

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
(Incorporated in Malaysia)

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for 2nd quarter from 1 November 2020 to 31 January 2021

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/01/2021	31/01/2020	31/01/2021	31/01/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	356,023	268,269	587,466	558,068
Cost of Sales	(309,750)	(258,421)	(524,168)	(524,750)
Gross Profit	46,273	9,848	63,298	33,318
Other Income	780	266	1,817	2,186
Operating Expenses	(9,063)	(10,833)	(18,532)	(20,961)
Profit / (Loss) from Operations	37,990	(719)	46,583	14,543
Finance Costs	(3,448)	(5,265)	(6,990)	(12,176)
Share of profit / (loss) of equity-accounted investees, net of tax	2,879	(1,893)	6,747	(11,216)
Profit / (Loss) Before Tax	37,421	(7,877)	46,340	(8,849)
Tax (expense) / income	(7,322)	311	(9,162)	(1,915)
Profit / (Loss) for the Period	30,099	(7,566)	37,178	(10,764)
Other Comprehensive Income / (Loss)				
Fair value gain / (loss) on other investments	115	(87)	66	(82)
Foreign currency translation differences for foreign operations	2	(74)	20	(89)
	117	(161)	86	(171)
Total Comprehensive Income / (Loss)	30,216	(7,727)	37,264	(10,935)
Profit / (Loss) Attributable to:				
Owners of the parent	30,052	(7,657)	37,018	(10,923)
Non-Controlling Interests	47	91	160	159
	30,099	(7,566)	37,178	(10,764)
Total Comprehensive Income / (Loss) Attributable to:				
Owners of the parent	30,169	(7,818)	37,104	(11,094)
Non-Controlling Interests	47	91	160	159
	30,216	(7,727)	37,264	(10,935)
Earnings / (Loss) Per Share (EPS)				
(a) Basic (sen)	2.21	(0.57)	2.73	(0.82)
(b) Diluted (sen)	1.92	(0.47)	2.37	(0.67)

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
(Incorporated in Malaysia)

Condensed Consolidated Statements of Financial Position as at 31 January 2021

	31/01/2021 (Unaudited)	31/07/2020 (Audited)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	266,607	272,532
Right-of-Use assets	392	484
Investment properties	8,619	8,728
Investment in joint venture	427,877	421,130
Other investments	794	729
	<u>704,289</u>	<u>703,603</u>
Current assets		
Inventories	276,770	354,194
Trade and other receivables	332,540	196,258
Current tax assets	7,887	13,474
Deposits with licensed banks	2,320	21,874
Cash and cash equivalents	93,197	145,197
	<u>712,714</u>	<u>730,997</u>
Total assets	<u>1,417,003</u>	<u>1,434,600</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	698,912	680,166
Treasury shares	(7,499)	(7,499)
Warrant reserves	30,341	30,341
Translation reserves	(282)	(302)
Share option reserves	5,401	5,401
Fair value reserves	(1,815)	(1,881)
RCUIDS reserves	13,505	27,752
Retained earnings	160,909	128,065
	<u>899,472</u>	<u>862,043</u>
Non-Controlling Interests	(773)	(933)
Total equity	<u>898,699</u>	<u>861,110</u>
Non-current liabilities		
Lease liabilities	-	315
Deferred tax liabilities	31,898	36,446
	<u>31,898</u>	<u>36,761</u>
Current liabilities		
Loans and borrowings	447,894	506,261
Trade and other payables	36,157	28,942
Lease liabilities	406	181
Derivative liabilities	-	1
Contract liabilities	-	1,341
Current tax payable	1,949	3
	<u>486,406</u>	<u>536,729</u>
Total liabilities	<u>518,304</u>	<u>573,490</u>
Total equity and liabilities	<u>1,417,003</u>	<u>1,434,600</u>
Net assets per share attributable to owners of the parent (RM)	0.65	0.64

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
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Condensed Consolidated Statements of Cash Flows for the period ended 31 January 2021

	Current Year To-date 31/01/2021 RM'000	Preceding Year Corresponding Period 31/01/2020 RM'000
<u>Operating Activities</u>		
Profit / (Loss) Before Tax	46,340	(8,849)
Adjustments for:		
Depreciation of investment properties	110	109
Depreciation of property, plant and equipment	6,717	6,696
Depreciation of right-of use assets	92	-
Finance income:		
Other investments	(106)	(9)
Deposits with licensed banks	(435)	(1,557)
(Gain) / Loss on disposal of property, plant and equipment	(1,025)	618
Finance costs	6,990	12,177
Net overdue interest income	(416)	(160)
Net unrealised foreign exchange loss	778	477
Property, plant and equipment written off	16	54
Reversal for impairment on trade receivables	(158)	-
Write-down of inventories to net realisable value	6,051	566
Share of (profit) / loss of equity-accounted joint venture, net of tax	(6,747)	11,216
Operating profit before changes in working capital	58,207	21,338
Net changes in current assets	(64,794)	145,340
Net changes in current liabilities	5,875	(21,629)
Cash (used in) / generated from operations	(712)	145,049
Interest paid	(9,071)	(11,696)
Net overdue interest income	416	160
Net income tax paid	(1,679)	(5,427)
Net cash (used in) / generated from operating activities	(11,046)	128,086
<u>Investing Activities</u>		
Finance income:		
Other investments	106	9
Deposits with licensed banks	435	1,557
Decrease in other investments	19,554	8
Proceeds from disposal of property, plant and equipment	1,992	216
Purchase of property, plant and equipment	(1,871)	(15,402)
Net cash generated from / (used in) investing activities	20,216	(13,612)
<u>Financing Activities</u>		
Dividends paid	(4,174)	(6,694)
Payment of lease liabilities	(101)	-
Repayment of borrowings	(56,275)	(230,120)
Proceed from Issuance of RCUIDS	-	(2,398)
Net cash used in financing activities	(60,550)	(239,212)
Net Decrease in Cash and Cash Equivalents	(51,380)	(124,738)
Effect of exchange rate changes	(620)	217
Cash and Cash Equivalents at beginning of period	145,197	178,921
Cash and Cash Equivalents at end of period	93,197	54,400

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
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Condensed Consolidated Statements of Changes in Equity for the period ended 31 January 2021

	-----> Attributable to equity holders of the parent <-----										
	-----> Non-distributable <-----					<-----> Distributable <-----					
	Share Capital RM'000	Treasury Shares RM'000	Warrant Reserves RM'000	Translation Reserves RM'000	Share Option Reserves RM'000	Fair Value Reserves RM'000	RCUIDS Reserves RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
As at end of current quarter ended 31 January 2021											
Opening balance as at 1 August 2020	680,166	(7,499)	30,341	(302)	5,401	(1,881)	27,752	128,065	862,043	(933)	861,110
Total comprehensive income	-	-	-	20	-	66	-	37,018	37,104	160	37,264
Transactions with owners											
Issuance of ordinary shares pursuant to:-											
- Conversion of RCUIDS	18,746	-	-	-	-	-	(18,746)	-	-	-	-
RCUIDS DTA adjustments	-	-	-	-	-	-	4,499	-	4,499	-	4,499
Final dividend for the financial year ended 31 July 2020 (Single tier of 0.3 sen)	-	-	-	-	-	-	-	(4,174)	(4,174)	-	(4,174)
Transactions with owners	18,746	-	-	-	-	-	(14,247)	(4,174)	325	-	325
Closing balance as at 31 January 2021	698,912	(7,499)	30,341	(282)	5,401	(1,815)	13,505	160,909	899,472	(773)	898,699
As at preceding year corresponding quarter ended 31 January 2020											
Opening balance as at 1 August 2019	672,099	(7,499)	30,341	(142)	5,663	(1,516)	33,883	130,210	863,039	(1,247)	861,792
Total comprehensive loss	-	-	-	(89)	-	(82)	-	(10,923)	(11,094)	159	(10,935)
Transactions with owners											
Final dividend for the financial year ended 31 July 2019 (Single tier of 0.5 sen)	-	-	-	-	-	-	-	(6,694)	(6,694)	-	(6,694)
Transactions with owners	-	-	-	-	-	-	-	(6,694)	(6,694)	-	(6,694)
Closing balance as at 31 January 2020	672,099	(7,499)	30,341	(231)	5,663	(1,598)	33,883	112,593	845,251	(1,088)	844,163

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

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Notes to the Quarterly Report – 31 January 2021

PART A : EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

1. Basis of preparation

These interim financial statements are unaudited and have been prepared in accordance with MFRS 134 “Interim Financial Reporting” issued by Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 July 2020. These explanatory notes attached to the 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 financial year ended 31 July 2020.

2. Significant Accounting Policies

This interim financial report has been prepared based on accounting policies and methods of computation which are consistent with those adopted in the annual audited financial statements for the year ended 31 July 2020.

The Group has not adopted the following standards, interpretations and amendments that have been issued but not yet effective:

MFRSs, interpretations and amendments effective for annual 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*

2. Significant Accounting Policies (cont'd)

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2022

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)*.
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*.
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)*.
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018–2020)*.
- Amendments to MFRS 116, *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*.
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)*.

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*.
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*.

MFRSs, interpretations and amendments effective for annual periods beginning on or after a 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*.

The Group does not plan to apply MFRS 17, *Insurance Contracts* that is effective for the annual periods beginning on 1 January 2023 as it is not applicable to the Group.

The initial application of the abovementioned accounting standards, interpretations and amendments are not expected to have any material financial impact to the current period and prior period financial statements of the Group.

3. Audit qualification

There were no audit qualifications on the annual financial statements of the Group for the year ended 31 July 2020.

4. Seasonal or cyclical factors

The Group's business operations are not materially affected by any major seasonal factors except during Hari Raya and Chinese New Year festive seasons where business activities generally slow down.

5. Material unusual items

There were no items of an unusual nature or amount affecting assets, liabilities, equity, net income or cash flows during the quarter.

6. Material changes in estimates

There were no material changes in estimates of amount reported in prior interim period that have material impact in the current quarter under review.

7. Issuances, cancellation, repurchase, resale and repayment of debt and equity securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review except the following:

- a) Conversion of 37,491,900 Five (5) - Year 5% Redeemable Convertible Unsecured Islamic Debt Securities (“RCUIDS”) to 37,491,900 new ordinary shares on the basis of one (1) RCUIDS for every one (1) ordinary share; and
- b) As at quarter ended 31 January 2021, a total of 5,492,000 buy-back shares were held as treasury shares and carried at cost.

8. Dividend paid

A single tier dividend of 0.3 sen per ordinary share in respect of the financial year ended 31 July 2020 was approved by shareholders at the 24th Annual General Meeting of the Company held on 17 December 2020. A total amount of RM4,174,068.62 was paid on 25 January 2021 to depositors registered in the Record of Depositors at the close of business on 4 January 2021.

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9. Segment information

The Group's activities are identified into the following business segments:

	← 6 months ended 31 January 2021 →						
	Trading	Manufac- turing	Property and Investment	Transport- ation	Mining explor- ation	Elimina- tion	Group
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
SALES							
- External sales	290,681	295,217	-	1	1,567	-	587,466
- Intersegment sales	-	1,418	5,929	1,707	-	(9,054)	-
Total sales	<u>290,681</u>	<u>296,635</u>	<u>5,929</u>	<u>1,708</u>	<u>1,567</u>	<u>(9,054)</u>	<u>587,466</u>
RESULTS							
Finance income	229	303	1	8	-	-	541
Finance costs	4,404	2,251	335	-	-	-	6,990
Depreciation & amortisation	387	4,857	924	194	557	-	6,919
Share of profit of joint venture	-	-	-	-	-	-	6,747
Segment profit/(loss)	<u>4,632</u>	<u>34,999</u>	<u>(1,366)</u>	<u>349</u>	<u>979</u>	<u>6,747</u>	<u>46,340</u>

10. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendments from the previous annual report.

11. Significant events

There were no material events subsequent to the end of the interim period up to the date of this report.

12. Changes in the composition of the Group

There were no significant changes in the composition of the Group as at the date of this report.

13. Changes in contingent liabilities and assets

The contingent liabilities as at 31 January 2021 are as follow:

Unsecured Contingent Liabilities :-	Group	
	31.01.2021 RM'000	31.01.2020 RM'000
In respect of indemnity provided for bank guarantees issued	6,825	6,825
Total	6,825	6,825

14. Capital commitments

The Group has no significant capital commitment as at 31 January 2021.

15. Related party transactions

Related party transactions for the quarter under review in which certain Directors have direct/indirect interest are as follows:

	Group	
	Current year quarter 31.01.2021 RM'000	Current year-to- date 31.01.2021 RM'000
	Purchases of steel products by certain wholly owned subsidiaries of the Group from JK Ji Seng Sdn.Bhd.	83,952

These transactions have been entered into in the normal course of business and at arm's length basis and on terms no more favourable to the related party than those generally available to the public and are not detrimental to minority shareholders.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

16. Review of performance

Table 1: Financial review for current quarter and financial year to date for the quarter ended 31 January 2021.

	Individual Quarter		Changes		Cumulative Quarter		Changes	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount	%	Current Year To-date	Preceding Year Corresponding Period	Amount	%
	31/01/2021	31/01/2020	RM'000	%	31/01/2021	31/01/2020	RM'000	%
Revenue	356,023	268,269	87,754	33%	587,466	558,068	29,398	5%
Gross Profit	46,273	9,848	36,425	370%	63,298	33,318	29,980	90%
Profit / (Loss) from Operations	37,990	(719)	38,709	5384%	46,583	14,543	32,040	220%
Profit / (Loss) Before Tax	37,421	(7,877)	45,298	575%	46,340	(8,849)	55,189	624%
Profit / (Loss) for the Period	30,099	(7,566)	37,665	498%	37,178	(10,764)	47,942	445%
Profit / (Loss) Attributable to:								
Owners of the parent	30,052	(7,657)	37,709	492%	37,018	(10,923)	47,941	439%
Non-Controlling Interests	47	91	(44)	-48%	160	159	1	1%
	30,099	(7,566)	37,665	498%	37,178	(10,764)	47,942	445%

For the current quarter under review, Group revenue increased by 33% to RM356.02 million over the preceding year corresponding quarter revenue of RM268.27 million due to both higher sales volume and higher steel prices.

The Trading division reported 34% increase in revenue to RM196.97 million as compared to RM146.47 million in the preceding year corresponding quarter, whilst the Manufacturing division reported 20% increase in revenue to RM159.24 million as compared to the preceding year corresponding quarter revenue of RM132.83 million.

The Group registered a Profit from Operations of RM37.99 million for the current quarter as compared to Loss from Operations of RM0.72 million in the preceding year corresponding quarter due to the higher sales volume and improved margins in tandem with rising steel prices.

For the quarter under review, the Group recorded a Profit before Tax of RM37.42 million as compared to Loss before Tax of RM7.88 million in the preceding year corresponding quarter. This significant variation was also contributed by the turnaround in the JV entity which registered a profit of RM2.88 million for the quarter under review as compared to a loss of RM1.89 million in the preceding year corresponding quarter.

17. Comparison with immediate preceding quarter's results

Table 2: Financial review for current quarter compared with immediate preceding quarter

	Individual Quarter		Changes	
	Current Year Quarter	Immediate Preceding Quarter	Amount	%
	31/01/2021	31/10/2020		
	RM'000	RM'000	RM'000	%
Revenue	356,023	231,443	124,580	54%
Gross Profit	46,273	17,025	29,248	172%
Profit from Operations	37,990	8,593	29,397	342%
Profit Before Tax	37,421	8,919	28,502	320%
Profit for the Period	30,099	7,079	23,020	325%
Profit Attributable to:				
Owners of the parent	30,052	6,966	23,086	331%
Non-Controlling Interests	47	113	(66)	-58%
	30,099	7,079	23,020	325%

For the current quarter under review, Group revenue increased by 54% to RM356.02 million from RM231.44 million in the immediate preceding quarter due to higher sales volume and increased selling prices for both the Trading and Manufacturing divisions.

With operating expenses held steady, Profit from Operations in the current quarter increased by 342% to RM37.99 million as compared to RM8.59 million in the immediate preceding quarter.

And as a result, the Group registered a Profit before Tax of RM37.42 million in Q2 FY2021 as compared to Profit before Tax of RM8.92 million in Q1 FY2021.

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18. Prospects

After an uncertain and difficult 2020 due to the unprecedented Covid-19 pandemic, the outlook for the global economy is positive as it is expected to recover in the current year. In January, the International Monetary Fund (IMF) has revised upwards their 2021 global growth forecast by 0.3% to 5.5%.

For Malaysia, while near-term growth was affected by the re-imposition of Movement Control Order 2.0 (MCO 2.0) on 13 January 2021, it was less severe than previously and the growth momentum is projected to resume from the second quarter onwards. Bank Negara Malaysia (BNM) expects growth to be supported by a turnaround in public and private sector expenditure and continued support from various policy measures and 2021 Budget. The vaccine roll-out is also expected to lift sentiments.

Malaysia is maintaining its growth forecast of between 6.5% and 7.5% for 2021 with the construction sector expected to grow at 13.9% as major infrastructure projects such as: Mass Rapid Transit Line 3 (MRT3); Gemas-Johor Double Tracking Project; Rapid Transit System Link (RTS) from Johor Bahru to Woodlands; the Klang Valley First Phase Double Tracking Project; Pan Borneo Highway; and the various affordable housing projects are revived and accelerated to meet deadlines.

Rising global steel prices attributed to worldwide supply disruptions, industrial sector rebound and higher raw material prices, have benefited the steel players as margins expand in tandem with the rising prices. Together with the projected resumption of growth for the Malaysian economy and construction sector from the second quarter onwards, and the turnaround of our JV entity, the Board is optimistic of the prospects and performance of the Group for the remaining quarters of FY2021.

19. Variance of actual and forecast profit

Not applicable.

20. Tax

	Group	
	Current year quarter 31.01.2021	Current year-to- date 31.01.2021
	RM'000	RM'000
	Income tax	7,347
Deferred tax	(24)	(49)
	7,322	9,162

The Group's effective tax rate was lower than the statutory income tax rate of 24% mainly due to share of profit of joint venture which resulted in higher profit before tax at Group level. The Group's effective tax rate was approximate the statutory income tax rate should the calculation exclude the share of profit of the joint venture.

21. Status of corporate proposal

There was no corporate proposal as at the date of this announcement.

22. Loans and borrowings

The Group's borrowings as at 31 January 2021 are as follows:

	Long Term RM'000	Short Term RM'000	Total RM'000
<u>Secured:</u>			
Bankers' Acceptances	-	408,823	408,823
Revolving credit	-	30,000	30,000
<u>Unsecured:</u>			
RCUIDS	-	9,071	9,071
	-	447,894	447,894

Bankers' Acceptances and revolving credit are secured by corporate guarantees of the Company.

As at 31 January 2021, the Company has extended corporate guarantees amounting to RM438.82 million to financial institutions for banking facilities granted to certain subsidiaries. The financial impact of the guarantees is not material as the subsidiaries concerned are in positive financial standings to meet their obligations as and when they fall due.

22. Loans and borrowings (cont'd)

The redeemable convertible unsecured Islamic debt securities (“RCUIDS”) are constituted by a Trust Deed entered into between the Company and the trustee on 10 May 2016.

23. Material litigation

There is no material litigation for the quarter under review.

24. Dividend

The Board of Directors does not recommend any dividend for the period under review.

25. Earnings per share (“EPS”)

a) Basic EPS

The basic earnings per share is calculated by dividing the Group’s net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares in issue.

	Current Year Quarter 31.01.2021	Current Year- to-date 31.01.2021
Profit attributable to owners of the parent (RM'000)	30,052	37,018
Weighted average number of ordinary shares in issue ('000)	1,358,176	1,358,176
Basic earnings per share (sen)	2.21	2.73

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25. Earnings per share (“EPS”) (cont’d)

b) Diluted EPS

The diluted earnings per share is calculated by dividing the Group’s net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares that would have been in issue upon full exercise of the remaining options under ESOS, warrants and redeemable convertible secured bonds, adjusted for the number of such ordinary shares that would have been issued at fair value.

	Current Year Quarter 31.01.2021	Current Year- to-date 31.01.2021
Profit attributable to owners of the parent (basis) (RM'000)	30,052	37,018
Interest expense on RCUIDS, net of tax (RM'000)	123	254
Profit attributable to owners of the parent (diluted) (RM'000)	30,175	37,272
Weighted average number of ordinary shares in issue (basis) ('000)	1,358,176	1,358,176
Effect of conversion of RCUIDS	213,548	213,548
Weighted average number of ordinary shares in issue (diluted) ('000)	1,571,724	1,571,724
Diluted earnings per share (sen)	1.92	2.37

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26. Profit from operations

	Current Year Quarter 31.01.2021 RM'000	Current Year- to-date 31.01.2021 RM'000
<i>Profit for the period is arrived at after charging:</i>		
Depreciation of property, plant and equipment	3,311	6,717
Depreciation of investment properties	56	110
Depreciation of right-of-use assets	46	92
Finance costs	3,448	6,990
Write-down of inventories to net realisable value	2,295	6,051
Property, plant and equipment written off	9	16
<i>and after crediting / (charging):</i>		
Gain on disposal of property, plant and equipment	578	1,025
Finance income:		
Other investments	30	106
Deposits with licensed banks	96	435
Net foreign exchange loss		
Realised	(111)	(31)
Unrealised	(171)	(778)
Net overdue interest income	104	416
Rental income	240	480
Reversal for impairment on trade receivables	18	158
Share of profit of equity-accounted joint venture, net of tax	2,879	6,747

27. Authorisation for Issue

The Interim Financial Statements were authorised for issue by the Board of Directors on 25 March 2021.

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