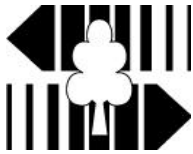


Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
For the period ended 31 July 2021

	(UNAUDITED)		(AUDITED)	
	INDIVIDUAL QUARTER	PRECEDING YEAR	CUMULATIVE QUARTER	PRECEDING YEAR
	CURRENT YEAR	CORRESPONDING QUARTER	CURRENT YEAR	CORRESPONDING PERIOD
	31/07/2021	31/07/2020	31/07/2021	31/07/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	106,459	72,247	376,251	329,946
Cost of sales	(69,125)	(63,821)	(272,610)	(274,786)
Gross Profit	37,334	8,426	103,641	55,160
Other income	5,372	12,361	16,056	34,462
Administrative expenses	(6,102)	(7,966)	(23,913)	(28,941)
Selling and distribution expenses	(9,632)	(8,954)	(36,174)	(40,774)
Other expenses	-	(3,321)	-	(3,321)
Net impairment losses on financial assets	-	(9,102)	-	(9,102)
Finance costs	(4,937)	(3,370)	(19,581)	(18,268)
Profit/(Loss) before taxation	22,035	(11,926)	40,029	(10,784)
Income tax expenses	(2,798)	(15,606)	(10,746)	(14,851)
Profit/(Loss) after taxation	19,237	(27,532)	29,283	(25,635)
Other Comprehensive Income				
<u>Items that will not be reclassified subsequently to profit or loss</u>				
Fair value changes of equity investments	8,061	681	8,175	5,015
Total comprehensive income for the period	27,298	(26,851)	37,458	(20,620)
Profit/(Loss) after taxation attributable to:				
Owners of the Company	19,368	(26,751)	29,701	(25,067)
Non-controlling interests	(131)	(781)	(418)	(568)
	19,237	(27,532)	29,283	(25,635)
Total comprehensive income attributable to:				
Owners of the Company	27,429	(26,070)	37,876	(20,052)
Non-controlling interests	(131)	(781)	(418)	(568)
	27,298	(26,851)	37,458	(20,620)
	Sen	Sen	Sen	Sen
Earnings/(Loss) per share:				
- Basic	10.29	(14.22)	15.77	(13.33)
- Diluted	N/A	N/A	N/A	N/A

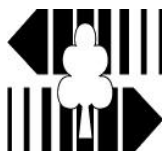
Note: N/A: Not Applicable

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



Condensed Consolidated Statements of Financial Position
As at 31 July 2021

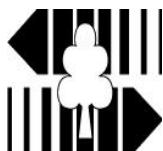
	(UNAUDITED) AS AT END OF CURRENT QUARTER 31/07/2021 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31/07/2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	989,927	1,003,985
Investment properties	149,601	151,601
Land held for property development	6,631	6,631
Intangible assets	20,006	20,475
Biological assets	75,193	73,268
Investment securities	16,088	7,909
Goodwill	2,720	2,720
Long-term receivable	2,062	1,318
	1,262,228	1,267,907
Current assets		
Inventories	71,693	94,934
Biological assets	8,204	5,317
Trade receivables	39,350	19,813
Other receivables, deposits and prepayments	27,904	24,643
Current tax assets	1,894	1,659
Deposits with licensed banks	1,101	1,386
Cash and bank balances	10,717	3,670
	160,863	151,422
TOTAL ASSETS	1,423,091	1,419,329
EQUITY AND LIABILITIES		
Equity		
Share capital	268,680	268,680
Treasury shares	-55,014	-55,166
Reserves	360,141	322,265
Equity attributable to owners of the Company	573,807	535,779
Non-controlling interests	4,777	4,195
Total equity	578,584	539,974
Non-current liabilities		
Bank borrowings	209,113	230,062
Deferred tax liabilities	42,482	39,613
	251,595	269,675
Current liabilities		
Trade payables	119,452	97,282
Other payables, deposits and accruals	26,467	27,365
Bank borrowings:-		
- bank overdrafts	-	5,195
- other borrowings	442,418	478,495
Current tax liabilities	4,575	1,343
	592,912	609,680
Total liabilities	844,507	879,355
TOTAL EQUITY AND LIABILITIES	1,423,091	1,419,329
Net assets per share attributable to ordinary equity holders of the Company (RM)	3.07	2.87
Number of shares net of treasury shares ('000)	188,309	188,121



Condensed Consolidated Statements of Changes in Equity
For the period ended 31 July 2021

	<u>Share Capital</u> RM'000	<u>Treasury Shares</u> RM'000	<u>Non- distributable Fair Value Reserves</u> RM'000	<u>Distributable Retained Profits</u> RM'000	<u>Attributable to Owners of the Company</u> RM'000	<u>Non- controlling Interests</u> RM'000	<u>Total Equity</u> RM'000
Twelve Months Ended 31 July 2021							
Balance as at 1 August 2020	268,680	(55,166)	(37,568)	359,833	535,779	4,195	539,974
Profit/(Loss) after tax for the financial period	-	-	-	29,701	29,701	(418)	29,283
Other comprehensive income:- - Fair value changes of equity investments	-	-	8,175	-	8,175	-	8,175
Total comprehensive income	-	-	8,175	29,701	37,876	(418)	37,458
Contributions by and distributions to owners of the Company:- - Sale of treasury shares - Additional investments in an existing subsidiary by non-controlling interests	-	152	-	-	152	-	152
	-	-	-	-	-	1,000	1,000
Transactions with owners	-	152	-	-	152	1,000	1,152
Balance as at 31 July 2021	<u>268,680</u>	<u>(55,014)</u>	<u>(29,393)</u>	<u>389,534</u>	<u>573,807</u>	<u>4,777</u>	<u>578,584</u>

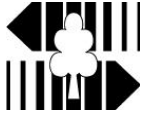
The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the quarterly report.



Condensed Consolidated Statements of Changes in Equity
For the period ended 31 July 2020

	<u>Share Capital</u>	<u>Treasury Shares</u>	<u>Non- distributable Fair Value Reserves</u>	<u>Distributable Retained Profits</u>	<u>Attributable to Owners of the Company</u>	<u>Non- controlling Interests</u>	<u>Total Equity</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Twelve Months Ended 31 July 2020							
Balance as at 1 August 2019	268,680	(55,172)	(42,583)	384,900	555,825	4,763	560,588
Loss after tax for the financial period	-	-	-	(25,067)	(25,067)	(568)	(25,635)
Other comprehensive income:- - Fair value changes of equity investments	-	-	5,015	-	5,015	-	5,015
Total comprehensive income	-	-	5,015	(25,067)	(20,052)	(568)	(20,620)
Contributions by and distributions to owners of the Company:- - Purchase of treasury shares - Sale of treasury shares	-	(2) 8	-	-	(2) 8	-	(2) 8
Transactions with owners	-	6	-	-	6	-	6
Balance as at 31 July 2020	<u>268,680</u>	<u>(55,166)</u>	<u>(37,568)</u>	<u>359,833</u>	<u>535,779</u>	<u>4,195</u>	<u>539,974</u>

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



Condensed Consolidated Statements of Cash Flows
For the period ended 31 July 2021

	(UNAUDITED) CURRENT YEAR-TO-DATE 31/07/2021 RM'000	(AUDITED) CORRESPONDING YEAR-TO-DATE 31/07/2020 RM'000
Cash Flows from Operating Activities		
Profit/(Loss) before taxation	40,029	-10,784
Adjustments for :		
Allowance for slow-moving inventories	-	549
Amortisation of commercial rights	469	244
Depreciation of property, plant and equipment	50,989	46,426
Dividend income	(16)	(29)
Fair value gain on investment securities	-	(8)
Fair value loss/(gain) on investment properties	2,000	(1,735)
Fair value change in biological assets	(2,887)	(12,653)
Impairment of property, plant and equipment	-	3,321
Impairment loss on trade and other receivables	-	10,174
Impairment losses on receivables no longer required	-	(1,072)
Interest expense	19,581	18,268
Interest income	(96)	(136)
Gain on disposal of property, plant and equipment	(4,208)	(4,301)
Property, plant and equipment written off	81	117
Reversal of allowance for slow-moving inventories	-	(1,777)
Unrealised loss on foreign exchange	38	169
Write-down of inventories	-	9,697
Operating profit before working capital changes	<u>105,980</u>	<u>56,470</u>
Changes in working capital :		
Decrease in inventories	23,241	15,749
(Increase)/decrease in trade and other receivables	(23,581)	13,437
Increase/(decrease) in trade and other payables	<u>21,273</u>	<u>(18,327)</u>
Cash from operations	<u>126,913</u>	<u>67,329</u>
Taxes paid, net of refund	(4,882)	563
Interest paid	(15,492)	(21,223)
Interest received	<u>96</u>	<u>136</u>
Net cash from operating activities	<u>106,635</u>	<u>46,805</u>
Cash Flows for Investing Activities		
Additional investments in existing subsidiaries by non-controlling interests	1,000	-
Costs incurred on biological assets	(1,925)	(1,754)
Dividend received	13	29
Proceeds from disposal of investment securities	-	12,712
Proceeds from disposal of property, plant and equipment	7,544	11,683
Purchase of investment securities	-	(15)
Purchase of land held for property development	-	(3)
Purchase of property, plant and equipment	<u>(30,705)</u>	<u>(30,655)</u>
Net cash for investing activities	<u>(24,073)</u>	<u>(8,003)</u>
Cash Flows for Financing Activities		
Decrease in pledge fixed deposits with licence banks	-	(47)
Net of drawdown/(repayment) of bankers' acceptance	(9,417)	(23,850)
Net of drawdown/(repayment) of revolving credit	(31,575)	4,571
Drawdown of term loans	12,840	8,304
Payment of interests on long-term borrowings	(10,685)	(13,870)
Repayment of term loans	(21,769)	(15,057)
Purchase of treasury shares	-	(2)
Proceed from disposal of treasury shares	152	8
Repayment of lease liabilities	<u>(10,151)</u>	<u>(9,777)</u>
Net cash for financing activities	<u>(70,605)</u>	<u>(49,720)</u>
Net change in cash and cash equivalents	<u>11,957</u>	<u>(10,918)</u>
Effects of exchange rate changes on cash and cash equivalents	-	(5)
Cash and cash equivalents at beginning of period	<u>(1,226)</u>	<u>9,697</u>
Cash and cash equivalents at end of period	<u><u>10,731</u></u>	<u><u>(1,226)</u></u>
Cash and cash equivalents included in the Condensed Consolidated Statements of Cash Flows comprise:-		
Cash and bank balances	10,717	3,670
Deposits with licensed banks	1,101	1,386
Bank overdrafts	-	(5,195)
	<u>11,818</u>	<u>(139)</u>
Less: Deposits pledged to licensed banks	<u>(1,087)</u>	<u>(1,087)</u>
	<u><u>10,731</u></u>	<u><u>(1,226)</u></u>

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



NOTES :

Note 1 Basis of Preparation

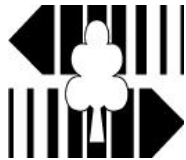
The quarterly report is unaudited and has been prepared in accordance with MFRS 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The quarterly report should be read in conjunction with the Group’s audited financial statements for the year ended 31 July 2020. These explanatory notes attached to the quarterly report provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 July 2020.

Note 2 Significant Accounting Policies

The significant accounting policies adopted in the quarterly report are consistent with those adopted in the Group’s audited financial statements for the financial year ended 31 July 2020. At the date of authorisation of these interim financial statements, the Group has not adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board (MASB). The Group will adopt these amendments/standards, if applicable, when they become effective.

MFRSs and/or IC Interpretations (Including the Consequential Amendments)	Effective for annual periods beginning on or after
MFRS 17 Insurance Contracts	1 January 2023*
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9	At issue date of 17 August 2020
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 17: Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023**
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current – Deferral of Effective Date	17 August 2020
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
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022



Note 2 Significant Accounting Policies (cont'd)

* The effective date has been deferred from annual reporting periods beginning on or after 1 January 2021 to 1 January 2023 pursuant to the amendments to MFRS 17 issued by the MASB, namely “Amendments to MFRS 17: Insurance Contracts”.

** The effective date has been deferred from annual reporting periods beginning on or after 1 January 2022 to 1 January 2023 pursuant to the amendments to MFRS 101 issued by the MASB, namely “Amendments to MFRS 101: Classification of Liabilities as Current or Non-current – Deferral of Effective Date”.

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

Note 3 Auditors’ Report on Preceding Annual Financial Statements

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

Note 4 Seasonal or Cyclical factors

Production of fresh fruit bunches (“FFB”) is subject to the cropping pattern and age of the palms. The prices for the Group’s products are not within the control of the Group. The timber and timber products prices are determined by the global demand and buying patterns of the buyers. The FFB prices are affected by the edible oils demand in the market.

Note 5 Unusual Items

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

Note 6 Changes in Estimates

There were no changes in estimates that have a material effect on the results of the Group for the period under review.

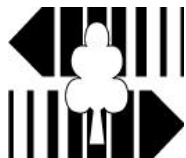
Note 7 Debt and Equity Securities

During the financial year-to-date, 188,500 shares were resold in the open market. The monthly breakdown of shares resold were as follows:

Month	No. of shares	Selling price per share		Average price per share RM	Total consideration RM
		Lowest RM	Highest RM		
September 2020	188,500	0.78	0.87	0.81	151,963
TOTAL	188,500	0.78	0.87	0.81	151,963

As at 31 July 2021, the number of shares retained as treasury shares amounted to 20,690,800.

Apart from the above, there were no issuances and repayments of debt and equity securities for the period under review.



Note 8 Dividends Paid

There were no dividends paid during the period under review.

Note 9 Segmental Information

Segmental revenue and profit/(loss) before taxation for the current financial year-to-date and preceding year corresponding period by the respective operating segments as follows:

	Financial year-to-date ended			
	31.07.2021		31.07.2020	
	Revenue	Profit/(Loss)	Revenue	Profit/(Loss)
		Before Tax		Before Tax
	RM'000	RM'000	RM'000	RM'000
Oil Palm	211,302	82,672	127,448	24,793
Timber	159,092	(32,390)	194,546	(27,209)
Others	5,857	(10,253)	7,952	(8,368)
	<u>376,251</u>	<u>40,029</u>	<u>329,946</u>	<u>(10,784)</u>

The Group is organised into business units based on their products and services provided, and has three reportable operating segments as follows:

The timber segment is involved in extraction, sale of logs, subcontractor for tree planting (reforestation), and the business of manufacturing and trading of plywood, veneer, raw and laminated particleboard, sawn timber, finger-joint moulding and charcoal for its manufacturing activities.

The plantation segment is involved in cultivation of oil palm and sale of fresh fruit bunches.

The others segment is involved in provision of towage and transportation services, insurance services, property holding and development, and manufacturing and trading of drinking water.

Note 10 Valuations of Property, Plant and Equipment

There has been no valuation undertaken for the Group's property, plant and equipment since the last annual financial statements.

Note 11 Valuations of Investment Properties

Investment properties are stated at fair value, which have been determined based on valuations performed by independent professional valuers at the end of the reporting date using the market comparison approach. Sales price of comparable properties in close proximity are adjusted for differences in key attributes such as property size, location, tenure and market trends. The most significant input into this valuation approach is price per acre of comparable properties. There has been no change to the valuation technique during the financial year.

The fair values of the investment properties are within level 2 of the fair value hierarchy.



Note 11 Valuations of Investment Properties (cont'd)

There were no transfers between level 1 and level 2 during the financial year.

The fair value measurements of the investment properties are based on the highest and best use which does not differ from their actual use.

There has been no valuation undertaken for the Group's investment properties since the last annual financial statements.

Note 12 Subsequent Events

On 5 August 2021, the Company acquired 100% equity interest in DMG Commercial Sdn. Bhd. ("DMG"), a company incorporated in Malaysia, for a total cash consideration of RM2. DMG is currently a dormant company and its intended principal activities are maintenance and repair of motor vehicles and sale of industrial, commercial and agriculture vehicles.

Note 13 Changes in the Composition of the Group

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

Note 14 Changes in Contingent Liabilities and Contingent Assets

There were no material changes in the contingent liabilities or assets since the last annual reporting date.

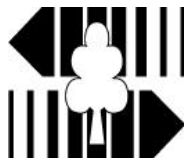
Note 15 Capital Commitments

	As at 31.07.2021 RM'000	As at 31.07.2020 RM'000
Purchase of property, plant and equipment	1,283	1,574
Construction of property, plant and equipment	<u>1,346</u>	<u>162</u>
	<u>2,629</u>	<u>1,736</u>

Note 16 Review of Performance

Comparison of Results with Previous Year Corresponding Quarter and Financial Year-to-date

The Group registered higher revenue of RM106.5 million and RM376.3 million in the current quarter and financial year-to-date as compared to preceding year corresponding period of RM72.2 million and RM329.9 million respectively. For the current quarter, the Group recorded turnaround of RM22.0 million pre-tax profit as compared to preceding year corresponding period of RM11.9 million pre-tax loss. As for financial year-to-date, pre-tax profit has jumped to RM40.0 million as compared to RM10.8 million pre-tax loss in the preceding year corresponding period.



Note 16 Review of Performance (cont'd)

Comparison of Results with Previous Year Corresponding Quarter and Financial Year-to-date (cont'd)

Segmental performance:

	Individual Quarter			Cumulative Quarter		
	3 months ended		Changes	12 months ended		Changes
	31.07.2021	31.07.2020		31.07.2021	31.07.2020	
	RM'000	RM'000	%	RM'000	RM'000	%
<u>Revenue</u>						
Oil Palm	62,608	29,748	>100%	211,302	127,448	66%
Timber	42,708	40,926	4%	159,092	194,546	-18%
Others	1,143	1,573	-27%	5,857	7,952	-26%
	106,459	72,247	47%	376,251	329,946	14%
<u>Profit/(Loss) Before Tax</u>						
Oil Palm	30,966	6,820	>100%	82,672	24,793	>100%
Timber	(5,342)	(13,143)	59%	(32,390)	(27,209)	-19%
Others	(3,589)	(5,603)	36%	(10,253)	(8,368)	-23%
	22,035	(11,926)	>100%	40,029	(10,784)	>100%

Oil Palm

For quarter-on-quarter (Q-o-Q) review, revenue and pre-tax profit increased by RM32.9 million and RM24.1 million respectively, mainly contributed by 79% increase in crude palm oil ("CPO") price from RM2,335/MT to RM4,183/MT.

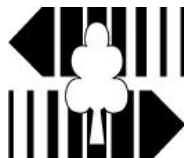
For year-on-year (Y-o-Y) review, revenue and pre-tax profit increased by RM83.9 million and RM57.9 million respectively, mainly contributed by 52% increase in CPO price from RM2,418/MT to RM3,687/MT and improvement in our oil extraction rate (OER). The Group's fresh fruit bunch ("FFB") sales volume set at 307,229 MT, only a marginal decrease by 1% despite ongoing manpower issue and uncertainty arising from the imposition of Covid-19 restriction orders.

For Y-o-Y, oil palm segment recorded higher profit margin of 39% as compared to previous year corresponding period of 19% due to better CPO price.

Timber

For Q-o-Q review, revenue increased by 4% while pre-tax loss decreased by RM7.8 million in line with increased in sales volume.

For Y-o-Y review, revenue decreased by RM35.5 million while pre-tax loss increased by RM5.2 million in line with decreased in sales volume as the resurgence of Covid-19 pandemic has resulted in the reimposition of lockdown restrictions across various countries.



Note 17 Material Changes in Quarterly Results Compared to the Results of the Immediate Preceding Quarter

The Group recorded higher revenue of RM106.5 million in the current quarter as compared to RM91.9 million in the immediate preceding quarter. As for pre-tax profit, the Group has notched significant increase from RM7.4 million in the immediate preceding quarter to RM22.0 million in the current quarter.

Segmental performance:

	Current Quarter 31.07.2021 RM'000	Immediate Preceding Quarter 30.04.2021 RM'000	Changes %
<u>Revenue</u>			
Oil Palm	62,608	50,367	24%
Timber	42,708	40,172	6%
Others	1,143	1,368	-16%
	106,459	91,907	16%
<u>Profit/(Loss) Before Tax</u>			
Oil Palm	30,966	17,863	73%
Timber	(5,342)	(7,823)	32%
Others	(3,589)	(2,632)	-36%
	22,035	7,408	>100%

Oil Palm

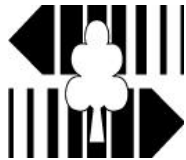
Oil palm segment's revenue surged by 24% to RM62.6 million while pre-tax profit increased by 73% to RM31.0 million mainly contributed by higher CPO price from RM4,055/MT to RM4,183/MT during the current quarter.

Timber

Revenue from timber segment has improved by 6% to RM42.7 million due to higher logs sales volume while the pre-tax loss has decreased 32% to RM5.3 million as compared to immediate preceding quarter.

Note 18 Commentary on Prospects

Oil palm segment is expected to generate higher earnings underpinned by higher FFB production during the peak crop season. The CPO price is expected to remain firm in line with tight supplies as overall FFB yield per hectare in Malaysia is on the declining trend aggravated by manpower issue and Covid-19 lockdown. This is further supported by tight supplies of rival edible oils due to adverse climatic change.



Note 18 Commentary on Prospects (cont'd)

As Covid-19 vaccination progress has accelerated across the world, more economic activities are expected to resume progressively. As such, the timber segment's selling price is expected to improved further on the back of rising demand.

As global economy continues to improve, the Group remains resilient and continues to prioritize on cost-rationalisation programs while concurrently, ensuring improvements in its business processes, strategies, and streamlining of its manpower so as to maintain positive earnings.

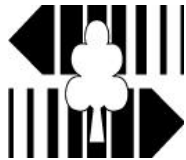
Note 19 Financial Estimate, Forecast, Projection or Internal Targets

The disclosure requirements for explanatory notes on the variation of actual profit after tax and profit forecast stated in the financial estimate, forecast, projection or internal targets and shortfall in profit guarantee are not applicable.

Note 20 Profit/(Loss) Before Taxation

Profit/(Loss) before taxation was derived after taking into consideration of the following:

	Quarter ended		Financial year-to-date ended	
	31.07.2021	31.07.2020	31.07.2021	31.07.2020
	RM'000	RM'000	RM'000	RM'000
Allowance for slow-moving inventories	-	(281)	-	549
Amortisation of commercial rights	117	(108)	469	244
Depreciation of property, plant and equipment	13,189	9,447	50,989	46,426
Dividend income	(8)	(16)	(16)	(29)
Fair value change in biological assets	(2,050)	(13,046)	(2,887)	(12,653)
Fair value loss/(gain) on investment properties	1,000	265	2,000	(1,735)
Fair value gain on investment securities	-	(8)	-	(8)
Impairment of property, plant and equipment	-	3,321	-	3,321
Impairment loss on receivables	-	10,174	-	10,174
Impairment loss on receivables no longer required	-	(1,072)	-	(1,072)
Interest expenses	4,937	3,370	19,581	18,268
Interest income	(29)	358	(96)	(136)
Gain on disposal of property, plant and equipment	(1,221)	(536)	(4,208)	(4,301)
Lease income	(86)	28	(411)	(372)
Property, plant and equipment written off	8	106	81	117
Reversal of allowance for slow-moving inventories	-	(1,777)	-	(1,777)
Write-down of inventories	-	10,503	-	9,697
Loss/(Gain) on foreign exchange				
- realised	122	163	1,194	1,074
- unrealised	(28)	163	38	169



Note 21 Taxation

The Group's taxation for the period under review was as follows:

	Quarter ended		Financial year-to-date ended	
	31.07.2021 RM'000	31.07.2020 RM'000	31.07.2021 RM'000	31.07.2020 RM'000
Income tax:				
Current period provision	1,533	1,437	9,816	6,789
Over provision	(1,938)	(3,026)	(1,938)	(3,026)
Deferred tax:				
Current period provision	3,203	13,196	2,868	7,089
Under provision	-	3,999	-	3,999
	<u>2,798</u>	<u>15,606</u>	<u>10,746</u>	<u>14,851</u>

Income tax expense is recognised in each quarter based on the best estimate of the weighted average annual income tax rate expected for the full financial year.

Note 22 Status of Corporate Proposals

There were no outstanding corporate proposals that have been announced but not completed as at the date of this announcement.

Note 23 Borrowings and Debt Securities

	As at 31.07.2021 RM'000	As at 31.07.2020 RM'000
Long term borrowings:		
- Lease liabilities	14,770	20,598
- Term loans	<u>194,343</u>	<u>209,464</u>
	<u>209,113</u>	<u>230,062</u>
Short term borrowings:		
- Bank overdrafts, secured	-	2,629
- Bank overdrafts, unsecured	-	2,566
- Bankers' acceptance, secured	4,060	4,180
- Bankers' acceptance, unsecured	57,885	67,182
- Lease liabilities	5,350	6,627
- Revolving credit, secured	86,000	87,200
- Revolving credit, unsecured	261,275	291,650
- Term loans, secured	<u>27,848</u>	<u>21,656</u>
	<u>442,418</u>	<u>483,690</u>
Total borrowings	<u>651,531</u>	<u>713,752</u>

There were no borrowings denominated in foreign currency.



Note 24 Fair Value of Financial Liabilities

The Group has entered into forward foreign exchange contracts to limit its exposure on foreign currency receipts, when it is deemed necessary.

As at 31 July 2021, there was no outstanding foreign exchange contracts.

There was no significant change for the financial derivatives in respect of the followings since the last financial year ended 31 July 2020:

- (a) the credit risk, market risk and liquidity risk associated with these financial derivatives;
- (b) the cash requirements of the derivatives;
- (c) the policies in place for mitigating or controlling the risks associated with these financial derivative; and
- (d) the related accounting policies.

Note 25 Profit/Loss Arising from Fair Value Changes of Financial Liabilities

There were no gains or losses arising from fair value changes of financial liabilities for the current quarter ended 31 July 2021.

Note 26 Changes in Material Litigation

There was no pending material litigation as at the date of this announcement.

Note 27 Dividend Payable

The Board of Directors did not declare any dividend for the quarter ended 31 July 2021 (previous corresponding period: Nil).

Note 28 Earnings Per Share

- (a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to ordinary equity holders of the Company over the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Quarter ended 31.07.2021	Financial year-to-date ended 31.07.2021
Profit for the period attributable to ordinary equity holders of the Company (RM'000)	19,368	29,701
Weighted average number of ordinary shares in issue excluding treasury shares ('000)	188,309	188,292
Basic earnings per share (Sen)	10.29	15.77

- (b) Diluted earnings per share

N/A

Note 29 Authorisation for Issue

The quarterly report was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 15 September 2021.