



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2022

	Individual Quarter		Cumulative Quarter	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Revenue	25,841	18,038	49,150	39,813
Cost of sales	(19,269)	(14,743)	(41,639)	(34,551)
Gross profit	6,572	3,295	7,511	5,262
Other income	352	212	639	758
Expenses	(2,767)	(2,159)	(5,298)	(4,466)
Profit from operation	4,157	1,348	2,852	1,554
Finance costs	(764)	(616)	(1,416)	(1,239)
Profit before taxation	3,393	732	1,436	315
Taxation	(788)	(238)	(822)	(246)
Profit net of tax, representing total comprehensive income for the period	2,605	494	614	69
Total comprehensive income attributable to:				
- Equity holders of the Company	2,605	494	614	69
- Non-controlling interest	-	-	-	-
	2,605	494	614	69
Earnings per share (Sen) attributable to equity holders of the Company:				
- Basic	1.45	0.27	0.34	0.04
- 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
30 JUNE 2022**

	Unaudited As at 30 June 2022 RM'000	Audited As at 31 December 2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	141,450	101,725
Right-of-use assets	22,915	23,252
	164,365	124,977
Current assets		
Inventories	110,056	109,396
Trade and other receivables	51,461	65,710
Tax recoverable	814	601
Other investments	2,064	2,605
Cash and bank balances	5,973	5,518
	170,368	183,830
Total Assets	334,733	308,807
EQUITY AND LIABILITIES		
Equity		
Share capital	92,024	92,024
Merger reserve	3,633	3,633
Retained earnings	68,715	68,101
Total equity attributable to equity holders of the Company	164,372	163,758
Non-current liabilities		
Loans and borrowings	8,540	6,425
Deferred tax liabilities	6,523	6,307
Lease liabilities	12	22
	15,075	12,754
Current liabilities		
Trade and other payables	68,912	53,391
Amount due to Directors	166	51
Tax liabilities	528	33
Loans and borrowings	85,651	78,784
Lease liabilities	29	36
	155,286	132,295
Total liabilities	170,361	145,059
Total equity and liabilities	334,733	308,807
Net assets per share attributable to equity holders of the Company (RM)	0.91	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 30 JUNE 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 income for the period	-	-	614	614
At 30 June 2022	<u>92,024</u>	<u>3,633</u>	<u>68,715</u>	<u>164,372</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 30 JUNE 2022

	Current Year to Date 30 June 2022 RM'000	Preceding Year Corresponding Period 30 June 2021 RM'000
Cash Flows from Operating Activities		
Profit before tax	1,436	315
Adjustments for:		
Depreciation of right-of-use assets	343	348
Depreciation of property, plant and equipment	3,306	3,564
Finance costs	1,416	1,239
Gain on disposal of property, plant and equipment	-	(6)
Unrealised foreign exchange (gain)/loss	(69)	52
Operating profit before changes in working capital	6,432	5,512
Changes in working capital:		
Inventories	(660)	(3,189)
Trade and other receivables, deposits and prepayments	14,402	(662)
Trade and other payables	15,527	7,648
Amount due to Directors	115	2
Cash generated from operations	35,816	9,311
Income tax paid, net of refund	(324)	(374)
Interest paid	(1,110)	(927)
Net cash generated from operating activities	34,382	8,010
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(43,031)	(4,914)
Withdrawal/(Placement) of fixed deposits with original maturity exceeding three months	541	(1,816)
Proceeds from disposal of property, plant and equipment	-	6
Net cash used in investing activities	(42,490)	(6,724)
Cash Flows from Financing Activities		
Net drawdown from borrowings	9,436	1,077
Net repayment of finance leases	(16)	(16)
Payment of lease liabilities	(23)	(25)
Interest paid	(306)	(312)
Net cash generated from financing activities	9,091	724
Net increase in cash and cash equivalents	983	2,010
Effect of exchange rate fluctuations on cash held and bankers acceptances	(90)	(111)
Cash and cash equivalents at beginning of period	(21,230)	(12,234)
Cash and cash equivalents at end of period	(20,337)	(10,335)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2022 (CONTINUED)

Notes:

	Current Year to Date 30 June 2022 RM'000	Preceding Year Corresponding Period 30 June 2021 RM'000
Cash outflows for leases as a lessee		
Included in net cash from operating activities:		
Interest paid in relation to lease liabilities	2	2
Included in net cash from financing activities:		
Payment of lease liabilities	23	25
Total cash outflows for leases	25	27
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	5,973	10,745
Fixed deposits with original maturities not exceeding three months	-	575
Bank overdrafts	(26,310)	(21,655)
	(20,337)	(10,335)

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 30 JUNE 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 30 JUNE 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 30 June 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 30 JUNE 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 30 June 2022</i>				
Segment profit/(loss)	2,177	1,192	(517)	2,852
Included in the measure of segment profit/(loss) are:				
Revenue from external customers	32,757	16,393	-	49,150
Inter-segment revenue	10,836	-	-	10,836
Depreciation	(3,556)	(77)	(16)	(3,649)
Finance costs	(1,420)	4	-*	(1,416)
<i>As At 30 June 2021</i>				
Segment profit/(loss)	873	849	(168)	1,554
Included in the measure of segment profit/(loss) are:				
Revenue from external customers	23,305	16,508	-	39,813
Inter-segment revenue	11,651	-	-	11,651
Depreciation	(3,830)	(82)	-*	(3,912)
Finance costs	(1,238)	(2)	1	(1,239)

* Amount is below RM1,000

A10. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM43.03 million (30 June 2021: RM4.91 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 30 JUNE 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 30 June 2022 are as follows:

	As at 30 June 2022 RM'000	As at 30 June 2021 RM'000
Commitments in respect of capital expenditure:		
- Approved and contracted for	66,399	93,356

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 30 June 2022 RM'000	As at 30 June 2021 RM'000
Income:		
- Sales of automotive batteries	456	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 30 JUNE 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 RM25.84 million and recorded a profit before tax of RM3.39 million for the current quarter as compared to revenue of RM18.04 million and profit before tax of RM0.73 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 RM25.84 million and recorded a profit before tax of RM3.39 million for the current quarter as compared to revenue of RM23.31 million and loss before tax of RM1.96 million for immediate preceding quarter.

The profit before tax in the current quarter is mainly due to higher sales volume and selling price revision as compared to the immediate preceding quarter.

B3. Commentary on Prospects

As Malaysia reopened its borders on 1 April 2022 as part of the slow transition into endemic phase, the Malaysian economy is expected to be on its recovery path, following the successful vaccination effort. 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 and inflation prolongs. The Russia's invasion of Ukraine and strict lockdowns in China have disrupted economic activities and dampened economic growth. Central banks worldwide had to tighten monetary policy by raising interest rates due to inflationary pressures especially in food prices. 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 and geopolitical tensions, the major slowdown of the economic momentum and relatively higher prices in certain commodities. 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 30 JUNE 2022

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 6 Months Ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Profit for the period derived at after charging and crediting:				
Depreciation of right-of-use assets	171	174	343	348
Depreciation of property, plant and equipment	1,661	1,784	3,306	3,564
Rental of premises - expenses	25	11	51	36
Finance costs	764	616	1,416	1,239
Foreign exchange (gain)/loss:				
- realised	(170)	(309)	(511)	(723)
- unrealised	(27)	124	69	52
Rental of premises - income	(7)	(8)	(14)	(16)

B6. Taxation

	Current Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Malaysian taxation				
- current year	420	199	606	324
- prior year	-	-	-	-
	<hr/> 420	<hr/> 199	<hr/> 606	<hr/> 324
Deferred taxation	368	39	216	(78)
Taxation	<hr/> 788	<hr/> 238	<hr/> 822	<hr/> 246



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 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 30 June 2022 were as follows:

	As at 30 June 2022	As at 30 June 2021
	RM'000	RM'000
Current		
- Secured	85,651	64,779
- Unsecured	-	-
	<hr/> 85,651	<hr/> 64,779
Non-current		
- Secured	8,540	2,248
	<hr/> 94,191	<hr/> 67,027

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 30 June 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 6 Months Ended	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
Profit attributable to equity holders of the Company (RM'000)	2,605	494	614	69
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic earnings per share (Sen)	1.45	0.27	0.34	0.04
Diluted	N/A	N/A	N/A	N/A



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 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 30 June 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 August 2022.