

Bermaz Auto Berhad

Company Registration No: 201001016854 (900557-M)

Date: 12 September 2022

Subject: **UNAUDITED QUARTERLY (Q1) INTERIM FINANCIAL REPORT FOR
THE PERIOD ENDED 31 JULY 2022**

	Page
Table of contents	
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	1
Condensed Consolidated Statement of Financial Position	2
Condensed Consolidated Statement of Changes in Equity	3
Condensed Consolidated Statement of Cash Flows	4
Notes to the Unaudited Interim Financial Report	5 - 7
Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities LR")	8 - 11

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 months ended	
	31/7/2022 RM'000	31/7/2021 RM'000
GROUP REVENUE	716,869	320,792
PROFIT FROM OPERATIONS	70,202	16,319
Investment related income	2,870	1,861
Finance costs	(2,528)	(2,786)
Share of results of associates	4,022	(917)
PROFIT BEFORE TAX	74,566	14,477
INCOME TAX EXPENSE	(17,950)	(4,137)
PROFIT AFTER TAX	56,616	10,340
OTHER COMPREHENSIVE ITEM		
<u>Item that may be reclassified subsequently to profit or loss</u>		
Foreign currency translation	(3,360)	(667)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>53,256</u>	<u>9,673</u>
PROFIT ATTRIBUTABLE TO:		
- Equity holders of the Company	50,159	10,267
- Non-controlling interests	6,457	73
	<u>56,616</u>	<u>10,340</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
- Equity holders of the Company	48,092	9,857
- Non-controlling interests	5,164	(184)
	<u>53,256</u>	<u>9,673</u>
EARNINGS PER SHARE (SEN)		
- Basic, for the period	<u>4.32</u>	<u>0.88</u>
- Diluted, for the period	<u>4.31</u>	<u>0.88</u>

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD

Company Registration No: 201001016854 (900557-M)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group As at 31/7/2022 RM'000	Group As at 30/4/2022 RM'000 (Audited)
ASSETS		
Non-current Assets		
Property, plant and equipment	46,276	43,298
Right-of-use assets	79,811	79,697
Associated companies	279,523	275,701
Deferred tax assets	85,791	82,080
Goodwill	500	500
	<u>491,901</u>	<u>481,276</u>
Current Assets		
Inventories	165,377	216,710
Trade and other receivables	206,111	163,198
Tax recoverable	5,039	4,433
Deposits with financial institutions	468,751	521,964
Cash and bank balances	193,238	172,444
	<u>1,038,516</u>	<u>1,078,749</u>
TOTAL ASSETS	<u><u>1,530,417</u></u>	<u><u>1,560,025</u></u>
EQUITY AND LIABILITIES		
Share capital	609,451	609,443
Reserves	23,192	27,038
	<u>632,643</u>	<u>636,481</u>
Treasury shares	(2,781)	(2,781)
	<u>629,862</u>	<u>633,700</u>
Non-controlling interests	59,696	54,532
Total Equity	<u><u>689,558</u></u>	<u><u>688,232</u></u>
Non-current Liabilities		
Lease liabilities	75,501	76,289
Borrowings	99,862	99,837
Contract liability	173,996	164,818
Provisions	51,528	54,683
	<u>400,887</u>	<u>395,627</u>
Current Liabilities		
Lease liabilities	12,727	11,712
Borrowings	100,000	100,000
Trade and other payables	223,572	272,885
Contract liability	58,441	56,760
Provisions	31,971	21,542
Derivative liability	12	968
Tax payable	13,249	12,299
	<u>439,972</u>	<u>476,166</u>
Total Liabilities	<u><u>840,859</u></u>	<u><u>871,793</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,530,417</u></u>	<u><u>1,560,025</u></u>
Basic net assets per share (sen)	54.20	54.53
Dilutive net assets per share (sen)	54.98	55.30

Note:

The net assets per share is calculated based on the following :

Basic : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights.

Dilutive : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights and the potential issue of new shares pursuant to the exercise of the Company's outstanding unexercised options granted under the Company's Employees' Share Scheme ("ESS").

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD

Company Registration No: 201001016854 (900557-M)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the equity holders of the Company										
	Non-distributable					Distributable			Total	Non-controlling interests	Total equity
	Share capital	Employees' share plan reserve	Exchange reserve	Consolidation reserve	FVTOCI reserve	Merger deficit	Retained earnings	Treasury shares			
At 1 May 2022	609,443	7,331	(485)	32,981	(1,666)	(424,000)	412,877	(2,781)	633,700	54,532	688,232
Total comprehensive income	-	-	(2,067)	-	-	-	50,159	-	48,092	5,164	53,256
Transactions with owners:											
Share-based payment under ESS	-	362	-	-	-	-	-	-	362	-	362
ESS options exercised	8	(1)	-	-	-	-	-	-	7	-	7
Interim dividend ^	-	-	-	-	-	-	(23,244)	-	(23,244)	-	(23,244)
Special dividend @	-	-	-	-	-	-	(29,055)	-	(29,055)	-	(29,055)
	8	361	-	-	-	-	(52,299)	-	(51,930)	-	(51,930)
At 31 July 2022	609,451	7,692	(2,552)	32,981	(1,666)	(424,000)	410,737	(2,781)	629,862	59,696	689,558

	Attributable to the equity holders of the Company										
	Non-distributable					Distributable			Total	Non-controlling interests	Total equity
	Share capital	Employees' share plan reserve	Exchange reserve	Consolidation reserve	FVTOCI reserve	Merger deficit	Retained earnings	Treasury shares			
At 1 May 2021	609,341	7,065	1,125	32,981	(1,666)	(424,000)	344,505	(3,934)	565,417	46,657	612,074
Total comprehensive income	-	-	(410)	-	-	-	10,267	-	9,857	(184)	9,673
Transactions with owners:											
Share-based payment under ESS	-	543	-	-	-	-	-	-	543	-	543
ESS options forfeited	10	(10)	-	-	-	-	-	-	-	-	-
Arising from acquisition of subsidiary company	-	-	-	-	-	-	-	-	-	6,030	6,030
Interim dividend *	-	-	-	-	-	-	(17,421)	-	(17,421)	-	(17,421)
Special dividend +	-	-	-	-	-	-	(20,325)	-	(20,325)	-	(20,325)
	10	533	-	-	-	-	(37,746)	-	(37,203)	6,030	(31,173)
At 31 July 2021	609,351	7,598	715	32,981	(1,666)	(424,000)	317,026	(3,934)	538,071	52,503	590,574

Notes:

- ^ Fourth interim dividend of 2.00 sen single-tier dividend per share in respect of financial year ended 30 April 2022.
 @ Special dividend of 2.50 sen single-tier dividend per share in respect of financial year ended 30 April 2022.
 * Fourth interim dividend of 1.50 sen single-tier dividend per share in respect of financial year ended 30 April 2021.
 + Special dividend of 1.75 sen single-tier dividend per share in respect of financial year ended 30 April 2021.

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31/7/2022	31/7/2021
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from operations	782,251	340,344
Payment to suppliers and operating expenses	(752,649)	(381,693)
Payment of taxes (net)	(22,199)	(12,154)
Net cash flow generated from/(used in) operating activities	<u>7,403</u>	<u>(53,503)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(5,292)	(181)
Acquisition of investments in subsidiaries (net of cash acquired)	-	3,351
Acquisition of investments in an associate	-	(1)
Interest received	2,926	1,908
Net cash flow (used in)/generated from investing activities	<u>(2,366)</u>	<u>5,077</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Issuance of share capital	7	-
Net movement in borrowings	-	(26,488)
Interest paid	(3,016)	(2,765)
Dividends paid	(26,149)	(17,422)
Payment of lease liabilities	(4,210)	(3,491)
Net cash flow used in financing activities	<u>(33,368)</u>	<u>(50,166)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(28,331)</u>	<u>(98,592)</u>
OPENING CASH AND CASH EQUIVALENTS	694,408	563,356
Effect of exchange rate changes	(4,088)	(1,924)
CLOSING CASH AND CASH EQUIVALENTS	<u><u>661,989</u></u>	<u><u>462,840</u></u>
Cash and cash equivalents carried forward comprise:		
Deposits with financial institutions	468,751	349,516
Cash and bank balances	193,238	113,324
	<u><u>661,989</u></u>	<u><u>462,840</u></u>

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

NOTES TO THE INTERIM FINANCIAL REPORT

A1 The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Accounting Standards Board ("MFRS") 134 - Interim Financial Reporting Standards in Malaysia and International Accounting Standards ("IAS") 34 - Interim Financial Reporting and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2022. These explanatory notes, attached to the condensed consolidated interim financial report, provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2022.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2022 except the adoption of the new or revised standards, IC Interpretation and amendments to standards.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning 1 May 2022.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

A2 The Group's operations are affected by the prevailing cyclical economic conditions and product life cycle of the car models. The Malaysia operations are affected by major festive seasons such as Chinese New Year and Hari Raya. These festive celebrations will normally have a positive impact to the Group's operations.

A3 There were no unusual items during the financial period under review.

A4 As at 31 July 2022, the issued and paid up ordinary share capital of the Company was RM609,450,800. The movements during the financial period were as follows:-

<u>Issued and paid up share capital</u>	Number of ordinary shares	RM
As at 1 May 2022	1,163,959,388	609,442,494
Transfer of reserve arising from ESS exercised	-	1,299
Issuance of new shares arising from ESS	4,900	7,007
As at 31 July 2022	<u>1,163,964,288</u>	<u>609,450,800</u>

ESS

As at 31 July 2022, the total number of unexercised ESS options (with exercise price of RM1.85 and RM1.43 each) were 7,833,400 and 150,500 respectively. The total number of ESS shares that have not been vested was 2,260,200.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

NOTES TO THE INTERIM FINANCIAL REPORT

A5 There was no share buyback during the financial period ended 31 July 2022.

The number of treasury shares held in hand as at 31 July 2022 was as follows:

	Average price per share RM	Number of shares	Amount RM'000
Total treasury shares as at 31 July 2022	1.57	1,766,600	2,781

As at 31 July 2022, the number of outstanding shares in issue with voting rights (rounded to nearest thousand) was 1,162,198,000 (31 July 2021: 1,161,428,000) ordinary shares.

A6 During the financial period ended 31 July 2022, the Company paid a third interim dividend of 2.25 sen single-tier dividend per share amounting to a total of RM26.149 million in respect of the financial year ended 30 April 2022 on 5 May 2022.

Subsequent to 31 July 2022, the Company paid a fourth interim dividend of 2.00 sen single-tier dividend per share and a special dividend of 2.50 sen single-tier dividend per share on aggregate amounting to RM52.299 million in respect of the financial year ended 30 April 2022 on 4 August 2022.

A7 Segment information for the financial period ended 31 July 2022:-

REVENUE	Consolidated RM'000
Malaysia	657,980
Philippines	58,889
Total revenue	<u><u>716,869</u></u>
 RESULTS	 RM'000
Malaysia	63,121
Philippines	7,433
	<u>70,554</u>
Unallocated corporate items	(352)
Profit from operations	<u>70,202</u>
Investment related income	2,870
Finance costs	(2,528)
Share of results of associates	4,022
Profit before tax	<u>74,566</u>
Income tax expense	(17,950)
Profit after tax	<u><u>56,616</u></u>

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

NOTES TO THE INTERIM FINANCIAL REPORT

DISAGGREGATION OF REVENUE

	3 months ended	
	31/7/2022	31/7/2021
	RM'000	RM'000
Sale of motor vehicles	646,305	283,529
Sale of spare parts	57,123	27,833
Maintenance and fitting of motor vehicle accessories services	13,441	9,430
Group revenue	<u>716,869</u>	<u>320,792</u>
Timing of revenue recognition:		
- at a point in time	703,072	310,184
- over time	13,797	10,608
Group revenue	<u>716,869</u>	<u>320,792</u>

A8 There were no significant events since the end of this current quarter up to the date of this announcement.

A9 Capital expenditure of the Group not provided for as at 31 July 2022 in relation to property, plant and equipment were as follows:

	RM'000
Approved and contracted for	<u>492</u>

A10 There were no changes in the composition of the Group for the current period ended 31 July 2022 including business combinations, acquisition or disposal of subsidiary companies and long term investments, restructuring and discontinuing operation.

A11 There were no material changes in the contingent liabilities or contingent assets since the last audited statement of financial position as at 30 April 2022.

A12 There were no audit qualifications in the annual financial statements for the year ended 30 April 2022.

A13 There were no material changes in estimates reported in the prior financial year that had a material effect in the current quarter ended 31 July 2022.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

B1 The Group is primarily engaged in the following activities:

- (i) Distribution and retailing of completely built-up (“CBU”) and completely knocked-down (“CKD”) vehicles for three (3) internationally renowned vehicle marques namely, Mazda, PEUGEOT and Kia in Malaysia;
- (ii) Provision of after-sales services and spare parts for Mazda, PEUGEOT, Citroen, DS and Kia marque vehicles in Malaysia;
- (iii) Distribution of Mazda marque CBU vehicles and spare parts through appointed dealers in the Philippines; and
- (iv) Wholesale and retail of automotive spare parts in Malaysia.

The performance of the Group are affected by, among others, regulations and policies governing the importation of CBU vehicles (for the domestic and the Philippine market) and CKD parts (for the domestic market), foreign exchange fluctuations, changes in consumer preferences and spending trend, economic, social and political conditions in countries where the Group operates or obtains its supplies of vehicles, and global market and credit market volatility.

BAuto’s associated companies are principally involved in the production and/or assembly of Mazda and Kia marque CKD vehicles (using local parts and imported Mazda and Kia supplied parts) in Malaysia.

The country is currently in the “Transition to Endemic” Phase of COVID-19 where most of the preventive measures to curb the spread of COVID-19 have been lifted such as the removal of the restrictions on operation hours of businesses, the request for MySejahtera app check-ins to enter premises and social distancing.

In the Philippines, economic activities had generally improved as a result of timely changes in COVID-19 related policies such as gradual easing of alert levels, lifting of tourism restrictions and higher vaccination rollout.

Review of results of current quarter vs preceding year same quarter

	3-Month Ended		
	31/7/2022	31/7/2021	+/(-)
	RM'000	RM'000	%
Group revenue	<u>716,869</u>	<u>320,792</u>	<u>123.5</u>
Profit from operations	<u>70,202</u>	<u>16,319</u>	<u>330.2</u>
Profit before tax	<u>74,566</u>	<u>14,477</u>	<u>415.1</u>

For the quarter ended 31 July 2022, the Group reported a higher revenue and higher pre-tax profit of RM716.9 million and RM74.6 million respectively as compared to the preceding year corresponding quarter which reported a Group revenue and pre-tax profit of RM320.8 million and RM14.5 million respectively. Higher group revenue of RM396.1 million or an increase of 123.5% was achieved mainly due to the increase in overall sales volume from the Group’s Mazda, PEUGEOT and Kia operations in Malaysia as consumers rushed to register their vehicles before the expiry of the sales tax exemption incentive period on 30 June 2022. The exceptional lower revenue recorded in the preceding year corresponding quarter was mainly due to the total lock down under Phase 1 of the National Recovery Plan (“NRP”) in June and July 2021.

In line with the increase in revenue, the Group’s pre-tax profit had also improved by RM60.1 million or an increase of 415.1% compared to the preceding year corresponding quarter largely due to similar reasons for the higher Group revenue as explained above. In addition, positive contribution from its associated company, Mazda Malaysia Sdn Bhd (“MMSB”), in the current quarter and the strengthening of the MYR against JPY had also contributed to the improved results.

The Group has also accounted for the expense relating to the Group’s Employees’ Share Scheme of about RM0.4 million in this quarter under review as compared to RM0.5 million in the preceding year corresponding quarter.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

B2 Review of results of current quarter vs preceding quarter

	3-Month Ended		
	31/7/2022	30/4/2022	+ /(-)
	RM'000	RM'000	%
Group revenue	<u>716,869</u>	<u>897,361</u>	<u>(20.1)</u>
Profit from operations	<u>70,202</u>	<u>106,815</u>	<u>(34.3)</u>
Profit before tax	<u>74,566</u>	<u>115,432</u>	<u>(35.4)</u>

For the quarter ended 31 July 2022, the Group reported a lower revenue and pre-tax of RM716.9 million and RM74.6 million respectively compared to a Group revenue and pre-tax profit of RM897.4 million and RM115.4 million respectively for the preceding quarter.

Despite strong vehicle bookings received prior to the expiration of the sales tax exemption incentive period on 30 June 2022, the Group's current quarter revenue fell by RM180.5 million or 20.1%. This is mainly due to the ongoing shortages in semiconductor chips and components, continued lockdowns in China and disruption in global supply chain, which had impacted the Group's Mazda sales volume but partly offset by higher sales volume from its Kia vehicles.

Likewise, the Group pre-tax profit for the current quarter under review had also reduced by RM40.9 million or 35.4% for similar reasons as explained above for the reduction in Group revenue, which had also impacted the contribution from MMSB.

The Group has also accounted for the expense relating to the Group's Employees' Share Scheme of about RM0.4 million in this quarter under review, similar to the RM0.4 million recorded in the preceding quarter.

B3 Future prospects

In the Economic and Financial Developments in Malaysia in the Second Quarter of 2022 issued by Bank Negara Malaysia, it was reported that the country's economy had registered a stronger growth of 8.9% in the second quarter of calendar year 2022 (1Q 2022: 5.0%) mainly due to the strengthening of domestic demand, which was underpinned by the steady recovery in labour market conditions and ongoing policy support. The higher growth was also reflective of normalising economic activity as the country moved towards endemicity and the reopening of international borders. While external demand may be impacted by slower global growth, the Malaysian economy is expected to continue to be supported by firm domestic demand from improving labour market conditions and higher tourist arrivals as well as continued implementation of multi-year investment projects. Nonetheless, Malaysia's growth remains susceptible to a weaker-than-expected global growth, further escalation of geopolitical conflicts and worsening supply chain disruptions.

The Malaysian Automotive Association ("MAA") had in August 2022 reported that the Total Industry Volume ("TIV") for the month of July 2022 was 48,922 units, which was 14,641 units or 23.0% lower than the TIV for June 2022 of 63,563 units. The exceptionally high TIV in June 2022 was due to the fulfilment of bookings by car companies for orders received prior to 30 June 2022, which was the last day of the sales tax exemption incentive period. The continued shortage of semiconductor chips and components which affected some car makers had also contributed to the reduced volume in July 2022. MAA expects the TIV in August 2022 to be maintained at July 2022 level. TIV for the first seven months up to July 2022 was 380,595 units against 256,677 units registered in the corresponding period of 2021; an increase of 123,918 units or 48.3%.

In its recent report in August 2022, the Philippine Statistics Authority had reported that the country's Gross Domestic Product ("GDP") had posted a growth of 7.4% for the second quarter compared to 8.2% for the first quarter of calendar year 2022 amid high inflation. Relaxation of COVID-19 mobility restriction and expansion of COVID-19 vaccination program had contributed to the increase in economic activities.

The Group continues to register positive results for its current quarter mainly attributable to the surge in sales prior to the expiry of the sales tax exemption incentive, the reopening of the country's economy under the "Transition to Endemic" Phase and the launching of the all-new Kia Carnival.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

The automotive sector was impacted by the worldwide microchips and components shortage, which affected production coupled with the surge in June 2022 bookings as a result of the expiry of the sales tax exemption incentive period had resulted in a huge backlog in the delivery of vehicles to customers. To facilitate customers who made their bookings before 30 June 2022 to be eligible for the sales tax exemption incentives, the Government has allowed these buyers until 31 March 2023 to register their vehicles with the Road Transport Department (“JPJ”). This augurs well for the automotive sector. However, despite such extension given, the automotive sector continues to face disruption challenges from the ongoing shortage of microchips and components as well as shipment delays.

Premised on the foregoing and barring any unforeseen circumstances, the Board anticipates the performance of the Group for the rest of the financial year ending 30 April 2023 to remain encouraging.

B4 There were no profit forecast or profit guarantee for the financial period ended 31 July 2022.

B5 The taxation charge for the current quarter/period ended 31 July 2022 are detailed as follows:

	Current Quarter RM'000
Based on the results for the current quarter/period:-	
Current period provision	
- In Malaysia	21,522
- Outside Malaysia	581
Deferred tax	(4,153)
	<u>17,950</u>

The disproportionate tax charge of the Group for the current quarter ended 31 July 2022 was mainly due to certain expenses or losses being disallowed for tax purposes, different foreign tax rate and the inclusion of the share of results of associates which is presented net of tax.

B6 Profit before tax is stated after charging/(crediting):

	Current Quarter RM'000
Interest income from financial institutions	(2,870)
Depreciation of property, plant and equipment	1,782
Depreciation of right-of-use assets	3,729
Impairment loss on receivables	339
Interest expense on borrowings	1,538
Interest expense on lease liabilities	936
Unwinding discount on provision for restoration costs (net)	54
Provision for slow-moving spare parts	388
Foreign exchange loss (net)	1,353
Fair value adjustment on derivatives	(956)

B7 There were no corporate proposals undertaken or announced but not completed at the date of this quarterly report.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2022

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

B8 Group borrowings and debt securities as at 31 July 2022 were as follows:

	At end of current period RM'000
Short term borrowings	
<u>Unsecured</u>	
Denominated in Ringgit Malaysia	# 100,000
Long term borrowings	
<u>Unsecured</u>	
Denominated in Ringgit Malaysia	## <u>99,862</u>
	<u>199,862</u>
# Fourth tranche of Islamic Commercial Papers totalling RM100 million in nominal value with a tenure of six (6) months.	
## First tranche of Islamic Medium Term Notes totalling RM100 million in nominal value with a tenure of three (3) years.	

B9 There were no material litigation for the current financial period.

B10 The Board has approved and declared a first interim dividend of 3.00 sen single-tier dividend per share in respect of financial year ending 30 April 2023 to be payable on 4 November 2022 (previous year's corresponding quarter ended 31 July 2021: 0.50 sen single-tier dividend per share). The entitlement date has been fixed on 14 October 2022.

A Depositor shall qualify for the entitlement only in respect of:

- Shares transferred to the Depositor's Securities Account before 4.30 p.m. on 14 October 2022 in respect of ordinary transfers.
- Shares bought on the Bursa Securities on a cum entitlement basis according to the rules of Bursa Securities.

B11 The basic and diluted earnings per share are calculated as follows:

	Group (3-month period)			
	31/7/2022	31/7/2021	31/7/2022	31/7/2021
	RM'000		sen	
Net profit for the quarter	<u>50,159</u>	<u>10,267</u>		
Weighted average number of ordinary shares in issue ('000)	<u>1,162,195</u>	<u>1,161,428</u>		
Basic earnings per share			<u>4.32</u>	<u>0.88</u>
Net profit for the quarter	<u>50,159</u>	<u>10,267</u>		
Number of shares used in the calculation of basic earning per share ('000)	1,162,195	1,161,428		
Number of shares assuming exercise of ESS ('000)	<u>2,289</u>	<u>2,947</u>		
	<u>1,164,484</u>	<u>1,164,375</u>		
Diluted earnings per share			<u>4.31</u>	<u>0.88</u>

c.c. Securities Commission