



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2021

	Individual Quarter		Cumulative Quarter	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Revenue	21,775	19,826	21,775	19,826
Cost of sales	(19,808)	(17,898)	(19,808)	(17,898)
Gross profit	1,967	1,928	1,967	1,928
Other income	546	713	546	713
Expenses	(2,307)	(2,086)	(2,307)	(2,086)
Profit from operation	206	555	206	555
Finance costs	(623)	(1,000)	(623)	(1,000)
Loss before taxation	(417)	(445)	(417)	(445)
Taxation	(8)	(1)	(8)	(1)
Loss net of tax, representing total comprehensive loss for the period	(425)	(446)	(425)	(446)
Total comprehensive loss attributable to:				
- Equity holders of the Company	(425)	(446)	(425)	(446)
- Non-controlling interest	-	-	-	-
	(425)	(446)	(425)	(446)
Loss per share (Sen) attributable to equity holders of the Company:				
- Basic	(0.24)	(0.25)	(0.24)	(0.25)
- 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 2020 and the accompanying explanatory notes attached to this interim financial statement.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2021**

	Unaudited As at 31 March 2021 RM'000	Audited As at 31 December 2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	77,630	79,150
Right-of-use assets	23,764	23,938
Deferred tax assets	20	20
	101,414	103,108
Current assets		
Inventories	105,104	102,645
Trade and other receivables	55,729	53,187
Tax recoverable	1,976	2,166
Other investments	2,593	1,583
Cash and bank balances	11,574	12,779
	176,976	172,360
Total Assets	278,390	275,468
EQUITY AND LIABILITIES		
Share capital	92,024	92,024
Merger reserve	3,633	3,633
Retained earnings	66,164	66,589
Total equity attributable to equity holders of the Company	161,821	162,246
Non-current liabilities		
Loans and borrowings	3,519	4,953
Deferred tax liabilities	6,138	6,255
Lease liabilities	6	58
	9,663	11,266
Current liabilities		
Trade and other payables	44,227	37,171
Amount due to Directors	1	1
Tax liabilities	130	368
Loans and borrowings	62,464	64,371
Lease liabilities	84	45
	106,906	101,956
Total liabilities	116,569	113,222
Total equity and liabilities	278,390	275,468
Net assets per share attributable to equity holders of the Company (RM)	0.90	0.90

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 2020 and the accompanying explanatory notes attached to this interim financial statement.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2021**

	Share Capital RM'000	Non- distributable Merger Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000
At 1 January 2021	92,024	3,633	66,589	162,246
Total comprehensive loss for the period	-	-	(425)	(425)
At 31 March 2021	<u>92,024</u>	<u>3,633</u>	<u>66,164</u>	<u>161,821</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 2020 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2021

	Current Year to Date 31 March 2021 RM'000	Preceding Year Corresponding Period 31 March 2020 RM'000
Cash Flows from Operating Activities		
Loss before tax	(417)	(445)
Adjustments for:		
Depreciation of right-of-use assets	174	291
Depreciation of property, plant and equipment	1,780	1,821
Finance costs	623	1,000
Unrealised foreign exchange gain	(72)	(129)
Operating profit before changes in working capital	2,088	2,538
Changes in working capital:		
Inventories	(2,459)	(1,594)
Trade and other receivables, deposits and prepayments	(2,387)	(1,929)
Trade and other payables	7,008	9,213
Amount due to Directors	-	70
Cash generated from operations	4,250	8,298
Income tax paid, net of refund	(173)	(266)
Interest paid	(466)	(664)
Net cash generated from operating activities	3,611	7,368
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(260)	(4,843)
Placement of fixed deposits with original maturity exceeding three months	(1,010)	(9)
Net cash used in investing activities	(1,270)	(4,852)
Cash Flows from Financing Activities		
Proceeds from/(repayment of) borrowings	4,200	(3,825)
Net repayment of finance leases	(8)	(8)
Payment of lease liabilities	(13)	(23)
Interest paid	(157)	(336)
Net cash generated from/(used in) financing activities	4,022	(4,192)
Net increase/(decrease) in cash and cash equivalents	6,363	(1,676)
Effect of exchange rate fluctuations on cash held and bankers acceptances	(35)	105
Cash and cash equivalents at beginning of period	(12,234)	(8,310)
Cash and cash equivalents at end of period	(5,906)	(9,881)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2021 (CONTINUED)

Notes:

	Current Year to Date 31 March 2021 RM'000	Preceding Year Corresponding Period 31 March 2020 RM'000
Cash outflows for leases as a lessee		
Included in net cash from operating activities:		
Interest paid in relation to lease liabilities	1	1
Included in net cash from financing activities:		
Payment of lease liabilities	13	23
Total cash outflows for leases	<u>14</u>	<u>24</u>
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	11,002	12,046
Fixed deposits with original maturities not exceeding three months	572	560
Bank overdrafts	(17,480)	(22,487)
	<u>(5,906)</u>	<u>(9,881)</u>

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 2020 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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

A1. Basis of Preparation

The condensed consolidated interim financial statements 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.

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 Company and its subsidiaries since the financial year ended 31 December 2020.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the explanatory notes attached to this interim financial statement.

A2. Adoption of Malaysian Financial Reporting Standards

The significant accounting policies applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2020, 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 2021.

Title	Effective date
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
Amendment to MFRS 16, <i>Leases – Covid-19-Related Rent Concessions beyond 30 June 2021</i>	1 April 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
Amendments to MFRS 116, <i>Property, Plant and Equipment – Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137, <i>Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract</i>	1 January 2022

The initial application of the above is not expected to have any material financial impact on the Group’s results.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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

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 2020 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 March 2021.

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.

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.

Other non-reportable segment comprises operations related to investment holding and dormant entities.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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

A9. Segment information (Continued)

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 March 2021</i>				
Segment (loss)/profit	(666)	928	(56)	(206)
Included in the measure of segment (loss)/ profit are:				
Revenue from external customers	12,467	9,308	-	21,775
Inter-segment revenue	6,575	-	-	6,575
Depreciation	(1,913)	(41)	-*	(1,954)
Finance costs	(623)	-*	-*	(623)
<i>As At 31 March 2020</i>				
Segment (loss)/profit	(1,346)	841	60	(445)
Included in the measure of segment (loss)/profit are:				
Revenue from external customers	11,645	8,181	-	19,826
Inter-segment revenue	6,831	-	-	6,831
Depreciation	(2,056)	(56)	-	(2,112)
Finance costs	(1,009)	3	6	(1,000)

* Amount is below RM1,000

A10. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM0.26 million (31 March 2020: RM4.84 million).

A11. Material Events Subsequent to the End of the Interim 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.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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

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 March 2021 are as follows:

	As at 31 March 2021 RM'000	As at 31 March 2020 RM'000
Commitments in respect of capital expenditure:		
- Approved and contracted for	60,179	20,257

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 March 2021 RM'000	As at 31 March 2020 RM'000
Income:		
- Sales of automotive batteries	5	-

A16. Disclosure of derivatives

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



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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 RM21.78 million and recorded a loss before tax of RM0.37 million for the current quarter as compared to revenue of RM19.83 million and loss before tax of RM0.45 million for the corresponding quarter in prior year.

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

The Group achieved revenue of RM21.78 million and recorded a loss before tax of RM0.37 million for the current quarter as compared to revenue of RM23.21 million and profit before tax of RM0.38 million for immediate preceding quarter.

The loss before tax in the current quarter is mainly due to lower sales volume and higher freight charges as compared to the immediate preceding quarter.

B3. Commentary on Prospects

As the growth prospects are significantly weakened by the ongoing resurgence of Covid-19 cases and the implementation of various stages of movement control orders, the Group expects to continue to face the challenging economic and business environment in the coming quarters. The economy outlook is heavily dependent on how the world and our country successfully contain this pandemic in the months to come with the roll-out of Covid-19 immunisation programme and more stringent standard operating procedures. 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, both locally and internationally 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 PERIOD ENDED 31 MARCH 2021

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

B5. Loss before Tax

Included in the loss before tax are the following items:

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Loss for the period derived at after charging and crediting:				
Depreciation of right-of-use assets	174	291	174	291
Depreciation of property, plant and equipment	1,780	1,821	1,780	1,821
Rental of premises - expenses	25	18	25	18
Finance costs	623	1,000	623	1,000
Foreign exchange gain:				
- realised	(414)	(278)	(414)	(278)
- unrealised	(72)	(129)	(72)	(129)
Rental of premises - income	(8)	(8)	(8)	(8)

B6. Taxation

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Malaysian taxation				
- current year	125	151	125	151
- prior year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	125	151	125	151
Deferred taxation	(117)	(150)	(117)	(150)
Taxation	<hr/>	<hr/>	<hr/>	<hr/>
	8	1	8	1



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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 March 2021 were as follows:

	As at 31 March 2021	As at 31 March 2020
	RM'000	RM'000
Current		
- Secured	62,464	68,833
- Unsecured	-	-
	<hr/> 62,464	<hr/> 68,833
Non-current		
- Secured	3,519	6,889
	<hr/> 65,983	<hr/> 75,722
Total Borrowings	<hr/> <hr/> 65,983	<hr/> <hr/> 75,722

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. Loss per Share

Basic loss per share are calculated by dividing loss 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 March 2021. As such, the fully diluted earnings per share of the Company are equivalent to the basic earnings per share.

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
Loss attributable to equity holders of the Company (RM'000)	(425)	(446)	(425)	(446)
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic loss per share (Sen)	(0.24)	(0.25)	(0.24)	(0.25)
Diluted	N/A	N/A	N/A	N/A



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

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

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 March 2021.

B12. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors passed at Board of Directors' meeting held on 10 June 2021.