

PRIVATE & CONFIDENTIAL

PBA HOLDINGS BHD

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

Interim Financial Report

31 December 2021

Condensed Consolidated Statement of Financial Position
As at 31 December 2021 - unaudited

	Note	31 December 2021 RM'000	31 December 2020 RM'000
Assets			
Property, plant and equipment	5	1,096,351	1,121,743
Right-of-use assets		185,088	191,404
Total non-current assets		<u>1,281,439</u>	<u>1,313,147</u>
Inventories		8,892	8,948
Trade and other receivables	6	32,645	44,561
Contract assets	7	23,426	23,426
Current tax assets		798	1,231
Cash and cash equivalents		141,243	107,817
Total current assets		<u>207,004</u>	<u>185,983</u>
Total assets		<u>1,488,443</u>	<u>1,499,130</u>
Equity			
Share capital		327,579	327,579
Reserves		412,389	383,095
Total equity	8	<u>739,968</u>	<u>710,674</u>
Loans and borrowings	21	20,186	22,386
Deferred income	22	11,414	12,696
Contract liabilities	23	101,077	93,978
Deferred liabilities	24	53,575	55,171
Lease liabilities	25	222,177	225,554
Deferred tax liabilities		145,000	154,000
Total non-current liabilities		<u>553,429</u>	<u>563,785</u>
Trade and other payables		166,074	187,752
Loans and borrowings	21	2,200	918
Contract liabilities	23	21,535	30,883
Deferred liabilities	24	1,595	1,595
Lease liabilities	25	3,625	3,502
Current tax liability		17	21
Total current liabilities		<u>195,046</u>	<u>224,671</u>
Total liabilities		<u>748,475</u>	<u>788,456</u>
Total equity and liabilities		<u>1,488,443</u>	<u>1,499,130</u>

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the twelve months ended 31 December 2021 - unaudited

	Note	Three months ended 31 December		Current year-to-date ended 31 December	
		2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Continuing operations					
Revenue	18	84,833	85,324	334,815	336,303
Cost of sales		<u>(56,511)</u>	<u>(57,204)</u>	<u>(223,493)</u>	<u>(227,306)</u>
Gross profit		<u>28,322</u>	<u>28,120</u>	<u>111,322</u>	<u>108,997</u>
Other operating income		4,149	4,845	13,499	15,558
Administrative expenses		<u>(26,774)</u>	<u>(26,204)</u>	<u>(97,194)</u>	<u>(93,510)</u>
Operating profit		<u>5,697</u>	<u>6,761</u>	<u>27,627</u>	<u>31,045</u>
Interest income		126	104	518	555
Profit before interest and tax		<u>5,823</u>	<u>6,865</u>	<u>28,145</u>	<u>31,600</u>
Interest expense		<u>(12)</u>	<u>(15)</u>	<u>(34)</u>	<u>(28)</u>
Profit before tax		<u>5,811</u>	<u>6,850</u>	<u>28,111</u>	<u>31,572</u>
Tax income/(expense)	19	<u>14,922</u>	<u>(5,939)</u>	<u>8,630</u>	<u>(6,814)</u>
Net profit, representing total comprehensive income for the year		<u>20,733</u>	<u>911</u>	<u>36,741</u>	<u>24,758</u>
Earnings per share (sen) :	28	<u>6.26</u>	<u>0.28</u>	<u>11.10</u>	<u>7.48</u>

Condensed Consolidated Statement of Changes in Equity
For the twelve months ended 31 December 2021 - unaudited

	Share Capital RM'000	Treasury Shares RM'000	Distributable Retained Earnings RM'000	Total Equity RM'000
At 1 January 2020				
As previously stated	327,579	(236)	351,077	678,420
Effect of contract assets arising from unbilled water revenue not accounted for *			17,426	17,426
At 1 January 2020 (restated)	327,579	(236)	368,503	695,846
Total comprehensive income for the year	-	-	24,758	24,758
Dividends	-	-	(9,930)	(9,930)
At 31 December 2020	327,579	(236)	383,331	710,674
At 1 January 2021	327,579	(236)	383,331	710,674
Total comprehensive income for the year	-	-	36,741	36,741
Dividends	-	-	(7,447)	(7,447)
At 31 December 2021	327,579	(236)	412,625	739,968

* The financial statements of the Group have been retrospectively restated due to the Group had inadvertently not accounted for the contract assets arising from unbilled water revenue in the prior financial years.

Condensed Consolidated Statement of Cash Flows
For the twelve months ended 31 December 2021 - unaudited

	Twelve months ended 31 December	
	2021	2020
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	28,111	31,572
Adjustments for :		
Accretion of interest	13,017	13,194
Allowance for expected credit losses recovered	(3,007)	(1,989)
Amortisation of assets transferred from customers	(2,354)	(2,186)
Amortisation of deferred liabilities	(1,596)	(1,595)
Depreciation of property, plant and equipment	63,067	62,807
Depreciation of right-of-use assets	6,718	6,764
Distribution income from investment in short term funds	(1,248)	(2,588)
Expected credit losses of trade and other receivables	3,164	3,364
Gain on disposal of property, plant and equipment	(31)	(137)
Interest income	(518)	(555)
Inventories written down	201	29
Property, plant and equipment expensed off	79	452
Property, plant and equipment written off	307	249
Realisation of government grant	(1,282)	(1,760)
Reversal of inventories written off	-	(42)
Unwinding of discount on loans and borrowings	1,282	1,760
Operating profit before working capital changes	<u>105,910</u>	<u>109,339</u>
Inventories	(145)	36
Receivables	11,759	(4,023)
Payables	(21,678)	9,828
Contract liabilities	(9,538)	(1,306)
Cash generated from operations	<u>86,308</u>	<u>113,874</u>
Income tax paid	(953)	(1,259)
Income tax refunded	1,012	-
Net cash from operating activities	<u>86,367</u>	<u>112,615</u>
Cash flows from investing activities		
Interest received	518	555
Distribution income received	1,248	2,588
Proceeds from disposal of PPE	31	165
Purchase of PPE	(28,418)	(97,327)
Net cash used in investing activities	<u>(26,621)</u>	<u>(94,019)</u>
Cash flow from financing activities		
Dividends paid	(7,447)	(9,930)
Payment of lease liabilities	(16,673)	(16,606)
Repayment of government loans	(2,200)	(42,200)
Net cash used in financing activities	<u>(26,320)</u>	<u>(68,736)</u>
Net increase/(decrease) in cash and cash equivalents	33,426	(50,140)
Cash and cash equivalents at beginning	107,817	157,957
Cash and cash equivalents at end	<u>141,243</u>	<u>107,817</u>

Cash and cash equivalents

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

	Twelve months ended 31 December	
	2021	2020
	RM'000	RM'000
Cash and bank balances	52,450	39,473
Short-term deposits with licensed banks	88,793	68,344
	<u>141,243</u>	<u>107,817</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 year ended 31 December 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 February 2022.

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 year ended 31 December 2021, the Group acquired assets with a cost of RM28.42 million (31 December 2020 : RM97.33 million).

Other assets with a carrying amount of RM0.31 million were written off during the year ended 31 December 2021 (31 December 2020 : RM0.25 million).

Notes to the Condensed Consolidated Interim Financial Statements

b) Depreciation and amortisation

	Three months ended		Current year to-date ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Charge for the year				
- Property, plant and equipment	15,510	16,225	63,067	62,807
- Right-of-use assets	1,679	1,677	6,718	6,764
	<u>17,189</u>	<u>17,902</u>	<u>69,785</u>	<u>69,571</u>

c) Capital commitments

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Approved Capital Expenditure:-		
i) Contracted but not provided for	62,000	35,000
ii) Authorised but not contracted for	<u>312,000</u>	<u>371,000</u>

d) Transfer of assets from customers

During the year ended 31 December 2021, assets transferred from customers amounted to RM9.64 million (31 December 2020: RM11.63 million)

6. Trade and other receivables

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Trade		
Trade receivables	27,915	40,462
Less: Allowance for expected credit lossess	<u>(8,393)</u>	<u>(8,800)</u>
	<u>19,522</u>	<u>31,662</u>
Non-trade		
Other receivables	9,578	8,587
Less: Allowance for expected credit lossess	<u>(3,274)</u>	<u>(3,068)</u>
	6,304	5,519
Deposits	5,848	6,460
Prepayments	971	920
	<u>13,123</u>	<u>12,899</u>
	<u>32,645</u>	<u>44,561</u>

Notes to the Condensed Consolidated Interim Financial Statements

7. Contract assets

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Balance at beginning/end	23,426	23,426

Contract assets primarily relate to the Group's rights to consideration for water supplied but not yet billed at the end of the financial year.

8. Total equity

No additional issuance of share capital as at 31 December 2021.

Treasury shares

During the year ended 31 December 2021, there was no repurchase of issued ordinary shares from the open market (31 December 2020 : Nil).

9. 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 31 December 2021.

10. 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.

11. 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, and variants of concern such as Delta and Omicron emerging, uncertainty still 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.

12. Contingencies

There are no contingencies for the year under review.

13. Related parties

There are no significant transactions and changes with Government related entities and key management personnel compensation for the year save as disclosed in Note 21 Loans and borrowings.

Notes to the Condensed Consolidated Interim Financial Statements

**NOTES PURSUANT TO BURSA MALAYSIA LISTING REQUIREMENTS:
Chapter 9, Appendix 9B, Part A.****14. Review of Group performance**

Group revenue for the quarter ended 31 December 2021 decreased by RM0.5 million or 0.6% as compared to the corresponding quarter in 2020. The Group registered a profit before tax of RM5.8 million as compared to the preceding year's corresponding quarter of RM6.9 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 4th quarter		Changes RM'000	Changes %
	Current year Quarter	Preceding Year Corresponding Quarter		
	31/12/2021	31/12/2020		
	RM'000	RM'000		
Revenue	84,833	85,324	(491)	-0.6%
Operating Profit	5,697	6,761	(1,064)	-15.7%
Profit before interest and tax	5,823	6,865	(1,042)	-15.2%
Profit before tax	5,811	6,850	(1,039)	-15.2%
Profit after tax	20,733	911	19,822	>100%
Profit attributable to ordinary equity holders of the parent	20,733	911	19,822	>100%
Total comprehensive profit for the year	20,733	911	19,822	>100%

15. Variation of results against preceding quarter

Group revenue increased from RM82.3 million to RM84.8 million as compared to the immediate preceding quarter. The Group registered a profit before tax of RM5.8 million as compared to the immediate preceding quarter of RM6.6 million primarily due to the increase in the administrative expenses such as allowance for expected credit losses.

	Individual Period 4th quarter		Changes RM'000	Changes %
	Current Quarter	Immediate Preceding Quarter		
	31/12/2021	30/9/2021		
	RM'000	RM'000		
Revenue	84,833	82,268	2,565	3.1%
Operating profit	5,697	6,428	(731)	-11.4%
Profit before interest and tax	5,823	6,619	(796)	-12.0%
Profit before tax	5,811	6,616	(805)	-12.2%
Profit after tax	20,733	4,544	16,189	>100%
Profit attributable to ordinary equity holders of the parent	20,733	4,544	16,189	>100%
Total comprehensive profit for the year	20,733	4,544	16,189	>100%

16. Current year prospects

The imposition of the Movement Control Orders ("MCO") / Conditional Movement Control Orders ("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"), some 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

17. Profit forecast or profit guarantee

Not applicable.

18. Revenue

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

	Three months ended 31 December			Current year to-date ended 31 December		
	2021	2020	Changes	2021	2020	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Sale of water	76,381	71,089	7%	304,046	299,335	2%
Capital contribution funds	7,443	13,435	-45%	27,546	33,366	-17%
Others	1,009	800	26%	3,223	3,602	-11%
	<u>84,833</u>	<u>85,324</u>	<u>-1%</u>	<u>334,815</u>	<u>336,303</u>	<u>0%</u>
Timing of revenue recognition:						
- At a point in time	84,120	84,808	-1%	332,461	334,117	0%
- Over time	713	516	38%	2,354	2,186	8%
	<u>84,833</u>	<u>85,324</u>	<u>-1%</u>	<u>334,815</u>	<u>336,303</u>	<u>0%</u>

19. Income tax expense

	Three months ended 31 December		Current year to-date ended 31 December	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Current income tax				
Current year	149	(361)	494	515
(Over)/under provision in prior year	(71)	300	(124)	299
	<u>78</u>	<u>(61)</u>	<u>370</u>	<u>814</u>
Deferred Tax				
Origination and reversal of temporary differences	(15,000)	6,000	(9,000)	6,000
Tax (Income)/expense	<u>(14,922)</u>	<u>5,939</u>	<u>(8,630)</u>	<u>6,814</u>

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:

	31 December 2021 RM'000
Profit before taxation	28,111
Taxation at Malaysian statutory tax rate of 24%	6,746
Income not subject to tax	(410)
Expenses not deductible for tax purposes	1,824
Deferred tax movement not recognised	(16,666)
Over provision in prior year	(124)
Tax income for the year	(8,630)

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 31 December 2021, it is anticipated that only RM79 million out of the RM695 million (31 December 2020 : RM14 million out of RM690 million) available will be utilised to set-off against future taxable profits.

20. Corporate proposals

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

21. 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 1st term loan agreement and RM24 million from the 2nd term loan agreement.

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

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Unsecured		
i) Loan from Federal Government via the State Government of Penang		
Nominal value of loans	36,000	38,200
Less: Deemed interest recognised as government grant	(12,696)	(14,026)
Add: Amortised interest	1,282	1,330
Less: Repayment	(2,200)	(2,200)
	22,386	23,304
ii) Loan from State Government of Penang		
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)
	-	-
	22,386	23,304
Analysed as:		
Non-current	20,186	22,386
Current	2,200	918
	22,386	23,304

Notes to the Condensed Consolidated Interim Financial Statements

22. Deferred income

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Government grant		
Balance at beginning	12,696	17,152
Transfer from loans and borrowings	-	(2,696)
Less : Amortisation	(1,282)	(1,760)
	<u>11,414</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.

23. Contract liabilities

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Capital contribution funds ("CCF")		
Balance at beginning	28,787	30,093
Additions during the year	18,008	32,060
Less : Recognised in revenue	(27,546)	(33,366)
	<u>19,249</u>	<u>28,787</u>
Transfer of assets from customers		
Balance at beginning	96,074	86,626
Additions during the year	9,643	11,634
Less : Amortisation	(2,354)	(2,186)
	<u>103,363</u>	<u>96,074</u>
	<u>122,612</u>	<u>124,861</u>
Analysed as:		
Non-current	101,077	93,978
Current	21,535	30,883
	<u>122,612</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.

24. Deferred liabilities

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Non-current	53,575	55,171
Current	1,595	1,595
	<u>55,170</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.

25. Lease liabilities

	At 31 December 2021 RM'000	At 31 December 2020 RM'000
Lease liabilities		
Balance at beginning	229,056	231,597
Additions during the year	402	871
Accretion of interest	13,017	13,194
Payments	(16,673)	(16,606)
	225,802	229,056
Analysed as:		
Non-current	222,177	225,554
Current	3,625	3,502
	225,802	229,056

26. Material litigation

As at 23 February 2022, there was no material litigation against the Group.

27. Dividends

The Board of Directors recommend a single tier final dividend of 1.00 sen per share amounting to RM3,310,000 for the financial year ended 31 December 2021 subject to the approval of shareholders at the forthcoming Annual General Meeting (31 December 2020 – single tier final dividend of 1.00 sen per share amounting to RM3,310,000).

Notes to the Condensed Consolidated Interim Financial Statements

28. Earnings per ordinary share

	Three months ended 31 December 2021 Continuing operations RM'000	Three months ended 31 December 2020 Continuing operations RM'000	Current year to-date 31 December 2021 Continuing operations RM'000	Current year to-date 31 December 2020 Continuing operations RM'000
Profit for the year	20,733	911	36,741	24,758
	Three months ended 31 December 2021 '000 Shares	Three months ended 31 December 2020 '000 Shares	Current year to-date 31 December 2021 '000 Shares	Current year to-date 31 December 2020 '000 Shares
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
	Three months ended 31 December 2021 Continuing operations Sen	Three months ended 31 December 2020 Continuing operations Sen	Current year to-date 31 December 2021 Continuing operations Sen	Current year to-date 31 December 2020 Continuing operations Sen
Earnings per share	6.26	0.28	11.10	7.48

Notes to the Condensed Consolidated Interim Financial Statements

29. 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.

30. Notes to the Condensed Statement of Comprehensive Income

	Three months ended 31 December 2021 RM'000	Year to-date 31 December 2021 RM'000
a) Other Operating Income	(4,149)	(13,499)
b) Interest Income	(126)	(518)
c) Interest expense	12	34
d) Interest expense on lease liabilities	3,256	13,017
e) Depreciation of property, plant and equipment	15,510	63,067
f) Depreciation of right-of-use assets	1,679	6,718
g) Expected credit loss on trade and other receivables	329	3,164