

(Incorporated In Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	Current year quarter 30/09/2021 RM'000	Preceding year corresponding quarter 30/09/2020 RM'000	Current year to-date 30/09/2021 RM'000	Preceding year corresponding period 30/09/2020 RM'000
Revenue from contracts with customers	21,998	19,260	78,751	61,948
Cost of sales	<u>(20,289)</u>	<u>(20,177)</u>	<u>(73,703)</u>	<u>(66,871)</u>
Gross profit/ (loss)	1,709	(917)	5,048	(4,923)
Other items of income				
Interest income	49	102	143	348
Other income	803	1,193	2,211	3,329
Other items of expense				
Administrative expenses	(1,494)	(1,470)	(4,946)	(4,681)
Other expenses	<u>(204)</u>	<u>(603)</u>	<u>(433)</u>	<u>(1,460)</u>
Profit/ (Loss) before tax	863	(1,695)	2,023	(7,387)
Income tax	<u>837</u>	<u>428</u>	<u>913</u>	<u>1,762</u>
Profit/ (Loss) net of tax, representing total comprehensive loss for the period	<u>1,700</u>	<u>(1,267)</u>	<u>2,936</u>	<u>(5,625)</u>
Profit/ (Loss) net of tax attributable to:				
Owners of the Company	<u>1,700</u>	<u>(1,267)</u>	<u>2,936</u>	<u>(5,625)</u>
Earnings/ (Loss) per share attributable to owners of the Company:				
Basic (sen)	<u>1.72</u>	<u>(1.27)</u>	<u>2.97</u>	<u>(5.58)</u>
Diluted (sen)	<u>1.72</u>	<u>(1.27)</u>	<u>2.97</u>	<u>(5.58)</u>

This Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2020 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021**

	As at 30/09/2021 RM'000	As at 31/12/2020 RM'000
Assets		
Non-current assets		
Property, plant and equipment	25,061	26,086
Investment properties	2,153	2,215
Intangible asset	149	149
Deferred tax assets	988	15
	<u>28,351</u>	<u>28,465</u>
Current assets		
Inventories	33,157	38,720
Trade and other receivables	1,750	1,668
Other current assets	7,235	6,154
Income tax refundable	765	2,909
Other current financial assets	50,720	47,176
Cash and bank balances	43,975	41,568
	<u>137,602</u>	<u>138,195</u>
Total assets	<u>165,953</u>	<u>166,660</u>
Equity and liabilities		
Current liabilities		
Trade and other payables	4,114	7,844
Contract liabilities	327	577
Total liabilities	<u>4,441</u>	<u>8,421</u>
Net current assets	<u>133,161</u>	<u>129,774</u>
Net assets	<u>161,512</u>	<u>158,239</u>
Equity attributable to owners of the Company		
Share capital	57,691	57,691
Treasury shares	(9,378)	(9,378)
Employee share option reserve	3,637	3,300
Retained earnings	109,562	106,626
Total equity	<u>161,512</u>	<u>158,239</u>
Total equity and liabilities	<u>165,953</u>	<u>166,660</u>
Net assets per share (RM)	<u>1.63</u>	<u>1.60</u>

This Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2020 and accompanying explanatory notes attached to these interim financial statements.

(Incorporated In Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	Current year to-date 30/09/2021 RM'000	Preceding year corresponding period 30/09/2020 RM'000
Operating activities		
Profit/ (Loss) before tax	2,023	(7,387)
Adjustments for:		
Depreciation of investment properties	62	62
Depreciation of property, plant and equipment	2,556	3,733
Distribution income from money market funds	(526)	(1,094)
Gain on disposal of property, plant and equipment	(30)	-
Allowance/ (Reversal of allowance) for impairment of logs advances	50	(418)
Grant of equity-settled share options	337	678
Interest income	(143)	(348)
Net (gain)/ loss on money market funds	(105)	97
Net fair value loss on derivatives - unrealised	88	248
Unrealised foreign exchange (gain)/ loss	(28)	75
Operating cash flows before changes in working capital	4,284	(4,354)
Changes in inventories	5,563	2,638
Changes in trade and other receivables	(91)	5,401
Changes in other current assets	(1,131)	(1,672)
Changes in trade and other payables	(764)	(1,008)
Changes in contract liabilities	(250)	72
Cash flows generated from operations	7,611	1,077
Interest received	137	337
Income tax refunded	2,266	-
Income tax paid	(182)	(643)
Net cash generated from operating activities	9,832	771
Investing activities		
Interest received	15	29
Distribution income from money market funds	526	1,094
Purchase of money market funds	(8,527)	(7,094)
Proceeds from disposal of money market funds	5,000	8,500
Proceeds from disposal of property, plant and equipment	30	-
Purchase of property, plant and equipment	(1,531)	(296)
Net cash (used in)/ generated from investing activities	(4,487)	2,233
Financing activities		
Dividend paid	(2,966)	-
Purchase of treasury shares	-	(2,284)
Net cash used in financing activities	(2,966)	(2,284)

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2020 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
 FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	Current year to-date 30/09/2021 RM'000	Preceding year corresponding period 30/09/2020 RM'000
Net increase in cash and cash equivalents	2,379	720
Effect of exchange rate changes on cash and cash equivalents	28	(75)
Cash and cash equivalents at 1 January	<u>41,182</u>	<u>38,131</u>
Cash and cash equivalents at 30 September	<u>43,589</u>	<u>38,776</u>
Analysis of cash and cash equivalents		
Cash and bank balances	43,975	39,162
Less: Deposits with maturity of more than three months	<u>(386)</u>	<u>(386)</u>
Cash and cash equivalents	<u>43,589</u>	<u>38,776</u>

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2020 and accompanying explanatory notes attached to these interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	Equity, total RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Treasury shares RM'000	Employee share option reserve RM'000	Retained earnings RM'000
Opening balance at 1 January 2020	172,017	172,017	57,691	(6,740)	2,435	118,631
Total comprehensive loss	(5,625)	(5,625)	-	-	-	(5,625)
Purchase of treasury shares	(2,284)	(2,284)	-	(2,284)	-	-
Grant of equity-settled share options	678	678	-	-	678	-
Closing balance at 30 September 2020	164,786	164,786	57,691	(9,024)	3,113	113,006
Opening balance at 1 January 2021	158,239	158,239	57,691	(9,378)	3,300	106,626
Total comprehensive income	2,936	2,936	-	-	-	2,936
Grant of equity-settled share options	337	337	-	-	337	-
Closing balance at 30 September 2021	161,512	161,512	57,691	(9,378)	3,637	109,562

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2020 and accompanying explanatory notes attached to these interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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**PART A -
EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM
FINANCIAL REPORTING**

A1. Basis of preparation

These condensed consolidated interim financial statements, for the period ended 30 September 2021, have been prepared in accordance with MFRS134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). These condensed consolidated interim financial statements also comply with IAS34: Interim Financial Reporting issued by the International Accounting Standards Board.

The explanatory notes attached to the unaudited interim financial report provide an explanation of the event and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 December 2020. They do not include all the information required for full annual financial statements and should be read in conjunction with the Group’s financial statements for the financial year ended 31 December 2020.

A2. Significant accounting policies

The significant accounting policies adopted by the Group in these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2020 of the Group, except for the adoption of the following new MFRSs, Amendments to MFRSs and Interpretations effective for financial period beginning on or after 1 January 2021:

Amendments to MFRS 16	Covid-19-Related Rent Concessions
Amendments to MFRS 9, MFR 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform – Phase 2

The adoption of the above MFRSs, Amendments to MFRSs and Interpretations did not have any material financial impact on these condensed consolidated financial statements.

The following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2022

Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018-2020	

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A2. Significant accounting policies (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
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

MFRSs, Interpretations and Amendments which effective for a date yet to be confirmed

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between Investors and its Associate or Joint Venture
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The directors anticipate that the abovementioned MFRSs, Interpretations and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these MFRSs, Interpretations and Amendments will have no material impact on the financial statements of the Group in the period of initial application.

A3. Seasonal or cyclical factors

The Group's business operation and performance are not affected materially by any seasonal or cyclical factors for the financial quarter under review.

A4. Items of unusual nature

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow in the quarterly financial statements.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in either the prior interim period of the current financial period or prior financial years that have had a material effect on the results during the current quarter and financial period-to-date.

A6. Changes in debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A7. Dividend paid

An interim tax-exempt dividend of 3 sen per ordinary share amounting to RM2.97 million was paid on 20 January 2021 in respect of the financial year ended 31 December 2020.

A8. Segment reporting

The Group is organised into business units based on their products and services, and has two reportable operating segments as follows:-

- i. Manufacturing segment - manufacturing and sale of plywood, veneer and laminated veneer lumber (LVL).
- ii. Electricity segment - generation and sale of electricity.

The following table provides an analysis of the Group's revenue, results, assets and liabilities by business segment:

	Manufacturing RM'000	Electricity RM'000	Adjustment/ Elimination RM'000	Total RM'000
<u>Period ended 30 September 2021</u>				
Revenue				
External sales	78,673	78	-	78,751
Inter-segment sales	-	1,256	(1,256)	-
	<u>78,673</u>	<u>1,334</u>	<u>(1,256)</u>	<u>78,751</u>
Results				
Segment profit	<u>1,330</u>	<u>10</u>	<u>683</u>	<u>2,023</u>
Segment assets as at 30 September 2021	<u>108,337</u>	<u>2,992</u>	<u>54,624</u>	<u>165,953</u>
Segment liabilities as at 30 September 2021	<u>4,404</u>	<u>37</u>	<u>-</u>	<u>4,441</u>
<u>Period ended 30 September 2020</u>				
Revenue				
External sales	61,775	173	-	61,948
Inter-segment sales	-	1,580	(1,580)	-
	<u>61,775</u>	<u>1,753</u>	<u>(1,580)</u>	<u>61,948</u>
Results				
Segment loss	<u>(6,688)</u>	<u>(1,732)</u>	<u>1,033</u>	<u>(7,387)</u>
Segment assets as at 31 December 2020	<u>110,943</u>	<u>3,492</u>	<u>52,225</u>	<u>166,660</u>
Segment liabilities as at 31 December 2020	<u>8,363</u>	<u>58</u>	<u>-</u>	<u>8,421</u>

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

A8. Segment reporting (continued)

The following items are added to segment profit or loss to arrive at total loss before tax reported in the unaudited condensed consolidated statement of comprehensive income:

	Current year to-date 30/09/2021	Preceding year corresponding period 30/09/2020
	RM'000	RM'000
Interest income from fixed deposit	5	11
Interest income from money market funds	1	-
Distribution income from money market funds	526	1,094
Net gain/ (loss) on money market funds	105	(97)
Rental income from investment properties	198	176
Depreciation of investment properties	(62)	(62)
Direct operating expenses arising from investment properties	(90)	(89)
	683	1,033

The following items are added to segment assets to arrive at total assets reported in the unaudited condensed consolidated statement of financial position:

	As at 30/09/2021	As at 31/12/2020
	RM'000	RM'000
Money market funds	50,718	47,086
Investment properties	2,153	2,215
Deferred tax assets	988	15
Tax refundable	765	2,909
	54,624	52,225

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter.

A10. Change in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A11. Capital commitments

The following table provides information on the capital commitments subsequent to the end of the current financial quarter:

	As at 30/09/2021	As at 31/12/2020
	RM'000	RM'000
Approved and contracted for property, plant and equipment	-	872

A12. Material events subsequent to the reporting period

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the interim financial statements under review.

A13. Changes in composition of the Group

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

A14. Related party transactions

The following table provides information on the transactions which have been entered into with related parties during the period ended 30 September 2021 and 30 September 2020 as well as the balances with the related parties as at 30 September 2021 and 31 December 2020:

	Transaction value for period ended		Balance outstanding as at	
	30/09/2021	30/09/2020	30/09/2021	31/12/2020
	RM'000	RM'000	RM'000	RM'000
<u>Nature of transactions</u>				
Sales of electricity to a related party ^	78	173	4	92
Purchase of motor vehicle from a related party ^	85	-	-	-
Rental paid to a director	144	120	-	-

^ Related party is a company in which a director, Lin Hao Yu has interest.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

**PART B -
 ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD
 (PART A OF APPENDIX 9B)**

B1. Review of performance of the Group

(a) Comparison of the current quarter against the corresponding quarter

	Current year quarter 30/09/2021 RM'000	Preceding year corresponding quarter 30/09/2020 RM'000	Changes %
Revenue	21,998	19,260	14.2
Operating profit/ (loss)	639	(1,984)	132.2
Non-operating income	224	289	-22.5
Profit/ (Loss) before tax	863	(1,695)	150.9
Profit/ (Loss) after tax	1,700	(1,267)	234.2
Profit/ (Loss) attributable to owners of the parent	1,700	(1,267)	234.2

The Group recorded revenue of RM22.00 million (which consist of RM21.99 million from the manufacturing segment and RM0.01 million from the electricity segment respectively) in current quarter under review. Revenue had increased slightly in current quarter as compared to previous year's corresponding quarter although the Group's sales and production activities were affected due to the enforcement of EMCO at the area where our factory located. Higher revenue was mainly attributed to the increase in average selling price by approximately 18% albeit the sales volume in current quarter was lower.

Although the operation of the Group was affected by the enforcement of EMCO in July and August, the Group still managed to achieve an operating profit of approximately RM0.64 million as compared to operating loss in corresponding quarter of preceding year. This was mainly the result from increase of average selling price. On the other hand, non-operating income of the Group decreased by approximately 23% due to lower gain generated from the money market funds.

Accordingly, the Group recorded profit before tax of RM0.86 million in current quarter under review as compared to loss before tax of RM1.70 million in corresponding quarter of previous year. Profit after tax of the Group was approximately 97% higher than the profit before tax due to the recognition of deferred tax assets on previously unrecognised tax losses. Overall, the Group recorded profit after tax of RM1.70 million, compared to loss of RM1.27 million in corresponding quarter of year 2020.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

B1. Review of performance of the Group (continued)

(b) Comparison of current year to-date against the corresponding period

	Current year to-date 30/09/2021 RM'000	Preceding year corresponding period 30/09/2020 RM'000	Changes %
Revenue	78,751	61,948	27.1
Operating profit/ (loss)	1,340	(8,420)	115.9
Non-operating income	683	1,033	-33.9
Profit/ (Loss) before tax	2,023	(7,387)	127.4
Profit/ (Loss) after tax	2,936	(5,625)	152.2
Profit/ (Loss) attributable to owners of the parent	2,936	(5,625)	152.2

For current year to-date, the Group recorded revenue of RM78.75 million (which consist of RM78.67 million from the manufacturing segment and RM0.08 million from the electricity segment respectively), an increase of 27% as compared to revenue of RM61.95 million recorded in preceding year corresponding period. The increase was mainly due to higher sales volume and average selling price. Average selling price for current year to-date is approximately 17% higher than that in preceding year corresponding period.

The Group recorded operating profit of RM1.34 million in current year to-date as compared to operating loss of RM8.42 million in preceding year corresponding period. Higher average selling price was the main reason of the Group recording profit in current year-to-date. The Group's non-operating income continues reducing in current year to-date due to lower return from placement in money market funds.

As a result of increasing market selling price of plywood, the Group recorded profit before tax of RM2.02 million in current year to-date as compared to RM7.39 million loss in preceding year to-date. Profit after tax of the Group amounted to RM2.94 million in current year to-date.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

B2. Comparison with immediate preceding quarter's results

	Current year quarter 30/09/2021 RM'000	Immediate preceding quarter 30/06/2021 RM'000	Changes %
Revenue	21,998	33,103	-33.5
Operating profit	639	3,936	-83.8
Non-operating income	224	239	-6.3
Profit before tax	863	4,175	-79.3
Profit after tax	1,700	4,131	-58.8
Profit attributable to owners of the parent	1,700	4,131	-58.8

The Group's revenue in current quarter had decreased by approximately 34% as compared to revenue of RM33.10 million recorded in immediate preceding quarter. This was mainly due to lower sales volume in current quarter under review. Sales volume decreased by approximately 31% in current quarter under review due to the enforcement of EMCO at our factory area. The Group has no trading and production activities for slightly more than a month.

Operating profit of the Group had decreased by 84% to RM0.64 million in current quarter. Apart from lower sales, factors contributing to the decrease of operating profit included higher allocation of fixed production overhead cost based on normal production volume which were expensed off immediately. Production volume was lower due to the impact from EMCO in July and August 2021.

As a result of aforementioned, the Group recorded lower profit before and after tax in current quarter. The profit before tax and after tax of the Group had decreased by approximately 79% and 59% respectively.

B3. Prospects for the remaining period of current financial year

We manage to record a profit during the quarter when we are hit with a cluster of Covid-19 outbreak and the area where our factory located was placed under the EMCO which affect our business and production for slightly more than a month. Positive bottom line in current quarter is mainly attributed to the high average selling price. The demand and market price of plywood particularly from the US region remain strong currently and is expected to remain stable through the next financial year.

The vaccination rate at Sabah continues improving and we are currently in the Phase 4 of the National Recovery Plan. Besides, we had obtained approval from the relevant authorities to run our factory at 24 hours since the end of October. Without shortage of logs supply, our production volume will increase which will further reduce our production cost per cubic metre and improve our sales margin. As to manpower issue, we believe the government will allow more sectors bringing in new foreign workers after greenlight had been given for plantation sector recently. Based on the progress of vaccination in Malaysia, we believe the worst for the Group is over. Therefore, the Board of Directors is confident that the Group will be profitable in the remaining period of current financial year.

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B4. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial year.

B5. Income tax

	Current year quarter 30/09/2021	Preceding year corresponding quarter 30/09/2020	Current year to-date 30/09/2021	Preceding year corresponding period 30/09/2020
	RM'000	RM'000	RM'000	RM'000
Current income tax:				
- Malaysian income tax	22	-	60	-
Deferred income tax:				
- Origination and reversal of temporary differences	(858)	(431)	(972)	(1,765)
- (Over)/ Under provision in respect of prior years	(1)	3	(1)	3
	(859)	(428)	(973)	(1,762)
	(837)	(428)	(913)	(1,762)

The effective tax rates for current quarter and current year to-date were lower than the statutory tax rate, principally due to the utilisation and recognition of tax losses which deferred tax were not recognised previously.

B6. Status of corporate proposals

There were no corporate proposals announced or not completed by the Group as at the date of this report.

B7. Borrowings

The Group has no borrowings as at 30 September 2021.

B8. Material litigations

There were no material litigations since the financial year ended 31 December 2020 and up to the date of this report.

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B9. Dividends

The Board of Directors is pleased to declare an interim tax-exempt dividend of 5 sen per ordinary share in respect of the financial year ending 31 December 2021. The entitlement date and payment date are on 6 December 2021 and 22 December 2021 respectively. The total dividends declared to date for the current financial year ending 31 December 2021 is 5 sen per ordinary share (YTD September 2020: nil).

B10. Auditors' report

There was no qualification to the audited financial statements of the Company and its subsidiary for the financial year ended 31 December 2020.

B11. Earnings/ (Loss) per share

Basic earnings/ (loss) per share is calculated by dividing the profit/ (loss) for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares in issue during the period. For diluted earnings/ (loss) per share calculation, the weighted average number of ordinary shares in issue was adjusted to assume that the maximum number of new ordinary shares have been issued pursuant to the share options granted under the Employees' Share Option Scheme ("ESOS"). The dilutive portion of the ordinary shares deemed issued pursuant to the ESOS are accounted for in the diluted earnings/ (loss) per share calculation. The ESOS will have a dilutive effect only when the average market price of ordinary shares of the Company during the period exceeds the exercise price of options granted.

	Current year quarter 30/09/2021	Preceding year corresponding quarter 30/09/2020	Current year to-date 30/09/2021	Preceding year corresponding period 30/09/2020
Profit/ (Loss) net of tax, attributable to owners of the parent used in the computation of loss per share (RM'000)	1,700	(1,267)	2,936	(5,625)
Weighted average number of ordinary shares in issue ('000)	98,869	99,610	98,869	100,835
Effects of dilution:				
- Employee share options	- *	- *	- *	- *
Weighted average number of ordinary shares for diluted loss per share computation ('000)	98,869	99,610	98,869	100,835

* nil due to anti-dilutive effect

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B11. Earnings/ (Loss) per share (continued)

	Current year quarter 30/09/2021	Preceding year corresponding quarter 30/09/2020	Current year to-date 30/09/2021	Preceding year corresponding period 30/09/2020
Basic earnings/ (loss) per share (sen per share)	1.72	(1.27)	2.97	(5.58)
Diluted earnings/ (loss) per share (sen per share)	1.72	(1.27)	2.97	(5.58)

B12. Derivative financial instruments

As at 30 September 2021 and 31 December 2020, the Group has the following outstanding derivatives financial instruments:

	Principal or Notional Amount RM'000	Fair value	
		Assets RM'000	Liabilities RM'000
<u>30 September 2021</u>			
Foreign currency forward contract:			
- Less than 1 year	2,931	2	-
<u>31 December 2020</u>			
Foreign currency forward contract:			
- Less than 1 year	7,512	90	-

The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

The fair value changes are attributable to changes in foreign exchange spot and forward rate. Forward currency contracts are valued using a valuation technique with market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates and forward rate curves.

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

B13. Profit/ Loss before tax

The following amounts have been included in arriving at profit/ loss before tax:

	Current year quarter 30/09/2021	Preceding year corresponding quarter 30/09/2020	Current year to-date 30/09/2021	Preceding year corresponding period 30/09/2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(49)	(102)	(143)	(348)
Distribution income from money market funds	(170)	(248)	(526)	(1,094)
Net (gain)/ loss on money market funds	(32)	(26)	(105)	97
Gain on disposal of property, plant and equipment	-	-	(30)	-
Rental income	(71)	(62)	(209)	(192)
Rental of office premises	48	48	144	120
(Reversal of) allowance for impairment of log advances	(150)	(418)	50	(418)
Depreciation of property, plant and equipment	852	1,245	2,556	3,733
Depreciation of investment properties	21	21	62	62
Direct operating expenses arising from investment properties:				
- rental generating properties	25	25	90	89
Net fair value loss/ (gain) on derivatives:				
- realised	85	(409)	295	1,040
- unrealised	(130)	106	88	248
Net (gain)/ loss on foreign exchange:				
- realised	(229)	471	(831)	(1,496)
- unrealised	119	26	(28)	75