



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2022

	Individual Quarter		Cumulative Quarter	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Revenue	23,309	21,775	23,309	21,775
Cost of sales	(22,370)	(19,808)	(22,370)	(19,808)
Gross profit	939	1,967	939	1,967
Other income	287	546	287	546
Expenses	(2,531)	(2,307)	(2,531)	(2,307)
(Loss)/Profit from operation	(1,305)	206	(1,305)	206
Finance costs	(652)	(623)	(652)	(623)
Loss before taxation	(1,957)	(417)	(1,957)	(417)
Taxation	(34)	(8)	(34)	(8)
Loss net of tax, representing total comprehensive loss for the period	(1,991)	(425)	(1,991)	(425)
Total comprehensive loss attributable to:				
- Equity holders of the Company	(1,991)	(425)	(1,991)	(425)
- Non-controlling interest	-	-	-	-
	(1,991)	(425)	(1,991)	(425)
Loss per share (Sen) attributable to equity holders of the Company:				
- Basic	(1.11)	(0.24)	(1.11)	(0.24)
- 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 2021 and the accompanying explanatory notes attached to this interim financial statement.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2022**

	Unaudited As at 31 March 2022 RM'000	Audited As at 31 December 2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	121,874	101,725
Right-of-use assets	23,080	23,252
	144,954	124,977
Current assets		
Inventories	109,623	109,396
Trade and other receivables	53,881	65,710
Tax recoverable	729	601
Other investments	2,611	2,605
Cash and bank balances	4,167	5,518
	171,011	183,830
Total Assets	315,965	308,807
EQUITY AND LIABILITIES		
Share capital	92,024	92,024
Merger reserve	3,633	3,633
Retained earnings	66,110	68,101
Total equity attributable to equity holders of the Company	161,767	163,758
Non-current liabilities		
Loans and borrowings	5,148	6,425
Deferred tax liabilities	6,155	6,307
Lease liabilities	-	22
	11,303	12,754
Current liabilities		
Trade and other payables	55,763	53,391
Amount due to Directors	325	51
Tax liabilities	161	33
Loans and borrowings	86,603	78,784
Lease liabilities	43	36
	142,895	132,295
Total liabilities	154,198	145,059
Total equity and liabilities	315,965	308,807
Net assets per share attributable to equity holders of the Company (RM)	0.90	0.91

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 2021 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 2022**

	Share Capital RM'000	Non- distributable Merger Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000
At 1 January 2022	92,024	3,633	68,101	163,758
Total comprehensive loss for the period	-	-	(1,991)	(1,991)
At 31 March 2022	<u>92,024</u>	<u>3,633</u>	<u>66,110</u>	<u>161,767</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 2021 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022

	Current Year to Date 31 March 2022 RM'000	Preceding Year Corresponding Period 31 March 2021 RM'000
Cash Flows from Operating Activities		
Loss before tax	(1,957)	(417)
Adjustments for:		
Depreciation of right-of-use assets	172	174
Depreciation of property, plant and equipment	1,645	1,780
Finance costs	652	623
Unrealised foreign exchange loss/(gain)	96	(72)
Operating profit before changes in working capital	608	2,088
Changes in working capital:		
Inventories	(227)	(2,459)
Trade and other receivables, deposits and prepayments	11,895	(2,387)
Trade and other payables	2,375	7,008
Amount due to Directors	274	-
Cash generated from operations	14,925	4,250
Income tax paid, net of refund	(186)	(173)
Interest paid	(517)	(466)
Net cash generated from operating activities	14,222	3,611
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(21,794)	(260)
Placement of fixed deposits with original maturity exceeding three months	(6)	(1,010)
Net cash used in investing activities	(21,800)	(1,270)
Cash Flows from Financing Activities		
Proceeds from borrowings	5,622	4,200
Net repayment of finance leases	(8)	(8)
Payment of lease liabilities	(15)	(13)
Interest paid	(135)	(157)
Net cash generated from financing activities	5,464	4,022
Net (decrease)/increase in cash and cash equivalents	(2,114)	6,363
Effect of exchange rate fluctuations on cash held and bankers acceptances	(165)	(35)
Cash and cash equivalents at beginning of period	(21,230)	(12,234)
Cash and cash equivalents at end of period	(23,509)	(5,906)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022 (CONTINUED)

Notes:

	Current Year to Date 31 March 2022 RM'000	Preceding Year Corresponding Period 31 March 2021 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	15	13
Total cash outflows for leases	16	14
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	4,167	11,002
Fixed deposits with original maturities not exceeding three months	-	572
Bank overdrafts	(27,676)	(17,480)
	(23,509)	(5,906)

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 2021 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

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 2021.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021 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 2021, 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 2022.

Title	Effective date
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 2018-2021)</i>	1 January 2022
Amendments to Illustrative Examples accompanying MFRS 16, <i>Leases (Annual Improvements to MFRS Standards 2018-2021)</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 2022

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 2021 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 2022.

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 2022

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 2022</i>				
Segment (loss)/profit	(2,630)	1,554	(229)	(1,305)
Included in the measure of segment (loss)/ profit are:				
Revenue from external customers	14,472	8,837	-	23,309
Inter-segment revenue	5,899	-	-	5,899
Depreciation	(1,777)	(39)	(1)	(1,817)
Finance costs	(664)	12	-*	(652)
<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)

* Amount is below RM1,000

A10. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM21.79 million (31 March 2021: RM0.26 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 2022

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 2022 are as follows:

	As at 31 March 2022 RM'000	As at 31 March 2021 RM'000
Commitments in respect of capital expenditure:		
- Approved and contracted for	60,516	60,179

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 2022 RM'000	As at 31 March 2021 RM'000
Income:		
- Sales of automotive batteries	148	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 2022

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 RM23.31 million and recorded a loss before tax of RM1.96 million for the current quarter as compared to revenue of RM21.78 million and loss before tax of RM0.42 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 RM23.31 million and recorded a loss before tax of RM1.96 million for the current quarter as compared to revenue of RM28.78 million and profit before tax of RM4.15 million for immediate preceding quarter.

The loss before tax in the current quarter is mainly due to lower sales volume, higher commodity prices and fluctuations in foreign exchange as compared to the immediate preceding quarter.

B3. Commentary on Prospects

With the gradual relaxation of movement control measures, the intensified vaccination efforts for children and the slow transition into endemic phase, the growth prospects are expected to rebound. The Group expects to continue to face the challenging economic and business environment in the coming quarters due to unprecedented uncertainty in the global economy as borders open. The Russia's invasion of Ukraine has disrupted economic activities and dampened economic growth. The economy outlook is heavily dependent on how the world and our country successfully move into post-pandemic recovery and how long the Russia-Ukraine conflict lasts.

The global economy remains to be influenced by the effect of the global trade tensions, the major slowdown of the economic momentum and relatively higher commodity prices. The ongoing logistic issues arising from port congestion, shortage of vessels and containers leading to higher freight rates and supply chain disruptions continue to be a source of concern. However, the Group will remain vigilant and is confident that through continuous improvement in the products and services, efficiency in production, expansion of customer base, both locally and internationally, 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 2022

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 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Loss for the period derived at after charging and crediting:				
Depreciation of right-of-use assets	172	174	172	174
Depreciation of property, plant and equipment	1,645	1,780	1,645	1,780
Rental of premises - expenses	26	25	26	25
Finance costs	652	623	652	623
Foreign exchange (gain)/loss:				
- realised	(341)	(414)	(341)	(414)
- unrealised	96	(72)	96	(72)
Rental of premises - income	(7)	(8)	(7)	(8)

B6. Taxation

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2022 RM'000	31 March 2021 RM'000	31 March 2022 RM'000	31 March 2021 RM'000
Malaysian taxation				
- current year	186	125	186	125
- prior year	-	-	-	-
	<hr/> 186	<hr/> 125	<hr/> 186	<hr/> 125
Deferred taxation	(152)	(117)	(152)	(117)
Taxation	<hr/> <hr/> 34	<hr/> <hr/> 8	<hr/> <hr/> 34	<hr/> <hr/> 8



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

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 2022 were as follows:

	As at 31 March 2022	As at 31 March 2021
	RM'000	RM'000
Current		
- Secured	86,603	62,464
- Unsecured	-	-
	<hr/> 86,603	<hr/> 62,464
Non-current		
- Secured	5,148	3,519
	<hr/> 91,751	<hr/> 65,983

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 2022. 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 2022	31 March 2021	31 March 2022	31 March 2021
Loss attributable to equity holders of the Company (RM'000)	(1,991)	(425)	(1,991)	(425)
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic loss per share (Sen)	(1.11)	(0.24)	(1.11)	(0.24)
Diluted	N/A	N/A	N/A	N/A



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

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 2022.

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 26 May 2022.