

PASDEC HOLDINGS BERHAD

Registration no: 199501037920

(Incorporated in Malaysia)

**Financial Statements
as at 30 June 2021**

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the period ended 30 June 2021

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue	11,127	6,184	22,911	11,292
Cost of sales	<u>(8,166)</u>	<u>(3,605)</u>	<u>(15,905)</u>	<u>(5,501)</u>
Gross profit	2,961	2,579	7,006	5,791
Other items of income				
Interest income	17	54	71	124
Other income	521	674	797	737
Other items of expense				
Personnel expenses	(960)	(856)	(1,881)	(1,914)
Other expenses	(2,532)	(1,632)	(8,668)	(4,505)
Finance costs	(446)	(275)	(689)	(1,005)
Share of results of associates	<u>(121)</u>	<u>283</u>	<u>(566)</u>	<u>681</u>
(Loss)/profit before tax from continuing operations	(560)	827	(3,930)	(91)
Taxation (Note B5)	<u>(367)</u>	<u>(276)</u>	<u>(441)</u>	<u>(276)</u>
(Loss)/profit from continuing operations, net of tax	(927)	551	(4,371)	(367)
Loss from discontinued operations	<u>-</u>	<u>(8,877)</u>	<u>-</u>	<u>(11,414)</u>
Loss net of tax	<u>(927)</u>	<u>(8,326)</u>	<u>(4,371)</u>	<u>(11,781)</u>

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Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the period ended 30 June 2021 (continued)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
	RM'000	RM'000	RM'000	RM'000
Other comprehensive (loss)/income, net of tax				
<i>Items that will be reclassified subsequently to profit or loss:</i>				
Net changes in fair value:				
Investments	(21)	4	(18)	(53)
Foreign currency translation	-	3,575	-	2,889
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Remeasurement loss on defined benefit plan	(349)	(253)	(682)	(146)
Other comprehensive (loss)/income, net of tax	(370)	3,326	(700)	2,690
Total comprehensive loss for the period, net of tax	(1,297)	(5,000)	(5,071)	(9,091)
Loss attributable to:				
Owners of the parent	(925)	(3,634)	(4,368)	(6,262)
Non-controlling interests	(2)	(4,692)	(3)	(5,519)
	(927)	(8,326)	(4,371)	(11,781)
Total comprehensive loss attributable to:				
Owners of the parent	(1,295)	(553)	(5,068)	(4,051)
Non-controlling interests	(2)	(4,447)	(3)	(5,040)
	(1,297)	(5,000)	(5,071)	(9,091)
Losses per share attributable to owners of the Company (Note B15)				
Basic (sen)	(0.23)	(0.91)	(1.09)	(1.56)

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**Condensed Consolidated Statements of Financial Position
as at 30 June 2021**

		Unaudited 30.06.2021 RM'000	Audited 31.12.2020 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		10,938	11,022
Work in progress		22,165	19,909
Land held for property development		145,082	147,250
Investment properties		53,311	53,916
Investments in associates		2,187	2,753
Investment securities	B8	361	379
		<u>234,044</u>	<u>235,229</u>
Current Assets			
Property development costs		73,085	69,316
Inventories		67,229	82,306
Trade receivables	B9	27,859	27,636
Other receivables		4,200	3,483
Other current assets		135	532
Cash and bank balances		21,918	16,904
Tax recoverable		1,421	714
		<u>195,847</u>	<u>200,891</u>
TOTAL ASSETS		<u>429,891</u>	<u>436,120</u>
EQUITY AND LIABILITIES			
Current Liabilities			
Retirement benefit obligations		786	804
Contract liabilities		361	361
Loans and borrowings	B10	14,445	12,269
Overdrafts		8,422	8,700
Trade payables		13,588	16,766
Other payables		17,441	16,995
Tax payable		441	6
		<u>55,484</u>	<u>55,901</u>
NET CURRENT ASSETS		<u>140,363</u>	<u>144,990</u>

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**Condensed Consolidated Statements of Financial Position
as at 30 June 2021 (continued)**

	Notes	Unaudited 30.06.2021 RM'000	Audited 31.12.2020 RM'000
Non-Current Liabilities			
Retirement benefit obligations		1,350	1,531
Loans and borrowings	B10	2,277	6,495
		3,627	8,026
TOTAL LIABILITIES		59,111	63,927
NET ASSETS		370,780	372,193
Equity attributable to owners of the parent			
Share capital	B11	327,693	327,693
Other reserves	B12	6,209	6,228
Retained earnings		36,584	37,975
		370,486	371,896
Non-controlling interests		294	297
TOTAL EQUITY		370,780	372,193
TOTAL EQUITY AND LIABILITIES		429,891	436,120
Net assets per share (RM)		0.93	0.93

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Condensed Consolidated Statement of Changes in Equity
for the period ended 30 June 2021

	-----Attributable to owners of the parent-----					-----Non Distributable-----				Non-controlling interest RM'000
	Non Distributable		Distributable		Total other reserves RM'000	Note B12(a)	Note B12(b)(i)	Note B12(b)(ii)	Note B12(c)	
	Total equity RM'000	Total equity attributable to owners of the parent RM'000	Share capital RM'000	Retained earnings RM'000		Fair value change reserve RM'000	Others RM'000	Warrant reserve RM'000	Foreign currency exchange reserve RM'000	
1 January 2021	372,192	371,895	327,693	37,975	6,227	(63)	570	5,720	-	297
Loss for the period	(4,371)	(4,368)	-	(4,368)	-	-	-	-	-	(3)
Other comprehensive loss	(700)	(700)	-	(682)	(18)	(18)	-	-	-	-
Total comprehensive loss	(5,071)	(5,068)	-	(5,050)	(18)	(18)	-	-	-	(3)
Equity contribution of a strike off company	3,659	3,659	-	3,659	-	-	-	-	-	-
30 June 2021	370,780	370,486	327,693	36,584	6,209	(81)	570	5,720	-	294

Condensed Consolidated Statement of Changes in Equity
for the period ended 30 June 2020

	-----Attributable to owners of the parent-----					-----Non Distributable-----				
	Non Distributable		Distributable			Non Distributable				Non- controlling interest RM'000
	Total equity	Total equity attributable to owners of the parent	Share capital	Retained earnings	Total other reserves	Note B12(a) Fair value change reserve RM'000	Note B12(b)(i) Others RM'000	Note B12(b)(ii) Warrant reserve RM'000	Note B12(c) Foreign currency exchange reserve RM'000	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
1 January 2020	322,946	329,072	327,693	3,234	(1,855)	(43)	(9,377)	5,720	1,845	(6,126)
Loss for the period	(11,781)	(6,262)	-	(6,262)	-	-	-	-	-	(5,519)
Other comprehensive income/(loss)	2,690	2,211	-	(146)	2,357	(53)	-	-	2,410	479
Total comprehensive (loss)/income	(9,091)	(4,051)	-	(6,408)	2,357	(53)	-	-	2,410	(5,040)
30 June 2020	313,855	325,021	327,693	(3,174)	502	(96)	(9,377)	5,720	4,255	(11,166)

**Condensed Consolidated Statements of Cash Flow
for the period ended 30 June 2021**

	CUMULATIVE QUARTER	
	30.06.2021	30.06.2020
	RM'000	RM'000
Cash flows from operating activities		
Cash receipts from customers	24,766	35,519
Cash payments to suppliers and contractors	(6,915)	(28,556)
Cash payments to employees and for expenses	(8,793)	(5,071)
Cash generated from operations	<u>9,058</u>	<u>1,892</u>
Net income tax (paid)/received	(710)	4,724
Net cash generated from operating activities	<u>8,348</u>	<u>6,616</u>
Cash flows from investing activities		
Interest (paid)/received	93	-
Purchase of property, plant and equipment	(9)	-
Net cash (used in)/generated from investing activities	<u>84</u>	<u>-</u>
Cash flows from financing activities		
Drawdown of financing	4,083	3,399
Repayment of term loans	(6,320)	(5,974)
Repayment of obligation under finance leases	(11)	(40)
Loan interest	(892)	(4,900)
Net cash used in financing activities	<u>(3,140)</u>	<u>(7,515)</u>
Net increase/(decrease) in cash and cash equivalents	5,292	(899)
Cash and cash equivalents at beginning of period	<u>8,204</u>	<u>(13,548)</u>
Cash and cash equivalents at end of period	<u>13,496</u>	<u>(14,447)</u>
Represented by:		
Continuing operations		
Cash and bank balances	21,918	18,355
Bank overdrafts	(8,422)	(16,689)
	<u>13,496</u>	<u>1,666</u>
Discontinued operations		
Cash and bank balances	-	555
Bank overdrafts	-	(16,668)
	<u>-</u>	<u>(16,113)</u>
Cash and cash equivalents at end of period	<u>13,496</u>	<u>(14,447)</u>

**PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING
STANDARD 134 (“MFRS 134”): INTERIM FINANCIAL REPORTING**

A1. Basis of preparation

The interim financial report has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of Pasdec Holdings Berhad ("the Company") and its subsidiaries ("the Group") since the year ended 31 December 2020.

A2. Significant accounting policies

The significant accounting policies and methods of computation applied in the unaudited condensed financial statements are consistent with those adopted in audited financial statements for the financial year ended 31 December 2020, except for the adoption of the following amendments to MFRSs that are applicable for the current financial year beginning on 1 January 2021:

Interest Rate Benchmark Reform Phase 2
(Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)

A3. Standard and interpretations issued but not yet effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

Amendments/Improvements to MFRSs

MFRS 10	Consolidated Financial Statements: Sale or Contribution of Assets between an Investor and its Associate of Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
MFRS 128	Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate of Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
	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 Contract-Cost of Fulfilling Contract	1 January 2022
	Amendments to MFRS 101 Classification of Liabilities as Current or Non-Current	1 January 2023
	Amendments to MFRS 108 Definition of Accounting Estimates	1 January 2023
	MFRS 17 Insurance Contracts	1 January 2023

A4. Auditors' report on preceding annual financial statements

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

A5. Seasonal or cyclical factors

The Group's performances were not materially affected by any significant seasonal or cyclical factors for the current quarter.

A6. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income and cash flows of the Group that are unusual due to their nature, size or incidence during the current quarter under review.

A7. Changes in estimates

There were no material changes in estimates of amounts reported in prior interim periods that have a material effect in the current quarter results.

A8. Issuance or repayment of debt and equity securities

There were no issuance, cancellations, repurchases, resale, and repayment of debts and equity securities for the current period except for those disclosed in the Condensed Consolidated Statements of Cash Flow.

A9. Carrying amount of revalued assets

The carrying values of certain investment properties and inventories are based on brought forward valuation.

A10. Segmental information

The Group is principally involved in property development, construction, investment holding and property management activities. The reportable segments of the Group are as follows:-

- a) Continued operations - property, construction and other segments; and
- b) Discontinued operations in 2020 - manufacturing segment under Pasdec Automotive Technologies (Pty) Ltd. and Delta Automotive Technologies Pty. Ltd. (previously known as Pasdec Automotive Technologies (Botswana) (Pty) Ltd.)

A11. Segmental information

The segmental information by activities for the Company and its subsidiaries for the period is as follows:-

CUMULATIVE PERIOD					
6 MONTHS ENDED 30 JUNE 2021					
	Properties	Construction	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE :					
External sales	22,893	5	13	-	22,911
Inter-segment sales	-	120	1,608	(1,728)	-
	22,893	125	1,621	(1,728)	22,911
SEGMENT RESULTS:					
Operating loss	(1,178)	(95)	(856)	(617)	(2,746)
Interest income	276	1	529	(735)	71
Finance costs	(652)	(8)	(403)	374	(689)
Share of results of associates	-	-	-	(566)	(566)
Loss before tax	(1,554)	(102)	(730)	(1,544)	(3,930)
Taxation	(441)	-	-	-	(441)
Loss net of tax	(1,995)	(102)	(730)	(1,544)	(4,371)
Assets and Liabilities					
Segment assets	411,486	1,199	325,844	(331,977)	406,552
Cash and bank balances	6,612	75	9,606	-	16,293
Deposit with licensed banks	4,507	118	1,000	-	5,625
Tax recoverable	1,146	3	272	-	1,421
Total assets	423,751	1,395	336,722	(331,977)	429,891
Segment liabilities	26,661	2,743	4,122	-	33,526
Tax payable	441	-	-	-	441
Overdrafts	8,346	76	-	-	8,422
Loans and borrowings	7,270	-	9,452	-	16,722
Total liabilities	42,718	2,819	13,574	-	59,111
Depreciation	290	3	614	-	907

A11. Segmental information (continued)

The segmental information by activities for the Company and its subsidiaries for the period is as follows:-

	CUMULATIVE PERIOD					
	6 MONTHS ENDED 30 JUNE 2020					
	Properties	Construc- tion	Others	Elimina- tion	Total	
RM'000					RM'000	RM'000
REVENUE :						
External sales	11,275	6	11	-	11,292	18,168
Inter-segment sales	25	302	1,741	(2,068)	-	-
	11,300	308	1,752	(2,068)	11,292	18,168
SEGMENT RESULTS:						
Operating profit/(loss)	1,671	(435)	(2,201)	1,074	109	(7,725)
Interest income	390	2	1,003	(1,271)	124	-
Finance costs	(1,179)	(70)	(621)	865	(1,005)	(3,689)
Share of results of associates	-	-	681	-	681	-
Loss before tax	882	(503)	(1,138)	668	(91)	(11,414)
Taxation	(276)	-	-	-	(276)	-
Loss net of tax	606	(503)	(1,138)	668	(367)	(11,414)
Assets and Liabilities						
Segment assets	437,093	5,575	334,454	(339,379)	437,743	36,364
Cash and bank balances	5,948	511	5,988	-	12,447	555
Deposit with licensed banks	4,730	116	1,062	-	5,908	-
Tax recoverable	4,024	2	271	-	4,297	-
Total assets	451,795	6,204	341,775	(339,379)	460,395	36,919
Segment liabilities	163,006	7,315	154,034	(256,364)	67,991	839
Tax payable	276	-	-	-	276	-
Overdrafts	16,474	215	-	-	16,689	16,668
Loans and borrowings	10,442	-	8,920	-	19,362	61,634
Total liabilities	190,198	7,530	162,954	(256,364)	104,318	79,141
Depreciation	287	4	615	11	917	134

A12. Events after the reporting period

There were no material events subsequent to the reporting date up to 20 September 2021, being the latest practicable date which is not earlier than 7 days from the date of issuance of this Financial Report.

A13. Changes in the composition of the Group

As at the reporting date, a wholly-owned subsidiary of Pasdec Trading Sdn Bhd has been struck-off from the Register and dissolved following the publication of the notice of striking-off pursuant to Section 550 of the Companies Act 2016 in the Gazette dated 5 August 2021.

A14. Contingent liabilities

There were no changes in the nature of contingent liabilities as at the date of this announcement since the preceding financial year ended 31 December 2020.

A15. Capital commitments of the Group

	As at 30.06.2021 RM'000	As at 31.12.2020 RM'000
Capital expenditure Approved and contracted for: Property, plant and equipment	62,623	65,240

A16. Subsequent events and prospects

Malaysia went into another total lockdown for all social and economic sectors from 1 June to 28 June, 2021. Only essential economic sectors and services were allowed to operate. The Government's announcement on 28 May came as the country reported 8,290 new coronavirus cases that day, its fourth straight day of record infections, despite putting in place three weeks of moderate restrictions under the Movement Control Order ("MCO"). The Government thereafter outlined an exit strategy from the total shutdown, should it succeed in reducing the numbers of new COVID-19 cases.

A second phase for certain states started on 5 July 2021, which allowed more sectors to reopen, provided these activities do not involve large gatherings. Should the situation continue to improve, restrictions will be further eased under a third phase. This will be similar to current movement control rules, where most economic activities - subject to standard operating procedures ("SOP") and health protocols - will resume, while social activities will still be barred. The decision to shift from one phase to next will be subject to a risk assessment by the Health Ministry. This will be based on the development of daily cases and hospital capacity nationwide as at present, both public and private sector healthcare facilities have been overrun by COVID-19 patients.

As at the date of reporting, the nation is still grappling with the pandemic with more virulent strains being detected since March 2021. Numbers of vaccinated citizens have also significantly increased with the hope of achieving 80% herd immunity by year end. The Group hence continues to closely monitor its performance with certain measures in place.

A17. Corporate proposals announced

During the quarter under review, there was no corporate proposal announced.

Interim Financial Report for the year ended 30 June 2021

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of performance

	Individual Quarter		Changes		Cumulative Quarter		Changes	
	Current Quarter	Preceding year Quarter			Current year to-date	Preceding year to-date		
	30.06.2021	30.06.2020	RM'000	%	30.06.2021	30.06.2020	RM'000	%
Continuing operations								
Revenue	11,127	6,184	4,943	80	22,911	11,292	11,619	103
Gross profit	2,961	2,579	382	15	7,006	5,791	1,215	21
(Loss)/income before interest & tax	(114)	1,102	(1,216)	110	(3,241)	914	(4,155)	455
(Loss)/income before tax	(560)	827	(1,387)	168	(3,930)	(91)	(3,839)	(4,219)
(Loss)/income net of tax	(927)	551	(1,478)	268	(4,371)	(367)	(4,004)	(1,091)
Discontinued operations								
Loss net of tax	-	(8,877)	8,877	100	-	(11,414)	11,414	100
Loss attributable to ordinary equity holders of the parent	(925)	(3,634)	2,709	75	(4,368)	(6,262)	1,894	30

Overview for continuing operations

The Group registered revenue of RM22.91 million during the period under review compared to RM11.29 million for the same corresponding period last year, mainly attributable to property development segment.

The registered loss net of tax was RM4.37 million compared to RM0.37 million for the same corresponding period last year, was mainly due to loss arising from the striking-off of a company.

Results by segments

The property segment registered revenue of RM22.89 million for the current period compared to RM11.28 million for the same corresponding period last year. The significant increase between both periods was attributable to more units were sold during the current period compared to the corresponding period last year following to consistent efforts by the sales & marketing consultant to conclude bookings into sales during the COVID-19 pandemic.

B2. Comparison of current quarter results with the preceding quarter

2Q, 2021 vs 1Q, 2021

	Current Quarter	Immediate Preceding Quarter	Changes	
	30.06.2021 RM'000	31.03.2021 RM'000	RM'000	%
Continuing operations				
Revenue	11,127	11,784	(657)	(6)
Gross profit	2,961	4,045	(1,084)	(27)
Loss before interest & tax	(114)	(3,127)	3,013	96
Loss before tax	(560)	(3,370)	2,810	83
Loss net of tax	(927)	(3,444)	2,517	73
Loss attributable to ordinary equity holders of the Company	(925)	(3,443)	2,518	73

	Current Quarter 2Q, 2021 RM'million	Immediate Preceding Quarter 1Q, 2021 RM'million
Revenue		
Segments		
Continuing operations		
Property development	11.12	11.77

During the current period under review, the property segment recorded revenue was RM11.12 million as compared to RM11.77 million in the immediate preceding quarter. Despite MCO/CMCO, the sales & marketing consultant constantly followed up with the potential buyers to ensure steady revenue to the Group.

Loss attributable to ordinary equity holders of the Company

The huge loss in the immediate preceding quarter was mainly due to the loss recognised from the striking-off of a subsidiary.

B3. Profit forecast and profit guarantee

The Group had not provided any profit forecast or profit guarantee in a public document.

B4. Notes to consolidated statement of comprehensive income

	30.06.2021	30.06.2020
	RM'000	RM'000
Loss of the continuing operations is arrived at after charging :-		
Depreciation	907	1,051
Interest expense	689	1,005
Allowance for expected credit loss:-		
Trade receivables	123	-
Effect of strike off companies	3,714	1,008
and after crediting:-		
Interest income	71	124
Other income	797	737
Reversal of allowance for expected credit loss:-		
Trade receivables	15	99

B5. Taxation

	INDIVIDUAL		CUMULATIVE	
	QUARTER		QUARTER	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Current period	367	276	441	276
	367	276	441	276

B6. Corporate proposal

There was no corporate proposal pending completion during the quarter under review.

B7. Status of utilisation of proceeds as at 30 June 2021 raised from the Rights Issue with Warrants are as follows:-

a)

No	Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance RM'000	Estimate Timeframe
1	Land premium	7,436	2,281	5,155	Within 8 months
2	Property development	18,000	15,035	2,965	Within 12 months
3	Working capital purpose	13,501	13,501	-	Not applicable
4	Expenses for the Rights Issue with Warrants	1,100	1,100	-	Not applicable
Total		40,037	31,917	8,120	

1. Land premium

The land premium is in respect of 60 acres of land in Muadzam Shah, which is pending issuance of land title by Land Office.

2. Property development

The balance of RM2.97 million will be used for new projects as shown in the table below on the first come first serve basis.

B7. Status of utilisation of proceeds as at 30 June 2021 raised from the Rights Issue with warrants are as follows:- (continued)

New projects		Estimated GDV RM'million	Estimated date of commencement
Residential:-			
1	Balok Perdana 3A Phase 7	17.31	April 2021
2	Bandar Putra Package 6A9	32.83	July 2022
3	Pasdec Avenue	80.46	November 2021
4	Pasdec Damansara Zone 3A3	52.71	October 2023
5	Muadzam Shah	140.15	October 2023
Commercials:			
1	Balok Perdana Commercial 2A2	10.18	October 2023
2	Harbour Park	162.11	October 2023
Total		495.75	

Completed Project		Estimated GDV RM'million	Certificate of Completion & Compliance ("CCC")
1	Pesona Business Centre	9.81	99%-expected CCC in 3Q 2021

B7. Status of utilisation of proceeds as at 30 June 2021 raised from the Rights Issue with warrants are as follows:- (continued)

b) The Group had on 31 January 2019 announced variation in the utilisation of proceeds raised from the Rights Issues as follows:

Particulars		Approved allocation	Actual spending as at 30 June 2021	Remaining to be utilised	Approved variation	Proposed variation
		RM'000	RM'000	RM'000	RM'000	RM'000
1	Land premium	7,436	2,281	4,188	967	(967)
2	Property development	18,000	15,035	2,965	-	-
3	Working capital	13,501	13,501	-	(967)	967
4	Expenses for Rights Issue	1,100	1,100	-	-	-
Total		40,037	31,917	7,153	-	-

B8. Investment securities

Fair Value through Other Comprehensive Income

	As at 30.06.2021 Carrying amount Market value of quoted investments RM'000	As at 30.06.2020 Carrying amount Market value of quoted investments RM'000
At fair value:		
Unit trusts quoted in Malaysia	361	345
	361	345

B9. Trade receivables

The ageing analysis of the trade receivables for 30 June 2021 is as follows:

Ageing	Gross RM'000	Impairment RM'000	Net RM'000	%
Current	5,143	-	5,143	18%
Past due 30 -120 days	8,299	-	8,299	30%
Past due > 120 days	22,783	(8,366)	14,417	52%
Total	36,225	(8,366)	27,859	100%

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company. None of the Group's and of the Company's trade receivables that are neither past due nor impaired have been renegotiated during the quarter.

B10. Loans and borrowings

The Group's exposure in loans and borrowings is as follows:

Secured facilities	As at 30.06.2021 RM'000	As at 30.06.2020 RM'000	Interest rates	Remarks
Current:				
1) Term loans	11,554	12,008	3.97% - 7.10%	Working capital
2) Term loan	2,853	7,331	3.57%	Investment
3) Finance lease	38	17	2.15%	Purchase of motor vehicle
Sub-Total	14,445	19,356		
Non-current:				
1) Term loans	236	-	3.97% - 7.10%	Working capital
2) Term loan	1,901	-	3.57%	Investment
3) Finance lease	140	6	2.15%	Purchase of motor vehicle
Sub-Total	2,277	6		
Grand Total	16,722	19,362		

B11. Share Capital

	As at 30.06.2021 RM'000	As at 31.12.2020 RM'000
Issued and fully paid with no par value	<u>327,693</u>	<u>327,693</u>
	As at 30.06.2021 No of ordinary shares (‘000)	As at 31.12.2020 No of ordinary shares (‘000)
Issued and fully paid with no par value	<u>400,369</u>	<u>400,369</u>

B12. Other reserves

a) Fair value change reserve

Fair value adjustment reserve represents the cumulative fair value changes of available-for-sale financial assets until they are disposed of or impaired.

b) Others

i) The others represent:

	As at 30.06.2021 RM'000	As at 30.06.2020 RM'000
Premium paid on acquisition of non-controlling interest in a subsidiary	-	(9,898)
Share of revaluation and share option reserves of an associate	<u>570</u>	<u>521</u>
	<u>570</u>	<u>(9,377)</u>

The premium paid on acquisition of non-controlling interest in a subsidiary is the difference between the consideration and fair value of the interest acquired reflected in equity.

The premium paid on acquisition of the non-controlling interest of RM9.9 million had been restated to retained earnings during 4Q 2020 following the disposal of the subsidiary in 2018.

ii) Warrant reserve

The Warrants of RM5.72 million in respect of 114,391,200 free detachable Warrants on the basis of 1 Warrant for every 1 Rights Share subscribed at a fair value of RM0.05 per Warrant, listed and quoted on the main market of Bursa Securities on 11 July 2018.

B12. Other reserves (continued)

c) Foreign currency exchange reserve

The foreign currency exchange deficit represents the differences arising from translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency.

B13. Material litigation

There was no material litigation involving the Group at the date of this report.

B14. Dividend

There was no dividend declared during the quarter under review.

B15. Losses per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Basic losses per share				
Losses attributable to owners of the Company (RM'000)	(925)	(3,634)	(4,368)	(6,262)
Number of weightage average shares (unit '000)	400,369	400,369	400,369	400,369
Basic losses per share (sen)	<u>(0.23)</u>	<u>(0.91)</u>	<u>(1.09)</u>	<u>(1.56)</u>

B16. Comparative figures

Certain comparative figures have been reclassified to conform to current period presentations.

B17. Authority for issue

The interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

By order of the Board

Shakerah Enayetali

Group Corporate Secretary & Governance