

CHIN WELL HOLDINGS BERHAD
(371551-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022 - UNAUDITED

	Unaudited	Audited
	As at	As at
	30.09.22	30.06.22
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	140,434	140,843
Investment properties	67,311	67,333
Right of use assets	393	459
Deferred tax assets	147	143
	<u>208,285</u>	<u>208,778</u>
Current assets		
Inventories	308,079	338,848
Trade and other receivables	94,799	119,109
Current tax assets	5,236	3,274
Cash and bank balances	181,818	127,451
	<u>589,932</u>	<u>588,682</u>
TOTAL ASSETS	798,217	797,460
EQUITY AND LIABILITIES		
Share capital	177,929	177,929
Reserves	496,410	487,247
	<u>674,339</u>	<u>665,176</u>
Non-controlling interest	2,031	2,052
Total equity	<u>676,370</u>	<u>667,228</u>
Non-current liabilities		
Lease liabilities	152	219
Deferred tax liabilities	8,469	8,469
	<u>8,621</u>	<u>8,688</u>
Current liabilities		
Trade and other payables	64,075	71,114
Contract Liabilities	1,173	2,435
Borrowings	19,816	37,825
Lease liabilities	275	275
Dividend payables	22,917	-
Provision for Tax	4,970	9,895
	<u>113,226</u>	<u>121,544</u>
Total liabilities	<u>121,847</u>	<u>130,232</u>
TOTAL EQUITY AND LIABILITIES	798,217	797,460
Net assets per share (RM)	2.35	2.21

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2022. The accompanying notes are an integral part of these interim financial statements.

CHIN WELL HOLDINGS BERHAD
(371551-T)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30.09.22 RM'000	30.09.21 RM'000	30.09.22 RM'000	30.09.21 RM'000
Revenue	159,179	146,415	159,179	146,415
Cost of sales	<u>(121,212)</u>	<u>(114,899)</u>	<u>(121,212)</u>	<u>(114,899)</u>
Gross profit	37,967	31,516	37,967	31,516
Other income	3,281	1,116	3,281	1,116
Administrative expenses	(4,339)	(4,391)	(4,339)	(4,391)
Selling and distribution expenses	<u>(2,546)</u>	<u>(5,967)</u>	<u>(2,546)</u>	<u>(5,967)</u>
Operating profit	34,363	22,274	34,363	22,274
Finance costs	<u>(135)</u>	<u>(153)</u>	<u>(135)</u>	<u>(153)</u>
Profit before tax	34,228	22,121	34,228	22,121
Tax expense	<u>(8,355)</u>	<u>(4,860)</u>	<u>(8,355)</u>	<u>(4,860)</u>
Profit for the financial period/year	25,873	17,261	25,873	17,261
Other comprehensive income/(loss), net of tax				
Item that will be reclassified subsequently				
to profit or loss				
Foreign currency translation differences for foreign operations	<u>6,189</u>	<u>3,731</u>	<u>6,189</u>	<u>3,731</u>
Total comprehensive income for the financial period/year	32,062	20,992	32,062	20,992
Profit attributable to:				
Owners of the parent	25,894	17,261	25,894	17,261
Non-controlling interest	<u>(21)</u>	<u>-</u>	<u>(21)</u>	<u>-</u>
	<u>25,873</u>	<u>17,261</u>	<u>25,873</u>	<u>17,261</u>
Total comprehensive income attributable to:				
Owners of the parent	32,083	20,992	32,083	20,992
Non-controlling interest	<u>(21)</u>	<u>-</u>	<u>(21)</u>	<u>-</u>
	<u>32,062</u>	<u>20,992</u>	<u>32,062</u>	<u>20,992</u>
Earnings per share attributable				
to owners of the Company (sen)				
- Basic/Diluted	<u>9.04</u>	<u>5.98</u>	<u>9.04</u>	<u>5.98</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2022. The accompanying notes are an integral part of these interim financial statements.

CHIN WELL HOLDINGS BERHAD
(371551-T)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED

	----- Non-distributable -----				Distributable		Non-controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000 Note (1)	Treasury Shares RM'000	Foreign Translation Reserve RM'000	Retained Profits RM'000	Total RM'000		
At 1 July 2022	177,929	-	(18,880)	11,342	494,785	665,176	2,052	667,228
Foreign exchange differences on translation	-	-	-	6,189	-	6,189	-	6,189
Acquisition of subsidiaries	-	-	-	-	-	-	-	-
Profit for the financial year	-	-	-	-	25,894	25,894	(21)	25,873
Total comprehensive income for the financial year	-	-	-	6,189	25,894	32,083	(21)	32,062
Transactions with owners:								
Purchase of treasury shares	-	-	(2)	-	-	(2)	-	(2)
Dividends	-	-	-	-	(22,918)	(22,918)	-	(22,918)
Total transactions with owners	-	-	(2)	-	(22,918)	(22,920)	-	(22,920)
At 30 Sept 2022	177,929	-	(18,882)	17,531	497,761	674,339	2,031	676,370
At 1 July 2021	177,929	-	(18,865)	1,946	419,421	580,431	-	580,431
Foreign exchange differences on translation	-	-	-	3,731	-	3,731	-	3,731
Profit for the financial year	-	-	-	-	17,261	17,261	-	17,261
Total comprehensive income for the financial year	-	-	-	3,731	17,261	20,992	-	20,992
Transaction with owners:								
Purchase of treasury shares	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	(5,156)	(5,156)	-	(5,156)
Total transactions with owners	-	-	-	-	(5,156)	(5,156)	-	(5,156)
At 30 Sept 2021	177,929	-	(18,865)	5,677	431,526	596,267	-	596,267

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2022. The accompanying notes are an integral part of these interim financial statements.

CHIN WELL HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED

	30.09.22	30.09.21
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	34,228	22,121
Adjustments for:		
Depreciation	3,514	3,314
Gain on disposal of property, plant and equipment	(90)	-
Impairment loss reverse on receivables	(23)	(355)
Interest expense	135	153
Interest income	(126)	(208)
Reversal of Unwinding interest	-	(131)
Unrealised (gain)/loss on foreign exchange	(929)	475
	36,709	25,369
Operating profit before working capital changes	36,709	25,369
(Increase)/Decrease in inventories	34,521	(31,630)
Decrease in receivables	25,724	4,311
(Decrease)/Increase in payables	(8,584)	9,736
Increase in contract liabilities	(1,263)	-
	87,107	7,786
Cash from operation	87,107	7,786
Interest received	(135)	(153)
Income tax paid	(15,414)	(2,511)
	71,558	5,122
Net cash from operating activities	71,558	5,122
Cash flows from investing activities		
Interest received	126	208
Purchase of property, plant and equipment	(1,482)	(1,330)
Net cash used in investing activities	(1,356)	(1,122)
Cash flows from financing activities		
Net change in borrowings	(17,972)	5,662
Payment of principal portion of lease liabilities	(67)	-
Purchase of treasury shares	(2)	-
Net cash (used in)/from financing activities	(18,041)	5,662
Net increase in cash and bank balances	52,161	9,662
Effect of changes in exchange rate on cash and bank balances	2,206	1,213
Cash and bank balances at beginning	127,451	85,815
Cash and bank balances at end	181,818	96,690

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2022. The accompanying notes are an integral part of these interim financial statements.

CHIN WELL HOLDINGS BERHAD
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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Part A - Explanatory Notes Pursuant To MFRS 134

A1. Basis of Preparation

The condensed consolidated interim financial statements ("Report") have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The audited financial statements of the Group for the financial year ended 30 June 2022 were prepared in accordance with MFRS. The significant accounting policies adopted in preparing this Report are consistent with those of the audited financial statements for the financial year ended 30 June 2022.

A2. Significant Accounting Policies

A2.1 Adoption of MFRS and amendments to MFRS

The following MFRS and amendments to MFRS have come into effect during the current financial period:

Effective for annual period beginning on or after 1 January 2022

Amendments to MFRS3 Business Combination: Reference to the Conceptual Framework
Amendments to MFRS116 Property, Plant and Equipment: Property, Plant and Equipment-Proceeds before Intended Use
Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts-Cost of Fulfilling a Contract
Annual Improvement to MFRS Standards 2018-2020

The initial application of the above standards does not have any significant financial impacts to the Group's financial statements upon adoption.

A2.2 Standards issued but not yet effective

At the date of authorisation of this Report, the following standards were issued but not yet effective and have not been early applied by the Group:

Effective for annual period beginning on or after 1 January 2023

MFRS17 Insurance Contracts
Amendments to MFRS 4 Insurance Contracts - extension of the Temporary Exemption from Applying MFRS 9
Amendments to MFRS17 Insurance Contracts
Amendments to MFRS 17 Insurance Contracts: Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS101 Presentation of Financial Statement: Classification of Liabilities as Current or Non-current
Amendments to MFRS 101 Presentation of Financial Statements: Disclosure of Accounting Policies
Amendments to MFRS108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
Amendments to MFRS112 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Effective date yet to be confirmed

Amendments to MFRS10 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 above standards is not expected to have any material impact to the financial statements of the Group and of the Company upon adoption.

A3. Audit Report of Preceding Annual Financial Statements

The auditors' report of the Group's most recent annual audited financial statements for the financial year ended 30 June 2022 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The business of the Group was not affected by seasonal or cyclical factors. Factors such as world economic growth might have implication on the Group's revenue.

A5. Unusual Items

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

A6. Changes in Estimates

There were no changes in estimates of amounts reported in the prior financial year that have a material effect in the current financial period under review.

A7. Debt and Equity Securities

There was no issuance, cancellation, repurchases, resale and repayment of debt and equity securities during the current financial period under review except the followings:

	Treasury shares	
	No. of Shares	RM
Repurchase of own shares during the current period to date	1,000	1,854
Repurchase of own shares as of 30.09.2022	13,080,800	18,882,299

A8. Dividend Paid

The was no dividend paid in the previous corresponding period and the current reporting period.

A9. Segment Information

Segment information is presented in respect of the Group's business segments. Inter-segment pricing is determined based on negotiated basis.

(i) Analysis by business segments

	Fastener Products RM'000	Wire Products RM'000	Investment Holding RM'000	Elimination/ Adjustment RM'000	Group RM'000
3 months ended 30 September 2022					
Revenue					
External revenue	127,683	31,496	-	-	159,179
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>127,683</u>	<u>31,496</u>	<u>-</u>	<u>-</u>	<u>159,179</u>
Results					
Segment profit	35,051	2,508	192	-	37,751
Finance costs	(118)	(17)	-	-	(135)
Interest income	46	45	35	-	126
Depreciation	(2,602)	(912)	-	-	(3,514)
Profit before tax	<u>32,377</u>	<u>1,624</u>	<u>227</u>	<u>-</u>	<u>34,228</u>
Segment assets	<u>596,850</u>	<u>114,825</u>	<u>86,542</u>	<u>-</u>	<u>798,217</u>
Segment liabilities	<u>58,107</u>	<u>8,023</u>	<u>55,717</u>	<u>-</u>	<u>121,847</u>

	Fastener Products RM'000	Wire Products RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
3 months ended 30 September 2021					
Revenue					
External revenue	105,206	41,209	-	-	146,415
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>105,206</u>	<u>41,209</u>	<u>-</u>	<u>-</u>	<u>146,415</u>
Results					
Segment profit	18,574	6,833	(27)	-	25,380
Finance costs	(93)	(60)	-	-	(153)
Interest income	153	11	44	-	208
Depreciation	(2,370)	(944)	-	-	(3,314)
Profit before tax	<u>16,264</u>	<u>5,840</u>	<u>17</u>	<u>-</u>	<u>22,121</u>
Segment assets	<u>611,204</u>	<u>131,551</u>	<u>11,574</u>	<u>-</u>	<u>754,329</u>
Segment liabilities	<u>120,162</u>	<u>32,401</u>	<u>5,499</u>	<u>-</u>	<u>158,062</u>

(ii) Analysis by geographical segments

	Revenue 3 months		Non-current Assets*	
	ended 30.09.22 RM'000	ended 30.09.21 RM'000	as at 30.09.22 RM'000	as at 30.09.21 RM'000
Malaysia	41,375	39,212	152,753	118,483
Vietnam	156	718	55,532	67,402
Other Asian countries	6,137	4,754	-	-
European countries	64,938	61,105	-	-
North America	45,463	32,726	-	-
Others	1,110	7,900	-	-
	<u>159,179</u>	<u>146,415</u>	<u>208,285</u>	<u>185,885</u>

* Non-current assets information presented excludes financial assets.

A10. Valuations of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the financial year ended 30 June 2022.

A11. Event Subsequent to the End of the Reporting Period

There were no other material events subsequent to the end of current reporting quarter ended 30 September 2022 that have not been reflected in this interim financial reports.

A12. Contingencies

There were no contingent assets or contingent liabilities since the end of the last annual reporting period.

A13. Changes in Group's Composition

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

A14. Capital Commitments

The Group has no major capital commitments as at the end of the reporting period except the followings:

Approved and contracted for:	RM'000
- Property, plant and equipment	<u>308</u>

Part B - Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance Analysis of all Operating Segments

Comparison with the corresponding quarter and financial year to date in the previous financial year

	Individual Quarter		Changes		Cumulative Quarter		Changes	
	3 months ended		RM'000	%	3 months ended		RM'000	%
	30.09.22	30.09.21			30.09.22	30.09.21		
	RM'000	RM'000			RM'000	RM'000		
Revenue - Business Segments								
-- Fasteners Products	127,683	105,206	22,477	21.4%	127,683	105,206	22,477	21.4%
-- Wire Products	31,496	41,209	(9,713)	-23.6%	31,496	41,209	(9,713)	-23.6%
	<u>159,179</u>	<u>146,415</u>	<u>12,764</u>	<u>8.7%</u>	<u>159,179</u>	<u>146,415</u>	<u>12,764</u>	<u>8.7%</u>
Profit/(Loss) before interest & tax								
-- Fasteners Products	32,495	16,357	16,138	98.7%	32,495	16,357	16,138	98.7%
-- Wire Products	1,641	5,900	(4,259)	-72.2%	1,641	5,900	(4,259)	-72.2%
-- Investment Holding	227	17	210	1235.3%	227	17	210	1235.3%
	<u>34,363</u>	<u>22,274</u>	<u>12,089</u>	<u>54.3%</u>	<u>34,363</u>	<u>22,274</u>	<u>12,089</u>	<u>54.3%</u>
Profit/(Loss) before tax					- 34,363.00	(22,274)		
-- Fasteners Products	32,377	16,264	16,113	99.1%	32,377	16,264	16,113	99.1%
-- Wire Products	1,624	5,840	(4,216)	-72.2%	1,624	5,840	(4,216)	-72.2%
-- Investment Holding	227	17	210	1235.3%	227	17	210	1235.3%
	<u>34,228</u>	<u>22,121</u>	<u>12,107</u>	<u>54.7%</u>	<u>34,228</u>	<u>22,121</u>	<u>12,107</u>	<u>54.7%</u>
Profit/(Loss) after tax attributable to ordinary equity holders of the parent					(34,228)			
-- Fasteners Products	24,418	12,806	11,612	90.7%	24,418	12,806	11,612	90.7%
-- Wire Products	1,234	4,438	(3,204)	-72.2%	1,234	4,438	(3,204)	-72.2%
-- Investment Holding	242	17	225	1323.5%	242	17	225	1323.5%
	<u>25,894</u>	<u>17,261</u>	<u>8,633</u>	<u>50.0%</u>	<u>25,894</u>	<u>17,261</u>	<u>8,633</u>	<u>50.0%</u>

Overall Review of Group' Financial Performance

During the current reporting year to date, the Group achieved a total revenue and total profit before tax of RM159.18 million and RM34.23 million respectively. Total revenue of the Group increased by 8.7% in the current reporting period. The profit before tax of the Group increased by RM12.11 million to RM34.23 million as compared to RM 22.12 million in the corresponding period in the preceding year in line with the higher revenue generated.

The equity attributable to the owners of the Company increased to RM674.34 million as at 30.9.2022 as compared to RM665.18 million as at 30.6.2022 after recognition of the profit after tax and declaration of dividend of RM 25.89 million and RM22.92 million respectively. In addition the equity of the Group increased by RM 6.19 million arising from the foreign exchange gain from translation of its foreign subsidiary accounts in the current reporting period.

The cash generated from operating activities increased in line with the higher revenue recorded in the current reporting period. The Group had repaid some of its bank borrowing amounting to RM17.97 mil and paid tax instalment amounting to RM15.41 million during the current reporting period. As at the closing date, the bank balance of the Group stood at RM181.82 million which was an increase by RM85.13 million as compared to the corresponding period in the last financial year.

Individual and Cumulative Quarter

Fasteners Products

The Fasteners Products Division recorded a higher revenue of RM127.68 million in the current reporting quarter which represented an increase of 21.4% as compared to the preceding year corresponding period. Higher revenue is generated as some customers had diverted their orders from China due to the intermittent lockdown in China which had disrupted their supply chain. The profit before tax of the division in the current reporting quarter improved by RM16.11 million to RM32.38 million as compared to the preceding year corresponding period. In addition to the higher revenue, the better performance in the current reporting quarter is also resulted in by the weaker Malaysian Ringgit against US Dollar and higher average selling price .

Wire Products

There is a 23.6% decline in the revenue of the Wire division in the current reporting quarter as compared to RM41.21 million recorded in the corresponding quarter preceding year. Its profit before tax reduced by 72.2% to RM1.62 million in the current reporting quarter. The performance of the division was adversely affected by the weak economy in the global market in addition to the increase of its material cost.

B2. Variation of Results Against Preceding Quarter

	3 months ended 30.09.22 RM'000	3 months ended 30.06.22 RM'000	Changes	
			RM'000	%
Revenue - Business Segments				
-- Fasteners Products	127,683	162,116	(34,433)	-21.24%
-- Wire Products	31,496	34,754	(3,258)	-9.37%
	<u>159,179</u>	<u>196,870</u>	<u>(37,691)</u>	<u>-19.14%</u>
Profit/(Loss) before interest & tax				
-- Fasteners Products	32,495	33,535	(1,040)	-3.10%
-- Wire Products	1,641	1,847	(206)	-11.16%
-- Investment Holding	227	(55)	282	512.73%
	<u>34,363</u>	<u>35,328</u>	<u>(965)</u>	<u>-2.73%</u>
Profit/(Loss) before tax				
-- Fasteners Products	32,377	33,200	(823)	-2.48%
-- Wire Products	1,624	1,793	(169)	-9.43%
-- Investment Holding	227	106	121	114.15%
	<u>34,228</u>	<u>35,099</u>	<u>(871)</u>	<u>-2.48%</u>
Profit/(Loss) after tax attributable to ordinary equity holders of the parent				
-- Fasteners Products	24,418	26,389	(1,971)	-7.47%
-- Wire Products	1,234	1,156	78	6.75%
-- Investment Holding	242	31	211	680.65%
	<u>25,894</u>	<u>27,576</u>	<u>(1,682)</u>	<u>-6.10%</u>

The Group recorded a total revenue of RM159.18 million and profit before tax of RM34.23 million for the current quarter under review.

Fasteners Products

The revenue of the Fastener Products Division is RM127.68 million in the current quarter as compared to RM162.12 mil in the immediate preceding quarter. Export to Europe dropped in the current quarter as the economy was affected by the on-going war between Russia and Ukraine. Despite the revenue dropping by 21.24% the profit before tax of the division only reduced by 2.48% to RM32.38 million in the current quarter as compared to the immediate preceding quarter. The weakening of Ringgit Malaysia against US Dollar resulted in higher translated revenue and had partially cushioned the decline of sales volume from the lower demand.

Wire Products

The Wire Products Division posted a lower revenue of RM31.50 mil in the current reporting quarter representing a decline of 9.37% as compared to the RM34.75 million in the immediate preceding quarter. The profit before tax of the division reduced accordingly to RM1.62 mil in the current quarter. Export demand reduced substantially in the current quarter due to the impact on the economy by the on-going war between Ukraine and Russia.

B3. Prospects of the remaining quarters in the current financial Year

The market outlook for the Group in the current financial year is expected to be more challenging as compared to the last financial year. The on-going Ukraine-Russia war, the escalating tension between US-China relations and impending recession in major markets as a result of interest rate hikes had adversely affected the global economy sentiment which might dampen the global demand for the fasteners product. Nevertheless, the Group expect the construction projects in Malaysia will restart after the general election which will result in deliveries to customers in the related industry.

The existing DIY segment in Vietnam will continue to bring positive contribution to the Group's performance through the increase of its distribution network in the European and US markets. The Wire Product division with the expansion in production from new product lines such as welded fencing, gabion and poultry mesh, which commenced in the previous quarter is expected to enhance the division's result in the long term with its high value added margin.

In addition to the existing core business, from time to time, the Group will explore other new business ventures which will potentially benefit the growth of the Group.

Barring any unforeseen circumstances, the Group cautiously optimistic anticipates a satisfactory performance in the current financial year.

B4. Profit Forecast

There was no profit forecast made in any public document.

B5. Profit For The Period

Included in profit or loss for the current quarter and financial year to to date are as follows:

	Current quarter RM'000	Current Year To date RM'000
Depreciation	3,514	3,514
Impairment loss charge on receivables	(23)	(23)
Interest expense	135	135
Interest income	(126)	(126)
Gain on disposal of property, plant and equipment	(90)	(90)
Unrealised loss/(gain) on foreign exchange	(929)	(929)
Realised gain on foreign exchange	(2,146)	(2,146)
Rental income	(156)	(156)

Other than the above items, there were no gain or loss on disposal of quoted or unquoted investments or properties, write off of inventories as well as other exceptional items.

B6. Tax Expense

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30.09.22 RM'000	30.09.21 RM'000	30.09.22 RM'000	30.09.21 RM'000
- Current tax	(8,355)	(4,860)	(8,355)	(4,860)
- Deferred tax liabilities	-	-	-	-
	<u>(8,355)</u>	<u>(4,860)</u>	<u>(8,355)</u>	<u>(4,860)</u>

The Group's effective tax rate for the current period under review is approximately 24%.

B7. Status of Corporate Proposals

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

B8. Borrowings and Debt Securities

The Group's borrowings :

As as 30.09.2022	Denominated in USD RM'000	Denominated in RM RM'000	Total RM'000
Secured:			
Short term			
Bankers acceptance	-	-	-
Overdraft	-	-	-
Onshore foreign currency loans	8,126		8,126
Short term loans	11,690	-	11,690
	<u>19,816</u>	<u>-</u>	<u>19,816</u>
As as 30.09.2021			
Secured:			
Bankers acceptance	-	-	-
Overdraft	-	-	-
Onshore foreign currency loans	55,220		55,220
Short term loans	40,533	-	40,533
	<u>95,753</u>	<u>-</u>	<u>95,753</u>

a. The total borrowings as at the end of the reporting period reduced to RM19.82 million as compared to RM95.75 million as of 30.09.2021. The Group had repaid some of its bank borrowings during the current reporting quarter following the higher cash generated from its operations. As a result, lower interest expenses is recorded in the current reporting year.

b. The average interest rates of borrowings during the current reporting period to date are as follows:

	30.09.22 %	30.09.21 %
Borrowings denominated in RM		
- Bankers acceptance	-	-
Borrowings denominated in USD		
- Onshore foreign currency loans	2.33	0.38
- Short term loans	1.85	1.34

All the borrowings are based on floating interest rates.

c. Borrowings denominated in USD are not hedged to RM as the borrowings will be paid off from the export proceeds of the respective subsidiaries denominated in foreign currencies.

B9. Material Litigation

There was no material litigation during the financial period under review.

B10. Proposed Dividend

a. The dividend declared in the corresponding quarter and the current reporting quarter are per below:

	Current Quarter	Corresponding Quarter
Interim dividend for the financial year	30.6.2022	30.6.2021
Declared and approved on	29.8.2022	15.9.2021
Entitlement date	25.10.2022	28.10.2021
Payment date	24.11.2022	26.11.2021
Dividend per share	8.00 sen	1.80 sen
Dividend % (Single Tier)	16.00%(single tier)	3.60%(single tier)
Net dividend payable	RM22,917,069	RM5,156,341

b. There is no dividend declared for the current financial year ended 30 June 2023.

B11. Earnings Per Share

(i) Basic earnings per share

The basic earnings per share has been calculated based on the Group's profit after tax attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the financial period:

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30.09.22	30.09.21	30.09.22	30.09.21
Profit after tax Attributable to owners of the Company (RM'000)	25,894	17,261	25,894	17,261
Weighted average number of ordinary shares ('000)	286,453	288,570	286,453	288,570
Basic Earnings Per Share (sen)	9.04	5.98	9.04	5.98

(ii) Diluted Earnings Per Share

Diluted Earnings Per Share (sen)	9.04	5.98	9.04	5.98
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There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the reporting period.