

Quarterly report on consolidated results for the 4th financial quarter ended 30 June 2021

Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation & Significant Accounting Policies

This Quarterly Report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements. In addition, the financial statements comply with IFRS as issued by IASB. The report should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2020 which was prepared in accordance with the MFRS.

The explanatory notes attached to the unaudited interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the preceding financial year ended 30 June 2020.

The significant accounting policies and methods adopted for this unaudited interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 30 June 2020, except for the following new amendments to the MFRS (“standards”) effective from 1 January 2020 which the Group has adopted since the commencement of the current financial year on 1 July 2020:

- Changes to the Conceptual Framework for Financial Reporting (Revised 2018). This entails a number of changes which provide clarifications, new definition, and emphasis of entrenched concepts.
- Amendments to MFRS 101 “Presentation of Financial Statements” and MFRS 108 “Accounting Policies, Changes in Accounting Estimates and Errors”. These amendments clarify the definition of ‘materiality’ and the consistency of definition application throughout the financial reporting.
- Amendments to MFRS 3 ‘Definition of a Business’ (effective 1 January 2020). These amendments revised the definition of a ‘business’ in an acquisition.

The adoption of the above did not have any material impact on the Group’s financial statements to-date.

The Group has not adopted the following new standards, amendments to standards and interpretations that have been issued but not yet effective for the current financial year.

Effective for financial year beginning after 1 July 2022.

- Amendments to MFRS 116 “Proceeds before Intended Use”
- Amendments to MFRS 3 “Reference to the Conceptual Framework”
- Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: Lease Incentives
- Annual Improvements to MFRS 9 “Fees in the ‘10 per cent’ test for Derecognition of Financial Liabilities”
- Amendments to MFRS 137 “Onerous Contracts – Cost of Fulfilling a Contract”

Effective for financial year beginning after 1 July 2023.

- Amendments to MFRS 101 “Classification of liabilities as current or non-current”

These amendments to published standards will be adopted on the respective effective dates.

A2 Audit qualification

The audit report of the Group in respect of the annual financial statements for the financial year ended 30 June 2020 was not subject to any audit qualification.

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A3 Seasonality or cyclical of operations

The business of the Group and the Company is generally neither cyclical nor seasonal except for decreased activities during the Ramadan and Chinese New Year festive months.

A4 Unusual items

In compliance with the Government's Full Movement Control Order (FMCO) with statewide lockdown to contain the COVID-19 resurgence, the Group's steel segments halted operations from 1 June 2021. Even though the new food businesses (deemed as 'essential' sector) were not affected by the shutdown order, their contributions to the Group were negative as start-ups. The four weeks of business shutdown has negatively affected net income and cash flows of the Group in the current financial quarter. Unabsorbed overheads on displaced manufacturing capacity over the shutdown period totaling RM3.67 million (FY20 RM3.63 million) is taken up in the Statement of Profit or Loss. The Group recorded a net loss of RM3.5 million in the month of June due to the shutdown. See Notes B1 & B2 on quarterly impact.

The Group did not have any 'workplace COVID outbreak' incident warranting lockdown over the current financial year. The Group was not entitled to any Government aid or financial moratorium under the FMCO lockdown.

Besides the above, there were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A5 Changes in estimates

There were no changes in estimates that had a material effect on the financial results for the current financial quarter.

A6 Debts and equity securities

There are no issuances, cancellations, repurchases, or resale of the Company's equity securities during the current financial quarter.

The Group has a policy to maintain its Gearing Ratio (measured as interest bearing debts over equity adjusted for the exclusion of intangibles) at below 1.25 times.

	<u>30/06/2021</u>	<u>30/06/2020</u>
Total interest bearing debts in RM'million	87.4	100.3
Adjusted Equity in RM'million	536.3	468.0
Absolute Gearing Ratio	0.16	0.21

Of the total interest bearing debts as at 30 June 2021, around RM69.9 million is represented by the respective debenture at its Steel Tube and Cold Rolled subsidiaries (see Note B10). Debts of RM17.5 million is secured against a fixed charge on a property and other specific assets to-which the financing relates. Lease liability classification pursuant to MFRS 16 are excluded from the ratio computation as these are contractually non-interest bearing.

Debt covenants where applicable are in full compliance for the current financial quarter ended 30 June 2021.

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A7 Dividends paid

The interim single-tier tax-exempt dividend of 2.23 sen per share amounting to RM8 million declared in the preceding financial quarter was paid out on 28 April 2021 in the current financial quarter.

A8 Segmental reporting

The Group's 'year-to-date' segmental information on its remaining businesses held based on the nature-of-business is as follows:

	----- Continuing operations -----					Discontinued operations RM'000	Total RM'000
	Steel Tube RM'000	Cold Rolled RM'000	Investment Holding RM'000	Others RM'000	Total RM'000		
Revenue							
Total revenue	272,949	499,779	24,060	5,112	801,900	264	802,164
Inter segment	(1,766)	(36,055)	(23,730)	(2,010)	(63,561)	-	(63,561)
External revenue	271,183	463,724	330	3,102	738,339	264	738,603
Pre-tax profit	35,537	44,586	(4,992)	(3,072)	72,059	(42)	72,017
Segment assets	222,665	464,022	83,184	6,882	776,753	-	776,753

Reconciliation of segment assets to total assets is as follows:

	RM'000
Segment assets	776,753
Deferred tax assets	702
Derivative financial asset	2,020
Tax recoverable	248
	<u>779,723</u>

A9 Valuation of Property, Plant and Equipment (PPE)

In conjunction with the current financial year ended 30 June 2021, the Group's property, plant and equipment were revalued by independent firms of professional valuers based on open market value. Arising from the said revaluation, the surpluses net of deferred tax amounting to RM11.06 million was credited to the asset revaluation reserve while the deficits (less reversal of provision for impairment charge on assets write-off) totaling RM4.3 million was charged to profit or loss as impairment in the current financial year.

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A10 Fair value measurement

Except for the financial instruments disclosed below which are fair valued, the carrying value of short-term maturity financial instruments like cash deposits and bank balances, receivables, and short-term borrowings and payables approximate their fair values.

Financial instruments subjected to fair valuation are categorised into the following fair value hierarchy and are represented in the table below as at 30 June 2021:

Level 1: based on unadjusted quoted prices in active markets for identical assets and liabilities

Level 2: based on observable inputs not included within level 1

Level 3: based on unobservable inputs

Recurring fair value measurement

Foreign Currency Forwards

as Assets (not hedge accounted)

as Assets (hedge accounted)

as Liabilities (not hedge accounted)

Total

Fair Value RM'000		
Level 1	Level 2	Level 3
-	0.3	-
-	2,019.3	-
-	(3.3)	-
-	2,016.3	-

The Foreign Currency Forwards are fair valued by way of marking-to-market using reference bank's published forward rates.

A11 Significant events and transactions

Other than the business and operation stoppage disclosed in Note A4 due to the FMCO with effect from 1 June 2021, there were no further significant events and transactions for the current quarter affecting the Group's financial position and performance of its entities.

A12 Subsequent material events

The business lockdown under the FMCO and then National Recovery Plan (NRP) Phase 1 continued into the new financial year until 16th August 2021 when the 'non-essential' manufacturing sector was finally allowed to resume operations at staggered capacity based on employees' completed vaccination rate. In this regard, it was timely that the Group had participated in the COVID-19 Public-Private Partnership Industry Immunization Program (PIKAS) upon its launch to accelerate the vaccination rate amongst its staff. The Group's steel operations were able to resume production from 16th August at around 60% capacity and should attain full capacity availability by end August.

The six weeks of business shutdown will negatively affect net income and cashflows of the Group in the 1st quarter of the next financial year. As at the date of this report, the Group was able to stretch its cashflows to meet financial obligations and has not sought any rescheduling of its financial obligations. The resumption of operations from 16th August has alleviated pressure on the aforementioned as its cash-conversion-cycle should start to normalise. See Note B3 on outlook for the new financial year.

Besides the above, there are no other known material subsequent events up-till the date of this report which may affect the Group's financial position and performance of its entities.

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A13 Changes in the composition of the Group

There were no additional changes to the composition of the Group over the current financial quarter besides and further to those made and reported in the preceding financial quarters in-relation to its foray into the new food business. Updates on these for the current financial quarter are:

(a) 3Bumi Oleo Sdn Bhd

As at the date of this report, the intended business operation (in downstream bottling and distribution of palm olein edible oil) has commenced operation as all the required licenses are now fully in-placed. For the current financial year ended 30 June 2021, the company recorded a net loss of RM0.2 million.

(b) 3Bumi Trading Sdn Bhd

3Bumi Trading is in the business of trading frozen meat and seafood, and it has commenced operation since December 2020. On 15 March 2021, a 20% equity stake in 3Bumi Trading comprising of 200,000 ordinary shares with a carrying fair value of RM27,602 was transferred to two individuals for a consideration sum of RM2 to help build the business. The disposal of the said minority stake resulted in a loss of RM27,600 at the holding company. For the current financial year ended 30 June 2021, the company recorded a net loss of RM1.1 million.

(c) 3Bumi (Cambodia) Co., Ltd.

As at the date of this report, the execution of related business plans in food distribution in Cambodia is still in planning stage due to pandemic travel restrictions.

A14 Contingent liabilities

There were no contingent liabilities for the current financial quarter.

A15 Capital commitments

At the end of the current reporting quarter, the Group's indirect Cold Rolled subsidiary has an outstanding capital commitment balance of around RM7.8 million, mostly being the tail-end retention sum or final progress payment for the completed Acid Regeneration Plant (ARP) and the revamped Continuous Pickling Line (CPL). New capital commitment of the said sum stands at RM0.8 million for a Gamma-Ray strip thickness measuring system. The revamped CPL has started running towards March, whilst the ARP project was tested and commissioned just ahead of the FMCO shutdown in June.

The Group's indirect Steel Tube subsidiary has an outstanding capital commitment balance of around RM0.9 million for plant-equipment. These capital commitments will be payable over established milestones in the next financial year.



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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B1 Review of the performance of the Company and its principal subsidiaries

	Individual Period (4th quarter)		Changes		Cumulative Period		Changes	
	Current Year Quarter 30/06/2021	Preceding Year Corresponding Quarter 30/06/2020			Current Year To-date 30/06/2021	Preceding Year Corresponding Period 30/06/2020		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	154,474	92,685	61,789	67%	738,339	596,503	141,836	24%
Operating Profit/(Loss)	17,690	(1,455)	19,145	1316%	74,388	(2,014)	76,402	3794%
Profit Before Interest and Tax	16,874	2,264	14,610	645%	74,168	1,404	72,764	5183%
Profit/(Loss) Before Tax	16,617	1,190	15,427	1296%	72,059	(3,708)	75,767	2043%
Profit/(Loss) After Tax	12,763	2,325	10,438	449%	55,341	(4,148)	59,489	1434%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	9,496	3,444	6,052	176%	42,348	(1,447)	43,795	3027%

The Group's revenue for the fourth financial quarter ended 30 June 2021 is 67% higher at RM154.5 million as compared to RM92.7 million achieved in the preceding year's corresponding quarter mainly due to higher sales volume and higher average unit selling price for both the Cold Rolled and Steel Tube segments. The current financial quarter's revenue also includes a negligible contribution of RM0.4 million by the new food trading business. The average unit selling price for the current quarter for the Cold Rolled and the Steel Tube segment is up 44% and 36% respectively compared with the preceding year corresponding quarter. The higher selling prices followed the higher raw material hot rolled coil prices. The current quarter's sales volume was affected by four weeks of lockdown in June 2021, while the comparative period's sales volume was also similarly affected by four weeks of lockdown in April 2020 coupled with the spillover effects in May 2020.

The Group registered a strong pre-tax profit of RM16.6 million for the current financial quarter compared to the pre-tax profit of RM1.2 million in the preceding year's corresponding quarter. The higher pre-tax profit for the current financial quarter is mainly attributed to higher gross profit from both the Cold Rolled and Steel Tube segments as a result of better gross margin spreads. The better margin spreads can be attributed to a combination of factors emanating from rising raw material hot rolled coil prices trend; and lessen price undercutting in the market due to general supply tightness and reduced product-dumping from abroad. The Group's lower interest expense (down 45%) due to reduction in interest rates also adds to bottom-line. Consequently, the Group recorded a higher after-tax profit of RM12.8 million for the current financial quarter compared to the preceding year's corresponding quarter after-tax loss of RM2.3 million.

The Group recorded a higher EBITDA of RM21.7 million for the current financial quarter compared to the preceding year's corresponding quarter's EBITDA of RM13.8 million.

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B2 Material change in the profit before tax as compared to the immediate preceding quarter

	Current Quarter 30/06/2021	Immediate Preceding Quarter 31/03/2021	Changes	
	RM'000	RM'000	RM'000	%
Revenue	154,474	232,501	(78,027)	-34%
Operating Profit/(Loss)	17,690	25,833	(8,143)	-32%
Profit Before Interest and Tax	16,874	25,833	(8,959)	-35%
Profit Before Tax	16,617	25,407	(8,790)	-35%
Profit After Tax	12,763	18,764	(6,001)	-32%
Profit Attributable to Ordinary Equity Holders of the Parent	9,496	13,915	(4,419)	-32%

The Group's revenue for the current financial quarter at RM154.5 million is 34% lower compared to the immediate preceding quarter at RM232.5 million. The lower revenue for the current quarter is mainly due to lower sales volume by both the Cold Rolled and Steel Tube segments attributed to the four weeks of lockdown in June 2021. The engineering unit has ceased to contribute to the Group since the 1st quarter of the financial year.

The Group registered a weaker pre-tax profit of RM16.6 million for the current financial quarter compared to the pre-tax profit of RM25.4 million in the immediate preceding quarter. The lower pre-tax profit for the current quarter is mainly due to a pre-tax loss of RM4.6 million for the month of June 2021 attributed to the FMCO shutdown. Consequently, the Group recorded a lower after-tax profit of RM12.8 million for the current financial quarter compared to the immediate preceding quarter after-tax profit of RM18.8 million.

The Group recorded a lower EBITDA of RM21.7 million for the current financial quarter compared to the immediate preceding quarter's EBITDA of RM33.2 million.

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B3 Prospects for the next financial year

With the prolonged FMCO lockdown on businesses extending into the next financial year, the Group's prospect outlook for the 1st half of FY2022 will not be good. The nation's last five quarters of GDP (q-o-q) contraction would likely extend into its sixth in-conjunction with our 1st financial quarter. For every week the Group's operation remains closed without any income, it is estimated that it will lose around RM1.3 million/week. The upliftment of lockdown on the 'non-essential' manufacturing (and ten other sectors) from 16 August brought much relief to those businesses - many which were on the verge of implosion. However, the path to business/ economic recovery is expected to be slow and uneven considering the severity of damage done; lingering curbs; and limited global vaccine supply.

The group's steel businesses may possibly achieve a turnaround performance from the 2nd financial quarter and onwards -especially if the country's pandemic National Recovery Plan (NPR) progresses beyond phase 1 for key states. The 2nd half of the FY2022 could offer better prospects for the steel operations on the back of the nation attaining herd immunity from vaccination; progression to NRP phase 3 & 4; easing of border restrictions; and simultaneous recovery of regional economies. The steel segments are optimistic that the Government would continue to adopt 'iron & steel policies' supportive of the domestic Steel Industry. On the global front, accelerated green targets and initiatives would likely cap excessive steel capacity, output, or dumping – which would work in favor of sustainable prices and margins for steel players. Significant allocation for infrastructure spending by the world's two largest economies also add optimism to global steel demand outlook and possibly supply-chain tightness in the short-to-mid-term.

Even-though the Group's new food operations (see Note A13) were not required to lockdown under the FMCO, their business have been affected by movement curbs entering into the 1st financial quarter. However, these food businesses are expected to gather momentum as further market penetration and planned investments are made over the new financial year. Nevertheless, the food operations collectively is unlikely to exceed financial thresholds to qualify as a reportable 'operating segment' within the next financial year.

Overall, significant downside risk persists with domineering COVID variants and the challenges what 'new-normal' could pose on growth, recovery, and impact on the nation and the Group's businesses in the new financial year 2022.

B4 Variance of actual profit from forecast profit

The Group did not issue any profit forecast or profit guarantee.

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B5 Profit before tax

The following expenses have been (charged)/credited in arriving at profit before tax:

	Current year quarter 30/06/2021 RM'000	Preceding year corresponding quarter 30/06/2020 RM'000	Current year to-date 30/06/2021 RM'000	Preceding year corresponding period 30/06/2020 RM'000
Depreciation and amortisation:				
- property, plant and equipment	(3,676)	(3,644)	(14,730)	(14,476)
- right-of-use assets (leasehold lands)	(350)	(344)	(1,400)	(1,376)
- right-of-use assets (rented properties)	(60)	(67)	(237)	(300)
Finance cost on:				
- borrowings	(764)	(1,298)	(3,333)	(6,398)
- lease liabilities	(20)	(27)	(83)	(122)
Finance income:				
- interest on deposits with financial institutions	527	246	1,307	1,383
- net investment in subleases	-	5	-	25
Loss provision reversed on onerous contracts	-	(80)	8	100
FX differences (loss)/gain	1,483	760	3,228	(3,776)
FX derivatives gain/(loss)	(1,230)	(641)	(3,022)	3,567

B6 Taxation

Taxation comprises:

	Current year quarter 30/06/2021 RM'000	Preceding year corresponding quarter 30/06/2020 RM'000	Current year to date 30/06/2021 RM'000	Preceding year corresponding period 30/06/2020 RM'000
Current tax expense				
Current year	(2,200)	(106)	(9,252)	(2,478)
Over provision in prior year	-	-	171	168
Deferred tax (expense)/ income				
Current year	(1,654)	1,241	(7,595)	1,870
	(3,854)	1,135	(16,676)	(440)

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B7 Profit on sale of unquoted investments and / or properties

The Group did not engage in any sale of unquoted investments and / or properties in the current financial quarter.

B8 Purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities in the current financial quarter.

B9 Status of corporate proposals

There were no outstanding corporate proposals as at the date of this announcement.

B10 Group borrowings and debt securities

The Group's borrowings, denominated entirely in Ringgit Malaysia from lending institutions as at 30 June 2021 undertaken by its Steel subsidiaries are as follows:

	<u>RM'000</u>
<u>Short-term borrowings</u>	
Secured	59,709
<u>Long-term borrowings</u>	
Secured	27,712
Total borrowings	<u>87,421</u> =====

Cash-flow movement in-relation to 'changes in liabilities arising from financing activities' on a year-to-date basis is outlined below:

	<u>RM'000</u>
Total Borrowings' opening balance at 1 July 2020	73,976
Inflow from drawdown	189,998
Outflow on repayment	<u>(176,553)</u>
Closing balance at 30 June 2021	<u>87,421</u>

Based on the above borrowings, the Group's gearing ratio is around 0.16 times.



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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B11 Outstanding derivatives

The Group has entered into forward foreign currency exchange contracts (FX forwards) to manage its foreign currency exchange exposure arising from purchases of raw materials denominated in US Dollar (“USD”) and certain sales denominated in Singapore Dollar (“SGD”). In this regard, the Group covers its USD exposure at the range of 80% to 90% depending on the length of the forward period and the availability of FX facilities.

The Group designates eligible hedge relations on FX forwards incepted to cover its USD and/or SGD exposure for the purpose of hedge accounting. These are designated as fair value hedges with the arising mark-to-market foreign currency fair value gain/(loss) of both the hedging instruments (i.e. FX Forwards) and the hedged items (i.e. forward purchases of raw material and or accounts payables in USD or accounts receivables in SGD) being charged to the Statement of Profit or Loss.

Details on outstanding derivative FX forward contracts for both the non-designated and designated for hedge accounting as at 30 June 2021 are outlined below:

Non-designated

FX Forward Contracts (SGD/RM) as non-designated hedging instrument				
	Notional Value ‘000		Fair Value RM’000	
Maturity	Short SGD	Long RM	Financial Asset	Financial Liability
Less than 1 year	210	645	0.3	3.3

Designated

FX Forward Contracts as designated hedging Instrument					Forward purchase of raw material and/or a/c payable as hedge items				
	Notional Value ‘000		Fair Value RM’000			Notional Value ‘000		Fair Value RM’000	
Maturity	Long USD	Short RM	Financial Asset	Financial Liability	Maturity	Short USD	n.a.	Financial Asset	Financial Liability
Less than 1 year	47,538	196,049	2,019.3	-	Matching	47,538	n.a.	-	2,019.3

Besides the above unrealised positions, the Group has recorded a total realised net loss of around RM5.0 million from its FX Forward Contracts as hedging instruments with corresponding realised net gain of around RM5.2 million from its hedged items over the current financial year.

(i) Risk associated with the derivatives

Counter-Party Risk

The Forward FX contracts are entered into with domestic licensed financial institutions which have extended FX lines to the Group. The associated Counter-Party risk is negligible.

(ii) Cash requirements of the derivatives

There is no cash movement from the Group to the counterparties when the Forward FX contracts are incepted. Upon maturity of the Forward FX contracts, domestic currency is exchanged for the foreign currency at the contracted rate to meet its obligations.

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B11 Outstanding derivatives (continued)

- (iii) Policies in place for mitigating or controlling the risk associated with the derivatives

The Group uses derivative financial instruments to hedge specific risk exposures of the underlying hedge items and does not enter into derivative financial instruments for speculative purposes. The Group monitors the fluctuations in foreign currency exchange rates closely with the objective to minimise potential adverse effects on the financial performance of the Group. The Board of Directors regularly reviews the risk and approves the policy for managing the risk.

B12 Off balance sheet financial instruments and commitments

At the Group level, off-balance-sheet financial instruments as at the date of this announcement are bank guarantees issued by its indirect subsidiaries amounting to RM2.0 million as security for inbound supply of goods and services; and corporate guarantees issued by its listed Mycron Steel Bhd to lenders for borrowings extended to the steel subsidiaries amounting to RM86.1 million as at 30 June 2021.

At the Company level, off-balance-sheet financial instruments as at the date of this announcement is a corporate guarantee issued to a supplier as security for inbound supply of goods and services extended to the steel subsidiaries amounting to approximately RM20.8 million (USD5 million) as at 30 June 2021.

B13 Material litigation

At the close of the current financial quarter, there are no material litigation, either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group. The Board is not aware of any proceedings pending or threatened against the Group or of any other facts likely to give rise to any proceedings which may materially and/or adversely affect the financial position and business of the Group as at the date of this report.

B14 Dividend

The Company had declared an interim single-tier tax-exempt dividend of 2.23 sen per share for entitlement-date 29 March 2021 in the preceding quarter. No further dividend was declared in the current financial quarter.

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PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B15 Earnings/(Loss) per share

(i) Basic earnings/(loss) per ordinary share

	Current year quarter 30/06/2021	Preceding year corresponding quarter 30/06/2020	Current year to date 30/06/2021	Preceding year corresponding period 30/06/2020
Profit/(Loss) attributable to owners of the Company (RM'000)	9,496	3,444	42,348	(1,447)
Weighted average number of ordinary shares in issue ('000)	359,418	359,418	359,418	359,418
Basic earnings/(loss) per share (sen)	2.64	0.96	11.78	(0.40)

(ii) Diluted earnings per ordinary share

The market price of the listed Company closed at 51.5 sens- or 11.5 sens above the exercisable price (40 sens) of its 66,947,418 outstanding listed warrants - at the end of the current financial quarter. Assuming that these warrants are exercised, the diluted earnings per share of the Group are as follows:

	Current year quarter 30/06/2021	Preceding year corresponding quarter 30/06/2020 *	Current year to date 30/06/2021	Preceding year corresponding period 30/06/2020 *
Profit attributable to owners of the Company (RM'000)	9,496	N/A	42,348	N/A
Total number of ordinary shares in issue ('000)	426,365	N/A	426,365	N/A
Diluted earnings per share (sen)	2.23	N/A	9.93	N/A

* No diluted loss per share is presented in the preceding year corresponding quarter/period as the issued and listed warrants were in an anti-dilutive position.

This interim financial report has been authorised for issue by the Board of Directors on the date set-forth below.

By order of the Board
LILY YIN KAM MAY (MAICSA 0878038)
Secretary
Kuala Lumpur
26 August 2021