

**ZHULIAN CORPORATION BERHAD** (Registration No. 199701000031 (415527 - P))

Plot 42, Bayan Lepas Industrial Estate,  
Phase IV, 11900 Penang, Malaysia.  
Tel: 604-6162020 Fax: 604-6425989

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 NOVEMBER 2021**

|   | <b>Current Year<br/>To Date<br/>30.11.2021<br/>RM'000<br/>(Unaudited)</b> | <b>As at Preceding<br/>Financial<br/>Year End<br/>30.11.2020<br/>RM'000<br/>(Audited)</b> |
|---|---|---|
| <b>Assets</b>   |   |   |
| Property, plant and equipment                             | 84,995  | 91,893  |
| Right-of-use assets                                       | 15,905  | 18,235  |
| Investment properties                                     | 25,178  | 22,726  |
| Investment in an associate                                | 168,912   | 226,023   |
| Deferred tax assets                                       | 8,782   | 5,642   |
| <b>Total non-current assets</b>                           | <b>303,772</b>  | <b>364,519</b>  |
| Asset held for sale                                       | 1,470   | -   |
| Inventories   | 42,369  | 44,868  |
| Current tax assets  | 1,758   | 1,080   |
| Trade and other receivables                               | 17,745  | 30,412  |
| Cash and cash equivalents                                 | 234,620   | 191,655   |
| <b>Total current assets</b>                               | <b>297,962</b>  | <b>268,015</b>  |
| <b>Total assets</b>                                       | <b>601,734</b>  | <b>632,534</b>  |
| <b>Equity</b>   |   |   |
| Share capital   | 230,000   | 230,000   |
| Reserves  | 331,366   | 355,968   |
| <b>Total equity attributable to owners of the Company</b> | <b>561,366</b>  | <b>585,968</b>  |
| <b>Non-controlling interests</b>                          | <b>-</b>  | <b>-</b>  |
| <b>Total equity</b>                                       | <b>561,366</b>  | <b>585,968</b>  |
| <b>Liabilities</b>  |   |   |
| Lease liabilities   | 105   | 232   |
| Deferred tax liabilities                                  | 2,100   | 1,830   |
| <b>Total non-current liabilities</b>                      | <b>2,205</b>  | <b>2,062</b>  |
| Lease liabilities   | 127   | 121   |
| Trade and other payables                                  | 37,696  | 41,171  |
| Contract liabilities                                      | 189   | 178   |
| Current tax liabilities                                   | 151   | 3,034   |
| <b>Total current liabilities</b>                          | <b>38,163</b>   | <b>44,504</b>   |
| <b>Total liabilities</b>                                  | <b>40,368</b>   | <b>46,566</b>   |
| <b>Total equity and liabilities</b>                       | <b>601,734</b>  | <b>632,534</b>  |
| <i>Net asset per ordinary share (sen)</i>                 | <i>122.04</i>   | <i>127.38</i>   |

The selected explanatory notes form an integral part of,  
and should be read in conjunction with, this interim financial report.

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

|  | Individual Quarter  |   | Cumulative Quarters   |   |
|--|---|---|---|---|
|  | Current<br>Year<br>Quarter<br>30.11.2021<br>RM'000<br>(Unaudited) | Preceding<br>Year<br>Quarter<br>30.11.2020<br>RM'000<br>(Unaudited) | Current<br>Year<br>To Date<br>30.11.2021<br>RM'000<br>(Unaudited) | Preceding<br>Year<br>To Date<br>30.11.2020<br>RM'000<br>(Audited) |
| <b>Revenue</b>   | <u>33,559</u>   | <u>43,600</u>   | <u>149,616</u>  | <u>170,677</u>  |
| <b>Results from operating activities</b>   | 6,804   | 13,274  | 35,850  | 46,163  |
| Share of profit of equity-accounted associate, net of tax  | 4,160   | 3,139   | 15,674  | 13,399  |
| <b>Profit before tax</b>   | <u>10,964</u>   | <u>16,413</u>   | <u>51,524</u>   | <u>59,562</u>   |
| Tax income/(expense)   | 1,685   | (2,860)   | (6,165)   | (12,788)  |
| <b>Profit for the period/year attributable to owners of the Company</b>                                | <u>12,649</u>   | <u>13,553</u>   | <u>45,359</u>   | <u>46,774</u>   |
| <b>Items that will not be reclassified subsequently to profit or loss</b>                              |   |   |   |   |
| Share of other comprehensive income of equity-accounted associate                                      | -   | 870   | -   | 870   |
| <b>Items that are or may be reclassified subsequently to profit or loss</b>                            |   |   |   |   |
| Foreign currency translation differences for foreign operations  | 102   | (811)   | (54)  | 38  |
| Share of other comprehensive income/(expenses) of equity-accounted associate                           | 2,655   | (15,915)  | 8,293   | (7,302)   |
| <b>Total other comprehensive income/(expenses) for the period/year, net of tax</b>                     | <u>2,757</u>  | <u>(15,856)</u>   | <u>8,239</u>  | <u>(6,394)</u>  |
| <b>Total comprehensive income/(expenses) for the period/year attributable to owners of the Company</b> | <u>15,406</u>   | <u>(2,303)</u>  | <u>53,598</u>   | <u>40,380</u>   |
| <b>Profit for the period/year attributable to:</b>   |   |   |   |   |
| Owners of the Company  | 12,649  | 13,553  | 45,359  | 46,774  |
| Non-controlling interests  | -   | -   | -   | -   |
|  | <u>12,649</u>   | <u>13,553</u>   | <u>45,359</u>   | <u>46,774</u>   |
| <b>Total comprehensive income/(expenses) for the period/year attributable to:</b>                      |   |   |   |   |
| Owners of the Company  | 15,406  | (2,303)   | 53,598  | 40,380  |
| Non-controlling interests  | -   | -   | -   | -   |
|  | <u>15,406</u>   | <u>(2,303)</u>  | <u>53,598</u>   | <u>40,380</u>   |
| <i>Weighted average number of ordinary shares in issue ('000)</i>                                      | 460,000   | 460,000   | 460,000   | 460,000   |
| <i>Basic earnings per ordinary share (sen)</i>   | <u>2.75</u>   | <u>2.95</u>   | <u>9.86</u>   | <u>10.17</u>  |

The selected explanatory notes form an integral part of,  
and should be read in conjunction with, this interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

|   | Individual Quarter  |   | Cumulative Quarters   |   |
|---|---|---|---|---|
|   | Current<br>Year<br>Quarter<br>30.11.2021<br>RM'000<br>(Unaudited) | Preceding<br>Year<br>Quarter<br>30.11.2020<br>RM'000<br>(Unaudited) | Current<br>Year<br>To Date<br>30.11.2021<br>RM'000<br>(Unaudited) | Preceding<br>Year<br>To Date<br>30.11.2020<br>RM'000<br>(Audited) |
| Included in the total comprehensive income for the period/year are the following: |   |   |   |   |
| Interest income   | (1,171)   | (1,194)   | (3,809)   | (4,252)   |
| Other income including investment income  | (2,028)   | (4,059)   | (3,330)   | (4,530)   |
| Interest expense  | 3   | 18  | 15  | 18  |
| Depreciation and amortisation   | 2,359   | 2,411   | 9,181   | 9,361   |
| Provision for/(Reversal of) and write off of receivables                          | (201)   | 40  | (224)   | (1)   |
| Provision for/(Reversal of) and write off of inventories                          | (100)   | 253   | 165   | 135   |
| (Gain) or loss on disposal of property, plant and equipment                       | -   | (42)  | (13)  | (55)  |
| (Gain) or loss on disposal of quoted or unquoted investments                      | -   | -   | -   | -   |
| Impairment/(Reversal of impairment) of assets                                     | 127   | (1,386)   | 184   | 1,946   |
| Foreign exchange (gain) or loss   | (3,210)   | 17,209  | (10,436)  | 7,079   |
| (Gain)/Loss on derivatives  | -   | -   | -   | -   |

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

|  | Share<br>Capital<br>RM'000 | Non-<br>distributable<br>Translation<br>Reserve<br>RM'000 | Non-<br>distributable<br>Capital<br>Reserve<br>RM'000 | Distributable<br>Retained<br>Earnings<br>RM'000 | Total<br>Equity<br>RM'000 |
|--|----------------------------|---|---|---|---------------------------|
| <b>At 1 December 2019</b>  | 230,000                    | 59,026  | 2,000   | 323,562   | 614,588                   |
| Foreign currency translation differences for foreign operations                          | -                          | 38  | -   | -   | 38                        |
| Share of other comprehensive (expenses)/income of equity-accounted associate, net of tax | -                          | (7,302)   | -   | 870   | (6,432)                   |
| Total other comprehensive (expenses)/income for the year                                 | -                          | (7,264)   | -   | 870   | (6,394)                   |
| Profit for the year  | -                          | -   | -   | 46,774  | 46,774                    |
| <b>Total comprehensive (expenses)/income for the year</b>                                | -                          | (7,264)   | -   | 47,644  | 40,380                    |
| Dividends to owners of the Company   | -                          | -   | -   | (69,000)  | (69,000)                  |
| <b>At 30 November 2020</b>   | <u>230,000</u>             | <u>51,762</u>   | <u>2,000</u>  | <u>302,206</u>                                  | <u>585,968</u>            |

|   | Share<br>Capital<br>RM'000 | Non-<br>distributable<br>Translation<br>Reserve<br>RM'000 | Non-<br>distributable<br>Capital<br>Reserve<br>RM'000 | Distributable<br>Retained<br>Earnings<br>RM'000 | Total<br>Equity<br>RM'000 |
|---|----------------------------|---|---|---|---------------------------|
| <b>At 1 December 2020</b>   | 230,000                    | 51,762  | 2,000   | 302,206   | 585,968                   |
| Foreign currency translation differences for foreign operations               | -                          | (54)  | -   | -   | (54)                      |
| Share of other comprehensive income of equity-accounted associate, net of tax | -                          | 8,293   | -   | -   | 8,293                     |
| Total other comprehensive income for the year                                 | -                          | 8,239   | -   | -   | 8,239                     |
| Profit for the year   | -                          | -   | -   | 45,359  | 45,359                    |
| <b>Total comprehensive income for the year</b>                                | -                          | 8,239   | -   | 45,359  | 53,598                    |
| Dividends to owners of the Company  | -                          | -   | -   | (78,200)  | (78,200)                  |
| <b>At 30 November 2021</b>  | <u>230,000</u>             | <u>60,001</u>   | <u>2,000</u>  | <u>269,365</u>                                  | <u>561,366</u>            |

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

|  | <b>Current Year<br/>To Date<br/>30.11.2021<br/>RM'000<br/>(Unaudited)</b> | <b>Preceding Year<br/>To Date<br/>30.11.2020<br/>RM'000<br/>(Audited)</b> |
|--|---|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>              |   |   |
| Profit before tax  | 51,524  | 59,562  |
| Adjustments for:   |   |   |
| Non-cash items   | (8,514)   | (2,592)   |
| Non-operating items                                      | (3,809)   | (4,252)   |
| Operating profit before changes in working capital       | 39,201  | 52,718  |
| Changes in working capital                               | 11,702  | 3,115   |
| Cash generated from operations                           | 50,903  | 55,833  |
| Dividend received from an associate                      | 83,009  | 21,353  |
| Interest paid  | (15)  | (18)  |
| Tax paid   | (12,596)  | (13,592)  |
| Retirement benefits paid                                 | -   | (625)   |
| Net cash from operating activities                       | 121,301   | 62,951  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>              |   |   |
| Interest received  | 3,809   | 4,252   |
| Capital expenditure                                      | (3,929)   | (2,182)   |
| Proceeds from disposal of fixed assets                   | 19  | 100   |
| Net cash (used in)/from investing activities             | (101)   | 2,170   |
| <b>CASH FLOWS FROM FINANCING ACTIVITY</b>                |   |   |
| Dividends paid to owners of the Company                  | (78,200)  | (64,400)  |
| Payment of lease liabilities                             | (121)   | (87)  |
| Net cash used in financing activities                    | (78,321)  | (64,487)  |
| Net increase in cash and cash equivalents                | 42,879  | 634   |
| Cash and cash equivalents at 1 December                  | 191,655   | 191,022   |
| Effects of exchange rates on cash and cash equivalents   | 86  | (1)   |
| <b>Cash and cash equivalents at 30 November (Note 1)</b> | <b>234,620</b>  | <b>191,655</b>  |
| <b>NOTE 1</b>  | <b>RM'000</b>   | <b>RM'000</b>   |
| Cash and cash equivalents consist of:                    |   |   |
| Short term deposits with licensed banks                  | 138,717   | 180,360   |
| Cash and bank balances                                   | 95,903  | 11,295  |
| Total cash and cash equivalents                          | 234,620   | 191,655   |

The selected explanatory notes form an integral part of,  
and should be read in conjunction with, this interim financial report.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021**

**1. Basis of Preparation**

These condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted for the audited annual financial statements for the financial year ended 30 November 2020, except as set out below.

***New accounting pronouncements adopted for this interim financial report***

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures – Interest Rate Benchmark Reform*

The Group has performed the necessary assessments and concluded that the above accounting pronouncements do not have any significant impact to the Group.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group:

***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*

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 April 2021***

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions*

***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)*

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021**

**1. Basis of Preparation (continued)**

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

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

*MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be determined*

- 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 plans to apply the abovementioned accounting standards, amendments and interpretations in the respective financial years when the abovementioned accounting standards, amendments and interpretations become effective.

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

**2. Auditors' Qualification**

Not applicable. No qualification on the audit report of the preceding annual audited financial statements of Zhulian Corporation Berhad.

**3. Seasonal or Cyclical Factors**

The Group's performance is not affected by any seasonal or cyclical factors.

**4. Exceptional Items**

Except as disclosed in the financial statements, there were no material exceptional items affecting the Group's assets, liabilities, equity, net income, or cash flows for the financial period under review.

**5. Changes in Estimates**

There was no material change in the estimate of amounts reported in prior financial year.

**6. Debt and Equity Securities**

There was no issuance or repayment of debt and equity, shares buy-backs, shares cancellations, shares held as treasury shares and resale of treasury shares for the current financial period to date.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021****7. Dividends Paid**

Since the end of previous financial year:

- (i) A fourth interim dividend of 3 sen and a special dividend of 5 sen per ordinary share, totalling RM36,800,000 in respect of the financial year ended 30 November 2020 were declared on 20 January 2021 and were paid on 10 March 2021.
- (ii) A first interim dividend of 3 sen per ordinary share totalling RM13,800,000 in respect of the financial year ended 30 November 2021 was declared on 14 April 2021 and was paid on 2 June 2021.
- (iii) A second interim dividend of 3 sen per ordinary share totalling RM13,800,000 in respect of the financial year ended 30 November 2021 was declared on 14 July 2021 and was paid on 1 September 2021.
- (iv) A third interim dividend of 3 sen per ordinary share totalling RM13,800,000 in respect of the financial year ended 30 November 2021 has been declared on 13 October 2021 and was paid on 1 December 2021.

**8. Segment Revenue and Results**

The Group principally manufactures jewellery and consumer products, thereafter sells them through a direct marketing network. The analysis of revenue by reportable segments is based on the geographical location of the customers. The operation at Thailand is carried out by an associate of the Group.

| Revenue      | Individual Period    |                        | Changes<br>% | Cumulative Period    |                        | Changes<br>% |
|--------------|----------------------|------------------------|--------------|----------------------|------------------------|--------------|
|              | Current Year Quarter | Preceding Year Quarter |              | Current Year To-date | Preceding Year To-date |              |
|              | 30.11.2021<br>RM'000 | 30.11.2020<br>RM'000   |              | 30.11.2021<br>RM'000 | 30.11.2020<br>RM'000   |              |
| Malaysia     | 8,950                | 9,111                  | (2%)         | 36,729               | 30,357                 | 21%          |
| Thailand     | 20,822               | 29,117                 | (28%)        | 95,431               | 120,652                | (21%)        |
| Cambodia     | 1,304                | 4,494                  | (71%)        | 11,355               | 17,433                 | (35%)        |
| Myanmar      | 2,242                | 437                    | 413%         | 4,629                | 437                    | 959%         |
| Others       | 241                  | 441                    | (45%)        | 1,472                | 1,798                  | (18%)        |
| <b>Total</b> | <b>33,559</b>        | <b>43,600</b>          | <b>(23%)</b> | <b>149,616</b>       | <b>170,677</b>         | <b>(12%)</b> |

**9. Revaluation of Property, Plant and Equipment**

No revaluation policy was adopted for property, plant and equipment of the Group.

**10. Material Post Balance Sheet Events**

There were no other material events subsequent to the end of period under review which have not been reflected in this interim financial report.

**11. Changes in Contingent Liabilities and Assets and Changes in Material Litigations**

There was no material change in contingent liabilities and assets and material litigations as at the end of the reporting period.



**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021**12. **Review of Group's Performance****Financial review for current quarter and financial period to date:**

|  | Individual Period    |                        | Changes | Cumulative Period    |                        | Changes |
|--|----------------------|------------------------|---------|----------------------|------------------------|---------|
|  | Current Year Quarter | Preceding Year Quarter |         | Current Year To-date | Preceding Year To-date |         |
|  | 30.11.2021<br>RM'000 | 30.11.2020<br>RM'000   |         | 30.11.2021<br>RM'000 | 30.11.2020<br>RM'000   |         |
| <b>Revenue</b>   | 33,559               | 43,600                 | (23%)   | 149,616              | 170,677                | (12%)   |
| <b>Results from operating activities</b>                           | 6,804                | 13,274                 | (49%)   | 35,850               | 46,163                 | (22%)   |
| <b>Share of profit of equity-accounted associate, net of tax</b>   | 4,160                | 3,139                  | 33%     | 15,674               | 13,399                 | 17%     |
| <b>Profit before tax</b>   | 10,964               | 16,413                 | (33%)   | 51,524               | 59,562                 | (13%)   |
| <b>Profit after tax</b>  | 12,649               | 13,553                 | (7%)    | 45,359               | 46,774                 | (3%)    |
| <b>Profit for the period attributable to owners of the Company</b> | 12,649               | 13,553                 | (7%)    | 45,359               | 46,774                 | (3%)    |

**Consolidated Statement of Profit or Loss and Other Comprehensive Income**

The Group's revenue for the year under review was RM149.6 million, a decrease of 12% as compared to preceding year of RM170.7 million. Preceding year partially spanned before the World Health Organization declared the Coronavirus (COVID-19) outbreak to be a pandemic on 11 March 2020, which has since caused severe global social and economic disruptions and uncertainties, including markets where the Group operates.

Share of profit of equity-accounted associate for the year under review was RM15.7 million, an increase of 17% as compared to preceding year of RM13.4 million.

Profit before tax for the year under review was RM51.5 million, a decrease of 13% as compared to preceding year of RM59.6 million.

Profit after tax for the year under review was RM45.4 million, a decrease of 3% as compared to preceding year of RM46.8 million.

**Consolidated Statement of Financial Position**

The Group's total assets as at 30 November 2021 was RM601.7 million, a decrease of RM30.8 million from last financial year ended 30 November 2020 of RM632.5 million. The decrease was mainly attributable to lower trade receivables balance and dividends paid to shareholders of the Group.

The Group's total liabilities as at 30 November 2021 was RM40.4 million, a decrease of RM6.2 million from last financial year ended 30 November 2020 of RM46.6 million.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021****12. Review of Group's Performance (continued)****Consolidated Statement of Financial Position (continued)**

The Group's total equity as at 30 November 2021 was RM561.4 million, a decrease of RM24.6 million from last financial year ended 30 November 2020 of RM586.0 million.

The Group's net asset per ordinary share as at 30 November 2021 was RM1.22.

**Consolidated Statement of Cash Flows**

The Group's cash and cash equivalents as at 30 November 2021 was RM234.6 million, an increase of RM42.9 million from last financial year ended 30 November 2020 of RM191.7 million.

The net cash inflow from operating activities was RM121.3 million, substantially contributed by dividend received from an associate.

The net cash outflow used in investing activities was RM0.1 million, mainly interest received offset against capital expenditure.

The net cash outflow used in financing activities was RM78.3 million, mainly dividends paid to shareholders of the Group.

**13. Material Changes in Profit before Tax reported as compared with the Immediate Preceding Quarter**

Financial review for current quarter compared with immediate preceding quarter:

|   | Current Quarter      | Immediate Preceding Quarter | Changes<br>% |
|---|----------------------|-----------------------------|--------------|
|   | 30.11.2021<br>RM'000 | 31.08.2021<br>RM'000        |              |
| Revenue   | 33,559               | 36,669                      | (8%)         |
| Results from operating activities                           | 6,804                | 9,694                       | (30%)        |
| Share of profit of equity-accounted associate, net of tax   | 4,160                | 2,859                       | 46%          |
| Profit before tax   | 10,964               | 12,553                      | (13%)        |
| Profit after tax  | 12,649               | 9,569                       | 32%          |
| Profit for the period attributable to owners of the Company | 12,649               | 9,569                       | 32%          |

Revenue for the current quarter under review was RM33.6 million, a decrease of 8% as compared to immediate preceding quarter of RM36.7 million.

Share of profit of equity-accounted associate for the current quarter under review was RM4.2 million, an increase of 46% as compared to immediate preceding quarter of RM2.8 million.

Profit before tax for the current quarter under review was RM11.0 million, a decrease of 13% as compared to immediate preceding quarter of RM12.6 million.

Profit after tax for the current quarter under review was RM12.6 million, an increase of 32% as compared to immediate preceding quarter of RM9.6 million. The increase was mainly attributable to certain subsidiary turned profitable and recognised deferred tax assets derived from its' previous year business losses in order to be utilised against its' future taxable profits.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021****14. Current year prospects**

The Group's business is closely linked to the sentiments of general consumer market and the fluctuating foreign currency exchange. Strengthening or weakening of Ringgit Malaysia against United States Dollar ("USD") will have an impact on the Group's performance as all export revenue are transacted in USD.

The Group ensures its business long term survival by adapting to the constant market demand change wherever possible while it remains cautious to the economic impact caused by the Coronavirus (COVID-19) outbreak. The Group is committed to continuously improve its' business operational efficiency and maintain sufficient cash flows in the year 2022.

**15. Variance of Actual Profit from Forecast Profit**

Not applicable.

**16. Taxation**

|                     | Individual Quarter                              |   | Cumulative Quarters                             |   |
|---------------------|---|---|---|---|
|                     | Current Year<br>Quarter<br>30.11.2021<br>RM'000 | Preceding Year<br>Quarter<br>30.11.2020<br>RM'000 | Current Year<br>To Date<br>30.11.2021<br>RM'000 | Preceding Year<br>To Date<br>30.11.2020<br>RM'000 |
| <b>Current Year</b> | 3,153   | 2,646   | 10,799  | 12,582  |
| <b>Prior Year</b>   | (4,838)   | 214   | (4,634)   | 206   |
| <b>Total</b>        | <u>(1,685)</u>                                  | <u>2,860</u>                                      | <u>6,165</u>                                    | <u>12,788</u>                                     |

The effective tax rate for the year under review was lower than statutory tax rate due to an associate operates in foreign jurisdiction and hence subject to lower applicable tax rate. Prior year taxation adjusted in the current quarter under review was mainly attributable to certain subsidiary turned profitable and recognised deferred tax assets derived from its' previous year business losses in order to be utilised against its' future taxable profits.

**17. Status of Corporate Proposals**

There was no corporate proposal being announced during the period.

**18. Group Borrowings**

There were no borrowings as at the end of the period under review.

**19. Off Balance Sheet Financial Instruments**

There are no off balance sheet financial instruments as at the date of this report.

**20. Trade Receivables**

The ageing analysis of the trade receivables (included under trade and other receivables category in the Statement of Financial Position) for 30 November 2021 is as follows:

|                      | RM'000        | %              |
|----------------------|---------------|----------------|
| Not past due         | 14,658        | 99.86%         |
| Past due 1-30 days   | 16            | 0.11%          |
| Past due 31-120 days | 1             | 0.01%          |
| Past due >120 days   | 4             | 0.02%          |
|                      | <u>14,679</u> | <u>100.00%</u> |

The Group did not fully impair the past due trade receivables as the Group is satisfied that the recovery of the amount is possible.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 NOVEMBER 2021****21. Dividend Declared**

A fourth interim dividend of 3 sen per ordinary share and a special dividend of 5 sen per ordinary share, totalling RM36,800,000 in respect of the financial year ended 30 November 2021 has been declared on 19 January 2022.

In regards of deposited securities, entitlement to the interim dividend will be determined based on shareholders registered in the record of depositors as at 16 February 2022. The payment date is 9 March 2022.

**22. Capital Commitment**

The capital commitment of the Group which were contracted but not provided for as at 30 November 2021 is as follows:

**RM'000**

|                               |           |
|-------------------------------|-----------|
| Property, Plant and Equipment | <u>86</u> |
|-------------------------------|-----------|

**23. Basic Earnings per Share**

The basic earnings per share are computed based on the Group's net profit for the period divided by the weighted average number of shares in issue:

|   | Individual Quarter            |                                 | Cumulative Quarters           |                                 |
|---|-------------------------------|---------------------------------|-------------------------------|---------------------------------|
|   | Current<br>Year<br>30.11.2021 | Preceding<br>Year<br>30.11.2020 | Current<br>Year<br>30.11.2021 | Preceding<br>Year<br>30.11.2020 |
| <b>Profit for the period attributable to owners of the Company (RM'000)</b> | <u>12,649</u>                 | <u>13,553</u>                   | <u>45,359</u>                 | <u>46,774</u>                   |
| <b>Weighted average number of ordinary shares in issue ('000)</b>           | <u>460,000</u>                | <u>460,000</u>                  | <u>460,000</u>                | <u>460,000</u>                  |
| <b>Basic earnings per ordinary share (sen)</b>                              | <u>2.75</u>                   | <u>2.95</u>                     | <u>9.86</u>                   | <u>10.17</u>                    |

There are no diluted earnings per share as the Group does not have any convertible financial instruments.

By Order of the Board

Ch'ng Lay Hoon (MAICSA 0818580)  
Company Secretary  
19 January 2022  
Penang