



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2020 RM'000 (Unaudited)	31 Dec 2019 RM'000 (Unaudited)	31 Dec 2020 RM'000 (Unaudited)	31 Dec 2019 RM'000 (Audited)
Revenue	6,164	23,003	50,019	66,493
Cost of sales	<u>(13,436)</u>	<u>(27,110)</u>	<u>(69,879)</u>	<u>(75,619)</u>
Gross profit/(loss)	(7,272)	(4,107)	(19,860)	(9,126)
Other operating income	447	260	1,752	3,084
Other operating expenses	(3,372)	(4,162)	(3,570)	(5,288)
Administrative expenses	<u>(5,479)</u>	<u>(4,457)</u>	<u>(18,366)</u>	<u>(19,375)</u>
Operating loss	(15,676)	(12,466)	(40,044)	(30,705)
Finance income	187	42	1,088	1,603
Finance expenses	(1,491)	(1,914)	(6,003)	(7,905)
Share of result of an associate	(92)	52	(368)	(606)
Share of result of jointly controlled entities	<u>(373)</u>	<u>(130)</u>	<u>(574)</u>	<u>154</u>
Loss before tax	(17,445)	(14,416)	(45,901)	(37,459)
Income tax expense	1,202	144	1,169	765
Loss for the period, net of tax	<u>(16,243)</u>	<u>(14,272)</u>	<u>(44,732)</u>	<u>(36,694)</u>
Loss attributable to:				
Owners of the Parent	<u>(16,243)</u>	<u>(14,272)</u>	<u>(44,732)</u>	<u>(36,694)</u>
	<u>(16,243)</u>	<u>(14,272)</u>	<u>(44,732)</u>	<u>(36,694)</u>
Earnings per share (sen)				
- Basic EPS	(3.25)	(2.85)	(8.95)	(7.34)
- Diluted EPS	(3.25)	(2.85)	(8.95)	(7.34)

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020

(CONTINUED)

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2020 RM'000 (Unaudited)	31 Dec 2019 RM'000 (Unaudited)	31 Dec 2020 RM'000 (Unaudited)	31 Dec 2019 RM'000 (Audited)
Loss for the period, net of tax	(16,243)	(14,272)	(44,732)	(36,694)
Other Comprehensive Income :				
Exchange differences on translation of foreign operations	(4,165)	1,562	(1,826)	(1,361)
Total Comprehensive Income for the period, net of tax	<u>(20,408)</u>	<u>(12,710)</u>	<u>(46,557)</u>	<u>(38,055)</u>
Total comprehensive income attributable to:				
Owners of the Company	<u>(20,408)</u>	<u>(12,710)</u>	<u>(46,557)</u>	<u>(38,055)</u>
	<u>(20,408)</u>	<u>(12,710)</u>	<u>(46,557)</u>	<u>(38,055)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020**

	As at 31 Dec 2020 RM'000 (Unaudited)	As at 31 Dec 2019 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	368,433	420,864
Investment property	4,654	-
Investment in an associate	-	774
Investment in a joint venture	483	6,594
Other receivables	7,404	-
	380,974	428,232
Current Assets		
Inventories	11,789	13,457
Asset held for sale	577	-
Trade and other receivables	35,384	54,210
Investment securities	-	68
Income tax refundable	727	444
Cash and cash equivalents	5,304	8,501
	53,781	76,680
Total Assets	434,755	504,912
EQUITY AND LIABILITIES		
Current Liabilities		
Loans and borrowings	67,980	74,952
Trade and other payables	37,343	42,055
Provision for taxation	244	580
	105,567	117,587
Net current liabilities	(51,786)	(40,907)
Loans and borrowings	27,280	35,908
Deferred tax liabilities	18,265	21,216
	45,545	57,124
Total Liabilities	151,112	174,711
Net assets	283,643	330,201
Equity attributable to owners of the Company		
Share Capital	329,087	329,087
Retained earnings	(98,241)	(53,509)
Other components of equity	52,797	54,623
Total Equity	283,643	330,201
Total Equity and Liabilities	434,755	504,912
Net asset per share (sen)	56.73	66.04

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020**

<----- Attributable to Owners of the Parent ----->

	Share Capital RM'000	Distributable (Accumulated losses)/Retained earnings RM'000	Non-distributable Foreign currency translation reserve RM'000	Total Equity (Unaudited) RM'000
Opening balance at 1 January 2020	329,087	(53,509)	54,623	330,201
Loss for the year	-	(44,732)	-	(44,732)
Other comprehensive income	-	-	(1,826)	(1,826)
Total comprehensive loss for the period	-	(44,732)	(1,826)	(46,558)
Closing balance at 31 December 2020	329,087	(98,241)	52,797	283,643
Opening balance at 1 January 2019	329,087	(16,815)	55,984	368,256
Loss for the year	-	(36,694)	-	(36,694)
Other comprehensive income	-	-	(1,361)	(1,361)
Total comprehensive loss for the period	-	(36,694)	(1,361)	(38,055)
Closing balance at 31 December 2019	329,087	(53,509)	54,623	330,201

Note A

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020**

	Year-to-date Ended	
	31 Dec 2020 RM'000 (Unaudited)	31 Dec 2019 RM'000 (Audited)
Cash Flows From Operating Activities		
Loss before tax	(45,901)	(37,459)
Adjustments for:		
Interest income	(1,088)	(1,603)
Interest expenses	6,003	7,905
Bad debts written off	-	-
Depreciation of property, plant and equipment	39,899	38,044
Loss / (Gain) on disposal of property, plant and equipment	(523)	-
Impairment loss on investment in subsidiaries	500	-
Impairment loss on trade receivables	2,433	2,517
Impairment loss on other receivables	-	2,596
Impairment loss on property, plant and equipment	475	-
Inventories written off	42	101
Inventories written down	-	70
Property, plant and equipment written off	5	20
Reversal of impairment loss on trade receivables	(60)	(210)
Reversal of inventory written down	-	(437)
Share of result of an associate	368	606
Share of result of joint controlled entities	574	(154)
Unrealised loss/(gain) on foreign exchange	3,261	1,194
Loss on deregistration of subsidiaries	12	-
Total adjustments	51,901	50,650
Operating profit before working capital changes	6,001	13,191
Changes in working capital		
(Increase)/Decrease in inventories	1,543	2,104
(Increase)/Decrease in trade and other receivables	8,265	9,020
(Increase)/Decrease in other current assets	875	1,110
(Increase)/Decrease in other current liabilities	-	(441)
Increase/(Decrease) in trade and other payables	(3,496)	2,466
Net change in former holding company balances	4,000	(6,901)
Total changes in working capital	11,187	7,358
Cash flows from operations	17,188	20,548
Interest paid	(6,003)	(7,905)
Interest received	1,088	1,603
Income tax refunded	-	994
Income tax paid	(1,173)	(1,554)
Net Cash Flows From Operating Activities	11,099	13,686

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2020

	Year-to-date Ended	
	31 Dec 2020	31 Dec 2019
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(714)	(349)
Proceeds from disposal of property, plant and equipment	3,946	-
Proceeds from disposal of investment	560	-
Purchase of investment securities	-	(2)
Acquisition of a subsidiary, net of cash	(1,971)	-
Net Cash Flows Used in Investing Activities	1,821	(351)
Cash Flows From Financing Activities		
Net movement in short term deposits pledged	(207)	589
Net movement in short term deposits restricted in use	-	(1,507)
Net movements in trade financing	(3,650)	(7,635)
Net movement in investment securities	69	-
(Increase) / decrease in amount due from related companies	11,583	-
(Increase) / decrease in amount due from joint venture companies	(9,378)	-
Repayments of principal portion of lease liabilities	(1,003)	(404)
Repayment of loans and borrowings	(11,412)	(28,121)
Net Cash Flows Used In Financing Activities	(13,998)	(37,078)
Net (Decrease)/Increase in Cash and Cash Equivalents	(1,078)	(23,743)
Effect of changes in foreign exchange rates	-	(273)
Cash and Cash Equivalents at the beginning of financial year	(12,517)	12,253
Cash and Cash Equivalents at the end of financial period	(13,595)	(11,763)
<u>Cash and cash equivalents at the end of the period comprised the following:</u>		
Cash and bank balances	5,304	8,501
Bank overdraft	(17,471)	(17,332)
	(12,167)	(8,831)
Less: Fixed deposits pledged and cash at bank restricted in use	(1,428)	(2,930)
	(13,595)	(11,762)

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A1. Basis of Preparation

The interim financial statements have been prepared on the historical cost basis, unless otherwise stated.

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by Malaysian Accounting Standards Boards ("MFRS"), the requirements of the Companies Act 2016 in Malaysia and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019. The 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 December 2019.

A1.1 Changes in Accounting Policies

The accounting policies adopted in the preparation of the unaudited interim financial statements are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 31 December 2019.

The Group adopted the following new and amended MFRSs and Annual Improvements (collectively referred to as "pronouncements"), which were effective since 1 January 2019 as set out below:

- Annual Improvements to MFRS Standards 2015-2017 Cycle
 - (i) Amendments to MFRS 3: Business Combinations
 - (ii) Amendments to MFRS 11: Joint Arrangements
 - (iii) Amendments to MFRS 112: Income Taxes
 - (iv) Amendments to MFRS 123: Borrowing Costs
- Amendments to MFRS 9: Prepayment Features with Negative Compensation
- Amendments to MFRS 119: Employee Benefits - Plan Amendment, Curtailment or Settlement
- Amendments to MFRS 128: Long-term Interest in Associates and Joint Ventures
- MFRS 16: Leases
- IC Interpretation 23: Uncertainty over Income Tax Treatment

The Standards and Interpretations (collectively referred to as pronouncements) that are issued but not yet effective up to the date of issuance of the Company's financial statements as disclosed below. The Group intends to adopt these pronouncements, if applicable, when they become effective.

MFRS effective for annual period beginning on or after 1 January 2020

- Amendments to MFRS 3: Definition of a Business
- Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform
- Amendments to MFRS 101 and MFRS 108: Definition of Material
- Revised Conceptual Framework for Financial Reporting

MFRS effective for annual period beginning on or after 1 January 2021

- Amendments to MFRS 17: Insurance Contracts

MFRS effective for annual period beginning on or after 1 January 2022

- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Deferred)

A2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company ("Sealink International Berhad") and its subsidiaries for the year ended 31 December 2019 were not qualified.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A3. Seasonal or cyclical factors**

The Group's performance is affected by the marine industry. The demand for our vessels are closely associated with the cyclical fluctuations of the marine industry.

A4. Items of unusual nature and amount

There was no item that affect assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the current financial quarter under review.

A5. Material changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter under review.

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A7. Dividends Paid

No dividend was paid in the current quarter under review.

A8. Segmental information

The results and other information of the Group as at 31 December 2020 are as follows:

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue					
External sales	1,406	48,613	-	-	50,019
Inter-segment sales	4,888	16,541	-	(21,429)	-
Total revenue	<u>6,294</u>	<u>65,154</u>	<u>-</u>	<u>(21,429)</u>	<u>50,019</u>
Segment loss (Note A)	<u>(5,393)</u>	<u>(34,457)</u>	<u>(7,963)</u>	<u>1,911</u>	<u>(45,901)</u>

Note A

The following items are added to/(deducted from) segment loss to arrive at "Loss before tax from continuing operations" presented in the condensed consolidated income statements:

Segment Loss	(47,813)
Loss from inter-segment sales	4,969
Share of result of an associate	(368)
Share of results of jointly controlled entities	(574)
Finance costs	6,003
Unallocated corporate expenses	<u>(8,118)</u>
Loss before tax	<u><u>(45,901)</u></u>

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A8. Segmental information (continued)

	Shipbuilding	Chartering	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	
Assets and liabilities					
Segment assets	105,592	555,835	188,721	(415,393)	434,755
Segment liabilities	72,113	328,454	137,473	(386,928)	151,112
Net assets	33,479	227,381	51,247	(28,466)	283,643
Other segmental information					
Depreciation	2,718	23,860	13,321	-	39,899

A9. Capital commitments

Capital commitments are as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Property, plant and equipment	-	126,969

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period reported which have not been reflected under the current quarter.

A11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter ended 31 December 2020.

A12. Contingent liabilities

The following is the contingent liability since the last annual balance sheet date:

	As at 31 Dec 2020 RM'000	As at 31 Dec 2019 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to a jointly controlled entity	-	-

A13. Related party transactions

Transactions between the Group and related parties are as follows:

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

	Transaction value for 3 months ended 31 Dec 2020 RM	Current Year-to-date 31 Dec 2020 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Ming Kiong Agencies (Singapore) Pte Ltd - Rental of office at Far East shopping centre, Singapore	37,040	123,464
Manmohan's (Labuan) Sdn Bhd - Rental of office at Lot 20, Labuan	3,000	12,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd - Lease of office at Lot 1035, Piasau	30,000	120,000

A13. Related party transactions (Continued)

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 31 Dec 2020 RM	Current Year-to-date 31 Dec 2020 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	210,000
Khoo & Co, Advocates and Solicitors - Provision of legal services	14,370	63,410
Sealink Holdings Sdn Bhd - Sale of vehicle	-	40,000
(ii) Transactions with Director :		
Yong Foh Choi - Rental of staff quarter at Lot 334, Jalan Lutong-Pujut	1,200	4,800
	<u>138,110</u>	<u>573,674</u>

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B1. Review of performance of the Company and its principal subsidiaries

(a) Financial review for current quarter and financial year to date

	Individual Period		Cumulative Period	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Revenue	6,164	23,003	50,019	66,493
Operating (loss)	(15,676)	(12,466)	(40,044)	(30,705)
(Loss) before tax	(17,445)	(14,416)	(45,901)	(37,459)
(Loss) after tax	(16,243)	(14,272)	(44,732)	(36,694)
Revenue				
- Shipbuilding Division	923	441	1,406	5,139
- Ship Charter Division	5,241	22,562	48,613	61,354
	6,164	23,003	50,019	66,493

OPERATING SEGMENTS REVIEW

4Q 2020 vs 4Q 2019

(I) Operating Revenue

- The Group's revenue for the current quarter ended 31 December 2020 recorded at RM6.2 million mainly due to lower vessel utilization resulting from the COVID-19 pandemic.

Chartering Division

- The lower revenue for Chartering division in the current period compared to the corresponding period ended 31 December 2019 recorded at RM23 million is mainly due to lower utilization rate as a result of delay in projects implementation and COVID-19 pandemic.
- Lower operating loss before tax is in tandem with the lower revenue generated in the current quarter ended 31 December 2020.

Shipbuilding Division

- In the current period, Shipbuilding division recorded revenue of RM0.9 million, which was higher compared to the revenue recorded in the corresponding period ended 31 December 2019 of RM0.4million.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

	4Q 2020	3Q 2020	Variance	%
	RM'000	RM'000	RM'000	
Revenue	6,164	8,391	(2,227)	-27%
Loss before tax	<u>(17,445)</u>	<u>(13,554)</u>	(3,891)	-29%

Current Quarter vs preceding quarter

- In the current quarter, the Group's revenue was 27% lower as compared to the preceding quarter mainly due to the COVID-19 pandemic. The Group's loss before tax recorded at RM17 million which was 29% lower as compared to the loss before tax of RM13.6 million in the preceding quarter was in tandem with the drop in the revenue.

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B3. Commentary on prospects

The Group will continue to manage costs and increase efficiency in this recovery economic climate to improve our competitiveness and resilience. Riding on our strong foundation, we are confident that the Group will achieve good results going forward.

The outlook for the oil and gas industry remains on track, analysts opined, given that a more selected spending approach will result in a more sustained recovery and significant uptick in activities within the sector is expected to take place in the second half of 2021. The research arm of MIDF Amanah Investment Bank Bhd (MIDF Research) opined that the crude oil price will continue to trade range bound of between US\$58 to US\$65 per barrel (pb) in first half of 2021, with supply expected to be actively curbed by deliberate reduction in production of crude oil. However, for the full-year 2021, MIDF Research estimated that oil price will average at US\$59pb with the major recovery expected to take place in second half of 2021 should the COVID-19 cases are well-contained worldwide and the vaccines are successfully administered. Furthermore, as it is expected that Organisation of the Petroleum Exporting Countries and its allied countries (OPEC+) allies to continue restricting supplies in 2021, it will also help to stabilise oil price in the first half of 2021. However, MIDF Research opined that the future pace of growth and recovery could be constrained by downside risks such as renewed resurgence in Covid-19 infections and potential delays in vaccine distribution.

Based on Petronas Activity Outlook 2021-2023, steady outlook is expected for marine vessels due to the consistent activity of production operations in Malaysian waters. The report also depicts consistent demand for vessels supporting production operation from year-to-year and prioritisation of local vessels will continue to be exercised.

The group's borrowings reduced significantly from RM111million in December 2019 to RM 95million in December 2020, a drop of about 13.7%. Presently, only two vessels are encumbered. This speaks well on the viability of the Group's business despite the challenging conditions in which it operates. At the same time, with reduced gearing the Group will have a stronger balance sheet to take on additional financing to fund expansion when the industry turns around. Despite the loss for the year, there is a surplus in the cashflow from operations amounting to RM 17million.

The Group will continue its emphasis on its core activities of ship building, ship charter and ship repair. The Group's shipbuilding division will be looking towards building vessels which have a niche market as well as enhancing its docking (ship repair) facilities, whilst continuous efforts will be taken towards optimising capacity utilisation of the Group's vessels. The Group is also looking at building new vessels that are more energy efficient and environment friendly, in line with tighter environmental regulations in the maritime industry. With the ongoing initiatives in sustainable cost rationalisation and exposures, we believe the Group is well positioned to tide over the current business challenges.

While we remain vigilant on the market outlook, we will continue to capitalise on our capabilities and reputation in vessel chartering business. Long term sustainability of the business has been our key priority. We will remain resilient in strengthening our core business and shall continue expanding strategically into new opportunities.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B4. Variance between actual profit from forecast profit

Not applicable as no profit forecast was published.

B5. Loss before tax

Included in the loss before tax are the following items:

	12 months ended	
	31 Dec 2020	31 Dec 2019
	RM'000	RM'000
Interest income	(1,088)	(1,603)
Interest expenses	6,003	7,905
Depreciation of property, plant and equipment	39,899	38,044
Loss / (Gain) on disposal of property, plant and equipment	(523)	-
Impairment loss on investment in subsidiaries	500	-
Impairment loss on trade and other receivables	2,433	5,113
Impairment loss on property, plant and equipment	475	-
Inventories written off	42	101
Inventories written down	-	70
Property, plant and equipment written off	5	20
Reversal of impairment loss on trade and receivables	(60)	(210)
Reversal of inventory written down	-	(437)
Share of result of an associate	368	606
Share of result of joint controlled entities	574	(154)
Unrealised loss/(gain) on foreign exchange	3,261	1,194
Loss on deregistration of subsidiaries	12	-

B6. Taxation

	Current	Year-to-date
	Quarter	
	31 Dec 2020	31 Dec 2020
	RM'000	RM'000
Malaysian income tax	(918)	1,108
Deferred tax reversal	(284)	(2,277)
Total tax	<u>(1,202)</u>	<u>(1,169)</u>

The effective tax rate for the Group for the financial period was lower than statutory tax rate due to reversal of deferred tax relating to temporary differences as well as the different tax rate applicable to subsidiaries of the Group in other jurisdictions.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B7. Sale of unquoted investments and/or properties

There were no sales of unquoted investments and no other sales of properties for the current quarter and financial year ended 31 December 2020.

B8. Quoted securities

There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

B9. Status of corporate proposal

There is no corporate proposal announced but not completed as at end of the financial period under review.

B10. Group borrowings and debt securities

Total Group's borrowings as at 31 December 2020 were as follows:

As at 31 December 2020						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	17,471	-	-	-	17,471
- Revolving credits	-	33,515	-	-	-	33,515
- Loans (USD)	3,060	11,142	4,982	22,277	8,042	33,419
- Loans (SGD)	882	2,635	1,261	4,511	2,143	7,146
- Loans (RM)	-	3,019	-	305	-	3,324
- Obligations under finance leases	-	199	-	187	-	386
		67,980		27,280		95,260

As at 31 December 2019						
	Short term		Long term		Total borrowings	
	Foreign	RM'000	Foreign	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	17,332	-	-	-	17,332
- Revolving credits	-	37,165	-	-	-	37,165
- Loans (USD)	3,027	12,391	6,276	25,688	9,303	38,079
- Loans (SGD)	1,096	3,333	2,144	6,519	3,240	9,852
- Loans (RM)	-	4,310	-	3,448	-	7,758
- Obligations under finance leases	-	422	-	253	-	675
		74,953		35,908		110,860

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B11. Derivative Financial Instruments

There are no outstanding derivatives at the reporting period.

B12. Material litigation

There was no material litigation for the current quarter and financial year to date.

B13. Dividend payable

No interim dividend has been declared for the current quarter ended 31 December 2020.

B14. Earnings per Share

	3 months ended		12 months ended	
	31 Dec 2020 RM'000	31 Dec 2019 RM'000	31 Dec 2020 RM'000	31 Dec 2019 RM'000
(Loss)/Profit attributable to Owners of the Parent (RM'000)	<u>(16,243)</u>	<u>(14,272)</u>	<u>(44,732)</u>	<u>(36,694)</u>
Weighted average number of shares in issue ('000)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Basic earnings per share (sen)	<u>(3.25)</u>	<u>(2.85)</u>	<u>(8.95)</u>	<u>(7.34)</u>
Diluted earnings per share (sen)	<u>(3.25)</u>	<u>(2.85)</u>	<u>(8.95)</u>	<u>(7.34)</u>

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

The computation of diluted earnings per share is the same as basic earnings per share as there were no new shares issued during the reporting period.

B15. Authorisation For Issue

The quarterly report for the fourth quarter ended 31 December 2020 was authorised for issue by the Board resolution of the directors dated 29th March 2021.

By Order Of The Board
29-March-2021