

IQ GROUP HOLDINGS BERHAD
(200301034523)(636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

THIRD QUARTER REPORT ENDED 31 DECEMBER 2022

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022**

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 9 months ended	Preceding year corresponding period of 9 months ended
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Revenue	32,460	31,819	100,606	99,604
Investment revenue	88	5	208	34
Other gains and losses	(2,887)	474	3,967	2,013
Changes in inventories of finished goods and work-in-progress	(524)	(566)	(6,366)	5,229
Raw materials and consumables used	(10,068)	(13,904)	(43,424)	(48,227)
Purchase of trading goods	(2)	41	21	(100)
Employee benefits expense	(9,454)	(10,150)	(28,597)	(31,560)
Depreciation and amortisation of non-current assets	(1,382)	(1,369)	(4,131)	(4,046)
Finance costs	(52)	(60)	(165)	(200)
Other operating expenses	(6,878)	(8,229)	(12,019)	(22,642)
Development cost written off	(1,534)	-	(1,534)	-
Profit/(loss) before tax	(233)	(1,939)	8,566	105
Tax income/(expense)	(1,034)	(304)	(1,737)	(1,984)
Profit/(loss) for the period	(1,267)	(2,243)	6,829	(1,879)
Profit/(loss) for the period attributable to:				
Owners of the Company	(1,267)	(2,243)	6,829	(1,879)
Non-controlling interests	-	-	-	-
	<u>(1,267)</u>	<u>(2,243)</u>	<u>6,829</u>	<u>(1,879)</u>
Earnings/(loss) per ordinary share attributable to owners of the Company (sen):				
Basic	(1.44)	(2.55)	7.76	(2.13)
Diluted	N/A	N/A	N/A	N/A

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

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022**

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 9 months ended	Preceding year corresponding period of 9 months ended
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) for the period	(1,267)	(2,243)	6,829	(1,879)
Exchange differences on translating foreign operations	(873)	364	(3,730)	1,083
Total comprehensive income/(loss) for the period	<u>(2,140)</u>	<u>(1,879)</u>	<u>3,099</u>	<u>(796)</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(2,140)	(1,879)	3,099	(796)
Non-controlling interests	-	-	-	-
	<u>(2,140)</u>	<u>(1,879)</u>	<u>3,099</u>	<u>(796)</u>

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

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at end of current quarter 31 December 2022 Unaudited RM'000	As at preceding financial year ended 31 March 2022 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	10,874	11,827
Right-of-use assets	2,810	2,713
Product development costs	7,100	9,205
Deferred tax assets	745	765
Total non-current assets	21,529	24,510
Current assets		
Inventories	47,501	61,006
Trade and other receivables	29,465	29,285
Current tax assets	2,042	2,011
Other assets	1,462	2,729
Short-term deposits with licensed banks	17,995	15,600
Cash and bank balances	30,515	13,524
Total current assets	128,980	124,155
Total assets	150,509	148,665
EQUITY AND LIABILITIES		
Capital and reserves		
Issued capital	96,177	96,177
Reserves	6,159	9,889
Retained earnings/(accumulated losses)	21,043	14,214
Total equity attributable to Owners of the Company	123,379	120,280
Non-controlling interest	-	-
Total equity	123,379	120,280
Non-current liabilities		
Deferred tax liabilities	8	8
Lease liabilities	819	653
Bank Borrowings	2,730	3,514
Total non-current liabilities	3,557	4,175
Current liabilities		
Trade and other payables	20,653	21,448
Lease liabilities	826	826
Bank Borrowings	1,002	1,002
Tax liabilities	1,092	934
Total current liabilities	23,573	24,210
Total liabilities	27,130	28,385
Total equity and liabilities	150,509	148,665
Net assets per share attributable to owners of the Company (RM)	1.40	1.37

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

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THIRD QUARTER REPORT ENDED 31 DECEMBER 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 31 DECEMBER 2022**

	-----Attributable to owners of the Company -----				
	Non-Distributable			Distributable	
	Issued Capital RM'000	Translation Reserve RM'000	Legal Reserve RM'000	Retained Earnings RM'000	Total RM'000
Balance as of 1 April 2022	96,177	9,764	125	14,214	120,280
Profit/(Loss) for the year	-	-	-	6,829	6,829
Other comprehensive income/(loss) for the period	-	(3,730)	-	-	(3,730)
Total comprehensive income/(loss) for the period	-	(3,730)	-	6,829	3,099
Transfer to legal reserve	-	-	-	-	-
Balance as of 31 December 2022	96,177	6,034	125	21,043	123,379
Balance as of 1 April 2021	96,177	4,986	125	24,407	125,695
Profit/(Loss) for the year	-	-	-	(1,879)	(1,879)
Other comprehensive income/(loss) for the period	-	1,083	-	-	1,083
Total comprehensive income/(loss) for the period	-	1,083	-	(1,879)	(796)
Transfer to legal reserve	-	-	1,412	(1,412)	-
Balance as of 31 December 2021	96,177	6,069	1,537	21,116	124,899

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

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THIRD QUARTER REPORT ENDED 31 DECEMBER 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE NINE MONTHS ENDED 31 DECEMBER 2022**

	Current year ended 31 December 2022 RM'000	Preceding year ended 31 December 2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) for the year	6,829	(1,879)
Adjustments for :		
Tax expense/ (income) recognised in profit or loss	1,737	1,984
Depreciation and amortisation of non-current assets	4,131	4,046
Unrealised (gain)/loss on foreign exchange	1,225	818
(Gain)/Loss on disposal of property, plant and equipment	9	4
Gain arising from striking-off of investment in a subsidiary	(1,919)	-
Product development cost written off	1,534	-
Inventories written off	634	-
(Reversal)/ Allowance for slow moving stock	(964)	-
(Gain)/Loss on disposal of assets classified as held for sales	-	(457)
Property, plant and equipment written off	-	-
Finance costs	165	200
Interest income	(208)	(34)
Other non-cash items	143	55
Operating profit/(loss) before working capital changes	13,316	4,737
(Increase) / Decrease in:		
Inventories	13,835	(10,553)
Trade and other receivables	(1,361)	(6,315)
Other assets	1,265	1,337
Increase / (Decrease) in:		
Trade and other payables	(381)	(3,903)
Cash generated from operations	26,674	(14,697)
Tax refunded	18	54
Tax paid	(1,600)	(2,333)
Net cash (used in)/generated from operating activities	25,092	(16,976)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	208	34
Proceeds from disposal of property, plant and equipment	3	-
Proceeds from disposal of assets classified as held for sales	-	2,089
Purchase of property, plant and equipment	(1,013)	(1,782)
Addition to capitalised development costs	(1,004)	(1,478)
Net cash (used in)/generated from investing activities	(1,806)	(1,137)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liabilities	(969)	(752)
Interest on lease liabilities	(165)	(201)
Repayment of borrowing	(784)	(790)
Net cash (used in)/generated from financing activities	(1,918)	(1,743)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	21,368	(19,856)
Effect of foreign exchange rate changes	(1,982)	466
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	29,124	27,692
CASH AND CASH EQUIVALENTS AT END OF PERIOD	48,510	8,302

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

THIRD QUARTER REPORT ENDED 31 DECEMBER 2022

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

PART A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134 - INTERIM FINANCIAL REPORTING

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Securities).

The accounting policies and methods of computation adopted by the Group for the interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 March 2022.

The preparation of an interim financial report in conformity with MFRS 134, Interim Financial Reporting requires management to make judgement, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRS were issued but not yet effective and have not been applied by the Group.

MFRS and Amendments to MFRS	Effective for annual period beginning on or after
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 4 Extension of the Temporary Exemption from Applying MFRS 9	1 January 2023
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101 Disclosure of Accounting Policies and MFRS Practice Statements 2	1 January 2023
Amendments to MFRS 108 Definition of Accounting Estimates	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 to a date to be announced by MASB
Amendments to MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 17 Initial Application of MFRS 9 and MFRS 17 - Comparative information	1 January 2023

During the current financial year, the Group has adopted all the new and revised MFRSs that are relevant and effective for the current financial year. The adoption of the new and revised MFRSs has no significant impact on the financial statements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2022.

2. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the preceding annual financial statements was not subject to any qualification.

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3. SEASONAL OR CYCLICAL FACTORS

The Group serves a wide customer base in Europe, Japan, Australasia and USA with localised seasonal and model mix requirements. Hence fluctuations in demand during the year are normal and expected.

4. UNUSUAL MATERIAL EVENTS

There was no unusual material event during the reporting quarter.

5. MATERIAL CHANGES IN ESTIMATES

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

6. CHANGES IN DEBT AND EQUITY SECURITIES

Proposed Authority for the Company to purchase its own shares

At the Annual General Meeting of the Company held on 29 August 2022, the shareholders of the Company had granted a mandate for the Company to purchase its own ordinary shares as may be determined by the Directors of the Company up to maximum of 10% of the issued and paid-up capital of the Company. The mandate will expire upon the conclusion of the next Annual General Meeting of the Company.

There were no cancellations, repurchases, resale and repayment of debt and equity securities, share buy-back or shares held as treasury shares during the quarter ended 31 December 2022.

7. DIVIDENDS PAID

No dividend has been paid by the Company for the quarter ended 31 December 2022.

8. SEGMENT REPORTING

**Cumulative quarter ended
31 December 2022**

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
<u>Revenue</u>					
External revenue	-	74,752	25,854	-	100,606
Inter-segment revenue	4,266	102,385	-	(106,651)	-
Total revenue	<u>4,266</u>	<u>177,137</u>	<u>25,854</u>	<u>(106,651)</u>	<u>100,606</u>

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
<u>Results</u>					
Profit/(loss) from operations	(147)	5,645	1,146	1,714	8,358
Investment revenue	184	24	-	-	208
Profit/(loss) before tax					8,566
Income tax income/(expense)					<u>(1,737)</u>
Profit/(loss) after tax					<u>6,829</u>

9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are stated at cost less accumulated depreciation. There was no revaluation of property, plant and equipment for the current quarter.

THIRD QUARTER REPORT ENDED 31 DECEMBER 2022

10. MATERIAL SUBSEQUENT EVENT

There were no material events subsequent to the current financial quarter ended 31 December 2022 up to the date of this report.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets as at date of issue of this interim financial report.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. PERFORMANCE REVIEW

Financial review for current quarter and financial year to date

	Individual Quarter		Changes	Cumulative Quarter		Changes
	Current year quarter ended	Preceding year corresponding quarter ended		Current year to-date for 9 months ended	Preceding year corresponding period of 9 months ended	
	31 December 2022	31 December 2021		31 December 2022	31 December 2021	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	32,460	31,819	2%	100,606	99,604	1%
Operating Profit/(Loss)	2,618	(2,358)	-211%	4,556	(1,742)	-362%
Profit/(Loss) Before Interest and Tax	(181)	(1,879)	-90%	8,731	305	2763%
Profit/(Loss) Before Tax	(233)	(1,939)	88%	8,566	105	8058%
Profit/(Loss) After Tax	(1,267)	(2,243)	44%	6,829	(1,879)	-463%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(1,267)	(2,243)	44%	6,829	(1,879)	-463%

For the current quarter under review, the Group's revenue increased by RM0.64 million or 2.0% as compared to the third quarter ended 31 December 2021 mainly due to favourable exchange rate on US Dollar against Ringgit Malaysia which translate into higher sales in Ringgit Malaysia.

The Group recorded a loss before taxation of RM0.23 million for the quarter under review, representing a decrease in loss before tax by RM1.71 million as compared to that of the preceding year quarter. The decrease in loss before tax was mainly due to the following:

- a. Higher gross profit margin as a result of favourable exchange rate position in current year quarter as compared to preceding year quarter.
- b. Some cost of quality incurred during preceding year quarter.

However, the above were offset by the followings:

- a. Development cost written off of RM1.53 million in current year quarter.
- b. Higher foreign exchange loss by RM1.99 million in current year quarter as compared to preceding year quarter.

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Segmental Analysis

The performance of the respective operating segments are analysed as follows:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 9 months ended	Preceding year corresponding period of 9 months ended
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
Revenue				
Investment holding	1,444	1,485	4,266	4,851
Manufacturing	59,336	54,488	177,137	176,741
Trading	9,057	8,095	25,854	23,837
Total	69,837	64,068	207,257	205,429
Eliminations	(37,377)	(32,249)	(106,651)	(105,825)
Revenue after eliminations	32,460	31,819	100,606	99,604
Profit/(loss) before tax				
Investment holding	(4)	167	37	659
Manufacturing	(345)	(2,377)	5,669	(888)
Trading	376	303	1,146	528
Total	27	(1,907)	6,852	299
Eliminations	(260)	(32)	1,714	(194)
Profit/(Loss) before tax after eliminations	(233)	(1,939)	8,566	105

Investment Holdings

Q3 FY2023 vs. Q3 FY2022

The investment holding segment profit decreased by RM0.17 million in the current quarter as compared to preceding year quarter, mainly due to the following:

- a. Lower revenue by RM0.04 million in current year quarter as compared to preceding year quarter.
- b. Higher foreign exchange loss by RM0.06 million in current year quarter as compared to preceding year quarter.
- c. Higher operating expenses in current year quarter as compared to preceding year quarter due to higher travelling expenses as a results of the lifting of Covid-19 travel restrictions.

Q3 YTD FY2023 vs. Q3 YTD FY2022

The investment holding segment YTD profit decreased by RM0.62 million in the current year as compared to preceding year, mainly due to the following:

- a. Lower revenue by RM0.59 million in current year as compared in preceding year due to dividends received of RM0.23 million in preceding year.
- b. Gain on disposal of a property in the UK of RM0.46 million in preceding year.

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Manufacturing

Q3 FY2023 vs. Q3 FY2022

The manufacturing segment loss is decreased by RM2.03 million, mainly due to higher revenue and higher gross profit margin as a result of favourable exchange rate on US Dollar against Ringgit Malaysia and Renminbi in current year quarter as compared to preceding year quarter.

However, the positive impact was offset by the following:

- a. Development cost written off of RM1.53 million in current year quarter.
- b. Higher foreign exchange loss by RM1.97 million in current year quarter as compared to preceding year quarter.

Q3 YTD FY2023 vs. Q3 YTD FY2022

The manufacturing segment YTD profit is higher by RM6.55 million in the current year as compared to preceding year, mainly due to the following:

- a. Foreign exchange gain of RM1.48 million in current year as compared to foreign exchange loss of RM0.36 million in preceding year.
- b. Higher revenue and higher gross profit margin as a result of favourable exchange rate on US Dollar against Ringgit Malaysia and Renminbi.
- c. Some cost of quality incurred in preceding year.

Trading

Q3 FY2023 vs. Q3 FY2022

The trading segment profit increased by RM0.07 million in the current year quarter as compared to preceding year quarter mainly due to the following:

- a. Increase in revenue by RM0.96 million in the current year quarter as compared to preceding year quarter.
- b. Lower operating expenses in the current year quarter.

Q3 YTD FY2023 vs. Q3 YTD FY2022

The trading segment YTD profit increased by RM0.62 million in the current year as compared to preceding year. The profit increased mainly due to the following:

- a. Higher gross profit as a result of higher revenue in current year as compared to preceding year.
- b. Lower operating expenses in current year as compared to preceding year.

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2. COMPARISON WITH THE IMMEDIATE PRECEDING QUARTER'S RESULTS

Financial review for current quarter compared to immediate preceding quarter

	Current Year Quarter ended 31 December 2022 RM'000	Immediate Preceding Quarter ended 30 September 2022 RM'000	Changes %
Revenue	32,460	40,568	-20.0%
Operating Profit/(Loss)	2,618	2,471	5.9%
Profit/(Loss) Before Interest and Tax	(181)	5,065	-103.6%
Profit/(Loss) Before Tax	(233)	5,008	-104.7%
Profit/(Loss) After Tax	(1,267)	4,250	-129.8%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(1,267)	4,250	-129.8%

The Group's revenue for the current quarter was RM32.46 million, representing a decrease of RM8.11 million or 20.0% as compared to that of the immediate preceding quarter ended 30 September 2022, mainly due to the following:

- a. Delay in quarter ended 30 June 2022 sales to immediate preceding quarter.
- b. Delay in current quarter sales to next quarter.
- c. Launching of new product in the immediate preceding quarter.

The Group recorded a loss before taxation of RM0.23 million for the quarter under review. The Group's profit before tax decreased by RM5.24 million as compared to that of the immediate preceding quarter, mainly due to the following:

- a. Development cost written off of RM1.53 million in current year quarter.
- b. Foreign exchange loss of RM2.42 million in current year quarter as compared to foreign exchange gain of RM2.51 million in immediate preceding quarter.

3. COMMENTARY ON PROSPECTS

IQ-group continues to benefit from the key customer relationships which have been developed over multiple years and we continue to develop new and exciting solutions, targeting both established and additional customers/channels.

As recently mentioned, customer engagement is now enjoying renewed opportunity and momentum as travel, trade fairs and face to face meetings once again becomes the norm as the globe exits the period of covid concern.

In this new era, collaborative interaction is welcomed by our customers as all parties seek to accelerate business growth, particularly in this period where the obvious energy saving attributes of IQ's sensor controls are embraced, as both consumers and businesses seek solutions to mitigate the spiraling energy costs across key markets.

Given the above, we remain confident with regard to future prospects, as we best position ourselves... riding upon our strengths and our relevant technology in this changing world.

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4. VARIANCE OF ACTUAL AND FORECASTED PROFIT AND SHORTFALL IN PROFIT GUARANTEE

The disclosure requirements for explanatory notes for the variance of actual profit after tax and forecast profit after tax are not applicable.

The Group did not announce any profit guarantee.

5. NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 Dec 2022 RM'000	Current year- to-date ended 31 Dec 2022 RM'000
Interest income	(88)	(208)
Other expense/ (income) including investment income **	462	(2,380)
Interest expense	52	165
Depreciation and amortisation	1,382	4,131
Provision for and written off of receivables *	-	-
Provision for and written off of inventories *	-	634
(Gain)/Loss on disposal of quoted/unquoted investments	-	(1,919)
(Gain)/Loss on disposal of properties *	-	-
Impairment of assets #	1,534	1,534
Foreign exchange (gain) or loss	2,425	(1,587)
(Gain) or loss on derivatives *	-	-
Exceptional item charged / (credited) *	-	-

* Not applicable during the period

Product development cost written off

** Exclude interest income

6. INCOME TAX EXPENSE

	Quarter ended 31 Dec 2022 RM'000	Current year- to-date ended 31 Dec 2022 RM'000
Estimated income tax expense:		
Current tax expense/(income)	997	1,653
Under/(over)-provision in prior year	89	89
Deferred tax	(52)	(5)
	<u>1,034</u>	<u>1,737</u>

The Group's current quarter income tax reflects an effective tax rate which is higher than the statutory income tax rate mainly due to losses of certain subsidiaries which cannot be offset against taxable profits made by other subsidiaries.

The Group's financial year to-date income tax reflects an effective tax rate which is lower than the statutory income tax rate mainly due to gain arising from striking-off of investment in a subsidiary which is not subject to corporate tax.

7. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT YET TO BE COMPLETED

There were no corporate proposals announced but not completed as at the date of issue of this interim financial report.

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8. GROUP BORROWINGS AND DEBT SECURITIES

Bank borrowings

	As at 31 Dec 2022 RM'000	As at 31 Mar 2022 RM'000
<u>Short term</u>		
Term loan (secured)	1,002	1,002
<u>Long term</u>		
Term loan (secured)	1,743	2,495
Term loan (unsecured)	987	1,019
	3,732	4,516

The currency profile of borrowings are as follows:

	As at 31 Dec 2022 RM'000	As at 31 Mar 2022 RM'000
Ringgit Malaysia	2,745	3,497
Japanese Yen	987	1,019
	3,732	4,516

9. FINANCIAL INSTRUMENTS

As at 31 December 2022, there is no foreign currency contract which have been entered into by the Group to hedge its foreign receivables.

10. MATERIAL LITIGATION

There was no material litigation pending as at date of issue of this interim financial report.

11. DIVIDENDS DECLARED OR PAYABLE

No interim dividend has been declared by the Company for the quarter ended 31 December 2022.

12. EARNINGS PER SHARE

a. Basic earnings per share

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

	Current Quarter ended 31 Dec 2022	Current year- to-date ended 31 Dec 2022
Profit/(loss) for the period attributable to the owners of the Company (RM'000)	(1,267)	6,829
Weighted average number of ordinary shares in issue ('000)	88,028	88,028
Basic earnings/(loss) per share (sen)	(1.44)	7.76

b. Diluted earnings per share

The Group has no dilution in its earnings per ordinary share for the current quarter and year to-date under review as the Group has no potential ordinary shares in issue.

Date: 27 February 2023