
Dividend income	(10,386)	(22,974)
Non-cash items	(10,098)	(3,921)
Net financing (income)/expense	(11,769)	461
Operating profit before changes in working capital	<u>379,867</u>	<u>476,758</u>
Changes in working capital		
Net change in current assets	(78,333)	(49,597)
Net change in current liabilities	134,362	2,757
Taxation paid	(80,340)	(102,353)
Net financing income received	11,769	(461)
Dividend received	37,225	45,827
Retirement benefits paid	(1,230)	-
<b>Net cash generated from operating activities</b>	<u>403,320</u>	<u>372,931</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(20,177)	(34,695)
Addition of intangible assets	(37,422)	(16,726)
Uplift/(Placement) of short-term money market funds and term investment account-i	100,625	(233,308)
Proceeds from disposal of property, plant & equipment	4,331	7,904
Proceeds from disposal of right-of-use assets	9,890	-
<b>Net cash generated used in investing activities</b>	<u>57,247</u>	<u>(276,825)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	(3,795)	(3,226)
Acquisition of additional equity interest in a subsidiary company	(11,642)	-
Dividend paid to owners of the Company	(163,528)	(163,452)
Dividend paid to non-controlling shareholders of subsidiary companies	(45,885)	(107,065)
Drawdown of borrowings	121,529	128,169
Repayment of borrowings	(115,440)	(132,549)
<b>Net cash used in financing activities</b>	<u>(218,761)</u>	<u>(278,123)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	241,806	(182,017)
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	1,029,139	1,211,109
<b>EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH HELD</b>	229	47
<b>CASH &amp; CASH EQUIVALENTS AT END OF PERIOD</b>	<u>1,271,174</u>	<u>1,029,139</u>

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following statements of financial position amounts:

	30/06/2022 RM'000	30/06/2021 RM'000
Short-term money market fund and term investment account-i	821,887	218,020
Deposits, cash and bank balances	449,287	811,119
	<u>1,271,174</u>	<u>1,029,139</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2021.



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**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2021. This interim financial report also complies with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2021 except for the adoption of MFRSs, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2021 and 1 April 2021 respectively which are applicable to the Group. The initial adoption of these applicable MFRSs, amendments and interpretations do not have any material impact on the financial statements of the Group.

**2. Qualification of audit report of the preceding annual financial statements**

The audit report for the preceding annual financial statements was not qualified.

**3. Seasonality or cyclicity of interim operations**

There has been no material seasonal or cyclical factor affecting the results of the quarter under review.

**4. Nature and amounts of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter under review and financial year-to-date.

**5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years**

There were no changes in estimates of amounts reported in the prior financial years.

**6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

(a) There were no shares bought back during the quarter under review and financial year-to-date. The total number of ordinary shares of the Company (“HLI Shares”) bought back as of 30 June 2022 was 8,432,500 HLI Shares and the shares are being held as treasury shares in accordance with the requirement of Section 127 of the Companies Act 2016.

(b) During the financial year-to-date, a total of 144,697 HLI Shares held in ESS Trusts were transferred to an eligible executive of the Group following the vesting of free HLI Shares pursuant to the ESS.

There were no additional shares purchased by the ESS Trusts during the quarter under review and financial year-to-date.

The total number of HLI shares held by the ESS Trusts as of 30 June 2022 was 4,948,219 HLI Shares.

There were no issuance of shares, shares cancellation, resale of treasury shares or repayment of debt or equity securities during the quarter under review and financial year-to-date.

  
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**7. Dividend paid**

The Company has paid the following dividends during the current financial year to-date:-

	<b>Current year-to-date RM'000</b>
First interim single tier dividend of 17 sen per share, paid on 21 December 2021	54,310
Second interim single tier dividend of 35 sen per share, paid on 23 June 2022	111,816
	<u>166,126</u>

**8. Operating Segments**

The Group's segmental report for the financial year-to-date is as follow: -

	<b>Consumer Products RM'000</b>
<b>Segment profit</b>	<u>310,011</u>
<b>Included in the measure of segment profit are:</b>	
Revenue from external customers	2,193,957
Depreciation and amortisation	<u>57,617</u>
<b>Reconciliation of reportable segment profit</b>	<b>RM'000</b>
<b>Profit</b>	
Reportable segment	310,011
Non- reportable segment	24,259
Interest income	13,395
Finance costs	(1,626)
Share of profit in associated companies, net of tax	30,945
Consolidated profit before taxation	<u>376,984</u>

	<b>External revenue RM'000</b>	<b>Depreciation and amortisation RM'000</b>
Reportable segment	2,193,957	57,617
Non-reportable segment	272,460	8,464
<b>Total</b>	<u>2,466,417</u>	<u>66,081</u>

**9. Material events not reflected in the financial statements**

There are no material subsequent events to be disclosed as at the date of this report





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**10. Changes in the composition of the Group**

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations other than as mentioned below:

(a) The following Company's subsidiaries have been placed under member's voluntary liquidation: -

- (i) Glenex Sdn Bhd, an indirect wholly-owned subsidiary;
- (ii) Maxider Sdn Bhd, a wholly-owned subsidiary; and
- (iii) Avenues Zone Inc, an indirect wholly-owned subsidiary.

The liquidations are currently pending tax clearance from the Inland Revenue Board.

(b) During the quarter under review, the liquidator of Stonenet Sdn Bhd ("Stonetnet"), a wholly-owned subsidiary of the Company, has convened a final meeting to conclude the member's voluntary liquidation of Stonenet and accordingly Stonenet was dissolved on 3 June 2022.

**11. Review of Performance**

For the quarter under review (excluding Discontinued Operations), the Group recorded revenue of RM777 million and profit before taxation ("PBT") of RM129 million as compared with revenue of RM464 million and PBT of RM61 million for the corresponding quarter of the preceding financial year ended 30 June 2021 ("FY2021").

The higher revenue and PBT for the current quarter under review was contributed mainly by the higher sales of motorcycles as the company is progressively recovered from the supply chain disruption situation.

For the financial year-to-date, the Group (excluding Discontinued Operations) recorded revenue of RM2,466 million and PBT of RM377 million as compared with revenue of RM2,633 million and PBT of RM472 million for the corresponding period of FY2021.

The lower revenue and PBT for the financial year-to-date as compared with the corresponding period of FY2021 were mainly due to lower sales during the first quarter of current financial year because of Movement Control Order ("MCO"), which caused a curtailment of production for 2 months.

**12. Material changes in loss before taxation against the immediate preceding quarter**

For the quarter under review, the Group recorded PBT of RM129 million as compared with PBT of RM109 million for the preceding quarter. The improved PBT as compared to the preceding quarter was contributed mainly by the higher sales of motorcycles as the company progressively recovered from the supply chain disruption situation.

**13. Prospects**

While the supply chain disruption issue has progressively improved, the rising costs of material and energy remain the major challenges that affect the profit margin. The Group will continue to manage the plant efficiency, reduce costs, develop higher margin products and improve sales volume to overcome these challenges. The Board expects the Group's performance for the financial year ending 30 June 2023 to be satisfactory.

**14. Profit forecast/profit guaranteed**

This note is not applicable.



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15. Profit before taxation

	Current Year Quarter	Current Year- To-date
	30/06/2022 RM'000	30/06/2022 RM'000
Profit before taxation is arrived at after (charging) / crediting: -		
Gross dividend income from other investments	624	10,386
Depreciation and amortisation	(18,196)	(66,081)
Impairment loss on trade receivables	(5)	(31)
Reversal of provision for slow moving inventories	1,623	9,279
Loss on foreign exchange	(5,744)	(4,394)
Fair value loss of equity investment at fair value through profit or loss	(592)	(342)
Gain on disposal of property, plant and equipment	1,670	4,205
Gain on disposal of right-of-use assets	7,872	7,872

16. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To- Date	Preceding Year Corresponding Period
	30/06/2022 RM'000	30/06/2021 RM'000	30/06/2022 RM'000	30/06/2021 RM'000
Current taxation				
Malaysian - current year	32,636	12,679	98,119	98,808
- prior years	(1,909)	120	(2,076)	6,074
	<u>30,727</u>	<u>12,799</u>	<u>96,043</u>	<u>104,882</u>
Deferred taxation				
Malaysian - current year	1,744	(2,446)	1,744	(2,446)
- prior years	1,539	(815)	1,539	(7,182)
	<u>3,283</u>	<u>(3,261)</u>	<u>3,283</u>	<u>(9,628)</u>
	<u>34,010</u>	<u>9,538</u>	<u>99,326</u>	<u>95,254</u>
Income tax attributable to continuing operations	34,010	9,316	99,326	94,985
Income tax attributable to discontinued operations	-	222	-	269
	<u>34,010</u>	<u>9,538</u>	<u>99,326</u>	<u>95,254</u>

The Group's effective tax rate for the quarter under review and financial year-to-date are higher than the statutory tax rate due to tax impact arising from Prosperity Tax as announced in Budget 2022.

17. Corporate Proposals

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



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18. **Group's borrowings and debt securities**

Particulars of the Group's borrowings and debt securities as at 30 June 2022 is as follow: -

Unsecured short-term borrowings	<b>RM'000</b> 18,689
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There were no borrowings denominated in foreign currencies as of 30 June 2022.

19. **Changes in Material Litigation**

There are no material litigations as at the date of this report.

20. **Dividend**

(a) The Board does not recommended any final dividend for the financial year ended 30 June 2022.

(b) For the financial year-to-date, single tier dividend of 52 sen per share (FY2021: single tier dividend of 52.0 sen per share), has been declared.

21. **Earnings Per Ordinary Share**

(a) **Basic earnings per ordinary share**



The basic earnings per ordinary share for the quarter under review is calculated by dividing the Group's profit attributable to owners of the Company of RM72,677,000 (4<sup>th</sup> quarter FY2021: RM39,839,000) by the weighted average number of ordinary shares during the quarter of 314,525,000 (4<sup>th</sup> quarter FY2021: 314,380,000).

The basic earnings per ordinary share for the financial year-to-date is calculated by dividing the Group's profit attributable to owners of the Company of RM210,939,000 (FY2021: RM291,882,000) by the weighted average number of ordinary shares during the quarter of 314,426,000 (FY2021: 314,281,000).

	<i>Weighted average number of ordinary shares</i>			
	<b>Individual Quarter</b>	<b>Cumulative Quarter</b>	<b>Individual Quarter</b>	<b>Cumulative Quarter</b>
	<b>Current</b>	<b>Preceding</b>	<b>Current</b>	<b>Preceding</b>
	<b>Year</b>	<b>Year</b>	<b>Year- To-</b>	<b>Year</b>
	<b>Quarter</b>	<b>Corresponding</b>	<b>Date</b>	<b>Corresponding</b>
	<b>Quarter</b>	<b>Quarter</b>	<b>Period</b>	<b>Period</b>
	<b>30/06/2022</b>	<b>30/06/2021</b>	<b>30/06/2022</b>	<b>30/06/2021</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Issued ordinary shares at beginning of period	327,905	327,905	327,905	327,905
Treasury shares held at beginning of period	(8,432)	(8,432)	(8,432)	(8,432)
ESS Trust Shares held at beginning of period	(4,948)	(5,093)	(5,093)	(5,238)
	314,525	314,380	314,380	314,235
Effect of ESS Trust Shares vested	-	-	46	46
Weighted average number of ordinary shares (basic)	314,525	314,380	314,426	314,281

(b) **Diluted earnings per ordinary share**

The Group's diluted earnings per ordinary share for the quarter under review, financial year-to-date and preceding year's corresponding quarter/period approximates its basic earnings per ordinary share.

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**HONG LEONG INDUSTRIES BERHAD (196401000167 (5486-P))**  
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**The figures have not been audited**

**22. Derivatives**

The Group has entered into a number of forward foreign exchange contracts by subsidiaries to hedge the cash flow risk in relation to the variations of cash flows arising from future forecasted transactions.

The forward foreign exchange contracts are stated at fair value using observable market prices in active markets, including recent market transactions and valuation techniques that include discounted cash flow models and option pricing models, as appropriate.

As at 30 June 2022, the contract amount, fair value and maturity tenor of the forward foreign exchange contracts are as follows:

	<b>Contract amount</b>	<b>Fair Value Assets / (Liabilities)</b>
	<b>RM'000</b>	<b>RM'000</b>
Less than 1 year	80,099	(84)

Derivatives (which are classified as financial assets/liabilities) categorised as fair value through profit or loss are subsequently measured at their fair values with the gains/losses recognised in profit or loss. Gains/losses arising from fair value changes of derivatives is as disclosed in Note 15.

There is no change to the type of derivative financial contracts entered into, cash requirements of the derivatives, risk associated with the derivatives and the risk management objectives and policies to mitigate these risks since the previous financial year ended 30 June 2021.

**23. Gains/losses arising from fair value changes of financial liabilities**

Other than derivatives which are classified as financial liabilities when they are at fair value loss position, the Group does not remeasure its financial liabilities at fair value after the initial recognition.

By Order of the Board  
Hong Leong Industries Berhad

Wong Wei Fong  
Valerie Mak Mew Chan  
Company Secretaries

Kuala Lumpur  
19 August 2022

