

HUP SENG INDUSTRIES BERHAD 199101015786 (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the period ended 30 June 2022****The figures have not been audited**

	Note	<u>2022</u> CURRENT QUARTER ENDED 30 June RM'000	<u>2021</u> CURRENT QUARTER ENDED 30 June RM'000	<u>2022</u> 6 MONTHS CUMULATIVE TO DATE RM'000	<u>2021</u> 6 MONTHS CUMULATIVE TO DATE RM'000
Revenue		73,807	66,497	153,067	149,242
Cost of sales		(59,481)	(49,961)	(118,732)	(107,406)
Gross profit		14,326	16,536	34,335	41,836
Other income		841	585	1,483	1,222
Administrative expenses		(4,428)	(4,867)	(8,935)	(9,774)
Selling and marketing expenses		(6,501)	(7,195)	(13,451)	(14,915)
Operating profit		4,238	5,059	13,432	18,369
Finance cost		(6)	(5)	(12)	(8)
Profit before tax	10	4,232	5,054	13,420	18,361
Income tax expense	23	(1,195)	(1,475)	(3,612)	(4,914)
Profit for the period		3,037	3,579	9,808	13,447
Total comprehensive income for the period, net of tax		3,037	3,579	9,808	13,447
Profit attributable to :					
Owners of the Parent		3,037	3,579	9,808	13,447
Total Comprehensive Income for the period, net of tax attributable to :					
Owners of the Parent		3,037	3,579	9,808	13,447
Earnings per share attributable to Owners of the Parent (sen) :					
-Basic	32(a)	0.38	0.45	1.23	1.68
-Diluted	32(b)	0.38	0.45	1.23	1.68

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

HUP SENG INDUSTRIES BERHAD 199101015786 (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 30 June 2022****The figures have not been audited**

	Note	As at 30/06/2022 RM'000	As at 31/12/2021 RM'000
<u>ASSETS:</u>			
Non-current assets:			
Property, plant and equipment		72,316	72,755
Investment properties		1,305	1,337
Right-of-use assets		5,503	5,554
Deferred tax assets		556	510
<i>Sub total</i>		79,680	80,156
Current assets:			
Inventories		32,925	28,212
Trade and other receivables	11	30,349	31,615
Prepayments		781	478
Tax recoverable		90	-
Cash and bank balances	12	56,674	66,693
<i>Sub total</i>		120,819	126,998
TOTAL ASSETS		200,499	207,154
<u>EQUITY AND LIABILITIES:</u>			
Equity attributable to			
Owners of the Company :			
Share capital		80,000	80,000
Retained earnings		60,828	59,020
TOTAL EQUITY <i>Sub total</i>		140,828	139,020
Non-current liabilities :			
Deferred tax liabilities		6,719	6,712
Lease liabilities		321	326
Other payable		-	205
<i>Sub total</i>		7,040	7,243
Current liabilities:			
Trade and other payables		47,377	56,342
Lease liabilities		304	238
Refund liabilities		2,480	2,089
Income tax payable		2,470	2,222
<i>Sub total</i>		52,631	60,891
TOTAL LIABILITIES		59,671	68,134
TOTAL EQUITY AND LIABILITIES		200,499	207,154

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

HUP SENG INDUSTRIES BERHAD 199101015786 (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Changes in Equity****The figures have not been audited****For the period ended 30 June 2022**

	Attributable to owners of the parent		
	Non-distributable	Distributable	Total
	Share capital RM'000	Retained earnings RM'000	Total RM'000
Opening balance at 1 January 2022	80,000	59,020	139,020
Total comprehensive income for the period	-	9,808	9,808
Transaction with the owners			
Dividends on ordinary shares	-	(8,000)	(8,000)
Total transaction with the owners	-	(8,000)	(8,000)
Closing balance at 30 June 2022	80,000	60,828	140,828

**For the corresponding period
ended 30 June 2021**

	Attributable to owners of the parent		
	Non-distributable	Distributable	Total
	Share capital RM'000	Retained earnings RM'000	Total RM'000
Opening balance at 1 January 2021	80,000	59,780	139,780
Total comprehensive income for the period	-	13,447	13,447
Transaction with the owners			
Dividends on ordinary shares	-	(16,000)	(16,000)
Total transaction with the owners	-	(16,000)	(16,000)
Closing balance at 30 June 2021	80,000	57,227	137,227

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

HUP SENG INDUSTRIES BERHAD 199101015786 (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the period ended 30 June 2022****The figures have not been audited**

	Note	2022 6 months ended 30/06/2022 RM'000	2021 6 months ended 30/06/2021 RM'000
Cash flows from operating activities:			
Profit before tax		13,420	18,361
Adjustments for:			
Reversal of allowance for doubtful debts		(40)	(21)
Bad debts written off		3	1
Depreciation of property, plant and equipment		3,053	3,107
Depreciation of investment properties		32	32
Depreciation of right-of-use assets		261	244
Interest expense on lease liabilities		12	8
Interest income		(529)	(525)
Inventories written off		176	117
Gain on disposal of property, plant and equipment		(163)	(3)
Property, plant and equipment written off		117	159
Total adjustments		2,922	3,119
Operating cash flows before changes in working capital		16,342	21,480
Changes in working capital			
(Increase)/decrease in inventories		(4,889)	781
Decrease in trade and other receivables		1,303	7,389
Increase in prepayments		(303)	(99)
Decrease in trade and other payables		(8,779)	(16,208)
Total changes in working capital		(12,668)	(8,137)
Cash flows generated from operations		3,674	13,343
Interest expense on lease liabilities paid		(12)	(8)
Income taxes paid		(3,493)	(5,435)
Net cash flows generated from operating activities		169	7,900
Cash flows from investing activities			
Interest income received		529	525
Proceeds from disposal of property, plant and equipment		163	5
Purchase of property, plant and equipment		(2,731)	(1,227)
Net cash flows used in investing activities		(2,039)	(697)
Cash flows from financing activities			
Repayment for lease liabilities		(149)	(131)
Dividends paid on ordinary shares		(8,000)	(32,000)
Net cash used in financing activities		(8,149)	(32,131)
Net decrease in cash and cash equivalents		(10,019)	(24,928)
Cash and cash equivalents at beginning of financial year		65,654	77,514
Cash and cash equivalents at end of financial period	12	55,635	52,586

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

1. Corporate information

Hup Seng Industries Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

2. Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 30 June 2022, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2021. The explanatory notes attached to these 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 2021.

3. Significant accounting policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31 December 2021, except for the adoption of the following which are applicable to the financial statements and are relevant to the operations:

(I) Adoption of annual improvements and amendments

Description	Effective for annual periods beginning <u>on or after</u>
Annual Improvements to MFRS Standards 2018-2020	1 January 2022
Amendments to MFRS 3: Business Combinations - Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets - Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022

The adoption of the above amendments did not have significant financial impact to the Group's consolidated financial statements for the current quarter.

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

(II) Standards and amendments issued but not yet effective

At the date of authorisation of these interim financial statements, the followings standards and amendments were issued but not yet effective and have not been applied by the Group:

Description	Effective for annual periods beginning <u>on or after</u>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Present of Financial Statements	
-Classification of Liabilities as Current or Non-current	1 January 2023
-Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Income Tax - Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 17: Insurance Contracts- Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the standard and amendments above will have no material impact on the financial statements in the year of initial adoption.

4. Comments about seasonal or cyclical factors

The Group's business operations are normally affected by seasonal factors occurring in certain periods of the financial year, such as Hari Raya Puasa, Chinese New Year, etc.

5. Unusual Items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the cumulative financial period ended 30 June 2022.

6. Changes in estimates

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

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

7. Capital management, debt and equity securities

The Group's objectives of managing capital are to safeguard the Group's ability to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders and issue new shares, where necessary. For capital management purposes, the Group considers shareholders' equity and total liabilities to be the key components in the Group's capital structure. The Group monitors capital on the basis of the gearing ratio. The ratio is calculated as the total liabilities to total equity. Total equity is the sum of total equity attributable to shareholders. The gearing ratio as at 30 June 2022 and 31 December 2021, which are within the Group's objectives for capital management, are as follows:

	As at 30.06.2022	As at 31.12.2021
	RM'000	RM'000
Total liabilities	59,671	68,134
Total equity	140,828	139,020
Total capital	80,000	80,000
Gearing ratio	42%	49%

The decrease in the gearing ratio is mainly due to the decrease in trade and other payables.

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period to date.

8. Dividends

	Date of payment	Cumulative to date 30.06.2022 RM'000
Dividend paid on per ordinary share:		
- Interim dividend of 1 sen per share (single-tier) for 2021 declared on 28 February 2022	05.04.2022	<u>8,000</u>

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

9. Operating Segments

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- I. The biscuit manufacturing segment is in the business of manufacture and sales of biscuits.
- II. The beverage manufacturing segment is in the business of manufacture and wholesale of coffee mix and all kinds of foodstuff.
- III. The trading division segment is in the business of sales and distribution of biscuits, confectionery and other foodstuff.

	Biscuit manufacturing division RM'000	Beverage manufacturing division RM'000	Trading division RM'000	Total RM'000
Quarter ended 30.06.2022				
Revenue *	55,419	1,544	56,653	113,616
(Loss)/profit for reportable segments	(409)	(50)	5,259	4,800
6 months cumulative to date				
Revenue *	114,447	3,367	117,647	235,461
Profit/(loss) for reportable segments	2,389	(47)	12,084	14,426

Reconciliation of profit or loss

Profit or loss for the financial period ended 30.06.2022	Quarter ended RM'000	Cumulative to date RM'000
Total profit for reportable segments	4,800	14,426
Profit from inter-segment sales	(14)	50
Other income	148	286
Unallocated expenses	(702)	(1,342)
Profit before tax	4,232	13,420

* Revenue reported above represents revenue generated from the reportable segments. Inter-segment sales for the current quarter and 6 months cumulative to date are RM39,809,000 and RM82,394,000 respectively.

Trading division mainly comprises domestic sales. Biscuits remain the dominant range which represents about 94% of the total sales, while beverages and other agents' products make up the balance. The comments on Note 19 apply to the above three reportable operating segments.

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

10. Profit before tax

Included in the profit before tax are the following items:

	Quarter ended		Cumulative to date	
	30.06.2022 RM'000	30.06.2021 RM'000	30.06.2022 RM'000	30.06.2021 RM'000
Interest income	(263)	(242)	(529)	(525)
Rental income	(79)	(77)	(157)	(155)
Reversal of impairment losses on trade receivable (Note 11)	(1)	(1)	(3)	(3)
Reversal of allowance for doubtful debts (Note 11)	(61)	(6)	(40)	(21)
Bad debts written off	2	1	3	1
Depreciation of property, plant and equipment	1,532	1,556	3,053	3,107
Depreciation of investment properties	16	16	32	32
Depreciation of right-of-use assets	132	122	261	244
Gain on disposal of property, plant and equipment	(163)	(3)	(163)	(3)
Interest expense on lease liabilities	6	5	12	8
Inventories written off	18	6	176	117
Property, plant and equipment written off	56	55	117	159
Realised exchange losses	34	29	103	87

11. Trade and other receivables

	As at	
	30.06.2022 RM'000	31.12.2021 RM'000
Trade receivables		
Third parties	30,418	31,257
Less: Allowance for doubtful debts	(398)	(467)
Trade receivables, net	30,020	30,790
Other receivables	329	825
Total trade and other receivables	30,349	31,615

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

Trade receivables

The ageing analysis of the Group's trade receivables is as follows:

	As at	
	30.06.2022	31.12.2021
	RM'000	RM'000
Neither past due nor impaired	22,116	23,689
1 to 30 days past due not impaired	7,273	6,609
31 to 60 days past due not impaired	552	448
61 to 90 days past due not impaired	69	43
91 to 120 days past due not impaired	5	-
More than 121 days past due not impaired	5	1
	7,904	7,101
Impaired	398	467
	<u>30,418</u>	<u>31,257</u>

Receivables that are impaired

Movement in allowance accounts :

At 1 January	467	652
Reversal for the period (Note 10)	(40)	(88)
Written off	(26)	(92)
Reversal of impairment losses (Note 10)	(3)	(5)
	<u>398</u>	<u>467</u>

12. Cash and bank balances

Cash and bank balances comprised the following amounts:

	As at	
	30.06.2022	31.12.2021
	RM'000	RM'000
Cash and bank balances	4,785	6,154
Short-term deposits with licensed banks	50,850	59,500
Cash and cash equivalents	55,635	65,654
Long-term deposits of more than 3 months with licensed banks	1,039	1,039
	<u>56,674</u>	<u>66,693</u>

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

13. Foreign exchange exposure

The Group's exposures to foreign currency are as follows:

	As at	
	30.06.2022	31.12.2021
	RM'000	RM'000
Trade and other receivables		
United States Dollars	377	387
Singapore Dollars	3,016	3,938
	<u>3,016</u>	<u>3,938</u>

14. Events after the reporting period

There were no material events subsequent to the end of the current quarter.

15. Changes in composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to date.

16. Changes in contingent liabilities and contingent assets

The Group has no contingent liabilities or contingent assets since the last annual date of the statement of financial position as at 31 December 2021.

17. Capital commitments

Approved capital commitments not recognised in the interim financial statements as at 30 June 2022 are as follows:

	RM'000
Capital expenditure:	
Approved but not contracted for property, plant and equipment	877
Contracted but not provided for property, plant and equipment	2,603
	<u>3,480</u>

Part A: Explanatory notes pursuant to MFRS 134
For the period ended 30 June 2022

18. Related party transactions

	Current quarter ended 30.06.2022 RM	6 months cumulative to date 30.06.2022 RM
Rental of premises payable to:		
-Hup Seng Brothers Holdings Sdn. Bhd. #	24,150	48,300

Note:

Certain directors of the Group are also directors and shareholders of Hup Seng Brothers Holdings Sdn. Bhd.

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

Part B: Explanatory notes pursuant to Main Market Listing Requirements of
Bursa Malaysia Securities Berhad
For the period ended 30 June 2022

19. Performance review

Financial review for current quarter and financial year to date

	3 months Quarter ended		Changes		6 months cumulative to date		Changes	
	30.06.2022 RM'000	30.06.2021 RM'000	Amount RM'000	%	30.06.2022 RM'000	30.06.2021 RM'000	Amount RM'000	%
Revenue	73,807	66,497	7,310	11	153,067	149,242	3,825	3
Operating profit	4,238	5,059	(821)	(16)	13,432	18,369	(4,937)	(27)
Profit before interest and tax	4,238	5,059	(821)	(16)	13,432	18,369	(4,937)	(27)
Finance cost	(6)	(5)	1	20	(12)	(8)	4	50
Profit before tax	4,232	5,054	(822)	(16)	13,420	18,361	(4,941)	(27)
Profit after tax	3,037	3,579	(542)	(15)	9,808	13,447	(3,639)	(27)
Profit attributable to: Owners of the Parent	3,037	3,579	(542)	(15)	9,808	13,447	(3,639)	(27)

The Group's revenue for the current quarter ended 30 June 2022 has increased by 11% to RM73,807,000 from RM66,497,000 in the quarter ended 30 June 2021 mainly due to increase in selling prices. Export market grew 6% or RM0.9 million compared to previous corresponding period mainly from Maldives and Thailand. Domestic market has increased by about 13% or RM6.4 million from all channels.

The Group registered a profit before tax of RM4,232,000 which was lower by 16% or RM0.8 million as compared to a profit before tax of RM5,054,000 in the preceding corresponding quarter. The continuous escalation of the prices of input cost slowed down margin growth of the Group despite an increase in selling price.

The Group's revenue for the six months ended 30 June 2022 has increased by 3% to RM153,067,000 from RM149,242,000 as compared with the preceding year corresponding period mainly due to increase in selling prices. Higher domestic sales which grew by 2% or RM2 million from East Malaysia, modern and wholesale channel. Export sales registered an increase of 6% or about RM1.8 million mainly from Thailand and Maldives.

The profit before tax has decreased to RM13,420,000 when compared with the preceding year corresponding period of RM18,361,000 a decrease of about 27%. The continuous rising costs of the main raw materials had resulted in the fall of profit before tax.

Part B: Explanatory notes pursuant to Main Market Listing Requirements of
Bursa Malaysia Securities Berhad
For the period ended 30 June 2022

20. Comment of material change in profit before taxation

Financial review for current quarter compared with immediate preceding quarter

	Current quarter	Immediate preceding quarter	Changes	
	30.06.2022 RM'000	31.03.2022 RM'000	Amount RM'000	%
Revenue	73,807	79,260	(5,453)	(7)
Operating profit	4,238	9,194	(4,956)	(54)
Profit before interest and tax	4,238	9,194	(4,956)	(54)
Finance cost	(6)	(6)	0	-
Profit before tax	4,232	9,188	(4,956)	(54)
Profit after tax	3,037	6,771	(3,734)	(55)
Profit attributable to: Owners of the Parent	3,037	6,771	(3,734)	(55)

The Group's revenue has decreased by 7% to RM73,807,000 in the current quarter ended 30 June 2022 as compared to RM79,260,000 in the preceding quarter, export market decreased by 6% or RM1 million mainly from Thailand. Domestic market was slow as a result of seasonal factors during the current quarter.

Profit before tax has decreased by about 54% to RM4,232,000 as compared to RM9,188,000 in the preceding quarter. The continuous escalation of the prices of materials are the contributing factors.

21. Commentary of prospects

Malaysia's economy has brightened following the country's reopening on 1 April. Consumption continued to gain traction while tourist influx has easily exceeded the government's initial annual budget.

Despite this, businesses stay cautious about their prospects amid inflation pressure, supply chain and labour shortage issues. For 2022, in an environment of high input costs, consumers are burdened with rising cost of living, thus leading to prioritize buying.

The operating environment is expected to remain highly competitive this year. The sharp increase in the global commodity prices and the government's gradual withdrawal of food and fuel subsidies which put pressure on the Group's input costs remains a concern. The Group will monitor closely the development of commodity prices, evaluate and adjust its pricing strategies and/or re-sizing major products when the need arises. The Group will leverage operational efficiencies and cost savings initiatives so as to achieve a most satisfactory performance.

Part B: Explanatory notes pursuant to Main Market Listing Requirements of
Bursa Malaysia Securities Berhad
For the period ended 30 June 2022

22. Profit forecast or profit guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecast profit after tax and non-controlling interest and for the shortfall in profit guarantee are not applicable.

23. Income tax expense

	3 months		Cumulative	
	Quarter ended		to date	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	RM'000	RM'000	RM'000	RM'000
Current income tax:				
-Malaysia income tax	1,205	1,523	3,651	5,004
-Deferred taxation	(10)	(48)	(39)	(90)
	<u>1,195</u>	<u>1,475</u>	<u>3,612</u>	<u>4,914</u>

Major components of tax expenses

	6 months	
	Current	Cumulative
	quarter ended	to date
	30.06.2022	30.06.2022
	RM'000	RM'000
Current tax expense	1,205	3,651
Deferred tax expense	(10)	(39)
	<u>1,195</u>	<u>3,612</u>
Profit before taxation	<u>4,232</u>	<u>13,420</u>
Taxation at the Malaysian statutory tax rate of 24%	1,016	3,221
Adjustments:		
-Non-deductible expenses	179	396
-Expenses with double deduction	-	(5)
Income tax expense	<u>1,195</u>	<u>3,612</u>
Effective tax rate	28.2%	26.9%

24. Sale of unquoted investments and properties

There were no sale of unquoted investments and properties for the current quarter and financial year to date.

25. Quoted securities

There were no purchase and sale of quoted securities for the current quarter and financial year to date.

Part B: Explanatory notes pursuant to Main Market Listing Requirements of
Bursa Malaysia Securities Berhad
For the period ended 30 June 2022

26. Corporate proposals

There were no corporate proposals announced but not completed not earlier than seven (7) days from 10 August 2022.

27. Borrowings and debt securities

There were no group borrowings and debt securities as at the end of the reporting period.

28. Derivative financial instruments

As at the reporting date of 30 June 2022, the Group has no outstanding derivative financial instruments.

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

There are no gains/losses arising from fair value changes of any financial liabilities.

30. Changes in material litigation

There were no material litigation not earlier than seven (7) days from 10 August 2022.

31. Dividend payable

Other than as disclosed in Note 8 above, the Board of Directors recommends the payment of an interim single-tier dividend of 1 sen per ordinary share in respect of the year ending 31 December 2022 for the financial quarter under review. The entitlement date will be announced in due course.

Part B: Explanatory notes pursuant to Main Market Listing Requirements of
Bursa Malaysia Securities Berhad
For the period ended 30 June 2022

32. Earnings per share

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of ordinary shares in issue during the period.

	3 months quarter ended		6 months quarter ended	
	30.06.22	30.06.21	30.06.22	30.06.21
(a) Basic				
Profit for the period (RM'000)	3,037	3,579	9,808	13,447
Weighted average number of ordinary shares for earnings per share ('000)	800,000	800,000	800,000	800,000
Basic earnings per share (sen)	0.38	0.45	1.23	1.68
(b) Diluted				
Diluted earnings per share (sen)	0.38	0.45	1.23	1.68

33. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2021 was not qualified.

34. Authorization for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 10 August 2022.