



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2021**

(The figures have not been audited)

	Note	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
		30/06/2021 RM '000	30/06/2020 RM '000	30/06/2021 RM '000	30/06/2020 RM '000
Revenue	<b>B1</b>	11,331	9,840	11,331	9,840
Cost of sales		(9,982)	(8,865)	(9,982)	(8,865)
<b>Gross profit</b>		<b>1,349</b>	<b>975</b>	<b>1,349</b>	<b>975</b>
Other income		388	6,242	388	6,242
Distribution expenses		(491)	(513)	(491)	(513)
Administrative expenses		(1,640)	(1,955)	(1,640)	(1,955)
(Loss)/profit before interest and taxation	<b>B1</b>	(394)	4,749	(394)	4,749
Finance costs (net)		(35)	(89)	(35)	(89)
<b>(Loss)/profit before taxation</b>		<b>(429)</b>	<b>4,660</b>	<b>(429)</b>	<b>4,660</b>
Taxation	<b>B5</b>	-	-	-	-
<b>(Loss)/profit after taxation</b>		<b>(429)</b>	<b>4,660</b>	<b>(429)</b>	<b>4,660</b>
<b>(Loss)/profit attributable to:</b>					
Equity holders of the Parent		(332)	4,660	(332)	4,660
Non-controlling interest		(97)	-	(97)	-
		(429)	4,660	(429)	4,660
<b>Total comprehensive (loss)/ income for the financial period</b>		<b>(429)</b>	<b>4,660</b>	<b>(429)</b>	<b>4,660</b>
<b>(Loss)/earning per share - Basic (sen)</b>	<b>B11</b>	<b>(0.13)</b>	<b>2.11</b>	<b>(0.13)</b>	<b>2.11</b>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021**

	<b>Note</b>	<b>As at 30/06/2021 (Unaudited) RM'000</b>	<b>As at 31/03/2021 (Audited) RM'000</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment		25,775	23,785
Right-of-use assets		26,290	25,539
		<u>52,065</u>	<u>49,324</u>
<b>Current Assets</b>			
Trade and other receivables		11,096	10,242
Inventories		11,166	11,179
Prepayment		228	189
Tax Recoverable		231	224
Fixed Deposit Place with a Licensed Bank		6,009	6,009
Cash and Bank Balances		1,876	4,112
		<u>30,606</u>	<u>31,955</u>
<b>Total Assets</b>		<u>82,671</u>	<u>81,279</u>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021  
(Continued)**

	Note	As at 30/06/2021 (Unaudited) RM'000	As at 31/03/2021 (Audited) RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share Capital		94,173	94,173
Reserve		21,089	21,089
Accumulated Losses		(50,962)	(50,630)
Non-Controlling Interest		777	874
<b>Total Equity</b>		<u>65,077</u>	<u>65,506</u>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Lease liabilities	<b>B8</b>	967	247
Deferred Tax Liabilities		4,919	4,919
		<u>5,886</u>	<u>5,166</u>
<b>Current Liabilities</b>			
Trade and other payables		11,071	10,272
Lease liabilities	<b>B8</b>	637	335
		<u>11,708</u>	<u>10,607</u>
<b>Total Liabilities</b>		17,594	15,773
<b>Total Equity and Liabilities</b>		<u>82,671</u>	<u>81,279</u>
<b>Net Assets per share (RM)</b>		<u>0.26</u>	<u>0.26</u>

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

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER  
ENDED 30 JUNE 2021**

	Attributable to equity holders of the Company					Total Equity RM'000
	Non-Distributable					
	Share Capital RM'000	Reserve RM'000	Accumulated Losses RM'000	Total RM'000	Non- Controlling Interst RM'000	
<b><u>Year ended 30 June 2021 (Unaudited)</u></b>						
At 01 April 2021	94,173	21,089	(50,630)	64,632	874	65,506
Loss for the period	-	-	(332)	(332)	(97)	(429)
Total comprehensive loss for the financial period	-	-	(332)	(332)	(97)	(429)
<b>At 30 June 2021</b>	<b>94,173</b>	<b>21,089</b>	<b>(50,962)</b>	<b>64,300</b>	<b>777</b>	<b>65,077</b>
<b><u>Year ended 30 June 2020 (Unaudited)</u></b>						
At 01 April 2020	68,262	21,522	(56,501)	33,283	-	33,283
Issuance of ordinary shares	25,911	-	-	25,911	-	25,911
Profit for the period	-	-	4,660	4,660	-	4,660
Total comprehensive income for the financial period	-	-	4,660	4,660	-	4,660
<b>At 30 June 2020</b>	<b>94,173</b>	<b>21,522</b>	<b>(51,841)</b>	<b>63,854</b>	<b>-</b>	<b>63,854</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)*

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 JUNE 2021****(The figures have not been audited)**

	<b>30/06/2021</b>	<b>30/06/2020</b>
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>(Loss)/Profit before taxation</b>	<b>(429)</b>	<b>4,660</b>
<b><u>Adjustments for non-cash flow items:</u></b>		
Non-cash items	799	(2,872)
Non-operating items	35	(2,046)
Operating profit/(loss) before working capital changes	<u>405</u>	<u>(258)</u>
<b><u>Changes in working capital:</u></b>		
Inventories	13	(1,771)
Trade and other receivables	(857)	420
Trade and other payables	608	(4,132)
Cash from/(used in) operations	<u>169</u>	<u>(5,741)</u>
Interest received	26	-
Interest paid	(10)	(24)
Net income tax paid	(7)	(4)
<b>Net cash from/(used in) operating activities</b>	<b><u>178</u></b>	<b><u>(5,769)</u></b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>		
Acquisition of property, plant and equipment	(2,784)	(1,504)
Proceeds from disposal of property, plant and equipment	221	4,455
<b>Net cash (used in)/ from investing activities</b>	<b><u>(2,563)</u></b>	<b><u>2,951</u></b>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED  
30 JUNE 2021 (Continued)**

	<b>30/06/2021</b>	<b>30/06/2020</b>
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>		
Interest paid	-	(65)
Repayment of borrowings	-	(2,233)
Repayment of lease liabilities	(96)	(245)
Proceed from issuance of ordinary shares	-	25,911
Advance from related company	245	-
<b>Net cash from financing activities</b>	<b><u>149</u></b>	<b><u>23,368</u></b>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(2,236)</b>	<b>20,550</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>10,121</b>	<b>(2,985)</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b><u><u>7,885</u></u></b>	<b><u><u>17,565</u></u></b>
Analysis of Cash & Cash Equivalents:		
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	1,876	17,565
Fixed deposit placed with a licensed bank	6,009	-
	<b><u><u>7,885</u></u></b>	<b><u><u>17,565</u></u></b>

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



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

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**NOTES TO INTERIM FINANCIAL REPORT**

**A. DISCLOSURE REQUIREMENTS AS PER MFRS 134**

**1. Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

**Adoption of New Standards/Amendments/Improvements to MFRSs**

At the beginning of the current financial year, the Group and the Company adopted new standards/amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 April 2020.

Initial application of the new standards/amendments/improvements to the standards did not have material impact to the financial statements.

**Standards Issued but Not Yet Effective**

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group’s and the Company’s financial statements are disclosed below. The Group and the Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective in the respective financial period.

Effective for financial period beginning on or after 1 June 2020

- Amendments to MFRS 16 Leases - Covid-19-Related Rent Concessions

Effective for financial period beginning on or after 1 January 2021

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4\* and MFRS 16 – Interest Rate Benchmark Reform – Phase 2

Effective for financial period beginning on or after 1 January 2022

- Amendments to MFRS 3 Business Combinations - Reference to the Conceptual Framework
- Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use
- Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets - Onerous Contract-Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018-2020



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

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**1. Basis of Preparation (Continued)**

Effective for financial period beginning on or after 1 January 2023

- MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts
- Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-Current
- Amendments to MFRS 101 Presentation of Financial Statements – Disclosure of Accounting Policies
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Deferred to a date to be determined by the MASB

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the accounting standards, interpretations and amendments are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and of the Company upon their first adoption.

**2. Audit Report Qualification and Status of Matters Raised**

The annual audited financial statements of the Group for the year ended 31 March 2021 were not subject to any qualifications.

**3. Seasonal or Cyclical Nature of Operations**

The Group operates in three main business segments which can be affected by seasonal and cyclical factors of operations.

**4. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter under review.

**5. Changes in Estimates**

There were no significant changes in the estimates which have a material effect for the current financial quarter under review.

**6. Valuation of Property, Plant and Equipment**

Land and buildings have been brought forward, without amendment from the annual audited financial statements for the financial year ended 31 March 2021.





**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

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**7. Changes in Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares for the current financial quarter under review that have not been reflected in the quarterly financial report.

**8. Dividend Paid**

There was no dividend paid during the current financial quarter under review.

**9. Material Events Subsequent to the End of the Reporting Period**

VPBSB had on 10 January 2020 via its solicitors, Messrs Rose Hussin, filed a Writ of Summons and Statement of Claim in the High Court of Malaya (“the Court”) at Kuala Lumpur against WRP Asia Pacific Sdn. Bhd. (“the Defendant”).

On 23 July 2020, the Court has ordered the Defendant to pay the Plaintiff:

- i. RM1,931,157.21;
- ii. interest of RM173,020 as at 5 January 2020;
- iii. interest at rate of 18% on the accrued amount from 5 January 2020 until full settlement; and
- iv. costs of RM7,000.

On 3 September 2020, the Defendant has lodged an appeal to the Court of Appeal against the summary judgment granted by the Court judge. VPBSB and the Defendant are to file the necessary documents on or before 3 May 2021, with a case management on 7 May 2021 and the hearing through e-appellate on 27 May 2021.

On 16 August 2021, VPBSB entered into a Settlement Agreement with WRP Asia Pacific Sdn. Bhd. with respect to the High Court Judgment Order dated 23 July 2020 and 29 September 2020.

The Court of Appeal has fixed the appeal for case management through e-review on 22 August 2021 to update the status of settlement between the parties. Pursuant to the Settlement Agreement dated 16 August 2021, WRP Asia Pacific Sdn. Bhd. will be withdrawing the appeal against VPBSB in the Court of Appeal.

**10. Changes in Contingent Liabilities**

There were no contingent liabilities incurred or known to be incurred by the Group as at 30 June 2021.

**11. Provision for Warranties**

There was no provision for warranties for the current financial quarter under review.



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

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**12. Capital Commitments**

There were no capital commitments as at 30 June 2021.

**13. Related Party Transactions**

There were no significant related party transactions for the current financial quarter under review, save and except the following:

<b>Transacting company</b>	<b>Transacting Related Party</b>	<b>Nature of transaction</b>	<b>Value (RM)</b>
Versatile Creative Plastic Sdn. Bhd.	NSK Trading Sdn. Bhd. and its subsidiaries	Sale of disposable containers, cutlery and plastic products	298,224

The above transactions are recurrent transactions of a revenue or trading nature and are at arm's length entered in the ordinary course of business on terms not more favorable to the related party than those generally available to the public.



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**14. Operating Segment**

The Group's operating segments for the financial year ended 30 June 2021 were as follows:

**Segmental information for 3 months ended 30 June 2021**

<b>Business Segment</b>	<b>Paper products RM'000</b>	<b>Plastic products RM'000</b>	<b>Colour Separation &amp; Printing RM'000</b>	<b>Grocery RM'000</b>	<b>Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
Revenue from external customers	8,964	2,249	118	-	-	-	11,331
Inter-segment revenue	20	-	-	-	425	(445)	-
<b>Total revenue</b>	<b>8,984</b>	<b>2,249</b>	<b>118</b>	<b>-</b>	<b>425</b>	<b>(445)</b>	<b>11,331</b>
<b>Operating results</b>	<b>475</b>	<b>(779)</b>	<b>(3)</b>	<b>(197)</b>	<b>110</b>	<b>-</b>	<b>(394)</b>
Interest expense							(61)
Interest income							26
<b>Loss before taxation</b>							<b>(429)</b>
Taxation							-
<b>Loss after taxation</b>							<b>(429)</b>

**Segmental information for 3 months ended 30 June 2020**

<b>Business Segment</b>	<b>Paper products RM'000</b>	<b>Plastic products RM'000</b>	<b>Colour Separation &amp; Printing RM'000</b>	<b>Grocery RM'000</b>	<b>Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
Revenue from external customers	8,040	1,790	10	-	-	-	9,840
Inter-segment revenue	-	-	-	-	393	(393)	-
<b>Total revenue</b>	<b>8,040</b>	<b>1,790</b>	<b>10</b>	<b>-</b>	<b>393</b>	<b>(393)</b>	<b>9,840</b>
<b>Operating results</b>	<b>(298)</b>	<b>(728)</b>	<b>(113)</b>	<b>-</b>	<b>5,888</b>	<b>-</b>	<b>4,749</b>
Interest expense							(89)
<b>Profit before taxation</b>							<b>4,660</b>
Taxation							-
<b>Profit after taxation</b>							<b>4,660</b>

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

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**15. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.

**16. Profit Before Taxation**

The following items have been charged/(credited) in arriving at the profit before taxation:

The following items have been charged/(credited) in arriving profit before taxation:

Depreciation of property, plant and equipment	794	667	794	667
Depreciation of right of use asset	308	385	308	385
Gain on disposal of property, plant and equipment	222	-	222	-
Reversal of provision for doubtful debt	110	-	110	-
Interest income	(26)	-	(26)	-
Interest expenses	61	89	61	89
Net foreign exchange loss/(gain)	19	(11)	19	(11)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****B. Additional information required by the Bursa Malaysia's Listing Requirements****1. Review of Current Quarter Performance****Revenue**

	Individual Quarter		Variance
	Q1 - FY'22	Q1 - FY'21	
	(Unaudited)		
	RM'000		
<b><u>Segmental Revenue</u></b>			
Paper Products	8,963	8,040	923
Plastic Products	2,250	1,790	460
Colour Separation & Printing	118	10	108
<b>Group Revenue</b>	<b>11,331</b>	<b>9,840</b>	<b>1,491</b>

Total revenue of the Group increased by RM1.49 million to RM11.33 million as compared to RM9.84 million recorded in the previous corresponding quarter as explained below:

- The Paper Product Division recorded 11.48% increase in revenue as compared to previous quarter due to higher sales recorded from overseas customers in the current quarter. These overseas customers were experiencing lockdown during the previous corresponding quarter.
- Plastic Products Division's sales increased by 25.70% due higher demand from the existing customers as less restriction imposed by the Government during the current quarter as compared the prior corresponding quarter.
- Colour Separation & Printing Division's sales increased significantly due to higher demand from a customer in the current quarter. The said customer was not in operation during the Movement Control Order ("MCO") in the last corresponding quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****Profit Before Taxation**

	<b>Individual Quarter</b>		<b>Variance</b>
	<b>Q1 - FY'22</b>	<b>Q1 - FY'21</b>	
	<b>(Unaudited)</b>		
	<b>RM'000</b>		
<b><u>Operating Results:</u></b>			
Paper Products	475	(298)	773
Plastic Products	(779)	(728)	(51)
Colour Separation & Printing	(3)	(113)	110
Grocery	(197)	-	(197)
Others	110	5,888	(5,778)
<b>Operating Loss</b>	<b>(394)</b>	<b>4,749</b>	<b>(5,143)</b>
<b>Finance:</b>			
Finance Cost(net)	(35)	(89)	54
<b><u>Segmental Loss Before Taxation</u></b>			
<b>Group (Loss)/Profit Before Taxation</b>	<b>(429)</b>	<b>4,660</b>	<b>(5,089)</b>

The Group registered a loss before taxation of RM0.43 million in Q1 FY22, compared against the Q1 FY21 profit before taxation of RM4.66 million as explained below:

- a) The Paper Products division recorded operating profit of RM0.48 million as compared to operating loss of RM0.30 million in the last corresponding quarter mainly due to improvement of gross profit margin by 2% from 18% in Q1 FY21 to 20% in Q1 FY22 which contributes RM0.35 million increase in gross profit. In addition, increase in operating results was also partly contributed by gain on disposal of a fully depreciated machine amounting RM0.22 million and reversal of provision for doubtful debt of RM0.11 million.
- b) Despite significant increase in sales, Plastic Products division registered slightly higher operating loss of RM0.78 million in Q1 FY22 as compared to RM0.73 million in Q1 FY21 due to 2% drop in gross profit margin from 22% in Q1 FY21 to 20% in Q1 FY22 which caused RM0.07 million decrease in gross profit.
- c) The Colour Separation & Printing division's operating loss reduced by RM0.11 million in Q1 FY22 as compared to Q1 FY21 in line with increase in sales.
- d) Operating loss of RM0.20 million incurred in Grocery division pertained to cost of administrative operation incurred during the year.
- e) Other division comprises of investment activities and management service. Operating profit of RM0.11 million was recorded during the quarter under review as compared to operating profit of RM5.89 million in the last corresponding quarter which was contributed by the gain of fair value for the quoted shares of RM6.16 million in the last corresponding quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****2. Variation of Results against Immediate Preceding Quarter****Revenue**

	<b>Individual Quarter</b>		<b>Variance</b>
	<b>Q1 - FY'22</b>	<b>Q4 - FY'21</b>	
	<b>(Unaudited)</b>		
	<b>RM'000</b>		
<b><u>Segmental Revenue</u></b>			
Paper Products	8,963	8,621	342
Plastic Products	2,250	2,115	135
Colour Separation & Printing	118	27	91
<b>Group Revenue</b>	<b>11,331</b>	<b>10,763</b>	<b>568</b>

Total revenue for the group increased by RM0.57 million to RM11.33 million as compared to RM10.76 million in the last quarter as explained below: -

- The Paper Product Division recorded 3.97% increase in revenue as compared to previous quarter due to higher demand from the key customers.
- The Plastic Product Division recorded 6.38% increase in revenue as compared to previous quarter. Demand for the existing customer.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****Profit Before Taxation**

	<b>Individual Quarter</b>		<b>Variance</b>
	<b>Q1 - FY'22</b>	<b>Q4 - FY'21</b>	
	<b>(Unaudited)</b>		
	<b>RM'000</b>		
<b><u>Operating Results:</u></b>			
Paper Products	475	(204)	679
Plastic Products	(779)	(1,107)	328
Colour Separation & Printing	(3)	(86)	83
Grocery	(197)	(216)	19
Others	110	490	(380)
<b>Operating Loss</b>	<b>(394)</b>	<b>(1,123)</b>	<b>729</b>
<b>Finance:</b>			
Finance Cost(net)	(35)	(15)	(20)

**Segmental Loss Before Taxation**

<b>Group Loss Before Taxation</b>	<b>(429)</b>	<b>(1,138)</b>	<b>709</b>
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The Group registered a loss before taxation of RM0.43 million in Q1 FY22, compared against the Q4 FY21 loss before taxation of RM1.14million as explained below:

- a) The Paper Products division recorded operating profit of RM0.48 million as compared to operating loss of RM0.20 million in the prior quarter due to higher sales recorded for the quarter and improve in productivity and efficiencies which successfully mitigated the increased in raw material impact of this division. In addition, increase in operating results was also partly contributed from gain on disposal of a fully depreciated machine of RM0.22 million and reversal of provision for doubtful debt of RM0.11 million.
- b) The Plastic Products division recorded operating loss of RM0.78 million as compared to operating loss of RM1.11 million in the prior quarter mainly due decreased in transportation cost and moving cost as the factory relocation completed in Q1 FY22.
- c) The Colour Separation & Printing division's operating loss reduced by RM0.08 million in Q1 FY22 as compared to Q1 FY21 in line with increase in sales.
- d) Operating loss of RM0.20 million incurred in Grocery division pertained to cost of administrative operation incurred during the year.
- e) Other division comprises of investment activities and management service. Operating profit of RM0.11 million recorded during the quarter as compared to operating profit of RM0.49 million in prior quarter was due to reversal of expenses over accrued in prior quarter.



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****3. Outlook and Prospects**

The Group is seeing healthy order flow from existing customers, and coupled with confirmed orders from new customer. We are also positive that the demand for paper and plastic packaging will remains strong from the medical supplies industry.

Nevertheless, the multiple implementations and various phases of MCO in Malaysia have slightly impacted businesses, which are constantly adapting operations to a much-reduced level of workforce and adhering to the stricter SOP at all times to mitigate the risk of Covid-19 especially in workplaces.

Despite the challenges posed by the pandemic, the Group will ensure business continuity by implementing cost rationalization. Operation costs were continuously kept under strict scrutiny to ensure expenses were within the allowable budget. The Group will also focus on credit risk management, securing various supply sources to minimize supply chain disruption, continues innovations to maintain product quality and enhancing production efficiencies to mitigate against the increase in operating costs and uncontrollable external factors such as economic downturns.

**4. Profit Forecast**

This is not applicable.

**5. Taxation**

	Individual Financial		Cumulative Financial	
	Quarter Ended		Quarter Ended	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
<b>Taxation</b>				
- in current quarter	-	-	-	-
- over provision in prior year	-	-	-	-
<b>Deferred taxation</b>				
- in current quarter	-	-	-	-
- under provision in prior year	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**6. Disposal of Quoted or Unquoted Investments or Properties**

There has been no disposal of quoted and unquoted shares by the Group during the quarter under reviewed.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021****7. Status of Corporate Exercise**

As at the date of this report, the Company does not have any corporate exercise pending for completion.

**8. Borrowings and Debts Securities**

- a) Total Group's lease liabilities as at the reporting quarter were as follows:

	<b>As at 30/06/2021 (Unaudited) RM'000</b>	<b>As at 31/03/2021 (Audited) RM'000</b>
Non current liabilities	967	247
Current liabilities	637	335
	<u>1,604</u>	<u>582</u>

- b) The above borrowings are denominated in Ringgit Malaysia. There are no foreign currencies borrowings.

**9. Dividend**

The Board of Directors does not recommend any dividend for the current financial quarter under review.

**10. Earnings per share**

- (a) Basic (loss)/earnings per share

The calculation of basic earnings per share for the financial period is based on the net earnings attributable to equity holders of the parent company and divided by the number of ordinary shares outstanding during the financial period.

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30/06/2021</b>	<b>30/06/2020</b>	<b>30/06/2021</b>	<b>30/06/2020</b>
Group's (Loss)/Profit attributable to owners of the parent company (RM'000)	(332)	4,660	(332)	4,660
Weighted average number of ordinary shares in issue ('000)	254,635	221,210	254,635	221,210
Basic (loss)/ earning per share (sen)	(0.13)	2.11	(0.13)	2.11

- (b) Diluted earnings per share

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.