



**Condensed Consolidated Income Statement
For The Quarter Ended 31 March 2021**

	INDIVIDUAL QUARTER		CUMULATIVE YEAR TO DATE	
	Current Year Quarter 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 (Unaudited)	Current Year 3 months ended 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Period 31 Mar 2020 (Unaudited)
	RM'000	RM'000	RM'000	RM'000
Revenue	40,752	38,965	40,752	38,965
Cost of sales	(28,318)	(28,020)	(28,318)	(28,020)
Gross profit	12,434	10,945	12,434	10,945
Other operating income	669	14	669	14
Other operating expenses	(1,359)	(2,106)	(1,359)	(2,106)
Operating profit	11,744	8,853	11,744	8,853
Finance costs	(163)	(317)	(163)	(317)
Interest income	135	51	135	51
Profit before tax	11,716	8,587	11,716	8,587
Income tax expense	(2,709)	(1,913)	(2,709)	(1,913)
Profit for the period attributable to equity holders of the company	9,007	6,674	9,007	6,674
Earnings per share attributable to equity holders of the Company:	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>
Basic	1.88	1.39	1.88	1.39
Diluted	1.88	1.39	1.88	1.39

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Comprehensive Income
For The Quarter Ended 31 March 2021**

	INDIVIDUAL QUARTER		CUMULATIVE YEAR TO DATE	
	Current Year Quarter 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 (Unaudited)	Current Year 3 months ended 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Period 31 Mar 2020 (Unaudited)
	RM'000	RM'000	RM'000	RM'000
Profit for the period	9,007	6,674	9,007	6,674
Other comprehensive income	-	-	-	-
Total comprehensive income for the period attributable to equity holders of the company	9,007	6,674	9,007	6,674

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Financial Position
As at 31 March 2021**

	(Unaudited)	(Audited)
	End of Current Quarter 31 Mar 2021	Preceding Financial Year Ended 31 Dec 2020
	<u>RM'000</u>	<u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	350,145	353,520
Right-of-use assets	2,158	2,200
Biological assets	3,050	2,360
Other receivables	1,074	1,302
	<u>356,427</u>	<u>359,382</u>
Current Assets		
Inventories	6,584	6,182
Biological assets	4,595	4,099
Trade receivables	2,993	1,137
Other receivables	3,684	2,697
Tax recoverable	23	57
Fixed deposits with a licensed bank	5,560	8,701
Cash and bank balances	15,828	21,642
	<u>39,267</u>	<u>44,515</u>
TOTAL ASSETS	<u><u>395,694</u></u>	<u><u>403,897</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	239,675	239,675
Retained earnings	83,461	93,608
Total equity	<u>323,136</u>	<u>333,283</u>



**Condensed Consolidated Statement of Financial Position
As at 31 March 2021 (Cont'd)**

	(Unaudited)	(Audited)
	End of Current Quarter 31 Mar 2021	Preceding Financial Year Ended 31 Dec 2020
	<u>RM'000</u>	<u>RM'000</u>
EQUITY AND LIABILITIES (CONT'D)		
Non-current liabilities		
Deferred tax liabilities	53,385	50,676
Lease liabilities	2,115	2,154
	<u>55,500</u>	<u>52,830</u>
Current liabilities		
Trade payables	3,602	4,744
Other payables	13,414	12,995
Lease liabilities	42	45
	<u>17,058</u>	<u>17,784</u>
Total liabilities	<u>72,558</u>	<u>70,614</u>
TOTAL EQUITY AND LIABILITIES	<u>395,694</u>	<u>403,897</u>

The Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Changes in Equity
For the Financial Quarter ended 31 March 2021**

	Share capital	Other reserve	Retained earnings	Total equity
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
At 1 January 2021	239,675	-	93,608	333,283
Total comprehensive income for the period	-	-	9,007	9,007
Dividend on ordinary shares	-	-	(19,154)	(19,154)
At 31 March 2021	<u>239,675</u>	<u>-</u>	<u>83,461</u>	<u>323,136</u>
At 1 January 2020	239,675	247	78,535	318,457
Total comprehensive income for the period	-	-	6,674	6,674
At 31 March 2020	<u>239,675</u>	<u>247</u>	<u>85,209</u>	<u>325,131</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Cash Flows
For the Quarter ended 31 March 2021**

	3 months ended 31 Mar 2021 (Unaudited) RM'000	3 months ended 31 Mar 2020 (Unaudited) RM'000
Operating activities		
Profit before tax	11,716	8,587
<u>Adjustments for :-</u>		
Depreciation of property, plant and equipment	5,481	5,334
Depreciation of right-of-use assets	42	-
Interest income	(135)	(51)
Interest expense	163	317
Fair value changes of biological assets	(496)	1,111
Total adjustments	<u>5,055</u>	<u>6,711</u>
Operating cash flows before changes in working capital	16,771	15,298
<u>Changes in working capital:</u>		
Increase in biological assets	(690)	-
(Increase)/decrease in inventories	(402)	1,953
(Increase)/decrease in receivables	(2,615)	4,552
Decrease in payables	(723)	(1,055)
Total changes in working capital	<u>(4,430)</u>	<u>5,450</u>
Cash generated from operating activities	12,341	20,748
Interest received	135	51
Interest paid	(163)	(317)
Income tax paid	(21)	(15)
Income tax refunded	55	-
Net cash generated from operating activities	<u>12,347</u>	<u>20,467</u>
Investing activities		
Withdrawer/(placement of fixed deposits)	3,141	(8,000)
Purchase of property, plant and equipment	(2,106)	(2,016)
Net cash generated from/(used in) investing activities	<u>1,035</u>	<u>(10,016)</u>



**Condensed Consolidated Statement of Cash Flows
For the Quarter ended 31 March 2021 (Cont'd.)**

	3 months ended 31 Mar 2021 (Unaudited) <u>RM'000</u>	3 months ended 31 Mar 2020 (Unaudited) <u>RM'000</u>
Financing activities		
Repayment of revolving credits	-	(10,000)
Payment of principal portion of lease liabilities	(42)	(29)
Dividend paid	(19,154)	-
Net cash used in financing activities	<u>(19,196)</u>	<u>(10,029)</u>
Net (decrease)/increase in cash and cash equivalents	(5,814)	422
Cash and cash equivalents at beginning of year	21,642	9,550
Cash and cash equivalents at end of period	<u>15,828</u>	<u>9,972</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard MFRS 134: Interim Financial Reporting and with IAS 34: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2020.

These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

2. CHANGES IN ACCOUNTING POLICIES

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 31 December 2020, except for the adoption of the following new/revised MFRSs and amendments to MFRSs:

	Effective for annual periods beginning or after
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform-Phase 2	1 January 2021
Annual Improvements to MFRS Standards 2018-2020	1 January 2022
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
MFRS 17 Insurance Contracts and Amendments to MFRS 17	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

These new standards and amendments are not expected to have significant impact on the Group’s financial statements.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2020 was not qualified.

4. SEGMENTAL INFORMATION

No segment information has been prepared as the Group is primarily engaged in the cultivation of oil palm and processing and sale of crude palm oil and palm kernel.

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE, OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 March 2021.

6. CHANGES IN ESTIMATES

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

7. SEASONAL OR CYCLICAL FACTORS

The effects of seasonal or cyclical fluctuations, if any, are explained under Paragraphs 1 and 2 of Part B i.e. Explanatory Notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Securities.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

8. DIVIDENDS PAID

The amount of dividend paid during the period ended 31 March 2021:

	2021
	<u>RM'000</u>
In respect of financial year ended 31 December 2020:	
Second interim single-tier dividend of 4 sen per ordinary share paid on 26 March 2021	19,154
	<hr/>

9. CARRYING AMOUNT OF PROPERTY, PLANT AND EQUIPMENT

There were no brought forward valuations of property, plant and equipment from the financial year ended 31 December 2020 and there were no valuations of property, plant and equipment carried out during the financial period ended 31 March 2021.

10. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale, and repayments of debt and equity securities during the financial period ended 31 March 2021.

11. CHANGES IN THE COMPOSITION OF THE GROUP

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

12. DISCONTINUED OPERATION

There were no discontinued operations for the Group during the current financial quarter.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

13. CAPITAL COMMITMENTS

The amount of capital commitments not provided for in the interim financial statements as at 31 March 2021 are as follows:

Capital expenditure:	2021
Property, plant and equipment:	<u>RM'000</u>
Approved and contracted for	<u>2,007</u>

14. CONTINGENT ASSETS AND LIABILITIES

Contingent asset

On 3 June 2014, Serijaya Industri Sdn. Bhd. (SJI), a wholly-owned subsidiary of the Company, filed a notice of arbitration against Asiatic Lumber Industries Sdn. Bhd. (ALISB) for a claim approximately RM14,631,516 arising from a shortfall in guaranteed volume of log production under a Logging Sub-Contract agreement between SJI and ALISB.

The Arbitrator had on 6 October 2016 awarded SJI the whole claim amounted to RM11,619,123 for shortfall from 2011 to 2013 with interest at 10% per annum.

ALISB failed to pay the sums under the arbitration award. On 14 August 2017, the High Court of Sabah and Sarawak has ordered that ALISB be wound up and the Director General of Insolvency be appointed as the liquidator of ALISB. On 26 March 2021, SJI was informed by the Insolvency Department that the department was still in the process of identifying assets of ALISB and there was no credit balance in the ledger for any payment.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

14. CONTINGENT ASSETS AND LIABILITIES (CONT'D)

Contingent liabilities

Claim made by Benta Wawasan Sdn. Bhd.

Based on the Agreement for Oil Palm Plantation entered between Benta Wawasan Sdn. Bhd. (“Benta”) and SJI dated 18 November 2005 together with the 1st and 2nd supplemental agreements (the “AOPP Agreements”), SJI would need to pay a variable lease payment based on FFB production starting 2017. On 9 July 2018, SJI and Benta entered into a 3rd supplemental agreement (the “3rd Supplemental Agreement”), whereby both parties mutually agreed that SJI should pay rental on the land for oil palm plantation of RM2,201,502 covering the period from year 2018 to year 2070 in an equal annual payment of RM41,538 and interest on the total outstanding rental sum at the rate of 8% per annum on a reducing balance basis.

Via a letter dated 10 January 2019, Benta has informed SJI that the 3rd Supplemental Agreement was not approved by the board of directors of Benta. Subsequently, Benta issued a letter dated 6 March 2019 and an invoice dated 8 March 2019, claiming for the variable lease payments for year 2017 and year 2018 amounted to RM5,288,459 and RM4,261,721 respectively, based on the terms of the AOPP Agreements. The rental for year 2017 of RM5,288,459 has been recognised by the Group. For the financial year ended 31 December 2018, other than the fixed rental amount of RM41,538, no variable lease payment was recognised. The variable lease payments for the financial years ended 31 December 2019 and 2020 should the terms in AOPP Agreements be applied amounted to approximately RM3,210,593 and RM6,322,110 respectively. These amounts were also not recognised in these financial statements as the Group believes that the 3rd Supplemental Agreement is a valid and binding agreement mutually agreed between the parties.

Subsequently, there were various correspondences between the parties and a meeting has been arranged to discuss the matter. Based on latest correspondences in early 2020, both parties are interested to arrive at a sound and sensible solution to the issue without further delay and expense.

SJI has been advised by its legal counsel that SJI has a strong case to continue and to maintain that the 3rd Supplemental Agreement is valid and binding. Accordingly, no additional provision on variable lease payments for the year 2018 to year 2070 have been made in these financial statements.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

15. MATERIAL RELATED PARTY TRANSACTIONS

Group	2021 <u>RM'000</u>
Trade transactions	
Transaction with related parties:	
Rental paid to TSH Resources Bhd., a company in which a director of the Company has an interest.	28
Sales of crude palm oil to TSH-Wilmar Sdn. Bhd.	37,110
Sales of palm kernel to TSH-Wilmar Sdn. Bhd.	3,642
Purchase of oil palm fresh fruit bunches from Benta Wawasan Sdn. Bhd.	1,331
Purchase of seedlings from TSH Biotech Sdn. Bhd.	251
Company	
Trade transactions:	
Management fees paid to subsidiary - Serijaya Industri Sdn. Bhd.	27
Transaction with related party - Rental paid to Yayasan Sabah	11

16. MATERIAL LITIGATION

There were no material litigation at the end of this quarter and as at the date of this report.

17. MATERIAL EVENTS SUBSEQUENT TO THE END OF PERIOD REPORTED

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



B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. PERFORMANCE REVIEW

	INDIVIDUAL QUARTER			CUMMULATIVE YEAR TO DATE		
	Current Year Quarter 31 Mar 2021	Preceding Year Quarter 31 Mar 2020	Variance	Current Year 3 months ended 31 Mar 2021	Preceding Year Period 31 Mar 2020	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
FINANCIAL INFORMATION:						
Revenue	40,752	38,965	5%	40,752	38,965	5%
Operating Profit	11,744	8,853	33%	11,744	8,853	33%
Profit Before Tax	11,716	8,587	36%	11,716	8,587	36%
Profit After Tax	9,007	6,674	35%	9,007	6,674	35%
Profit Attributable to Equity Holders of the Company	9,007	6,674	35%	9,007	6,674	35%
OPERATION STATISTICS:						
Palm Products:						
FFB Production (MT)	47,458	51,949	(9%)	47,458	51,949	(9%)
CPO Production (MT)	9,986	11,639	(14%)	9,986	11,639	(14%)
PK Production (MT)	1,520	1,842	(17%)	1,520	1,842	(17%)
CPO Sold (MT)	10,105	13,073	(23%)	10,105	13,073	(23%)
PK Sold (MT)	1,496	1,987	(25%)	1,496	1,987	(25%)
CPO Oil Extraction Rate (%)	20.18	22.52	(10%)	20.18	22.52	(10%)
PK Extraction Rate (%)	3.07	3.56	(14%)	3.07	3.56	(14%)
Average CPO Price Per MT (RM)	3,672	2,733	34%	3,672	2,733	34%
Average PK Price Per MT (RM)	2,433	1,630	49%	2,433	1,630	49%



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

1. PERFORMANCE REVIEW (CONT'D.)

The Group recorded revenue of RM40.752 million for the current quarter and year-to-date ended 31 March 2021 representing an increase of 5% compared to preceding financial year corresponding quarter. Profit before tax for the current quarter and year-to-date recorded an increase of 36% compared to preceding year corresponding quarter of RM8.587 million. The increase in revenue and profit before tax was due to higher average selling prices of CPO and PK by 34% and 49% respectively.

2. MATERIAL CHANGES IN PROFIT BEFORE TAXATION

	INDIVIDUAL QUARTER		
	Current Year Quarter 31 Mar 2021	Immediate Preceding Quarter 31 Dec 2020	Variance
	RM'000	RM'000	%
FINANCIAL INFORMATION:			
Revenue	40,752	45,304	(10%)
Operating Profit	11,744	12,557	(6%)
Profit Before Tax	11,716	12,729	(8%)
Profit After Tax	9,007	9,832	(8%)
Profit Attributable to Equity of the Company	9,007	9,832	(8%)
OPERATION STATISTICS:			
FFB Production (MT)	47,458	57,094	(17%)
CPO Production (MT)	9,986	12,242	(18%)
PK Production (MT)	1,520	1,858	(18%)
CPO Sold (MT)	10,105	14,327	(29%)
PK Sold (MT)	1,496	2,027	(26%)
CPO Oil Extraction Rate (%)	20.18	20.46	(1%)
PK Extraction Rate (%)	3.07	3.11	(1%)
Average CPO Price Per MT (RM)	3,672	2,914	26%
Average PK Price Per MT (RM)	2,433	1,757	38%



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

2. MATERIAL CHANGES IN PROFIT BEFORE TAXATION (CONT'D)

Profit before tax for the current quarter at RM11.716 million was 8% lower compared to immediate preceding quarter. The decrease was due to lower CPO and PK sales volume arising from seasonal lower FFB production.

3. COMMENTARY ON PROSPECT FOR 2021

FFB production in coming quarter is expected to increase due to seasonal trend. Palm oil prices are expected to remain strong in coming months due to underpinned by tight inventory of CPO in Malaysia and shortfall of global vegetable oil supply. Given the current level of CPO and PK prices, the Board is confident of achieving reasonably good profit in the coming quarter.

Management will continue to focus on productivity and efficiency improvement to reduce unit cost of production.

4. PROFIT FORECAST OR PROFIT GUARANTEE

There were no profit forecasts or profit guarantees released to the public.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

5. INCOME TAX EXPENSE

	INDIVIDUAL QUARTER		CUMULATIVE YEAR TO DATE	
	Current Year Quarter 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 (Unaudited)	Current Year 3 months ended 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Period 31 Mar 2020 (Unaudited)
	RM'000	RM'000	RM'000	RM'000
Current year tax:				
Malaysian income tax	-	-	-	-
Deferred tax	2,709	1,913	2,709	1,913
	<u>2,709</u>	<u>1,913</u>	<u>2,709</u>	<u>1,913</u>
(Over)/underprovided in prior years:				
Malaysian income tax	-	-	-	-
Deferred tax	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>2,709</u>	<u>1,913</u>	<u>2,709</u>	<u>1,913</u>

6. SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no sales/disposals of unquoted investments and properties during the current financial quarter and period ended 31 March 2021.

7. QUOTED SECURITIES

- (a) There were no purchase and sale of quoted securities for the current financial quarter ended 31 March 2021.
- (b) There were no investments in quoted shares as at 31 March 2021.

8. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals for the current financial quarter ended 31 March 2021.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

9. UTILISATION OF PROCEEDS

No proceed were raised by the Company from any corporate exercise during the period.

10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 31 March 2021.

11. DIVIDEND

A first interim single-tier dividend of 2 sen in respect of financial year ending 31 December 2021 was declared on 24 May 2021 and payable on the date to be determined later.

12. EARNINGS PER SHARE

(a) Basic earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period:

	INDIVIDUAL QUARTER		CUMULATIVE YEAR TO DATE	
	Current Year Quarter 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 (Unaudited)	Current Year 3 months ended 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Period 31 Mar 2020 (Unaudited)
Profit attributable to ordinary equity holders of the parent	RM'000 9,007	RM'000 6,674	RM'000 9,007	RM'000 6,674
Weighted average number of ordinary shares in issue ('000)	478,858	478,858	478,858	478,858
Basic earnings per share	<u>Sen</u> 1.88	<u>Sen</u> 1.39	<u>Sen</u> 1.88	<u>Sen</u> 1.39



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

12. EARNINGS PER SHARE (CONT'D)

(b) Diluted earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE YEAR TO DATE	
	Current Year Quarter 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 (Unaudited)	Current Year 3 months ended 31 Mar 2021 (Unaudited)	Preceding Year Corresponding Period 31 Mar 2020 (Audited)
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent	9,007	6,674	9,007	6,674
Weighted average number of ordinary shares in issue ('000)	478,858	478,858	478,858	478,858
Effect of ESOS ('000)	-	711	-	711
Weighted average number of ordinary shares in issue ('000)	478,858	479,569	478,858	479,569
	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>
Diluted earnings per share	1.88	1.39	1.88	1.39

The diluted earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

The share options was calculated based on the number of shares which would have been acquired at the market price (average annual share price of the company's share) based on the monetary value of the subscription rights attached to the outstanding share options. No adjustment is made to the net profit attributable to shareholders for the share options calculations.



EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2021

13. AUTHORISATION FOR ISSUE

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