



WARISAN TC HOLDINGS BERHAD

Registration No. 199701009338 (424834-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023
(The figures have not been audited)



WARISAN TC HOLDINGS BERHAD
Registration No. 199701009338 (424834-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

	Quarter and Year-To-Date Ended		
	31.3.2023	31.3.2022	Changes
	RM'000	RM'000	%
Revenue	115,668	113,045	2
Cost of sales	(90,774)	(92,755)	2
Gross profit	24,894	20,290	23
Other income	890	671	33
Selling and distribution expenses	(9,730)	(8,152)	(19)
Administrative and general expenses	(16,632)	(16,325)	(2)
Interest expense	(2,520)	(1,708)	(48)
Interest income	352	234	50
Share of loss of equity-accounted associates, net of tax	(27)	(74)	64
Share of profit/(loss) of equity-accounted jointly controlled entities, net of tax	4,690	2,229	110
Profit/(Loss) before tax	1,917	(2,835)	168
Tax expense	(1,376)	(721)	(91)
Profit/(Loss) for the period	541	(3,556)	115
Profit/(Loss) attributable to :			
Owners of the Company	737	(3,258)	123
Non-controlling interests	(196)	(298)	34
	541	(3,556)	115
Profit/(Loss) per share (sen) attributable to owners of the Company:			
- Basic	1.13	(5.00)	
- Diluted	N/A	N/A	

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



WARISAN TC HOLDINGS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

	Quarter and Year-To-Date Ended		
	31.3.2023	31.3.2022	Changes
	RM'000	RM'000	%
Profit/(Loss) for the period	541	(3,556)	115
Other comprehensive income, net of tax			
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
Net change in fair value of cash flow hedge	599	(16)	3,844
Foreign exchange differences from translation	147	135	9
Total other comprehensive income, net of tax	746	119	527
Total comprehensive profit/(loss) for the period	1,287	(3,437)	137
Total comprehensive profit/(loss) for the period attributable to :			
Owners of the Company	1,483	(3,139)	147
Non-controlling interests	(196)	(298)	34
	1,287	(3,437)	137

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



WARISAN TC HOLDINGS BERHAD
 Registration No. 199701009338 (424834-W)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 MARCH 2023

	As at 31.3.2023 RM'000	As at 31.12.2022 RM'000 (Audited)
ASSETS		
Property, plant and equipment	181,171	187,160
Right-of-use assets	26,132	26,230
Investment property	43,500	43,500
Investments in associates	543	570
Investments in jointly controlled entities	38,078	34,748
Other investments	456	456
Finance lease receivables	319	663
Deferred tax asset	5,105	5,216
Intangible assets	11,044	10,867
Total non-current assets	306,348	309,410
Inventories	132,922	128,630
Receivables, deposits and prepayments	144,108	125,141
Derivative financial asset	13	263
Current tax asset	6,175	6,990
Cash and cash equivalents	74,814	83,838
Total current assets	358,032	344,862
TOTAL ASSETS	664,380	654,272
EQUITY		
Equity attributable to equity holders of the parent		
Share capital	67,200	67,200
Reserves	29,325	28,709
Retained earnings	143,287	142,420
Treasury shares	(4,213)	(4,213)
Total equity attributable to owners of the Company	235,599	234,116
Non-controlling interests	21,922	22,118
TOTAL EQUITY	257,521	256,234
LIABILITIES		
Deferred tax liability	15,042	15,162
Retirement benefits obligation	8,519	8,313
Lease liabilities	2,839	2,937
Hire purchase liabilities	1,875	2,504
Loans and borrowings	776	1,000
Total non-current liabilities	29,051	29,916
Payables and accruals	122,275	123,675
Contract liabilities	11,105	11,321
Lease liabilities	3,379	3,296
Hire purchase liabilities	2,934	3,282
Loans and borrowings	236,709	224,409
Derivative financial liability	124	972
Current tax liability	1,282	1,167
Total current liabilities	377,808	368,122
TOTAL LIABILITIES	406,859	398,038
TOTAL EQUITY AND LIABILITIES	664,380	654,272
	RM	RM
Net assets per share attributable to owners of the Company	3.62	3.60

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



WARISAN TC HOLDINGS BERHAD

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(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023**

	Attributable to owners of the Company							Total	Non-controlling interests	Total Equity
			Non-distributable				Distributable			
	Share capital	Treasury shares	Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve	Retained earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2023	67,200	(4,213)	(40,999)	2,962	(539)	67,285	142,420	234,116	22,118	256,234
Foreign currency translation differences for foreign operations	-	-	-	147	-	-	-	147	-	147
Change in fair value of cash flow hedge	-	-	-	-	599	-	-	599	-	599
Total other comprehensive income, net of tax	-	-	-	147	599	-	-	746	-	746
Profit/(Loss) for the period	-	-	-	-	-	-	737	737	(196)	541
Total comprehensive income/(loss) for the period	-	-	-	147	599	-	737	1,483	(196)	1,287
Portion of revaluation reserve transferred through depreciation	-	-	-	-	-	(130)	130	-	-	-
At 31 March 2023	67,200	(4,213)	(40,999)	3,109	60	67,155	143,287	235,599	21,922	257,521

The Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023**

	Attributable to owners of the Company							Total	Non-controlling interests	Total Equity
	Share capital	Treasury shares	Non-distributable				Distributable Retained earnings			
			Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2022	67,200	(4,213)	(40,999)	2,939	(253)	67,811	149,698	242,183	23,093	265,276
Foreign currency translation differences for foreign operations	-	-	-	135	-	-	-	135	-	135
Change in fair value of cash flow hedge	-	-	-	-	(16)	-	-	(16)	-	(16)
Total other comprehensive income/(loss), net of tax	-	-	-	135	(16)	-	-	119	-	119
Loss for the period	-	-	-	-	-	-	(3,258)	(3,258)	(298)	(3,556)
Total comprehensive income/(loss) for the period	-	-	-	135	(16)	-	(3,258)	(3,139)	(298)	(3,437)
Portion of revaluation reserve transferred through depreciation	-	-	-	-	-	(130)	130	-	-	-
At 31 March 2022	67,200	(4,213)	(40,999)	3,074	(269)	67,681	146,570	239,044	22,795	261,839

The Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



WARISAN TC HOLDINGS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

	Quarter and Year-To-Date Ended	
	31.3.2023 RM'000	31.3.2022 RM'000
Cash flow from operating activities		
Profit/(Loss) before tax	1,917	(2,835)
Adjustments for:		
Depreciation and amortisation of property, plant and equipment	9,023	9,635
Depreciation of right-of-use assets	1,145	1,121
Gain on disposal of property, plant and equipment	(80)	(83)
Gain on disposal of property, plant and equipment (assets held for rental)	(947)	(2,099)
Interest expense	2,520	1,708
Interest income	(352)	(234)
Other non-cash items	(4,097)	(1,839)
Operating profit before working capital changes	9,129	5,374
Changes in working capital	(24,828)	(7,567)
Interest received	260	172
Tax paid, net of refunds	(469)	(1,169)
Retirement benefit paid	(26)	(18)
Acquisition of property, plant and equipment (assets held for rental)	(3,893)	(11,501)
Proceeds from disposal of property, plant and equipment (assets held for rental)	2,000	3,644
Net cash used in operating activities	(17,827)	(11,065)
Cash flows from investing activities		
Dividend received from jointly controlled entities	1,360	560
Acquisition of property, plant and equipment	(322)	(323)
Acquisition of intangible assets	(212)	(99)
Proceeds from disposal of property, plant and equipment	233	349
Interest received	92	62
Net cash generated from investing activities	1,151	549
Cash flows from financing activities		
Drawdowns of bankers' acceptances	46,033	47,451
Drawdowns of hire purchases	67	652
Drawdowns of revolving credits	54,065	51,000
Repayments of bankers' acceptances	(39,018)	(50,303)
Repayments of term loans	(203)	(772)
Repayments of hire purchases	(1,045)	(2,073)
Repayments of revolving credits	(49,610)	(48,000)
Repayments of lease liabilities	(1,141)	(961)
Interest paid	(2,440)	(1,708)
Net cash generated from/(used in) financing activities	6,708	(4,714)
Net changes in cash and cash equivalents	(9,968)	(15,230)
Cash and cash equivalents at beginning of year	82,918	101,410
Effects of exchange rate fluctuation on cash and cash equivalents	146	(108)
Cash and cash equivalents at 31 March	73,096	86,072
Cash and cash equivalents comprise:		
Short term deposits	3,210	3,255
Cash at bank and in hand	38,496	40,911
Fixed deposits with licensed banks	33,108	42,887
Bank overdrafts	(1,718)	(981)
	73,096	86,072

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to these interim financial statements.



Part A: Explanatory notes as per MFRS 134: *Interim Financial Reporting*

1. Basis of preparation

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2022. The explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2022.

Adoption of Standards, Amendments and Interpretations Committee (“IC”) Interpretations

During the current financial period, the Group has applied the following amendments and new standards that became effective mandatorily for the financial periods beginning on or after 1 January 2023:

- MFRS 17 and Amendments to MFRS 17, Insurance Contracts;
- Amendments to MFRS 101, Classification of Liabilities as Current or Non-current;
- Amendments to MFRS 101, Disclosure of Accounting Policies;
- Amendments to MFRS 108, Definition of Accounting Estimates; and
- Amendments to MFRS 112, Deferred Tax related to Assets and arising from a Single Transaction.

The adoption of the new standard and amendments did not have any significant impact on the disclosures or on the amounts reported in the financial statements.

The Group has not applied the following standards and amendments that have been issued by the MASB but are not yet effective for the quarter under review:

		<i>Effective Date</i>
Amendments to MFRS 16	Lease liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced by the MASB

The adoption of the above amendments is not expected to have any significant impact on the financial position and financial performance of the Group.



2. Audit qualification of financial statements

The auditors' report of the preceding annual financial statements of the Group was not subject to any qualification.

3. Seasonal or cyclical factors

Apart from the general economic environment in which the Group operates, the businesses of the Group are not affected by any significant seasonal or cyclical factors.

4. Nature and amount of unusual items

There were no unusual items that have a material effect on the assets, liabilities, equity, net income, or cash flows during the current quarter and year-to-date ended 31 March 2023.

5. Significant estimates and changes in estimates

There were no changes in estimates that have had any material effect on the condensed interim financial statements in the current quarter and year-to-date ended 31 March 2023.

6. Debt and equity securities

There were no other issuances, repurchases and repayments of debt and equity securities, share cancellation and resale of treasury shares during the current quarter and year-to-date ended 31 March 2023.

7. Dividends paid

No dividend was paid during the current quarter and year-to-date ended 31 March 2023.



8. Operating segments

The Group's report on operating segments for the financial year-to-date is as follows:

	← Year-To-Date Ended 31 March →									
	Machinery		Travel and car rental		Automotive		Other operations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	40,412	48,679	25,030	14,334	47,433	47,783	2,793	2,249	115,668	113,045
Segment profit/(loss)	4,994	5,296	6,401	4,714	(449)	(1,998)	(154)	14	10,792	8,026
Segment assets	234,929	243,094	182,373	167,129	115,582	109,467	85,168	96,309	618,052	615,999
Segment liabilities	171,978	165,782	124,605	115,301	94,397	92,118	4,278	9,500	395,258	382,701



Operating segments (continued)

Year-To-Date Ended 31 March

	2023	2022
	RM'000	RM'000
Reconciliation of reportable segment profit or loss		
Total profit for reportable segments	10,792	8,026
Depreciation and amortisation	(9,023)	(9,634)
Depreciation of right-of-use assets	(1,145)	(1,121)
Interest expense	(2,520)	(1,708)
Interest income	352	234
Non-reportable segment expenses	(1,202)	(787)
Share of (loss)/profit from equity accounted investments, net of tax		
- associate	(27)	(74)
- jointly controlled entities	4,690	2,229
Consolidated profit/(loss) before tax	1,917	(2,835)
Reconciliation of reportable segment assets		
Total assets for reportable segments	618,052	615,999
Assets for other non-reportable segment	7,707	6,132
Share of assets from equity accounted investments		
- associate	544	423
- jointly controlled entities	38,077	32,430
Consolidated assets	664,380	654,984
Reconciliation of reportable segment liabilities		
Total liabilities for reportable segments	395,258	382,701
Liabilities for other non-reportable segment	11,601	10,444
Consolidated liabilities	406,859	393,145

9. Valuations of property, plant and equipment

The valuations of property, plant and equipment were brought forward without amendment from the audited financial statements for the year ended 31 December 2022.

10. Valuation of investment property

Subsequent to initial recognition, investment property of the Group is stated at fair value which reflects market conditions at reporting date. The fair value of the investment property is based on a valuation carried out by an external valuer on 8 November 2022.

11. Material subsequent event

There has not arisen in the interval between the end of this reporting period and the date of this announcement, any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group.



12. Changes in composition of the Group

There were no changes in the composition of the Group during the current quarter and year-to-date ended 31 March 2023.

13. Changes in contingent liabilities

There was no contingent liability as at end of current quarter nor was there any as at end of last financial year.

14. Capital commitments

Capital commitments of the Group in respect of property, plant and equipment not provided for as at the end of the quarter are as follows:

	As at 31.03.2023 RM'000	As at 31.03.2022 RM'000
Approved and contracted for	<u>3,782</u>	<u>2,394</u>
Approved but not contracted for	<u>-</u>	<u>-</u>

15. Operating lease commitments

As lessor – for the leases of commercial vehicles and machinery:

The future minimum lease rental receivables under non-cancellable leases are as follows:

	As at 31.03.2023 RM'000	As at 31.03.2022 RM'000
Not later than 1 year	31,650	31,614
Later than 1 year and not later than 5 years	25,743	24,427
	<u>57,393</u>	<u>56,041</u>



16. Related party disclosures

Transactions with Tan Chong Motor Holdings Berhad (“TCMH”) and APM Automotive Holdings Berhad (“APM”) groups, companies in which a Director and substantial shareholder of the Company are deemed to have substantial interests are as follows:

	Individual quarter	
	31.03.23	31.03.22
	RM'000	RM'000
<i><u>With TCMH group</u></i>		
Rental Income	435	412
Sales	17,116	14,829
Travel agency, car rental and workshop services	1,114	639
Administrative and Information Technology (“IT”) services	2,404	1,040
Assembly services and royalty fee	2,259	3,702
Insurance agency services	1,867	1,550
Lease payments	344	414
Purchases	5,676	21,686
Workshop services	782	489
<i><u>With APM group</u></i>		
Rental Income	328	303
Sales	205	105
Travel agency, car rental and workshop services	653	57
Lease payments	129	129
Purchases	70	1
Information Technology (“IT”) services	3	-
Workshop services	1	-

Related party transactions between the Group and its jointly controlled entities are as follows:

	Individual quarter	
	31.03.23	31.03.22
	RM'000	RM'000
Travel agency services	64	-

The above transactions were entered into in the ordinary course of business based on normal commercial terms. These transactions were established on terms that were not materially different from those with unrelated parties.

Part B: Additional Information required in accordance with the Main Market Listing Requirements of Bursa Securities
1. Review of performance

	Individual Quarter		Changes (%)
	Current Year	Preceding Year	
	31.03.2023	31.03.2022	
	RM'000	RM'000	
Revenue	115,668	113,045	2
Operating loss	(578)	(3,516)	84
Profit/(Loss) Before Interest and Tax	4,085	(1,361)	400
Profit/(Loss) Before Tax	1,917	(2,835)	168
Profit/(Loss) After Tax	541	(3,556)	115
Profit/(Loss) Attributable to Ordinary Equity Holders of the Company	737	(3,258)	123

Quarter ended 31 March 2023

Group revenue increased marginally to RM115.7 million from RM113.0 million registered for the corresponding period prior year, representing an increase of 2%, contributed mainly by Travel Division. The calendar year first quarter ended on a strong note for air travel demand. Domestic markets have been near their pre-pandemic levels for months. The Group had turned around from loss before tax of RM2.8 million in the corresponding period prior year to profit before tax of RM1.9 million contributed by better performance from Travel Division and share of higher profit from jointly controlled entities of RM4.7 million.

Machinery Division

Revenue from the Machinery Division reduced to RM40.4 million from RM48.7 million compared to first quarter of prior year, representing a decrease of 17%. Higher revenue was reported in the corresponding period prior year mainly attributed to higher sales of heavy machinery. Despite lower sales recorded, segment profit was marginally lower at RM5.0 million as compared to RM5.3 million registered in the corresponding period prior year; largely due to better gross profit margin from the product mix.

Travel and Car Rental Division

The Travel and Car Rental Division recorded higher revenue of RM25.0 million as compared to RM14.3 million in the corresponding period prior year attributed to strong demand growth in air travel. Total traffic in March 2023 (measured in revenue passenger kilometres or RPKs) rose 52.4% compared to March 2022. Globally, traffic is now at 88.0% of March 2019 levels (Source: International Air Transport Association). As a result, performance of the Division improved with higher segment profit of RM6.4 million as compared to RM4.7 million recorded in corresponding period prior year.

Automotive Division

The Automotive Division recorded marginally lower revenue of RM47.4 million compared to RM47.8 million registered in the corresponding period prior year attributed to lower sales from MUVM. Despite lower sales, the division recorded lower loss at RM0.4 million as compared to RM2.0 million in the corresponding period prior year; contributed by higher product profit margin following the price adjustment.



Jointly controlled entities

The joint venture entities, namely Shiseido Malaysia Sdn Bhd and Wacoal Malaysia Sdn Bhd, recorded a profit after tax of RM4.7 million as compared to RM2.2 million in the corresponding period prior year driven by the recognition of gain on disposal of Shiseido Professional business of RM5.3 million by Shiseido Malaysia.

2. Comparison with preceding quarter’s results

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31.03.2023	31.12.2022	
	RM'000	RM'000	
Revenue	115,668	107,204	8
Operating Loss	(578)	(5,063)	89
Profit/(Loss) Before Interest and Tax	4,085	(3,482)	217
Profit/(Loss) Before Tax	1,917	(5,092)	138
Profit/(Loss) After Tax	541	(6,596)	108
Profit/(Loss) Attributable to Ordinary Equity Holders of the Company	737	(6,421)	111

Group revenue increased by 8% to RM115.7 million as compared to RM107.2 million in the preceding quarter attributed to higher revenue from Automotive Division. The Group posted profit before tax of RM1.9 million as compared to loss before tax of RM5.1 million in the preceding quarter; steered by the better performance from Travel Division underpinned by higher sales achievement, higher backend incentives from airlines and lower operating cost. In addition, sharing of higher profit from the jointly controlled entities further lifted the performance of the Group.

3. Group’s Prospects

The media statement released by the Ministry of Finance Malaysia on 12 May 2023 (“media statement”) indicated that Malaysia’s Gross Domestic Product (“GDP”) grew by 5.6% in the first quarter of 2023, driven by all sectors, particularly those of Services, Manufacturing and Construction. Private consumption continues to propel growth in the economy. While the global economy is transitioning towards recovery, there are still challenges being faced, for example rising global inflation and the prolonged Russo-Ukrainian war which could dampen the pace of recovery. On a brighter note, China’s re-opening of its borders in February 2023 augurs well for the marketplace, particularly the tourism sector. Despite continuing global headwinds, the Malaysian Government is confident of achieving growth forecast of 4.0% to 5.0% in 2023, driven by firm domestic demand. The media statement also mentioned that improving employment and income as well as continued implementation of multi-year projects by the Government are primed to support consumption and investment activities, and this augurs well for inbound tourism.

Being mindful of the prevailing challenges, the Group remains vigilant in navigating through the volatile business environment. Towards this end, the Board, together with Management, continues to take proactive measures for the Group to remain resilient by embarking on operational and cost rationalisation initiatives to realise efficiency and contain cost respectively. Such initiatives include efforts to optimize the use of resources, review of business opportunities, publicising newly launched brands/products and engagement with stakeholders to be apprised of their concerns – all these with a strategic aim of creating value for shareholders and other stakeholders on a sustainable basis.



4. Profit forecast

This is not applicable to the Group as there was no profit forecast issued.

5. Tax expense/(income)

	Quarter Ended	
	31.03.22	31.03.22
	RM'000	RM'000
Tax expense		
Current year	1,400	437
Prior year	-	-
Deferred tax expense		
Current year	(412)	142
Prior year	388	142
	<u>1,376</u>	<u>721</u>

The tax expense for the current quarter despite losses recorded by the Group was mainly due to tax charges in certain profitable subsidiaries of the Company, certain expenses being disallowed for tax purposes and current year losses of certain subsidiaries for which no deferred tax asset was recognized.

6. Status of corporate proposals

There were no corporate proposals announced but not completed at the reporting date.



7. Group borrowings

Particulars of the Group borrowings as at the reporting date are as follows:

	As at 31.03.2023		
	Long Term	Short Term	Total borrowings
	RM'000	RM'000	RM'000
Secured			
- Hire purchase	1,875	2,934	4,809
Unsecured			
- Term loan	776	878	1,654
- Revolving credits	-	184,983	184,983
- Bankers' acceptances	-	49,131	49,131
- Bank overdrafts	-	1,717	1,717
	776	236,709	237,485
Total borrowings	2,651	239,643	242,294
Breakdown by currencies:			
RM (Ringgit Malaysia)	1,875	238,765	240,640
MMK (Burmese Kyat)	776	878	1,654
	2,651	239,643	242,294

	As at 31.03.2022		
	Long Term	Short Term	Total borrowings
	RM'000	RM'000	RM'000
Secured			
- Hire purchase	2,304	5,742	8,046
Unsecured			
- Term loan	1,863	869	2,732
- Revolving credits	-	164,483	164,483
- Bankers' acceptances	-	45,067	45,067
- Bank overdrafts	-	981	981
	1,863	211,400	213,263
Total borrowings	4,167	217,142	221,309
Breakdown by currencies:			
RM (Ringgit Malaysia)	2,304	216,273	218,577
MMK (Burmese Kyat)	1,863	869	2,732
	4,167	217,142	221,309

8. Material litigation

On 3 July 2002, the Company and a subsidiary claimed for damages against two former directors of the subsidiary for breaches of their fiduciary and/or contractual duties. On or about 25 June 2004, two (2) former employees of subsidiaries of the Company were added as defendants to the action.

On 7 February 2006, the plaintiffs filed an application for leave to include another party as co-defendant. The application was allowed by the Court.

The parties are awaiting further direction from the Court to set a date for mention.

9. Dividend

No dividend has been recommended for the first quarter ended 31 March 2023.

10. Profit/(Loss) per share

Basic profit/(loss) per share is calculated based on the profit/(loss) for the period attributable to owners of the Company and weighted average number of ordinary shares in issue during the period.

	Quarter Ended	
	31.03.23	31.03.22
Profit/(Loss) attributable to owners of the Company (RM'000)	<u>737</u>	<u>(3,258)</u>
Weighted average number of ordinary shares in issue ('000)		
At beginning of period	65,101	65,101
Effect of share buyback	-	-
At end of period	<u>65,101</u>	<u>65,101</u>
Basic profit/(loss) per share (sen)	<u>1.13</u>	<u>(5.00)</u>

11. Notes to the Condensed Consolidated Statement of Comprehensive Income

Profit/(Loss) before tax is arrived at after charging/(crediting) the following items:

	Quarter Ended	
	31.03.23 RM'000	31.03.22 RM'000
Interest Income	(352)	(234)
Interest expenses	2,520	1,708
Depreciation and amortization	10,168	10,756
Allowance for doubtful debts	240	33
Bad debts written off	7	17
Gain on disposal of property, plant and equipment	(80)	(83)
Gain on disposal of assets held for rental	(947)	(2,099)
Inventories written down, net of write-back	125	-
Net unrealized loss on foreign exchange	120	22
Retirement benefits expense	232	288
Reversal of allowance for doubtful debts	<u>(158)</u>	<u>(45)</u>



12. Derivative financial instruments

Forward foreign currency contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuation in foreign currency exchange rates.

As at 31 March 2023, the notional amount, fair value and maturity period of the forward foreign currency contracts are as follows:

	Quarter Ended 31.03.23		Quarter Ended 31.03.22	
	Notional amount	Fair value assets/ (liabilities)	Notional amount	Fair value assets/ (liabilities)
	RM'000	RM'000	RM'000	RM'000
Less than 1 year	<u>49,800</u>	<u>(111)</u>	<u>52,913</u>	<u>(354)</u>

BY ORDER OF THE BOARD
 LEE POH YEAN
 LEE KOON SENG
 Company Secretaries
 Kuala Lumpur
 24 May 2023