



**EITA RESOURCES BERHAD**  
(Company No.: 199601026396 (398748-T))

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

*(The figures have not been audited)*

|   | Individual Financial<br>Quarter Ended |            |         |         | Cumulative Financial<br>Quarter Ended |            |         |         |
|---|---------------------------------------|------------|---------|---------|---------------------------------------|------------|---------|---------|
|   | 30.06.2021                            | 30.06.2020 | Changes |         | 30.06.2021                            | 30.06.2020 | Changes |         |
|   | RM'000                                | RM'000     | RM'000  | %       | RM'000                                | RM'000     | RM'000  | %       |
| Revenue   | 66,359                                | 60,065     | 6,294   | 10.5%   | 212,876                               | 205,664    | 7,212   | 3.5%    |
| <b>Results from operating activities</b>                                  | 6,518                                 | 3,902      | 2,616   | 67.0%   | 20,792                                | 20,311     | 481     | 2.4%    |
| Finance costs   | (534)                                 | (559)      | 25      | 4.5%    | (1,584)                               | (1,617)    | 33      | 2.0%    |
| Finance income  | 45                                    | 98         | (53)    | (54.1%) | 108                                   | 279        | (171)   | (61.3%) |
| Net finance costs   | (489)                                 | (461)      | (28)    | (6.1%)  | (1,476)                               | (1,338)    | (138)   | (10.3%) |
| Share of profit / (loss) of equity-accounted<br>joint venture, net of tax | 29                                    | 18         | 11      | 61.1%   | 82                                    | (135)      | 217     | 160.7%  |
| <b>Profit before tax</b>  | 6,058                                 | 3,459      | 2,599   | 75.1%   | 19,398                                | 18,838     | 560     | 3.0%    |
| Tax expense   | (2,227)                               | (1,252)    | (975)   | (77.9%) | (5,821)                               | (4,851)    | (970)   | (20.0%) |
| <b>Profit for the period</b>  | 3,831                                 | 2,207      | 1,624   | 73.6%   | 13,577                                | 13,987     | (410)   | (2.9%)  |



**EITA RESOURCES BERHAD**  
(Company No.: 199601026396 (398748-T))

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)**

*(The figures have not been audited)*

|  | Individual Financial |              |              |              | Cumulative Financial |               |              |               |
|--|----------------------|--------------|--------------|--------------|----------------------|---------------|--------------|---------------|
|  | Quarter Ended        |              | Changes      |              | Quarter Ended        |               | Changes      |               |
|  | 30.06.2021           | 30.06.2020   | RM'000       | %            | 30.06.2021           | 30.06.2020    | RM'000       | %             |
|  | RM'000               | RM'000       | RM'000       | %            | RM'000               | RM'000        | RM'000       | %             |
| <b>Other comprehensive income, net of tax</b>    |                      |              |              |              |                      |               |              |               |
| Foreign currency translation differences         |                      |              |              |              |                      |               |              |               |
| for foreign operations                           | 11                   | 138          | (127)        | (92.0%)      | 187                  | 123           | 64           | 52.0%         |
| Cash flow hedge                                  | 236                  | (187)        | 423          | 226.2%       | 1,506                | 1,443         | 63           | 4.4%          |
| Total other comprehensive income for the period  | 247                  | (49)         | 296          | 604.1%       | 1,693                | 1,566         | 127          | 8.1%          |
| <b>Total comprehensive income for the period</b> | <b>4,078</b>         | <b>2,158</b> | <b>1,920</b> | <b>89.0%</b> | <b>15,270</b>        | <b>15,553</b> | <b>(283)</b> | <b>(1.8%)</b> |
| <b>Profit attributable to:</b>                   |                      |              |              |              |                      |               |              |               |
| Owners of the Company                            | 4,012                | 1,812        | 2,200        | 121.4%       | 14,039               | 13,063        | 976          | 7.5%          |
| Non-controlling interests                        | (181)                | 395          | (576)        | (145.8%)     | (462)                | 924           | (1,386)      | (150.0%)      |
|  | 3,831                | 2,207        | 1,624        | 73.6%        | 13,577               | 13,987        | (410)        | (2.9%)        |



**EITA RESOURCES BERHAD**  
(Company No.: 199601026396 (398748-T))

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)**

*(The figures have not been audited)*

|  | Individual Financial |              |         |          | Cumulative Financial |               |         |          |
|--|----------------------|--------------|---------|----------|----------------------|---------------|---------|----------|
|  | Quarter Ended        |              | Changes |          | Quarter Ended        |               | Changes |          |
|  | 30.06.2021           | 30.06.2020   | RM'000  | %        | 30.06.2021           | 30.06.2020    | RM'000  | %        |
|  | RM'000               | RM'000       | RM'000  |          | RM'000               | RM'000        | RM'000  |          |
| <b>Total comprehensive income attributable to:</b> |                      |              |         |          |                      |               |         |          |
| Owners of the Company                              | 4,258                | 1,750        | 2,508   | 143.3%   | 15,714               | 14,616        | 1,098   | 7.5%     |
| Non-controlling interests                          | (180)                | 408          | (588)   | (144.1%) | (444)                | 937           | (1,381) | (147.4%) |
|  | <u>4,078</u>         | <u>2,158</u> | 1,920   | 89.0%    | <u>15,270</u>        | <u>15,553</u> | (283)   | (1.8%)   |
| <b>Earnings per share:</b>                         |                      |              |         |          |                      |               |         |          |
| - Basic (sen)                                      | <u>1.54</u>          | <u>0.70*</u> | 0.84    | 120.0%   | <u>5.40</u>          | <u>5.02*</u>  | 0.38    | 7.6%     |
| - Diluted (sen)                                    | <u>1.42</u>          | <u>0.62*</u> | 0.80    | 129.0%   | <u>4.97</u>          | <u>4.46*</u>  | 0.51    | 11.4%    |

Note:

\* For comparative purpose, the basic earnings per share ("EPS") and diluted EPS for the individual quarter and year to date ended 30 June 2020 had been adjusted to reflect the bonus issue of 1 new ordinary share for every 1 existing ordinary share held and bonus issue of 1 free warrant for every 3 ordinary shares held which was completed on 2 February 2021 and 10 February 2021 respectively.

*(The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to these interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

*(The figures have not been audited)*

|  | <b>Individual Financial</b> |                   |               |          |
|--|-----------------------------|-------------------|---------------|----------|
|  | <b>Quarter Ended</b>        |                   |               |          |
|  | <b>30.06.2021</b>           | <b>31.03.2021</b> | <b>RM'000</b> | <b>%</b> |
|  | <b>RM'000</b>               | <b>RM'000</b>     | <b>RM'000</b> |          |
| Revenue  | 66,359                      | 80,367            | (14,008)      | (17.4%)  |
| <b>Results from operating activities</b>                       | 6,518                       | 5,561             | 957           | 17.2%    |
| Finance costs  | (534)                       | (526)             | (8)           | (1.5%)   |
| Finance income   | 45                          | 17                | 28            | 164.7%   |
| Net finance costs  | (489)                       | (509)             | 20            | 3.9%     |
| Share of loss of equity-accounted<br>joint venture, net of tax | 29                          | (94)              | 123           | 130.9%   |
| <b>Profit before tax</b>                                       | 6,058                       | 4,958             | 1,100         | 22.2%    |
| Tax expense  | (2,227)                     | (1,404)           | (823)         | (58.6%)  |
| <b>Profit for the period</b>                                   | 3,831                       | 3,554             | 277           | 7.8%     |
| <b>Other comprehensive income, net of tax</b>                  |                             |                   |               |          |
| Foreign currency translation differences                       |                             |                   |               |          |
| for foreign operations   | 11                          | 155               | (144)         | (92.9%)  |
| Cash flow hedge  | 236                         | 814               | (578)         | (71.0%)  |
| Total other comprehensive income<br>for the period             | 247                         | 969               | (722)         | (74.5%)  |
| <b>Total comprehensive income<br/>for the period</b>           | 4,078                       | 4,523             | (445)         | (9.8%)   |
| <b>Profit attributable to:</b>                                 |                             |                   |               |          |
| Owners of the Company  | 4,012                       | 3,997             | 15            | 0.4%     |
| Non-controlling interests                                      | (181)                       | (443)             | 262           | 59.1%    |
|  | 3,831                       | 3,554             | 277           | 7.8%     |

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)**

*(The figures have not been audited)*

|                                   | <b>Individual Financial</b> |                   |                |          |
|-----------------------------------|-----------------------------|-------------------|----------------|----------|
|                                   | <b>Quarter Ended</b>        |                   |                |          |
|                                   | <b>30.06.2021</b>           | <b>31.03.2021</b> | <b>Changes</b> |          |
|                                   | <b>RM'000</b>               | <b>RM'000</b>     | <b>RM'000</b>  | <b>%</b> |
| <b>Total comprehensive income</b> |                             |                   |                |          |
| <b>attributable to:</b>           |                             |                   |                |          |
| Owners of the Company             | 4,258                       | 4,951             | (693)          | (14.0%)  |
| Non-controlling interests         | (180)                       | (428)             | 248            | 57.9%    |
|                                   | <u>4,078</u>                | <u>4,523</u>      | (445)          | (9.8%)   |
| <b>Earnings per share:</b>        |                             |                   |                |          |
| - Basic (sen)                     | <u>1.54</u>                 | <u>1.54</u>       | (0.00)         | (0.0%)   |
| - Diluted (sen)                   | <u>1.42</u>                 | <u>1.41</u>       | (0.01)         | (0.7%)   |

*(The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to these interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*(The figures have not been audited)*

|  | Note | 30.06.2021<br>RM'000<br>(Unaudited) | 30.09.2020<br>RM'000<br>(Audited) |
|--|------|-------------------------------------|-----------------------------------|
| <b>ASSETS</b>                                      |      |                                     |                                   |
| <b>Non-current assets</b>                          |      |                                     |                                   |
| Property, plant and equipment                      |      | 41,226                              | 36,448                            |
| Right-of-use assets                                |      | 8,103                               | 10,263                            |
| Intangible assets                                  |      | 885                                 | 1,232                             |
| Investment properties                              |      | 7,927                               | 6,564                             |
| Investment in joint venture                        |      | 1,776                               | 1,693                             |
| Other investments                                  |      | 10                                  | 10                                |
| Deferred tax assets                                |      | 4,000                               | 4,372                             |
| <b>Total non-current assets</b>                    |      | 63,927                              | 60,582                            |
| <b>Current assets</b>                              |      |                                     |                                   |
| Inventories  |      | 41,589                              | 38,925                            |
| Contract assets                                    |      | 63,594                              | 58,756                            |
| Trade and other receivables                        |      | 55,450                              | 64,585                            |
| Current tax assets                                 |      | 2,184                               | 2,324                             |
| Deposits and prepayments                           |      | 10,124                              | 6,117                             |
| Derivative financial assets                        |      | 2,092                               | 3                                 |
| Cash and cash equivalents                          |      | 68,574                              | 71,753                            |
| <b>Total current assets</b>                        |      | 243,607                             | 242,463                           |
| <b>TOTAL ASSETS</b>                                |      | <b>307,534</b>                      | <b>303,045</b>                    |
| <b>EQUITY AND LIABILITIES</b>                      |      |                                     |                                   |
| <b>Equity</b>                                      |      |                                     |                                   |
| Share capital                                      |      | 69,305                              | 69,302                            |
| Reserves   |      | 127,796                             | 115,973                           |
| Total equity attributable to owners of the Company |      | 197,101                             | 185,275                           |
| Non-controlling interests                          |      | 3,231                               | 3,675                             |
| <b>TOTAL EQUITY</b>                                |      | <b>200,332</b>                      | <b>188,950</b>                    |

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

*(The figures have not been audited)*

| <b>EQUITY AND LIABILITIES<br/>(continued)</b>                                  | <b>Note</b> | <b>30.06.2021<br/>RM'000<br/>(Unaudited)</b> | <b>30.09.2020<br/>RM'000<br/>(Audited)</b> |
|--|-------------|--|--|
| <b>Non-current liabilities</b>   |             |  |  |
| Loans and borrowings   | B7          | 14,712                                       | 15,518                                     |
| Lease liabilities  |             | 2,211  | 3,245                                      |
| Deferred tax liabilities   |             | 1,220  | 395  |
| <b>Total non-current liabilities</b>   |             | <b>18,143</b>                                | <b>19,158</b>                              |
| <b>Current liabilities</b>   |             |  |  |
| Loans and borrowings   | B7          | 31,592                                       | 15,072                                     |
| Lease liabilities  |             | 1,926  | 2,136                                      |
| Contract liabilities   |             | 5,837  | 16,540                                     |
| Provision for warranties   |             | 284  | 326  |
| Current tax payable  |             | 2,078  | 605  |
| Trade and other payables   |             | 47,214                                       | 59,780                                     |
| Derivative financial liabilities   |             | 128  | 478  |
| <b>Total current liabilities</b>   |             | <b>89,059</b>                                | <b>94,937</b>                              |
| <b>TOTAL LIABILITIES</b>   |             | <b>107,202</b>                               | <b>114,095</b>                             |
| <b>TOTAL EQUITY AND LIABILITIES</b>  |             | <b>307,534</b>                               | <b>303,045</b>                             |
| <b>Net assets per share attributable to equity holders of the Company (RM)</b> |             | <b>0.76</b>                                  | <b>0.71*</b>                               |

Note:

\* For comparative purpose, the net assets per share attributable to the equity holders of the Company as at 30 September 2020 has been adjusted to reflect the bonus issue of 1 new ordinary share for every 1 existing ordinary share held which was completed on 2 February 2021.

*(The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to these interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

*(The figures have not been audited)*

|  | < ----- Attributable to owners of the Company ----- > |                              |                                  |                              |                               | Total<br>RM'000 | Non-<br>Controlling<br>Interests<br>RM'000 | Total<br>Equity<br>RM'000 |
|--|---|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------|--|---------------------------|
|  | Share<br>Capital<br>RM'000                            | Treasury<br>Shares<br>RM'000 | Translation<br>Reserve<br>RM'000 | Hedging<br>Reserve<br>RM'000 | Retained<br>Profits<br>RM'000 |                 |  |                           |
| <b><u>Period Ended 30 June 2021</u></b>                        |   |                              |                                  |                              |                               |                 |  |                           |
| At 1 October 2020  | 69,302  | (5)                          | 948                              | (595)                        | 115,625                       | <b>185,275</b>  | 3,675                                      | <b>188,950</b>            |
| Foreign currency translation differences for foreign operation | -   | -                            | 169                              | -                            | -                             | <b>169</b>      | 18   | <b>187</b>                |
| Cash flow hedge  | -   | -                            | -                                | 1,506                        | -                             | <b>1,506</b>    | -  | <b>1,506</b>              |
| Profit for the year  | -   | -                            | -                                | -                            | 14,039                        | <b>14,039</b>   | (462)                                      | <b>13,577</b>             |
| <b>Total comprehensive income for the year</b>                 | -   | -                            | 169                              | 1,506                        | 14,039                        | <b>15,714</b>   | (444)                                      | <b>15,270</b>             |
| Dividend to owners of the Company                              | -   | -                            | -                                | -                            | (3,900)                       | <b>(3,900)</b>  | -  | <b>(3,900)</b>            |
| Own shares sold  | -   | 5                            | -                                | -                            | 4                             | <b>9</b>        | -  | <b>9</b>                  |
| Share options exercised  | 3   | -                            | -                                | -                            | -                             | <b>3</b>        | -  | <b>3</b>                  |
| <b>Total transactions with owners of the Company</b>           | 3   | 5                            | -                                | -                            | (3,896)                       | <b>(3,888)</b>  | -  | <b>(3,888)</b>            |
| At 30 June 2021  | 69,305  | -                            | 1,117                            | 911                          | 125,768                       | <b>197,101</b>  | 3,231                                      | <b>200,332</b>            |



**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)**

*(The figures have not been audited)*

|  | < ----- Attributable to owners of the Company ----- > |                              |                                  |                              |                               | Total<br>RM'000 | Non-<br>Controlling<br>Interests<br>RM'000 | Total<br>Equity<br>RM'000 |
|--|---|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------|--|---------------------------|
|  | Share<br>Capital<br>RM'000                            | Treasury<br>Shares<br>RM'000 | Translation<br>Reserve<br>RM'000 | Hedging<br>Reserve<br>RM'000 | Retained<br>Profits<br>RM'000 |                 |  |                           |
| <b><u>Period Ended 30 June 2020</u></b>                        |   |                              |                                  |                              |                               |                 |  |                           |
| At 1 October 2019  | 69,302  | (5)                          | 939                              | (2,900)                      | 106,131                       | <b>173,467</b>  | 2,748                                      | <b>176,215</b>            |
| Foreign currency translation differences for foreign operation | -   | -                            | 111                              | -                            | -                             | <b>111</b>      | 12   | <b>123</b>                |
| Cash flow hedge  | -   | -                            | -                                | 1,443                        | -                             | <b>1,443</b>    | -  | <b>1,443</b>              |
| Profit for the year  | -   | -                            | -                                | -                            | 13,063                        | <b>13,063</b>   | 924  | <b>13,987</b>             |
| Total comprehensive income for the year                        | -   | -                            | 111                              | 1,443                        | 13,063                        | <b>14,617</b>   | 936  | <b>15,553</b>             |
| Dividend to owners of the Company                              | -   | -                            | -                                | -                            | (3,900)                       | <b>(3,900)</b>  | -  | <b>(3,900)</b>            |
| At 30 June 2020  | 69,302  | (5)                          | 1,050                            | (1,457)                      | 115,294                       | <b>184,184</b>  | 3,684                                      | <b>187,868</b>            |

*(The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to these interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

*(The figures have not been audited)*

|  | <b>9 Months Period Ended</b> |                   |
|--|------------------------------|-------------------|
|  | <b>30.06.2021</b>            | <b>30.06.2020</b> |
|  | <b>RM'000</b>                | <b>RM'000</b>     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                          |                              |                   |
| Profit before tax  | 19,398                       | 18,838            |
| Adjustments for:   |                              |                   |
| Amortisation of investment properties                                | 139                          | 57                |
| Amortisation of development costs                                    | 34                           | 37                |
| Reversal of foreseeable losses                                       | (336)                        | (1,083)           |
| Provision of warranties-net  | 5                            | 28                |
| Depreciation of property, plant and equipment                        | 1,856                        | 1,536             |
| Depreciation of right-of-use assets                                  | 1,522                        | 1,615             |
| (Gain) / Loss on disposal of property, plant and equipment           | (3)                          | 86                |
| Fair value gain on forward exchange contracts - net                  | (1,256)                      | (589)             |
| Property, plant and equipment written off                            | 22                           | 2                 |
| Finance costs  | 1,585                        | 1,617             |
| Finance income   | (108)                        | (279)             |
| Share of (gain) / loss of equity-accounted joint venture, net of tax | (82)                         | 135               |
| Unrealised foreign exchange (gain) / loss                            | (117)                        | 73                |
|  | <hr/>                        | <hr/>             |
| Operating profit before changes in working capital                   | 22,659                       | 22,073            |
| Changes in working capital:  |                              |                   |
| Inventories  | (2,641)                      | (5,158)           |
| Trade and other receivables, deposits and prepayments                | 1,001                        | 21,370            |
| Trade and other payables   | (22,815)                     | (31,156)          |
|  | <hr/>                        | <hr/>             |
| Cash (used in) / generated from operations                           | (1,796)                      | 7,129             |
| Income taxes paid  | (3,009)                      | (5,937)           |
| Interest paid  | (257)                        | (173)             |
| Interest received  | 108                          | 279               |
|  | <hr/>                        | <hr/>             |
| <b>Net cash (used in) / generated from operating activities</b>      | <b>(4,954)</b>               | <b>1,298</b>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                          |                              |                   |
| Proceeds from disposal of property, plant and equipment              | -                            | 10                |
| Purchase of property, plant and equipment                            | (5,639)                      | -                 |
| Acquisition of intangible assets                                     | (48)                         | (4,069)           |
| Acquisition of investment properties                                 | (1,501)                      | (107)             |
|  | <hr/>                        | <hr/>             |
| <b>Net cash used in investing activities</b>                         | <b>(7,188)</b>               | <b>(4,166)</b>    |

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2021**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*(The figures have not been audited)*

|  | <b>9 Months Period Ended</b> |                   |
|--|------------------------------|-------------------|
|  | <b>30.06.2021</b>            | <b>30.06.2020</b> |
|  | <b>RM'000</b>                | <b>RM'000</b>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                      |                              |                   |
| Dividend paid to owners of the company   | (3,900)                      | (3,900)           |
| Proceeds from loans and borrowings, net  | 15,678                       | 19,429            |
| Repayment of lease liabilities, net  | (1,695)                      | (1,807)           |
| Proceeds from share options exercised  | 3                            | -                 |
| Proceeds from sale of treasury shares  | 9                            | -                 |
| Interest paid  | (1,327)                      | (1,444)           |
| <b>Net cash (used in) / generated from financing activities</b>                  | <b>8,768</b>                 | <b>12,278</b>     |
| <b>Net (decrease) / increase in cash and cash equivalents</b>                    | <b>(3,374)</b>               | <b>9,410</b>      |
| <b>Foreign exchange differences on cash held</b>                                 | <b>98</b>                    | <b>127</b>        |
| <b>Cash and cash equivalents at beginning of the financial year</b>              | <b>71,654</b>                | <b>68,727</b>     |
| <b>Cash and cash equivalents at end of the financial year</b>                    | <b>68,378</b>                | <b>78,264</b>     |
| <br>Cash and cash equivalents included in the statements of cash flows comprise: |                              |                   |
| Deposits   | 3,000                        | 5,000             |
| Cash and bank balances   | 58,391                       | 65,886            |
| Liquid investments   | 7,183                        | 7,463             |
| Bank overdrafts  | (196)                        | (85)              |
|  | <b>68,378</b>                | <b>78,264</b>     |

*(The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to these interim financial statements.)*

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)**

---

**A1. Basis of Preparation**

The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards 134 (“MFRS 134”) : Interim Financial Reporting, International Financial Reporting Standards 34 : Interim Financial Reporting, the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the requirements of the Companies Act 2016 in Malaysia, and should be read in conjunction with the audited financial statements for the financial year ended 30 September 2020.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) and have been adopted by the Group:

***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2020***

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

The adoption of the abovementioned accounting standards and amendments does not have any material impact on the financial statements of the Group.

**A2. Auditors’ Report on Preceding Annual Financial Statements**

There was no qualification in the audit report of the preceding annual financial statements.

**A3. Seasonality or Cyclical Factors**

Save for certain business activities which are project based, our Group does not experience any material seasonality.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

During the current financial quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5. Nature and Amount of Changes in Estimates**

There were no material changes in estimates during the financial quarter under review.

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A6. Debts and Securities**

**Details of treasury shares held:**

|                              | <b>No. of<br/>Shares</b> | <b>Amount<br/>RM</b> |
|------------------------------|--------------------------|----------------------|
| Balance as at 1 October 2020 | 4,000                    | 5,050                |
| Movement during the period   | 4,000                    | 5,050                |
| Balance as at 30 June 2021   | -                        | -                    |

On 4 January 2021, the Company disposed 4,000 treasury shares at RM2.18 per share totaling RM8,720.

**A7. Dividends Paid and Distributed**

On 20 May 2021, the Board of Directors has approved and declared a first interim dividend of 1.5 sen per ordinary share, amounting to RM3.9 million in respect of the financial year ended 30 September 2021. The dividend was paid to the shareholders of the Company on 9 July 2021.

**A8. Segmental Information**

Segmental information in respect of the Group’s business activities for the financial year to date ended 30 June 2021.

|                            | <b>Revenue<br/>RM’000</b> | <b>Profit before Tax<br/>RM’000</b> |
|----------------------------|---------------------------|-------------------------------------|
| Marketing and Distribution | 56,268                    | 6,043                               |
| Manufacturing              | 86,336                    | 5,700                               |
| Services                   | 28,022                    | 8,636                               |
| High Voltage System        | 42,250                    | (981)                               |
| Reportable segments        | <u>212,876</u>            | <u>19,398</u>                       |

**A9. Subsequent Material Event**

There was no material event subsequent to the end of the current financial quarter that has not been reflected in the financial statements.

**A10. Changes in the Composition of the Group**

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

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A11. Capital Commitments**

The Group’s outstanding capital commitments as at 30 June 2021 not provided for in the financial statements are as follows:

|   |                        |
|---|------------------------|
| Balance purchase consideration for the acquisition of property, plant and equipment | <b>RM’000</b><br>4,443 |
|---|------------------------|

**A12. Changes in Contingent Liabilities**

Corporate guarantee given by the Company to secure banking facilities granted to subsidiaries:

|                                   |                          |
|-----------------------------------|--------------------------|
| At 1 October 2020                 | <b>RM’000</b><br>381,721 |
| Increased in borrowing facilities | 117,700                  |
| At 30 June 2021                   | <u>499,421</u>           |

Performance guarantee given by subsidiaries for performance of contracts issued to third parties:

|                         |                         |
|-------------------------|-------------------------|
| At 1 October 2020       | <b>RM’000</b><br>38,727 |
| Addition / (Upliftment) | (10,267)                |
| At 30 June 2021         | <u>28,460</u>           |

**A13. Significant Related Party Transactions**

The Group has the following significant transactions with the related parties during the financial quarter under review:

| <b>Company</b>                  | <b>Relationship</b>   |
|---------------------------------|---|
| Boilermech Sdn Bhd (“BM”)       | A company in which a director is the brother of the Non-Independent Non-Executive Director and substantial shareholder, Mr Chia Seong Pow.              |
| CTL Automation Sdn Bhd (“CTL”)  | A company in which two (2) of the directors and substantial shareholders are the brother and sister-in-law of the Executive Director, Mr. Lim Joo Swee. |
| Platinum Victory Sdn Bhd (“PV”) | A company in which a director and substantial shareholder is the brother-in-law of the Executive Director, Mr Lee Peng Sian.                            |
| QL Foods Sdn Bhd (“QLF”)        | A company in which a director and substantial shareholder is also the Non-Independent Non-Executive Director of EITA.                                   |

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A13. Significant Related Party Transactions (Cont’d)**

|  |  |
|--|--|
| QL Figo (Johor) Sdn Bhd (“QLFJ”)               | A company in which a director and substantial shareholder is also the Non-Independent Non-Executive Director of EITA.  |
| Sigriner Automation (MFG) Sdn Bhd (“Sigriner”) | A 50% joint venture company of EITA-Schneider (Mfg) Sdn Bhd (“ESM”) in which two (2) of the directors are the Executive Directors of EITA, the holding company of ESM. |
| Tenaga Semesta (M) Sdn Bhd (“TS”)              | A company in which a director and substantial shareholder is the brother of the Group Managing Director and substantial shareholder, Mr Fu Wing Hong.                  |

|   | <b>Cumulative Financial<br/>Quarter Ended</b> |                   |
|---|---|-------------------|
|   | <b>30.06.2021</b>                             | <b>30.06.2020</b> |
|   | <b>RM’000</b>                                 | <b>RM’000</b>     |
| <u>Boilermech Sdn Bhd (“BM”)</u>  |   |                   |
| - Sales of electrical equipment   | 1,301   | 414               |
| <u>CTL Automation Sdn Bhd (“CTL”)</u>   |   |                   |
| - Repairs and purchase of elevators parts                                     | (918)   | (281)             |
| - Supply, install, testing and commissioning of electrical work and equipment | (1)   | (3)               |
| - Sales of electrical equipment   | 51  | 55                |
| <u>Platinum Victory Sdn Bhd (“PV”)</u>  |   |                   |
| - Supply, install, testing and commissioning of electrical work and equipment | 400   | -                 |
| <u>QL Foods Sdn Bhd (“QLF”)</u>   |   |                   |
| - Sales of electrical equipment   | 212   | 269               |
| <u>QL Figo (Johor) Sdn Bhd (“QLFJ”)</u>                                       |   |                   |
| - Sales of electrical items   | 1,965   | 2,948             |
| <u>Sigriner Automation (MFG) Sdn Bhd (“Sigriner”)</u>                         |   |                   |
| - Provision of management services and rental                                 | 187   | 123               |
| - Sales of elevator parts   | 130   | 2                 |
| - Purchase of elevator controllers  | (4,993)                                       | (1,476)           |
| <u>Tenaga Semesta (M) Sdn Bhd (“TS”)</u>                                      |   |                   |
| - Sales of power equipment  | 232   | 4                 |
| - Purchase of electrical equipment  | (17)  | -                 |
| - Purchase of mechanical and engineering works                                | (360)   | -                 |

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**

**B1. Review of Performance for the Current Financial Quarter and Financial Year To-Date**

|  | Individual Financial<br>Quarter Ended |                      | %            | Cumulative Financial<br>Quarter Ended |                      | %           |
|--|---------------------------------------|----------------------|--------------|---------------------------------------|----------------------|-------------|
|  | 30.06.2021<br>RM'000                  | 30.06.2020<br>RM'000 |              | change                                | 30.06.2021<br>RM'000 |             |
| <b>Revenue</b>   |                                       |                      |              |                                       |                      |             |
| Marketing and<br>Distribution  | 18,412                                | 13,860               | 32.8%        | 56,268                                | 53,564               | 5.0%        |
| Manufacturing  | 28,057                                | 19,692               | 42.5%        | 86,336                                | 74,029               | 16.6%       |
| Services   | 9,100                                 | 7,953                | 14.4%        | 28,022                                | 25,039               | 11.9%       |
| High Voltage<br>System   | 10,790                                | 18,560               | (41.9%)      | 42,250                                | 53,032               | (20.3%)     |
| <b>Total</b>   | <b>66,359</b>                         | <b>60,065</b>        | <b>10.5%</b> | <b>212,876</b>                        | <b>205,664</b>       | <b>3.5%</b> |
| <b>Profit before<br/>Tax ("PBT")<br/>/ (Loss)<br/>before Tax<br/>("LBT")</b> |                                       |                      |              |                                       |                      |             |
| Marketing and<br>Distribution  | 1,044                                 | (130)                | 903.1%       | 6,043                                 | 3,447                | 75.3%       |
| Manufacturing  | 2,655                                 | 460                  | 477.2%       | 5,700                                 | 3,287                | 73.4%       |
| Services   | 2,540                                 | 1,623                | 56.5%        | 8,636                                 | 8,967                | (3.7%)      |
| High Voltage<br>System   | (181)                                 | 1,506                | (112.0%)     | (981)                                 | 3,137                | (131.3%)    |
| <b>Total</b>   | <b>6,058</b>                          | <b>3,459</b>         | <b>75.1%</b> | <b>19,398</b>                         | <b>18,838</b>        | <b>3.0%</b> |

The Group's revenue for the current quarter increased by RM6.3 million or 10.5% as compared to the preceding year corresponding quarter mainly due to higher revenue from the Manufacturing and Services segments.

Cumulatively, the Group's revenue increased by RM7.2 million or 3.5% as compared to the preceding corresponding period mainly due to higher revenue from the Marketing and Distribution, Manufacturing and Services segments.

The Group's PBT for the current quarter increased by RM2.6 million or 75.1% mainly due to the higher PBT recorded for the Marketing and Distribution, Manufacturing and Services segments.

Cumulatively, the Group's PBT increased by RM0.6 million or 3.0% in tandem with the higher revenue.



**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

---

**B1. Review of Performance for the Current Financial Quarter and Financial Year To-Date (Cont'd)**

(i) Marketing and Distribution Segment

The Group's revenue for the current quarter increased by RM4.6 million or 32.8% mainly due to higher sales from the Control business. The higher sales from the Control business were mitigated by the overall lower sales from the Power business.

The Group's cumulative revenue increased by RM2.7 million or 5.0% mainly due to the same reason as mentioned above.

The Group's PBT for the current quarter increased by RM1.2 million or 903.1% mainly due to higher sales of better margin products from different product mixes.

The Group's cumulative PBT increased by RM2.6 million or 75.3% was mainly due to the increase in revenues, lower distribution costs and administrative cost, as well as reversal of allowance for doubtful debts due to collection from debtors and reversal of provision for stock losses during the financial quarter ended 30 June 2021.

(ii) Manufacturing Segment

The Group's revenue for the current quarter increased by RM8.4 million or 42.5% was contributed by the increase in revenues for all three manufacturing businesses.

The Group's cumulative revenue increased by RM12.3 million or 16.6% was contributed by the increase in revenues for all three manufacturing businesses.

The Group's PBT for the current quarter increased by RM2.2 million or 477.2% mainly due to the increase in revenues, reversal of allowance for doubtful debts due to collection from debtors, higher realised gains on foreign exchange and lower bad debts written off.

The Group's cumulative PBT increased by RM2.4 million or 73.4% in tandem with higher revenue, lower distribution costs, higher realised gain on foreign exchange and reversal of allowance for doubtful debts due to collection from debtors.

(iii) Service Segment

The Group's revenue for the current quarter increased by RM1.1 million or 14.4% mainly due to higher maintenance sales.

The Group's cumulative revenue increased by RM3.0 million or 11.9% mainly due to higher maintenance contract revenue and repair sales.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B1. Review of Performance for the Current Financial Quarter and Financial Year To-Date (Cont'd)**

The Group's PBT for the current quarter increased by RM0.9 million or 56.5% mainly due to higher gross profit in line with the higher maintenance sales.

The Group's cumulative PBT decreased by RM0.3 million or 3.7% despite higher revenue mainly due to higher administrative expenses and lower reversal of allowance of doubtful debts.

(iv) High Voltage System Segment

The Group's revenue for the current quarter decreased by RM7.8 million or 41.9% mainly due to lower execution of Transmission Sub-Station projects.

The Group's cumulative revenue decreased by RM10.8 million or 20.3% mainly due to the same reason as mentioned above.

The Group's PBT for the current quarter decreased by RM1.7 million or 112.0% was in tandem with the lower revenue and lower gross profit.

The Group's cumulative PBT decreased by RM4.1 million or 131.3% mainly due to the same reason as mentioned above.

**B2. Review of Current Financial Quarter Performance against Preceding Quarter**

|                                  | <b>Individual Financial<br/>Quarter Ended</b> |                              | <b>%<br/>change</b> |
|----------------------------------|---|------------------------------|---------------------|
|                                  | <b>30.06.2021<br/>RM'000</b>                  | <b>31.03.2021<br/>RM'000</b> |                     |
| <b>Revenue</b>                   |   |                              |                     |
| Marketing and Distribution       | 18,412  | 17,999                       | 2.3%                |
| Manufacturing                    | 28,057  | 34,362                       | (18.3%)             |
| Services                         | 9,100   | 7,899                        | 15.2%               |
| High Voltage System              | 10,790  | 20,107                       | (46.3%)             |
| <b>Total</b>                     | <b>66,359</b>                                 | <b>80,367</b>                | <b>(17.4%)</b>      |
| <b>Profit before Tax ("PBT")</b> |   |                              |                     |
| Marketing and Distribution       | 1,044   | 2,036                        | (48.7%)             |
| Manufacturing                    | 2,655   | 2,209                        | 20.2%               |
| Services                         | 2,540   | 2,032                        | 25.0%               |
| High Voltage System              | (181)   | (1,319)                      | 86.3%               |
| <b>Total</b>                     | <b>6,058</b>                                  | <b>4,958</b>                 | <b>22.2%</b>        |

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

---

**B2. Review of Current Financial Quarter Performance against Preceding Quarter (Cont'd)**

The Group's revenue for the current quarter decreased by RM14.0 million or 17.4% against the preceding quarter mainly due to lower revenue from Manufacturing and Higher Voltage System segments. However, this is mitigated by higher revenue from the Marketing and Distribution and Services segments.

The Group's PBT for the current quarter increased by RM1.1 million or 22.2% against the preceding quarter despite lower revenue mainly due to higher PBT from Services and Manufacturing segments, as well as a lower loss before tax ("**LBT**") from the High Voltage System.

(i) Marketing and Distribution Segment

The Group's revenue for the current quarter increased by RM0.4 million or 2.3% mainly due to higher sales from the Control business. The higher sales from the Control business were mitigated by the overall lower sales from the Power business.

The Group's PBT for the current quarter decreased by RM1.0 million or 48.7% despite higher revenue mainly due to higher administrative costs incurred during the current quarter and higher provision for stock loss.

(ii) Manufacturing Segment

The Group's revenue for the current quarter decreased by RM6.3 million or 18.3% mainly due to lower execution of elevator projects and lower sales from Busduct and Ballast.

The Group's PBT for the current quarter increased by RM0.4 million or 20.2% despite lower revenue mainly due to higher gain on realised foreign exchange and lower bad debts written off from elevator projects.

(iii) Services Segment

The Group's revenue for the current quarter increased by RM1.2 million or 15.2% mainly due to higher maintenance sales.

The Group's PBT for the current quarter increased by RM0.5 million or 25.0% was in tandem with higher revenue and gross profit.

(iv) High Voltage System Segment

The Group's revenue for the current quarter decreased by RM9.3 million or 46.3% mainly due to lower execution of Transmission Sub-Station projects.

The Group's LBT for the current quarter decreased by RM1.1 million or 86.3% despite lower revenue mainly due to higher gross profit generated from projects with better gross profit margins.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B3. Commentary on Prospects**

In response to the increase of COVID-19 infection cases in Malaysia, the Government has reimposed the movement control order with several phases and Standard Operation Procedure (“SOP”) that required the Group to strictly comply. The Group has implemented various precautionary measures at its factories and offices to minimise the risk of COVID-19 infections and to ensure compliance with the SOPs. With the intensified vaccination programme by the Government, we are hopeful that the spread of COVID-19 infections will be gradually curtailed.

However, uncertainties remain about the future course of the pandemic and its further economic and social impact arising thereafter. As such, the Board of Directors (“the Board”) expects the uncertainties to continue to impact the general business environment of the Group. While the Group’s prospects in 2021 remain challenging, the Group will continue to be vigilant to the changes in the external environment and take measures to mitigate such impact. With the current order book and ongoing projects in hand, barring any unforeseen circumstances, the Board expects the Group to achieve satisfactory results for the financial year ending 30 September 2021.

**B4. Profit Forecast**

No profit forecast has been issued by the Group previously in any public document.

**B5. Tax Expense**

|   | <b>Individual<br/>Financial<br/>Quarter Ended<br/>30.06.2021<br/>RM’000</b> | <b>Cumulative<br/>Financial<br/>Quarter Ended<br/>30.06.2021<br/>RM’000</b> |
|---|---|---|
| <b>Current tax expense</b>                        |   |   |
| - current period                                  | 1,698   | 4,561   |
| - prior period                                    | (10)  | (10)  |
|   | 1,688   | 4,551   |
| <b>Deferred tax expense</b>                       |   |   |
| Origination and reversal of temporary differences |   |   |
| - current period                                  | 147   | 799   |
| - prior period                                    | 392   | 471   |
|   | 539   | 1,270   |
| Total current tax recognised in profit or loss    | 2,227   | 5,821   |
| Share of tax of equity-accounted joint venture    | (1)   | 27  |
| <b>Total tax expense</b>                          | <b>2,226</b>  | <b>5,848</b>  |

The effective tax rate of the Group for the current financial quarter and cumulative financial quarter under review is higher than the statutory tax rate of 24% mainly due to certain expenses which are not deductible for tax purposes and under-provision of deferred tax in prior years.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B6. Status of Corporate Proposals Announced**

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

**B7. Group Borrowings**

The Group's borrowings are as follows:

|                     | As at 30.06.2021    |                      |                            |
|---------------------|---------------------|----------------------|----------------------------|
|                     | Long Term<br>RM'000 | Short Term<br>RM'000 | Total Borrowings<br>RM'000 |
| <b>Secured</b>      |                     |                      |                            |
| Term Loan           | 14,712              | 2,254                | 16,966                     |
| <b>Unsecured</b>    |                     |                      |                            |
| Banker's acceptance | -                   | 20,292               | 20,292                     |
| Bank overdrafts     | -                   | 196                  | 196                        |
| Revolving credit    | -                   | 8,850                | 8,850                      |
|                     | 14,712              | 31,592               | 46,304                     |
|                     |                     |                      |                            |

|                     | As at 30.06.2020    |                      |                            |
|---------------------|---------------------|----------------------|----------------------------|
|                     | Long Term<br>RM'000 | Short Term<br>RM'000 | Total Borrowings<br>RM'000 |
| <b>Secured</b>      |                     |                      |                            |
| Term Loan           | 15,547              | 1,073                | 16,620                     |
| <b>Unsecured</b>    |                     |                      |                            |
| Banker's acceptance | -                   | 31,716               | 31,716                     |
| Bank overdrafts     | -                   | 85                   | 85                         |
|                     | 15,547              | 32,874               | 48,421                     |
|                     |                     |                      |                            |

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

---

**B8. Change in Material Litigations**

There were no outstanding material litigations as at the date of this report.

**B9. Proposed Dividend**

No dividend has been declared or recommended for payment by the Company for the current financial quarter.

**B10. Earnings per Ordinary Share**

**(a) Basic earnings per ordinary share (“EPS”)**

The calculation of EPS was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the financial period.

|  | <b>Individual Financial<br/>Quarter Ended</b> |                   | <b>Year-to-date<br/>Ended</b> |                   |
|--|---|-------------------|-------------------------------|-------------------|
|  | <b>30.06.2021</b>                             | <b>30.06.2020</b> | <b>30.06.2021</b>             | <b>30.06.2020</b> |
| Profit for the period<br>attributable to owners<br>(RM'000)      | <u>4,012</u>                                  | <u>1,812</u>      | <u>14,039</u>                 | <u>13,063</u>     |
| Weighted average<br>number of ordinary<br>shares in issue ('000) | 260,004                                       | 259,996           | 260,001                       | 259,996           |
| Basic EPS (sen)  | <u>1.54</u>                                   | <u>0.70*</u>      | <u>5.40</u>                   | <u>5.02*</u>      |

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B10. Earnings per Ordinary Share (continued)**

**(b) Diluted earnings per ordinary share (“DEPS”)**

The calculation of DEPS was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares that would have been in issue upon full exercise of the warrants, adjusted for the number of such shares that have been exercised.

|  | Individual Financial<br>Quarter Ended |               | Year-to-date<br>Ended |               |
|--|---------------------------------------|---------------|-----------------------|---------------|
|  | 30.06.2021                            | 30.06.2020    | 30.06.2021            | 30.06.2020    |
| Profit for the period attributable to owners (RM'000)                | <u>4,012</u>                          | <u>1,812</u>  | <u>14,039</u>         | <u>13,063</u> |
| Weighted average number of ordinary shares in issue ('000)*(basic)   | 260,004                               | 259,996       | 260,001               | 259,996       |
| Effect of dilution of share options ('000)                           | <u>22,255</u>                         | <u>32,596</u> | <u>22,255</u>         | <u>32,596</u> |
| Weighted average number of ordinary shares in issue ('000)*(diluted) | 282,259                               | 292,592       | 282,256               | 292,592       |
| Diluted EPS (sen)  | <u>1.42</u>                           | <u>0.62*</u>  | <u>4.97</u>           | <u>4.46*</u>  |

Note:

\* For comparative purpose, the basic EPS and DEPS for individual quarter and year to date ended 30 June 2020 had been adjusted to reflect the bonus issue of 1 new ordinary share for every 1 existing ordinary shares held and bonus issue of 1 free warrant for every 3 ordinary shares held which was completed on 2 February 2021 and 10 February 2021 respectively.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B11. Financial Instruments**

Outstanding derivatives as at 30 June 2021 are as follow:

| <b>Type of derivatives</b> | <b>Contract /<br/>Notional Value<br/>RM'000</b> | <b>Fair Value<br/>RM'000</b> |
|----------------------------|---|------------------------------|
| Less than 1 year:          |   |                              |
| Forward exchange contract  | 79,931  | 1,964                        |

There are no changes to policies related to financial instruments since the last financial year.

**B12. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

|   | <b>Individual Financial<br/>Quarter Ended</b> |                              | <b>Year-to-date<br/>Ended</b> |                              |
|---|---|------------------------------|-------------------------------|------------------------------|
|   | <b>30.06.2021<br/>RM'000</b>                  | <b>30.06.2020<br/>RM'000</b> | <b>30.06.2021<br/>RM'000</b>  | <b>30.06.2020<br/>RM'000</b> |
| <b>Profit for the period is arrived<br/>after charging / (crediting):</b> |   |                              |                               |                              |
| Interest expense on lease liability                                       | 36  | 46                           | 119                           | 84                           |
| Depreciation and amortisation   | 644   | 548                          | 2,029                         | 1,630                        |
| Depreciation for right-of-use<br>assets                                   | 495   | 645                          | 1,522                         | 1,615                        |
| (Reversal) / Provision of<br>allowance for doubtful debts                 | (856)   | 1,123                        | (609)                         | 554                          |
| Bad debts written off   | 188   | 494                          | 869                           | 527                          |
| Inventories written down to net<br>realisable value                       | 888   | 991                          | 165                           | 1,592                        |
| (Gain) / Loss on disposal of<br>property, plant and equipment             | -   | -                            | (3)                           | 86                           |
| Property, plant and equipment<br>written off                              | -   | -                            | 22                            | 2                            |
| Foreign exchange (gain) / loss, net                                       | (9)   | (304)                        | (117)                         | 220                          |
| Provision / (Reversal) of<br>foreseeable loss                             | 51  | (451)                        | (336)                         | (1,083)                      |
| Fair value (gain) / loss on forward<br>exchange contracts, net            | (320)   | 306                          | (1,256)                       | (589)                        |
| Provision for warranties-net  | 4   | (1)                          | 5                             | 28                           |

**B13. Authority for Issue**

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Directors dated 24 August 2021.