

ORIENTAL INTEREST BERHAD [Registration No. 199301017406 (272144-M)]

QUARTERLY REPORT

The Board of Directors is pleased to announce the interim financial statements on consolidated results for the third quarter of financial period ending 31 August 2020.

Condensed consolidated statement of profit or loss and other comprehensive income for the financial period ended 31 March 2020

[The figures have not been audited.]

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/03/2020 RM'000	Preceding Year Corresponding Quarter 31/03/2019 RM'000	Current Year To Date 31/03/2020 RM'000	Preceding Year Corresponding Year To Date 31/03/2019 RM'000
Revenue	52,552	67,498	172,499	202,729
Cost of sales	(33,929)	(44,604)	(94,125)	(131,458)
Gross profit	18,623	22,894	78,374	71,271
Other income	1,506	862	4,554	3,646
Selling and distribution expenses	(857)	(915)	(4,074)	(2,953)
Administrative expenses	(11,526)	(9,773)	(24,535)	(19,533)
Other expenses	(711)	(1,452)	(1,743)	(3,757)
Results from operating activities	7,035	11,616	52,576	48,674
Finance costs	(1,630)	(2,230)	(4,968)	(5,913)
Share of results of an associate	7	6	21	21
Profit before tax	5,412	9,392	47,629	42,782
Taxation	(1,600)	(2,359)	(11,778)	10,230
Profit for the financial period/ Total comprehensive income	3,812	7,033	35,851	53,012
Total comprehensive income attributable to:				
Owners of the Company	3,039	6,609	25,875	42,060
Non-controlling interests	773	424	9,976	10,952
	3,812	7,033	35,851	53,012
Basic and diluted earnings per ordinary share (sen)	1.96	4.27	16.71	27.16

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial report.

ORIENTAL INTEREST BERHAD

[Registration No. 199301017406 (272144-M)]

Condensed consolidated statement of financial position as at 31 March 2020

[The figures have not been audited.]

	31/03/2020 RM'000	30/06/2019 RM'000
ASSETS		
Property, plant and equipment	61,400	61,246
Right-of-use assets	493	-
Investment properties	28,940	29,237
Investment in an associate	5,315	5,295
Deferred tax assets	42,427	39,098
Inventories-Land held for property development	464,478	490,854
Total non-current assets	603,053	625,730
Inventories-Developed properties	38,345	24,768
Inventories-Property development costs	274,644	158,523
Inventories-Plantation supplies	63	15
Contract costs	24,284	20,569
Contract assets	90,229	132,823
Trade and other receivables	114,247	96,616
Tax recoverable	5,127	4,401
Short term investments	26,790	10,204
Cash and bank balances	4,063	20,738
Total current assets	577,792	468,657
Total assets	<u>1,180,845</u>	<u>1,094,387</u>
EQUITY		
Share capital	169,838	169,838
Reserves	282,189	268,703
Equity attributable to owners of the Company	452,027	438,541
Non-controlling interests	92,224	87,093
Total equity	<u>544,251</u>	<u>525,634</u>
LIABILITIES		
Loans and borrowings	87,403	97,714
Lease liabilities	188	-
Trade payables	139,639	215,623
Deferred tax liabilities	324	453
Total non-current liabilities	227,554	313,790
Loans and borrowings	180,844	149,620
Lease liabilities	297	-
Trade and other payables	209,158	96,519
Contract liabilities	16,901	6,147
Tax payable	1,840	2,677
Total current liabilities	409,040	254,963
Total liabilities	<u>636,594</u>	<u>568,753</u>
TOTAL EQUITY AND LIABILITIES	<u>1,180,845</u>	<u>1,094,387</u>
Net assets per share attributable to owners of the Company (RM)	2.92	2.83

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial report.

ORIENTAL INTEREST BERHAD

[Registration No. 199301017406 (272144-M)]

**Condensed consolidated statement of changes in equity
for the financial period ended 31 March 2020**

[The figures have not been audited.]

-----Attributable to owners of the Company-----

	<u>Non- distributable</u>		<u>Distributable</u>		Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Total RM'000		
At 01 July 2018	169,838	8,557	214,128	392,523	76,905	469,428
Profit for the financial period	-	-	42,060	42,060	10,952	53,012
<i>Transactions with owners:</i>						
Dividends	-	-	(10,840)	(10,840)	-	(10,840)
Dividend paid to non-controlling interests of subsidiary	-	-	-	-	(3,287)	(3,287)
Total transactions with owners of the Company	-	-	(10,840)	(10,840)	(3,287)	(14,127)
Realisation of revaluation reserve	-	(197)	197	-	-	-
At 31 March 2019	169,838	8,360	245,545	423,743	84,570	508,313
At 01 July 2019	169,838	8,297	260,406	438,541	87,093	525,634
Profit for the financial period	-	-	25,875	25,875	9,976	35,851
<i>Transactions with owners:</i>						
Dividends	-	-	(12,389)	(12,389)	-	(12,389)
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	(4,845)	(4,845)
Total transactions with owners of the Company	-	-	(12,389)	(12,389)	(4,845)	(17,234)
Realisation of revaluation reserve	-	(39)	39	-	-	-
At 31 March 2020	169,838	8,258	273,931	452,027	92,224	544,251

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial report.

ORIENTAL INTEREST BERHAD

[Registration No. 199301017406 (272144-M)]

**Condensed consolidated statement of cash flows
for the financial period ended 31 March 2020**

[The figures have not been audited.]

	Period Ended	
	31/03/2020 RM'000	31/03/2019 RM'000
Cash flows from operating activities		
Profit before tax	47,629	42,782
<i>Adjustments for:-</i>		
Depreciation	2,535	2,128
Interest income	(2,500)	(3,031)
Interest expense	4,968	5,913
Inventories written down	624	-
Reversal of impairment loss on property, plant and equipment	(1,433)	-
Other non-cash items	(20)	(15)
Operating profit before changes in working capital	51,803	47,777
Net change in current assets	(102,654)	56,955
Net change in current liabilities	123,393	(11,390)
Cash generated from operations	72,542	93,342
Interest received	1,818	2,051
Tax paid	(18,932)	(20,105)
Tax refunded	2,088	440
Net cash from operating activities	57,516	75,728
Cash flows from investing activities		
Interest received	682	980
Proceeds from disposal of property, plant and equipment	15	25
Additions to property, plant and equipment	(1,109)	(3,895)
Additions to inventories-land held for property development	(55,554)	(54,200)
Additions to investment properties	(100)	(9)
Net cash used in investing activities	(56,066)	(57,099)
Cash flows from financing activities		
Interest paid	(4,968)	(5,913)
Dividend paid to non-controlling interests	(4,845)	(3,287)
Dividend paid to Company's shareholders	(12,389)	(10,840)
Repayment of lease liabilities	(250)	-
Repayment of loans and borrowings	(27,360)	(43,305)
Drawdown of loans and borrowings	48,273	59,440
Net cash used in financing activities	(1,539)	(3,905)
Net change in cash and cash equivalents during the financial period	(89)	14,724
Cash and cash equivalents		
- at the beginning of the period	30,942	31,034
- at the end of the period	30,853	45,758
Cash and cash equivalents included in the cash flows comprise the following:-		
Short term investments	26,790	6,633
Cash and bank balances	4,063	39,125
	30,853	45,758

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial report.

ORIENTAL INTEREST BERHAD

[Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020**A. Selected Explanatory Notes to the Interim Financial Statements as required under MFRS 134**

[The figures have not been audited.]

A.1. Basis of Preparation

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" and Paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"), and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2019. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since financial year ended 30 June 2019.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted for the annual financial statements for the financial year ended 30 June 2019 except for the changes in accounting policies and presentation resulting from the adoption of relevant MFRSs and amendments to MFRSs that are applicable and effective for the Group's financial year beginning on or after 1 July 2019 as follows:-

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments – Prepayment Features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 119, *Employee Benefits – Plan Amendment, Curtailment or Settlement*
- Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures*

The adoption of the above accounting standards, amendments and improvements to published standards and interpretations does not have any material impact on the financial statements of the Group except as mentioned below:

MFRS 16, *Leases*

MFRS 16 replaces the guidance in MFRS 117, *Leases*, IC Interpretation 4, *Determining whether an Arrangement contains a Lease*, IC Interpretation 115, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

MFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard which continues to be classified as finance or operating lease.

The Group recognised right-of-use assets and lease liabilities for those leases previously classified as operating leases, except for short-term leases and leases of low-value items. The right-of-use assets were recognised based on the amount equal to the lease liabilities, adjusted for any related prepaid and accrued lease payments previously recognised. Lease liabilities were recognised based on the present value of the remaining lease payments, discounted using the incremental borrowing rate of the Group.

A.2. Seasonal or Cyclical Factors

Seasonal or cyclical factors do not have any material impact on the Group's business operations.

A.3. Unusual Items Due to Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows for the financial period under review.

ORIENTAL INTEREST BERHAD

[Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020
A.4. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A.5. Debt and Equity Securities

There were no issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period under review.

A.6. Dividend Paid

An interim single-tier dividend of 8 sen per ordinary share in respect of the financial year ended 30 June 2019 was declared on 22 August 2019. The dividend, which amounted to RM12.39 million, was paid on 10 October 2019.

A.7. Material Events Subsequent to the Interim Reporting Period

There were no material events that have arisen subsequent to the end of the interim reporting period, which have not been reflected in the interim financial statements.

A.8. Changes in the Composition of the Group

There were no changes in the composition of the entity during the interim reporting period.

A.9. Operating Segments

	Property Development RM'000	General Construction RM'000	Oil Palm Cultivation RM'000	Investment Holding RM'000	Others RM'000	Consolidated RM'000
Current period ended						
31 March 2020						
Revenue						
Total revenue	163,310	116,832	1,750	38,388	3,266	323,546
Inter-segment revenue	-	(112,659)	-	(38,388)	-	(151,047)
Revenue from external customers	<u>163,310</u>	<u>4,173</u>	<u>1,750</u>	<u>-</u>	<u>3,266</u>	<u>172,499</u>
Segment profit/(loss)						
Reportable segment profit/(loss)	48,800	127	642	(1,426)	(535)	47,608
Share of results of an associate	-	-	-	21	-	21
Profit before tax						<u>47,629</u>
Corresponding period ended						
31 March 2019						
Revenue						
Total revenue	187,916	130,519	1,993	14,839	3,002	338,269
Inter-segment revenue	-	(120,701)	-	(14,839)	-	(135,540)
Revenue from external customers	<u>187,916</u>	<u>9,818</u>	<u>1,993</u>	<u>-</u>	<u>3,002</u>	<u>202,729</u>
Segment profit/(loss)						
Reportable segment profit/(loss)	41,744	310	936	(125)	(104)	42,761
Share of results of an associate	-	-	-	21	-	21
Profit before tax						<u>42,782</u>

Notes to the quarterly report - 31 March 2020

A.10. Commitments

There were no changes in commitments since the last annual reporting date as at 30 June 2019, except for the following:

	01/07/2019 RM'000	Changes RM'000	31/03/2020 RM'000
Unsecured			
Bankers' guarantee issued to third parties in favour of subsidiaries	<u>9,747</u>	<u>4,823</u>	<u>14,570</u>
Development land			
Contracted but not provided for	<u>700</u>	<u>42,099</u>	<u>42,799</u>

A.11. Related Party Transactions

The Group's related party transaction in the current financial year to date are as follows:

	31/03/2020 RM'000
Sale/(Purchase) of goods and services to/(from):	
- Entities in which substantial interests are owned directly by persons connected with Directors of a subsidiary of the Company	(71)
- Entity in which substantial interests are owned directly by persons connected with Directors of a subsidiary of the Company	20
- Entities in which substantial interests are owned indirectly by Directors/major shareholders of the Company	(26,966)
- Entities in which substantial interests are owned indirectly by Directors/major shareholders of the Company	6,062
Rental income/(expenses) from/(to):	
- Entity in which substantial interests are owned indirectly by Directors/major shareholders of the Company	91
- Entities in which substantial interests are owned indirectly by Directors/major shareholders of the Company	<u>(539)</u>

ORIENTAL INTEREST BERHAD
[Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020

B. Additional Information required by the Bursa Malaysia Securities Berhad Listing Requirements in relation to the issuance of the Interim Financial Statements

[The figures have not been audited.]

B.1. Financial Review for Current Quarter and Financial Year to Date

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 31/03/2020 RM'000	Preceding Year Corresponding Quarter 31/03/2019 RM'000	Changes %	Current Year To Date 31/03/2020 RM'000	Preceding Year Corresponding Year To Date 31/03/2019 RM'000	Changes %
Revenue						
Property Development	47,972	61,030	(21)	163,310	187,916	(13)
General Construction	2,601	4,917	(47)	4,173	9,818	(57)
Oil Palm Cultivation	987	635	55	1,750	1,993	(12)
Others	992	916	8	3,266	3,002	9
Total	52,552	67,498	(22)	172,499	202,729	(15)
Profit/(Loss) before tax						
Property Development	5,624	9,199	(39)	48,800	41,744	17
General Construction	76	157	(52)	127	310	(59)
Oil Palm Cultivation	516	211	145	642	936	(31)
Investment Holding	(386)	(27)	(1,330)	(1,405)	(104)	(1,251)
Others	(418)	(148)	(182)	(535)	(104)	(414)
Total	5,412	9,392	(42)	47,629	42,782	11

The Group's revenue and profit before taxation ("PBT") for the reporting quarter decreased quarter-on-quarter ("QoQ") by 22% and 42% respectively due to timing mismatch translating property launches into sales. On a 9-month year-on-year ("YoY") basis, PBT rose by 11% notwithstanding a 15% drop in revenue with PBT growth supported by certain higher margin housing projects.

Property Development segment registered a 39% drop in PBT QoQ in tandem with a 21% drop in revenue. On a YoY basis, PBT improved by 17% despite revenue shrinking by 13%, mainly due to higher margin contribution generated by certain housing projects.

As for General Construction segment, the 47% drop QoQ in billings to external customers was due largely to general slowdown in the industry. It resulted in a 52% decline in PBT for the same comparative quarters. On a YoY basis, PBT dropped by 59% on the back of a revenue drop of 57% with overall decline in contribution from this segment in tandem with Management's decision to focus more towards the Group's own projects.

On the QoQ basis, Oil Palm Cultivation segment reported increased in tonnage harvested, which contributed to a 55% rise in revenue and improved price of crude palm oil contributed further 145% increase PBT; whilst YoY, revenue and PBT contracted by 12% and 31% respectively, mainly as a result of lower harvesting.

ORIENTAL INTEREST BERHAD
 [Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020

B.2. Financial Review for Current Quarter Compared with Immediate Preceding Quarter

	Current Year Quarter 31/03/2020 RM'000	Immediate Preceding Quarter 31/12/2019 RM'000	Changes %
Revenue			
Property Development	47,972	73,399	(35)
General Construction	2,601	1,122	132
Oil Palm Cultivation	987	341	189
Others	992	1,326	(25)
Total	<u><u>52,552</u></u>	<u><u>76,188</u></u>	(31)
Profit/(Loss) before tax			
Property Development	5,624	19,084	(71)
General Construction	76	42	81
Oil Palm Cultivation	516	88	486
Investment Holding	(386)	(815)	53
Others	(418)	(25)	(1,572)
Total	<u><u>5,412</u></u>	<u><u>18,374</u></u>	(71)

The Group's revenue and PBT for the current quarter dipped by 31% and 71% respectively when compared with the immediate preceding quarter owing to strong performance in the latter. PBT from Property Development segment dropped by 71% principally due to payment of discretionary bonus during the reporting financial quarter. A significant 132% increase in billings to external customers under General Construction segment resulted in 81% growth in PBT. Meanwhile, revenue and PBT of Oil Palm Cultivation segment increased by 189% and 486% respectively, due to higher crude palm oil prices and better harvesting during the reporting financial quarter.

B.3. Prospects for the Current Financial Period

During this quarter, the Group successfully launched Phase 2A of Myra Alam in central region for which response has been very encouraging and the Group has delivered vacant possession for 2 projects; Taman Delima double storey terrace homes in Kulim, Kedah and Myra Meranti three storey terrace homes in Puchong, Selangor.

New launches in the pipeline included Myra Vista, with 89 double storey units in the Salak Tinggi, Selangor and Saujana Permai Phase 1 with 117 single storey cluster houses in Sungai Petani, Kedah.

The Group is still on a continuous lookout for additional land to add to its current land banks of 1,945 acres. These land banks are expected to contribute positively to the Group's future. The Group's unbilled property sales is about RM112.31 million as at close of the reporting financial quarter.

On a macro-level, the imposition of Movement Control Order ("MCO") by the Federal Government from 18 March with extension to 9 June 2020 nationwide to curb the spread of the COVID-19 pandemic in Malaysia pursuant to the Prevention and Control of Infectious Diseases Act 1988 and the Police Act 1967 had affected overall economic activities resulting in deteriorating growth which posed an inherent risk to businesses including property development activities and sales. As such, the business environment is expected to remain challenging for the foreseeable future.

The Group's operations has been impacted as offices, construction sites and property sales galleries were closed in compliance with the MCO. As digitisation has been integrated into the Group's infrastructure, the MCO did not cause any major disruptions to internal operations. Collaboration tools facilitate seamless communication and business processes as the Group's workforce migrated to remote working environment. Marketing of the Group's properties continued to be conducted in the virtual environment with successful outcome that translated into revenue. Of late, the Group has resumed progressively on its operations and construction activities after complying with the relevant standard operating procedures and guidelines of working in the new norm.

ORIENTAL INTEREST BERHAD
 [Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020

B.3. Prospects for the Current Financial Period (Cont'd)

The Board's all time prudent approach to capital management has placed the Group on strong standing to ride out the challenging times ahead. As added measures, the Group has implemented several cost savings and rationalisation activities including temporary curtail of staff recruitment and minimising non-essential expenses. Nonetheless, the Board is hopeful that the pragmatic approach taken by the Federal Government coupled with various fiscal and monetary stimulus will be able to help rejuvenate the domestic economy. The Group will continue to review and closely monitor situation and take appropriate measures as needed. As such, the Group remains cautiously optimistic on its longer term prospects given that its projects are located strategically with good infrastructure networks and amenities.

B.4. Variance of Actual Profit from Forecast Profit

The Group has not given any profit forecast nor profit guarantee in respect of any corporate proposals.

B.5. Profit Before Taxation

	Current Year Quarter 31/03/2020 RM'000	Current Year To Date 31/03/2020 RM'000
Profit before taxation is arrived at after (charging)/crediting:-		
Depreciation	(984)	(2,535)
Interest expense	(1,630)	(4,968)
Inventories written down	(624)	(624)
Reversal of impairment loss on property, plant and equipment	-	1,433
Rental income	264	799
Interest income	1,264	2,500
Other income	206	498
	<u>206</u>	<u>498</u>

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Securities Listing Requirements are not applicable.

B.6. Taxation

	Current Year Quarter 31/03/2020 RM'000	Current Year To Date 31/03/2020 RM'000
Malaysian income tax based on the profit for the financial period	3,368	16,734
Deferred taxation	(1,128)	(4,316)
Taxation overprovided in respect of prior financial year	(640)	(640)
	<u>1,600</u>	<u>11,778</u>

The difference between effective tax rate of the Group for the quarter ended and financial year to date mainly due to certain expenses which were disallowed as deductions for tax purposes.

ORIENTAL INTEREST BERHAD
 [Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020

B.7. Status of Corporate Proposals

There were no corporate proposals that have been announced but not completed as at 29 May 2020, the latest practicable date which is not earlier than 7 days from the date of issuance of this interim financial statements.

B.8. Group Borrowings and Debt Securities

	Long Term RM'000	Short Term RM'000	Total RM'000
Current period ended			
31 March 2020			
Secured			
Term loans	39,603	8,770	48,373
Revolving credit	-	122,074	122,074
Unsecured			
Revolving credit	-	50,000	50,000
Non-convertible redeemable preference shares	47,800	-	47,800
	<u>87,403</u>	<u>180,844</u>	<u>268,247</u>
Corresponding period ended			
31 March 2019			
Secured			
Term loans	54,488	4,930	59,418
Revolving credit	-	105,440	105,440
Unsecured			
Revolving credit	-	50,000	50,000
Non-convertible redeemable preference shares	47,800	-	47,800
	<u>102,288</u>	<u>160,370</u>	<u>262,658</u>

The weighted average interest rate at the end of the reporting period are as follows:

	As at 31/03/2020	As at 31/03/2019
Floating interest rate		
Term loans	4.86%	5.19%
Revolving credit	4.16%	4.93%
Fixed interest rate		
Non-convertible redeemable preference shares	<u>4.00%</u>	<u>4.00%</u>

(a) The increase of borrowings is to finance certain on-going housing projects and acquisition of the lands.

(b) There were no bank borrowings denominated in foreign currencies as at the reporting date.

B.9. Derivative Financial Instrument

The Group did not have any derivative financial instruments as at the end of the reporting period.

ORIENTAL INTEREST BERHAD
 [Registration No. 199301017406 (272144-M)]

Notes to the quarterly report - 31 March 2020

B.10. Gain and Losses Arising from Fair Value Changes of Financial Liabilities

There were no gain and losses arising from fair value changes of financial liabilities for the financial period under review.

B.11. Material Litigation

There were no pending material litigations as at 29 May 2020, the latest practicable date which is not earlier than 7 days from the date of issuance of this interim financial statements.

B.12. Dividend

Other than the dividend paid as disclosed in Note A6 herein, the Board of Directors does not recommend any payment of dividend in respect of the current financial period ending 31 August 2020.

B.13. Earnings Per Share ("EPS")

	Current Year To Date 31/03/2020	Preceding Year Corresponding Year To Date 31/03/2019
(a) Basic		
Profit attributable to owners of the Company (RM'000)	<u>25,875</u>	<u>42,060</u>
Number of ordinary shares in issue ('000)	<u>154,858</u>	<u>154,858</u>
Basic EPS (sen)	<u>16.71</u>	<u>27.16</u>

(b) **Diluted**

The Group has no dilution in its earnings per ordinary share in the quarter under review / financial period to date as there are no dilutive potential ordinary shares.

B.14. Auditors' Report for the Preceding Annual Financial Statements

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

B.15. Change of Financial Year End

On 19 November 2019, the Company announced an immediate change in financial year end from 30 June to 31 August. As such, the Group would be presenting a 14-month financial report from 01 July 2019 to 31 August 2020 and thereafter, the financial year end of the Company shall end on 31 August for each subsequent year.

By order of the Board

Tai Yit Chan (MAICSA 7009143) (SSM PC No. 202008001023)
Ong Tze-En (MAICSA 7026537) (SSM PC No. 202008003397)
 [Joint Company Secretaries]

5 June 2020