



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020

	Individual Quarter		Cumulative Quarter	
	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Unaudited)	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Audited)
Revenue	23,205	29,952	87,252	110,725
Cost of sales	(20,064)	(24,799)	(73,889)	(95,863)
Gross profit	3,141	5,153	13,363	14,862
Other income	65	453	1,623	1,585
Expenses	(2,738)	(2,974)	(8,637)	(9,049)
Profit from operation	468	2,632	6,349	7,398
Finance costs	(90)	(964)	(2,677)	(4,304)
Profit before taxation	378	1,668	3,672	3,094
Taxation	(281)	(607)	(1,353)	(1,240)
Profit net of tax, representing total comprehensive income for the year	97	1,061	2,319	1,854
Total comprehensive income attributable to:				
- Equity holders of the Company	97	1,061	2,319	1,854
- Non-controlling interest	-	-	-	-
	97	1,061	2,319	1,854
Earnings per share (Sen) attributable to equity holders of the Company:				
- Basic	0.05	0.59	1.29	1.03
- Diluted	N/A	N/A	N/A	N/A

Notes:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial statement.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 DECEMBER 2020**

	Unaudited As at 31 December 2020 RM'000	Audited As at 31 December 2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	81,141	64,068
Right-of-use assets	23,705	24,560
Deferred tax assets	31	31
	104,877	88,659
Current assets		
Inventories	102,645	106,081
Trade and other receivables	53,125	47,815
Tax recoverable	2,166	1,715
Other investments	1,583	1,050
Cash and bank balances	12,779	14,337
	172,298	170,998
Total Assets	277,175	259,657
EQUITY AND LIABILITIES		
Share capital	92,024	92,024
Merger reserve	3,633	3,633
Retained earnings	66,645	64,326
Total equity attributable to equity holders of the Company	162,302	159,983
Non-current liabilities		
Loans and borrowings	4,453	9,034
Deferred tax liabilities	6,217	5,761
Lease liabilities	10	28
	10,680	14,823
Current liabilities		
Trade and other payables	38,920	13,914
Amount due to Directors	1	45
Tax liabilities	368	122
Loans and borrowings	64,875	70,681
Lease liabilities	29	89
	104,193	84,851
Total liabilities	114,873	99,674
Total equity and liabilities	277,175	259,657
Net assets per share attributable to equity holders of the Company (RM)	0.90	0.89

Notes:

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020**

	Share Capital RM'000	Non- distributable Merger Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000
At 1 January 2020	92,024	3,633	64,326	159,983
Total comprehensive income for the year	-	-	2,319	2,319
At 31 December 2020	<u>92,024</u>	<u>3,633</u>	<u>66,645</u>	<u>162,302</u>

Notes:

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

	Current Year Ended 31 December 2020 RM'000 (Unaudited)	Preceding Year Ended 31 December 2019 RM'000 (Audited)
Cash Flows from Operating Activities		
Profit before tax	3,672	3,094
Adjustments for:		
Bad debts written off	-	1
Depreciation of right-of-use assets	866	696
Depreciation of property, plant and equipment	7,614	8,604
Gain on disposal of property, plant and equipment	(5)	-
Finance cost	2,677	4,304
Impairment loss on trade receivables	174	239
Unrealised foreign exchange loss	154	62
Operating profit before changes in working capital	15,152	17,000
Changes in working capital:		
Inventories	3,436	1,265
Trade and other receivables, deposits and prepayments	(5,539)	(5,057)
Trade and other payables	25,032	9,324
Amount due to Directors	(44)	(9)
Cash generated from operations	38,037	22,523
Income tax paid, net of refund	(1,102)	563
Interest paid	(2,347)	(2,991)
Net cash generated from operating activities	34,588	20,095
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(24,154)	(5,563)
Placement of fixed deposits with original maturity exceeding three months	(533)	(1,050)
Proceeds from disposal of property, plant and equipment	5	-
Net cash used in investing activities	(24,682)	(6,613)
Cash Flows from Financing Activities		
Net repayment of borrowings	(12,725)	(7,456)
Net repayment of hire purchase financing	(28)	(2)
Payment of lease liabilities	(89)	(89)
Interest paid	(863)	(1,313)
Net cash used in financing activities	(13,705)	(8,860)
Net (decrease)/increase in cash and cash equivalents	(3,799)	4,622
Effect of exchange rate fluctuations on cash held and bankers acceptances	(125)	(195)
Cash and cash equivalents at beginning of year	(8,310)	(12,737)
Cash and cash equivalents at end of year	(12,234)	(8,310)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

Notes:

	Current Year Ended 31 December 2020 RM'000 (Unaudited)	Preceding Year Ended 31 December 2019 RM'000 (Audited)
Cash outflows for leases as a lessee		
Included in net cash from operating activities:		
Interest paid in relation to lease liabilities	1	11
Included in net cash from financing activities:		
Payment of lease liabilities	89	89
Total cash outflows for leases	90	100
Cash and cash equivalents at end of year comprises:		
Cash and bank balances	12,210	13,134
Fixed deposits with original maturities not exceeding three months	569	1,203
Bank overdrafts	(25,013)	(22,647)
	(12,234)	(8,310)

Note:

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



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The condensed consolidated financial statements (“Condensed Report”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard 134 (“MFRS 134”): Interim Financial reporting and Appendix 9B part A of paragraph 9.22 of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”). The condensed consolidated interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

This Condensed Report provides an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries since the financial year ended 31 December 2019.

This Condensed Report should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the explanatory notes attached to this Condensed Report.

A2. Adoption of Malaysian Financial Reporting Standards

The significant accounting policies applied in this Condensed Report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2019, except for the effects of newly issued Malaysian Financial Reporting Standards (“MFRS”) and IC Interpretations (“IC Int.”) applied for the financial period beginning 1 January 2020.

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

The adoption of the above pronouncements did not have any material impact to the financial statements of the Group.

The following are Amendments to Standards issued by the Malaysian Accounting Standards Board (“MASB”), but not yet effective, up to the date of authorisation of this Condensed Report. The Group intends to adopt these Amendments to Standards, if applicable, when they become effective:

MFRS/Amendment/Interpretation	Effective date
Amendments to MFRS 16, <i>Leases – Covid 19-Related Rent Concessions</i>	1 June 2020
Amendments to MFRS 9, <i>Financial Instruments</i> , MFRS 139, <i>Financial Instruments: Recognition and Measurement</i> and MFRS 7, <i>Financial Instruments: Disclosures – Interest Rate Benchmark Reform – Phase 2</i>	1 January 2021
Amendments to MFRS 3, <i>Business Combinations – Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 9, <i>Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)</i>	1 January 2022
Amendments to Illustrative Examples accompanying MFRS 16, <i>Leases (Annual Improvements to MFRS Standards 2018-2020)</i>	1 January 2022



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A2. Adoption of Malaysian Financial Reporting Standards (continued)

MFRS/Amendment/Interpretation	Effective date
Amendments to MFRS 137, <i>Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101, <i>Presentation of Financial Statement – Classification of Liabilities as Current or Non-current</i>	1 January 2023
Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Yet to be confirmed

The initial application of the above is not expected to have any material financial impact to the financial statements of the Group.

A3. Auditors’ Report on preceding Annual Financial Statements

The Auditors’ Reports on the financial statements of the Company and its subsidiaries for the financial year ended 31 December 2019 were not qualified.

A4. Changes in estimates

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

A5. Item of unusual nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter ended 31 December 2020.

A6. Seasonality of operations

The operations of the Group are not seasonal in nature.

A7. Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter.

A8. Dividends

There were no dividends proposed or declared for the current quarter under review.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A9. Segment information

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer similar products and services, but are managed separately because they require different marketing strategies.

- Manufacturing - Includes manufacturing and distributions of batteries.
- Marketing - Includes marketing and retailing of batteries and lubricants.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

	Manufacturing RM'000	Marketing RM'000	Other non- Reportable segment RM'000	Total RM'000
<i>As At 31 December 2020</i>				
Segment profit/(loss)	4,666	2,107	(424)	6,349
Included in the measure of segment profit/(loss) are:				
Revenue from external customers	49,585	37,667	-	87,252
Inter-segment revenue	26,249	-	-	26,249
Depreciation	(8,250)	(230)	-	(8,480)
Finance costs	(2,701)	13	11	(2,677)
<i>As At 31 December 2019</i>				
Segment profit/(loss)	5,067	2,651	(320)	7,398
Included in the measure of segment profit/(loss) are:				
Revenue from external customers	69,613	41,112	-	110,725
Inter-segment revenue	30,111	-	-	30,111
Depreciation	(9,074)	(226)	-	(9,300)
Finance costs	(4,295)	(20)	11	(4,304)

A10. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM24.15 million (31 December 2019: RM5.71 million).



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A11. Material Events Subsequent to the End of the Reporting Period

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

A12. Changes in the Composition of the Group

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

A13. Commitments

The capital commitments of the Group as at 31 December 2020 are as follows:

	As at 31 December 2020 RM'000 (Unaudited)	As at 31 December 2019 RM'000 (Audited)
Commitments in respect of capital expenditure:		
- Approved and contracted for	33,835	19,437

A14. Contingencies

There were no contingencies as at the end of the current financial quarter.

A15. Significant Related Party Transaction

The transactions with a company in which certain Directors are common directors have interest for the current financial year were summarised as follows:

	As at 31 December 2020 RM'000 (Unaudited)	As at 31 December 2019 RM'000 (Audited)
Income:		
- Sales of automotive batteries	380	-

A16. Disclosure of derivatives

There were no outstanding derivatives as at the end of the current financial quarter.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Performance Review

Current quarter against corresponding quarter in prior year

The Group achieved revenue of RM23.21 million and recorded a profit before tax of RM0.38 million for the current quarter as compared to revenue of RM29.95 million and profit before tax of RM1.67 million for the corresponding quarter in prior year.

B2. Comment on Material Change in Profit before Tax Against Immediate Preceding Quarter

The Group achieved revenue of RM23.21 million and recorded a profit before tax of RM0.38 million for the current quarter as compared to revenue of RM26.56 million and profit before tax of RM3.17 million for immediate preceding quarter.

The profit before tax for the current reporting quarter is mainly due to the capitalisation of interest expense of financial liabilities into qualifying assets.

B3. Commentary on Prospects

As the global growth prospects are significantly weakened by the ongoing outbreak of Covid-19 pandemic, the Group expects to continue to face the challenging economic and business environment in the coming quarters. The global economy outlook is heavily dependent on how the world successfully contain this pandemic in the months to come when the vaccine rollout begins. Nevertheless, the global economy remains to be influenced by the effect of the global trade tensions and the major slowdown of the economic momentum. Furthermore, the sluggish demand and lower world commodity prices, continue to be a source of concern. However, the Group is confident that through continuous improvement in the products and services, efficiency in production, expansion of customer base and gradual relaxation of lockdown measures, the Group will be able to weather the challenges ahead.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B5. Profit before Tax

Included in the profit before tax are the following items:

	Current Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Unaudited)	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Audited)
Profit for the year derived at after charging and crediting:				
Depreciation of right-of-use assets	217	427	866	696
Depreciation of property, plant and equipment	1,942	2,043	7,614	8,604
Net impairment losses on trade receivables	174	239	174	239
Rental of premises - expenses	18	-	72	72
Interest expense	90	964	2,677	4,304
Bad debts written off	-	1	-	1
Foreign exchange (gain)/loss:				
- realised	(122)	(286)	(721)	(1,056)
- unrealised	100	67	154	62
Rental of premises - income	(9)	(10)	(33)	(40)

B6. Taxation

	Current Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Unaudited)	31 December 2020 RM'000 (Unaudited)	31 December 2019 RM'000 (Audited)
Malaysian taxation				
- current year	132	213	894	859
- prior year	2	-	3	(29)
	134	213	897	830
Deferred taxation	147	394	456	410
Taxation	281	607	1,353	1,240



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B7. Loans and Borrowings

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

	As at 31 December 2020 RM'000 (Unaudited)	As at 31 December 2019 RM'000 (Audited)
Current		
- Secured	64,875	70,681
- Unsecured	-	-
	64,875	70,681
Non-current		
- Secured	4,453	9,034
	69,328	79,715
Total Borrowings	69,328	79,715

Note:

The Group's short term borrowings comprised mainly banks overdrafts and trade lines for working capital purpose.

B8. Material Litigation

There was no material litigation against the Group.

B9. Dividend

There were no dividends proposed or declared for the current quarter under review.

B10. Earnings per Share

Basic earnings per share are calculated by dividing profit for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The Company has no potential ordinary shares in issue as at 31 December 2020. As such, the fully diluted earnings per share of the Company are equivalent to the basic earnings per share.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B10. Earnings per Share (continued)

	Current Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31 December 2020 (Unaudited)	31 December 2019 (Unaudited)	31 December 2020 (Unaudited)	31 December 2019 (Audited)
Profit attributable to equity holders of the Company (RM'000)	97	1,061	2,319	1,854
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic earnings per share (Sen)	0.05	0.59	1.29	1.03
Diluted	N/A	N/A	N/A	N/A

B11. Disclosures of Gains/Losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measures at fair value through profit or loss as at 31 December 2020.

B12. Authorised for Issue

The Condensed Report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors passed at Board of Directors' meeting held on 26 February 2021.