

**PRIVATE & CONFIDENTIAL**

**PBA HOLDINGS BHD**

Registration No: 200001012513 (515119-U)  
(Incorporated in Malaysia)

**Interim Financial Report**

**30 September 2021**

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Condensed Consolidated Statement of Financial Position  
As at 30 September 2021 - unaudited

	Note	30 September 2021 RM'000	31 December 2020 RM'000
<b>Assets</b>			
Property, plant and equipment	5	1,097,741	1,121,743
Right-of-use assets		186,767	191,404
<b>Total non-current assets</b>		<b>1,284,508</b>	<b>1,313,147</b>
Inventories		8,395	8,948
Trade and other receivables	6	37,698	44,561
Current tax assets		1,761	1,231
Cash and cash equivalents		130,265	107,817
<b>Total current assets</b>		<b>178,119</b>	<b>162,557</b>
<b>Total assets</b>		<b>1,462,627</b>	<b>1,475,704</b>
<b>Equity</b>			
Share capital		327,579	327,579
Reserves		378,367	365,669
<b>Total equity</b>	7	<b>705,946</b>	<b>693,248</b>
Loans and borrowings	20	19,865	22,386
Deferred income	21	11,735	12,696
Contract liabilities	22	100,732	93,978
Deferred liabilities	23	53,974	55,171
Lease liabilities	24	223,113	225,554
Deferred tax liabilities		154,000	148,000
<b>Total non-current liabilities</b>		<b>563,419</b>	<b>557,785</b>
Trade and other payables		162,577	187,752
Loans and borrowings	20	2,200	918
Contract liabilities	22	23,219	30,883
Deferred liabilities	23	1,595	1,595
Lease liabilities	24	3,625	3,502
Current tax liability		46	21
<b>Total current liabilities</b>		<b>193,262</b>	<b>224,671</b>
<b>Total liabilities</b>		<b>756,681</b>	<b>782,456</b>
<b>Total equity and liabilities</b>		<b>1,462,627</b>	<b>1,475,704</b>

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income  
**For the nine months ended 30 September 2021 - unaudited**

	Note	Three months ended 30 September		Current year-to-date ended 30 September	
		2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
<b>Continuing operations</b>					
Revenue	17	82,268	83,760	249,982	250,979
Cost of sales		<u>(55,318)</u>	<u>(54,591)</u>	<u>(166,982)</u>	<u>(170,102)</u>
<b>Gross profit</b>		<u>26,950</u>	<u>29,169</u>	<u>83,000</u>	<u>80,877</u>
Other operating income		3,324	4,225	9,350	10,713
Administrative expenses		<u>(23,846)</u>	<u>(21,643)</u>	<u>(70,420)</u>	<u>(67,306)</u>
<b>Operating profit</b>		<u>6,428</u>	<u>11,751</u>	<u>21,930</u>	<u>24,284</u>
Interest income		<u>191</u>	<u>132</u>	<u>392</u>	<u>451</u>
<b>Profit before interest and tax</b>		<u>6,619</u>	<u>11,883</u>	<u>22,322</u>	<u>24,735</u>
Interest expense		<u>(3)</u>	<u>(9)</u>	<u>(22)</u>	<u>(13)</u>
<b>Profit before tax</b>		<u>6,616</u>	<u>11,874</u>	<u>22,300</u>	<u>24,722</u>
Tax expense	18	<u>(2,072)</u>	<u>(569)</u>	<u>(6,292)</u>	<u>(875)</u>
<b>Net profit, representing total comprehensive income for the period</b>		<u>4,544</u>	<u>11,305</u>	<u>16,008</u>	<u>23,847</u>
<b>Earnings per share (sen) :</b>	27	<u>1.37</u>	<u>3.42</u>	<u>4.84</u>	<u>7.20</u>

Condensed Consolidated Statement of Changes in Equity  
**For the nine months ended 30 September 2021 - unaudited**

	Share Capital RM'000	Treasury Shares RM'000	Distributable Retained Earnings RM'000	Total Equity RM'000
At 1 January 2020	327,579	(236)	351,077	678,420
Total comprehensive income for the period	-	-	23,847	23,847
At 30 September 2020	<u>327,579</u>	<u>(236)</u>	<u>374,924</u>	<u>702,267</u>
At 1 January 2021	327,579	(236)	365,905	693,248
Total comprehensive income for the period	-	-	16,008	16,008
Dividends	-	-	(3,310)	(3,310)
At 30 September 2021	<u>327,579</u>	<u>(236)</u>	<u>378,603</u>	<u>705,946</u>

Condensed Consolidated Statement of Cash Flows  
For the nine months ended 30 September 2021 - unaudited

	nine months ended 30 September	
	2021	2020
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	22,300	24,722
<b>Adjustments for :</b>		
Accretion of interest	9,761	9,895
Expected credit losses of trade and other receivables	2,835	2,236
Allowance for expected credit losses recovered	(1,774)	(1,557)
Amortisation of assets transferred from customers	(1,641)	(1,670)
Amortisation of deferred liabilities	(1,197)	(1,196)
Depreciation of property, plant and equipment	47,557	46,582
Depreciation of right-of-use assets	5,039	5,087
Distribution income from investment in short term funds	(898)	(2,250)
Gain on disposal of property, plant and equipment	(27)	(122)
Interest income	(392)	(451)
Inventories written down	-	(42)
Property, plant and equipment expensed off	8	167
Property, plant and equipment written off	200	73
Realisation of government grant	(961)	(1,399)
Unwinding of discount on loans and borrowings	961	1,399
<b>Operating profit before working capital changes</b>	<u>81,771</u>	<u>81,474</u>
Inventories	553	(81)
Receivables	5,802	1,513
Payables	(21,039)	(20,419)
Contract liabilities	(7,835)	2,975
<b>Cash generated from operations</b>	<u>59,252</u>	<u>65,462</u>
Income tax paid	(796)	(1,225)
<b>Net cash from operating activities</b>	<u>58,456</u>	<u>64,237</u>
<b>Cash flows from investing activities</b>		
Interest received	392	451
Distribution income received	898	2,250
Proceeds from disposal of PPE	27	122
Purchase of PPE	(15,197)	(52,330)
<b>Net cash used in investing activities</b>	<u>(13,880)</u>	<u>(49,507)</u>
<b>Cash flow from financing activities</b>		
Dividends paid	(7,447)	(5,792)
Payment of lease liabilities	(12,481)	(12,471)
Repayment of government loans	(2,200)	(32,200)
<b>Net cash used in financing activities</b>	<u>(22,128)</u>	<u>(50,463)</u>
Net increase/(decrease) in cash and cash equivalents	22,448	(35,733)
Cash and cash equivalents at beginning	107,817	157,957
<b>Cash and cash equivalents at end</b>	<u>130,265</u>	<u>122,224</u>

**Cash and cash equivalents**

Cash and cash equivalents included in the condensed consolidated statement of cash flow comprise :

	nine months ended 30 September	
	2021	2020
	RM'000	RM'000
Cash and bank balances	42,001	29,720
Short-term deposits with licensed banks	88,264	92,504
	<u>130,265</u>	<u>122,224</u>

## Notes to the Condensed Consolidated Interim Financial Statements

PBA Holdings Bhd is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad.

The Condensed Consolidated Interim Financial Statements of the Group as at and for the period ended 30 September 2021 comprises the Company and its subsidiaries (together referred to as the Group).

The Consolidated Financial Statements of the Group as at and for the year ended 31 December 2020 are available upon request from the Company's registered office at:

Level 32, Komtar  
10000 Penang

These Condensed Consolidated Interim Financial Statements were authorised for issue by the Board of Directors on 23 November 2021.

### 1. Basis of preparation

These condensed consolidated interim financial statements ("Condensed Report") have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad and MFRS 134 *Interim Financial Reporting* in Malaysia and with IAS 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2020.

### 2. Significant accounting policies

#### 2.1 Adoption of Standards, Amendments to Standards, Annual Improvements to Standards and Issues Committee ("IC") Interpretation

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2020, except for the adoption of the following new standards:

Effective for financial periods beginning on or after 1 June 2020

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

Effective for financial periods beginning on or after 1 January 2021

*Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures, MFRS 4 Insurance Contracts and MFRS 16 Leases: Interest Rate Benchmark Reform – Phase 2*

The initial application of the above standards is not expected to have any material impact to the financial statements of the Group upon adoption.

#### 2.2 Standards issued but not yet effective

As at the date of authorisation of this Condensed Report, the following Standards and Amendments to Standards have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective and have not been adopted by the Group.

## Notes to the Condensed Consolidated Interim Financial Statements

Effective for financial periods beginning on or after 1 April 2021

*Amendments to MFRS 16 Leases: Covid-19 – Related Rent Concessions beyond 30 June 2021*

Effective for financial periods 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: 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 Improvements to MFRS Standards 2018 – 2020*

Effective for financial periods beginning on or after 1 January 2023

*MFRS 17 Insurance Contracts*

*Amendments to MFRS 4 Insurance Contracts – Extension of the Temporary Exemption from Applying MFRS 9 Financial Instruments*

*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*

*Amendments to MFRS 112 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

Effective date yet to be confirmed

*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*

### **3. Changes in estimates**

The preparation of interim financial statements requires management to make judgements, estimations and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimating uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2020.

### **4. Seasonality of operations**

There is no seasonality or cyclicity in the Group's operations.

### **5. Property, plant and equipment**

#### **a) Acquisition and disposals**

During the period ended 30 September 2021, the Group acquired assets with a cost of RM15.20 million (30 September 2020 : RM52.33 million).

Other assets with a carrying amount of RM0.20 million were written off during the period ended 30 September 2021 (30 September 2020 : RM0.07 million).



## Notes to the Condensed Consolidated Interim Financial Statements

### b) Depreciation and amortisation

	Three months ended		Current year to-date ended	
	30 September 2021 RM'000	30 September 2020 RM'000	30 September 2021 RM'000	30 September 2020 RM'000
Charge for the period				
- Property, plant and equipment	15,820	15,262	47,557	46,582
- Right-of-use assets	1,678	1,658	5,039	5,087
	<u>17,498</u>	<u>16,920</u>	<u>52,596</u>	<u>51,669</u>

### c) Capital commitments

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
Approved Capital Expenditure:-		
i) Contracted but not provided for	28,000	35,000
ii) Authorised but not contracted for	<u>360,000</u>	<u>371,000</u>

### d) Transfer of assets from customers

During the period ended 30 September 2021, assets transferred from customers amounted to RM8.57 million (30 September 2020: RM8.70 million)

## 6. Trade and other receivables

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
<b>Trade</b>		
Trade receivables	33,820	40,462
Less: Allowance for expected credit losses	<u>(9,931)</u>	<u>(8,800)</u>
	<u>23,889</u>	<u>31,662</u>
<b>Non-trade</b>		
Other receivables	9,435	8,587
Less: Allowance for expected credit losses	<u>(2,999)</u>	<u>(3,068)</u>
	6,436	5,519
Deposits	6,580	6,460
Prepayments	793	920
	<u>13,809</u>	<u>12,899</u>
	<u>37,698</u>	<u>44,561</u>

## 7. Total equity

No additional issuance of share capital as at 30 September 2021.

### Treasury shares

During the period ended 30 September 2021, there was no repurchase of issued ordinary shares from the open market (30 September 2020 : Nil).

## Notes to the Condensed Consolidated Interim Financial Statements

### **8. Changes in composition of the Group**

There are no changes in the composition of the Group for the current quarter and current financial year to-date ended 30 September 2021.

### **9. Operating segments**

The Group has only one reportable segment, which is principally engaged in the abstraction of raw water, treatment of water, supply and sale of treated water to consumers in the State of Penang and to engage in water related business. The Group's Chief Executive Officer (the chief operating decision maker) reviews internal management reports on the reportable segment on a quarterly basis.

Accordingly, information by operating segment on the Group's operations as required by MFRS 8 is not presented.

### **10. Significant event**

The Federal Government issued the Movement Control Order 2.0 ("MCO 2.0"), Conditional Movement Control Order ("CMCO") and Movement Control Order 3.0 ("MCO 3.0") which took effect from 13 January 2021 onwards. On 15 June 2021, the Prime Minister introduced the four-phase National Recovery Plan ("NRP") which focused on easing the restrictions and reopening of society and economy towards the new normal.

With the pandemic continuing, uncertainty pervades the economy and business outlook. As at the date of this report, the ultimate impact of the pandemic is still unknown. Nevertheless, the Group will closely monitor the development of the pandemic while taking measures to safeguard its employees to ensure it is able to continue water supplies, which is an essential service.

Based on the assessment and information available at the date of this report, the Group is able to continue its business as a going concern.

### **11. Contingencies**

There are no contingencies for the period under review.

### **12. Related parties**

There are no significant transactions and changes with Government related entities and key management personnel compensation for the period save as disclosed in Note 20 Loans and borrowings.

## Notes to the Condensed Consolidated Interim Financial Statements

**NOTES PURSUANT TO BURSA MALAYSIA LISTING REQUIREMENTS:  
Chapter 9, Appendix 9B, Part A.****13. Review of Group performance**

Group revenue for the quarter ended 30 September 2021 decreased by RM1.5 million or 1.8% as compared to the corresponding quarter in 2020. The Group registered a profit before tax of RM6.6 million as compared to the preceding year's corresponding quarter of RM11.9 million. This is mainly due to the decrease in revenue generated from sale of water and the increase in the administrative expenses such as allowance for expected credit losses.

	Individual Period 3rd quarter		Changes RM'000	Changes %
	Current period Quarter	Preceding Year Corresponding Quarter		
	30/09/2021	30/09/2020		
	RM'000	RM'000		
Revenue	82,268	83,760	(1,492)	-1.8%
Operating Profit	6,428	11,751	(5,323)	-45.3%
Profit before interest and tax	6,619	11,883	(5,264)	-44.3%
Profit before tax	6,616	11,874	(5,258)	-44.3%
Profit after tax	4,544	11,305	(6,761)	-59.8%
Profit attributable to ordinary equity holders of the parent	4,544	11,305	(6,761)	-59.8%
Total comprehensive profit for the period	4,544	11,305	(6,761)	-59.8%

**14. Variation of results against preceding quarter**

Group revenue increased from RM80.0 million to RM82.3 million as compared to the immediate preceding quarter. The Group registered a profit before tax of RM6.6 million as compared to the immediate preceding quarter of RM2.4 million primarily due to an increase in revenue generated from capital contribution funds.

	Individual Period 3rd quarter		Changes RM'000	Changes %
	Current Quarter	Immediate Preceding Quarter		
	30/09/2021	30/06/2021		
	RM'000	RM'000		
Revenue	82,268	79,981	2,287	2.9%
Operating profit	6,428	2,355	4,073	>100%
Profit before interest and tax	6,619	2,448	4,171	>100%
Profit before tax	6,616	2,432	4,184	>100%
Profit after tax	4,544	1,316	3,228	>100%
Profit attributable to ordinary equity holders of the parent	4,544	1,316	3,228	>100%
Total comprehensive profit for the period	4,544	1,316	3,228	>100%

**15. Current year prospects**

The imposition of the Movement Control Order ("MCO") / Conditional Movement Control Order ("CMCO") have impacted and will continue to impact business levels and consumption patterns adversely. Although the movement control has been eased by the National Recovery Plan ("NRP"), most of the organisations are still adopting work-from-home policies or with the practice where employees work on rotation in offices. Therefore, domestic consumption, which is highly subsidised, continues to remain high, while trade consumption, which cross-subsidises domestic consumers, has declined.

## Notes to the Condensed Consolidated Interim Financial Statements

**16. Profit forecast or profit guarantee**

Not applicable.

**17. Revenue**

Timing of revenue recognition by point in time and over time are as follows :

	Three months ended 30 September			Current year to-date ended 30 September		
	2021	2020	Changes	2021	2020	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Sale of water	76,575	79,420	-4%	227,665	228,246	0%
Capital contribution funds	4,973	3,452	44%	20,103	19,931	1%
Others	720	888	-19%	2,214	2,802	-21%
	<b>82,268</b>	<b>83,760</b>	<b>-2%</b>	<b>249,982</b>	<b>250,979</b>	<b>0%</b>
Timing of revenue recognition:						
- At a point in time	81,705	83,255	-2%	248,341	249,309	0%
- Over time	563	505	11%	1,641	1,670	-2%
	<b>82,268</b>	<b>83,760</b>	<b>-2%</b>	<b>249,982</b>	<b>250,979</b>	<b>0%</b>

**18. Income tax expense**

	Three months ended 30 September		Current year to-date ended 30 September	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
<b>Current income tax</b>				
Current period	125	570	345	876
Over provision in prior year	(53)	(1)	(53)	(1)
	<b>72</b>	<b>569</b>	<b>292</b>	<b>875</b>
<b>Deferred Tax</b>				
Origination and reversal of temporary differences	2,000	-	6,000	-
Income tax expense continuing operations	<b>2,072</b>	<b>569</b>	<b>6,292</b>	<b>875</b>

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax expected for the full year applied to the pre-tax income of the interim period.

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Group for the current year to-date is as follows:

	30 September 2021 RM'000
Profit before taxation	22,300
Taxation at Malaysian statutory tax rate of 24%	5,352
Income not subject to tax	(613)
Expenses not deductible for tax purposes	1,606
Over provision in prior year	(53)
Tax expense for the period	6,292

## Notes to the Condensed Consolidated Interim Financial Statements

Unabsorbed reinvestment allowance can be carried forward for seven consecutive years of assessment immediately following that year of assessment pursuant to the gazette of the Finance Act 2018. Based on existing legislation, as at 30 September 2021, it is anticipated that only RM12 million out of the RM691 million (30 September 2020 : RM10 million out of RM599 million) available will be utilised to set-off against future taxable profits.

**19. Corporate proposals**

There are no corporate proposals which have been announced for the current quarter and current financial year to-date.

**20. Loans and borrowings**

- i) The unsecured and interest free term loan was obtained from the Federal Government via the State Government of Penang to finance Non Revenue Water (NRW) projects :
- RM20 million : repayable over 20 years period with effect from 11 September 2016
  - RM24 million : repayable over 20 years period with effect from 10 December 2018

The subsidiary company has fully drawdown RM20 million from the 1<sup>st</sup> term loan agreement and RM24 million from the 2<sup>nd</sup> term loan agreement.

- ii) In 2020, the subsidiary company fully settled the RM80 million loan from the State Government.

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
<b>Unsecured</b>		
<b>i) Loan from Federal Government via the State Government of Penang</b>		
Nominal value of loans	36,000	38,200
Less: Deemed interest recognised as government grant	(12,696)	(14,026)
Add: Amortised interest	961	1,330
Less: Repayment	(2,200)	(2,200)
	22,065	23,304
<b>ii) Loan from State Government of Penang</b>		
Nominal value of loans	-	40,000
Less: Deemed interest recognised as government grant	-	(3,126)
Add: Amortised interest	-	430
Realisation upon repayment	-	2,696
Less: Repayment	-	(40,000)
	-	-
	22,065	23,304
Analysed as:		
Non-current	19,865	22,386
Current	2,200	918
	22,065	23,304

## Notes to the Condensed Consolidated Interim Financial Statements

**21. Deferred income**

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
<b>Government grant</b>		
Balance at beginning	12,696	17,152
Transfer from loans and borrowings	-	(2,696)
Less : Amortisation	(961)	(1,760)
	<u>11,735</u>	<u>12,696</u>

Government grant represents the difference between the nominal value of the loans obtained as mentioned in Note 20 and the fair value of the loans measured on initial recognition. The government grant is realised over the period from the initial loan drawdown date up to the maturity date of the loans.

**22. Contract liabilities**

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
<b>Capital contribution funds ("CCF")</b>		
Balance at beginning	28,787	30,093
Additions during the period	12,268	32,060
Less : Recognised in revenue	(20,103)	(33,366)
	<u>20,952</u>	<u>28,787</u>
<b>Transfer of assets from customers</b>		
Balance at beginning	96,074	86,626
Additions during the period	8,566	11,634
Less : Amortisation	(1,641)	(2,186)
	<u>102,999</u>	<u>96,074</u>
	<u>123,951</u>	<u>124,861</u>
Analysed as:		
Non-current	100,732	93,978
Current	23,219	30,883
	<u>123,951</u>	<u>124,861</u>

The contract liabilities from Capital Contribution Funds (CCF) and transfer of assets from customers consists of the fair value of the assets transferred to a subsidiary company. The contract liabilities are amortised over the useful life of the CCF and transferred assets.

**23. Deferred liabilities**

	At 30 September 2021 RM'000	At 31 December 2020 RM'000
Non-current	53,974	55,171
Current	1,595	1,595
	<u>55,569</u>	<u>56,766</u>

## Notes to the Condensed Consolidated Interim Financial Statements

Pursuant to migration of the Penang State Water Assets and the loans to Pengurusan Aset Air Berhad (“PAAB”) in the financial year 2011, the Company had entered into Facility and Lease Agreements (“FLA”) with PAAB to enable water supply services to be carried out on the lands leased from PAAB. The FLA is effective for a period of 45 years from 1 August 2011.

Following the above events, the outstanding balance of the loans obtained from the Federal Government via the State Government of Penang was converted into lease incentives, classified under deferred liabilities and are amortised over the lease period of 45 years with effect from 1 August 2011.

### 24. Lease liabilities

	<b>At 30 September 2021 RM'000</b>	<b>At 31 December 2020 RM'000</b>
<b>Lease liabilities</b>		
Balance at beginning	229,056	231,597
Additions during the period	402	871
Accretion of interest	9,761	13,194
Payments	(12,481)	(16,606)
	<u>226,738</u>	<u>229,056</u>
 Analysed as:		
Non-current	223,113	225,554
Current	3,625	3,502
	<u>226,738</u>	<u>229,056</u>

### 25. Material litigation

As at 23 November 2021, there was no material litigation against the Group.

### 26. Dividends

The Board of Directors has declared a single tier interim dividend of 1.25 sen per share amounting to RM4,138,000 for the financial year ending 31 December 2021 (30 September 2020 – single tier interim dividend of 1.25 sen per share amounting to RM4,138,000).

## Notes to the Condensed Consolidated Interim Financial Statements

## 27. Earnings per ordinary share

	<b>Three months ended 30 September 2021 Continuing operations RM'000</b>	<b>Three months ended 30 September 2020 Continuing operations RM'000</b>	<b>Current year to-date 30 September 2021 Continuing operations RM'000</b>	<b>Current year to-date 30 September 2020 Continuing operations RM'000</b>
Profit for the period	4,544	11,305	16,008	23,847
	<b>Three months ended 30 September 2021 '000 Shares</b>	<b>Three months ended 30 September 2020 '000 Shares</b>	<b>Current year to-date 30 September 2021 '000 Shares</b>	<b>Current year to-date 30 September 2020 '000 Shares</b>
Issued ordinary shares at 1 January	331,271	331,271	331,271	331,271
Effect of share buyback	(273)	(273)	(273)	(273)
Weighted average number of ordinary shares	330,998	330,998	330,998	330,998
	<b>Three months ended 30 September 2021 Continuing operations Sen</b>	<b>Three months ended 30 September 2020 Continuing operations Sen</b>	<b>Current year to-date 30 September 2021 Continuing operations Sen</b>	<b>Current year to-date 30 September 2020 Continuing operations Sen</b>
Earnings per share	1.37	3.42	4.84	7.20



## Notes to the Condensed Consolidated Interim Financial Statements

### 28. Auditor's report on preceding annual financial statements

The auditor's report on the audited annual financial statements for the year ended 31 December 2020 was not qualified.

### 29. Notes to the Condensed Statement of Comprehensive Income

	Three months ended 30 September 2021 RM'000	Year to-date 30 September 2021 RM'000
a) Other Operating Income	(3,324)	(9,350)
b) Interest Income	(191)	(392)
c) Interest expense	3	22
d) Interest expense on lease liabilities	3,256	9,761
e) Depreciation of property, plant and equipment	15,820	47,557
f) Depreciation of right-of-use assets	1,678	5,039
g) Expected credit loss on trade and other receivables	1,651	2,835