

KOBAY TECHNOLOGY BHD. (Co. No. 199401022600 (308279-A))

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter Ended 30/6/2021 RM '000	Preceding Year Corresponding Quarter 30/6/2020 RM '000 (Restated)	Current Year To Date 30/6/2021 RM '000	Preceding Year Corresponding Period 30/6/2020 RM '000 (Restated)
Revenue	46,847	48,550	156,964	197,524
Cost of sales	(29,187)	(29,185)	(100,765)	(131,947)
Gross profit	17,661	19,365	56,200	65,577
Operating expenses	(8,198)	(11,455)	(27,112)	(34,671)
Finance cost	(471)	(294)	(1,056)	(1,016)
Other income	2,787	833	7,362	3,860
Share of joint venture's gain/(losses)	6	5	6	5
Profit before tax	11,784	8,454	35,399	33,755
Tax expense	(3,206)	(2,215)	(8,448)	(9,654)
Profit for the period	8,578	6,239	26,951	24,101
Other comprehensive income	-	-	-	(87)
Total comprehensive income for the period	8,578	6,239	26,951	24,014
Profit for the period attributable to :-				
Owners of the parent	8,529	6,226	26,779	23,926
Non-controlling interest	49	12	172	175
	8,578	6,239	26,951	24,101
Total comprehensive income attributable to :				
Owners of the parent	8,529	6,226	26,779	23,839
Non-controlling interest	49	12	172	175
	8,578	6,239	26,951	24,014
Basic earning per share (sen)	2.79	2.03	8.77	7.81

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the FYE 30.6.2020 and the accompanying explanatory notes attached to this interim financial statements)

KOBAY TECHNOLOGY BHD.
(Co. No. 199401022600 (308279-A))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	(Unaudited) As at current financial period 30/6/2021 RM '000	(Audited) As at preceding financial period 30/6/2020 RM '000
Assets		
Non-Current Assets		
Property, plant and equipment	66,108	69,294
Investment properties	4,855	4,840
Right-of-use assets	12,835	13,252
Land held for development	43,598	40,134
Deferred tax assets	516	-
Intangible assets	91	99
Investment in joint venture	-	751
Other investments	2,094	2
Loan receivables	4,010	2,872
	134,107	131,244
Current Assets		
Inventories (Properties)	33,344	27,179
Inventories (Manufacturing)	16,199	11,128
Trade and other receivables	57,975	65,907
Loan receivables	663	143
Contract assets	939	-
Derivatives	10	-
Tax assets	1,667	1,630
Cash & cash equivalents	49,253	48,819
	160,052	154,806
Total Assets	294,159	286,049
Equity		
Share capital	102,104	102,104
Reserves		
Capital reserve	1,550	1,550
Treasury shares	(9,523)	-
Retained profits	115,306	94,653
	107,334	96,203
Equity attributable to owners of the Company	209,437	198,307
Non-controlling interests	606	568
Total Equity	210,043	198,875
Non-Current Liabilities		
Loans and borrowings	24,965	22,709
Deferred tax liabilities	4,771	4,369
Deferred income on government grant	759	862
	30,494	27,941
Current Liabilities		
Trade and other payables	34,922	34,661
Derivatives	97	71
Loans and borrowings	16,077	19,546
Contract liabilities	1,360	2,097
Tax liabilities	1,165	2,858
	53,621	59,234
Total Liabilities	84,116	87,174
Total Equity and Liabilities	294,159	286,049
Net assets per ordinary share attributable to owners of the Parent(RM)	0.70 *	1.94

* Decrease in net assets per ordinary share is mainly due to the increase in number of ordinary shares from bonus issue.

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the FYE 30.6.2020 and the accompanying explanatory notes attached to this interim financial statements)

KOBAY TECHNOLOGY BHD.
(Co. No. 199401022600 (308279-A))
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**

Group	← Attributable to owners of the Parent →				Retained profits RM'000	Sub-total RM'000	Non-controlling Interests RM'000	Total Equity RM'000	
	Non-distributable								Distributable
	Share capital RM'000	Treasury shares RM'000	Capital reserve RM'000	Translation reserve RM'000					
CURRENT PERIOD									
As at 1 July, 2020	102,104	-	1,550	-	94,653	198,307	568	198,875	
Repurchase of treasury shares	-	(9,523)	-	-	-	(9,523)	-	(9,523)	
Total comprehensive income	-	-	-	-	26,779	26,779	172	26,951	
Transactions with owners :-									
Dividend paid to owners of the Company	-	-	-	-	(6,126)	(6,126)	-	(6,126)	
Dividend paid to non-controlling interest	-	-	-	-	-	-	(122)	(122)	
Changes in ownership interests in subsidiaries	-	-	-	-	-	-	(12)	(12)	
Balance as at 30, June 2021	102,104	(9,523)	1,550	-	115,306	209,437	606	210,043	

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 30 JUNE 2020**

Group	← Attributable to owners of the Parent →				Retained profits RM'000	Sub-total RM'000	Non-controlling Interests RM'000	Total Equity RM'000	
	Non-distributable								Distributable
	Share capital RM'000	Treasury shares RM'000	Capital reserve RM'000	Translation reserve RM'000					
CURRENT PERIOD									
As at 1 July, 2019	102,104	-	1,550	87	73,788	177,529	507	178,036	
Total comprehensive income	-	-	-	(87)	23,926	23,839	175	24,014	
Transactions with owners :-									
Dividend paid to owners of the Company	-	-	-	-	(3,063)	(3,063)	-	(3,063)	
Dividend paid to non-controlling interest	-	-	-	-	-	-	(100)	(100)	
Changes in ownership interests in subsidiaries	-	-	-	-	2	2	(14)	(12)	
Balance as at 30, June 2020	102,104	-	1,550	-	94,653	198,307	568	198,875	

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the FYE 30.6.20 and the accompanying explanatory notes attached to this interim financial statements)

KOBAY TECHNOLOGY BHD.
(Co. No. 199401022600 (308279-A))
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**

	(Unaudited) Period Ended 30/6/2021 RM '000	(Audited) Period Ended 30/6/2020 RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax :	35,399	33,755
Adjustments for:		
- Non-cash items	7,134	8,961
- Non-operating items	282	(216)
Operating profit before changes in working capital	<u>42,815</u>	42,500
Changes in working capital:		
- Net change in current assets	(8,615)	(17,128)
- Net change in current liabilities	(10,844)	(11,909)
Net cash from operating activities	<u>23,356</u>	13,463
CASH FLOWS FROM INVESTING ACTIVITIES		
Grant received	317	-
Interest received	902	932
Dividend received	-	54
Proceeds from disposal of property, plant and equipment	494	1,067
Proceeds from disposal of other investments	537	3,924
Additions to investment properties	-	(13)
Disposal of subsidiary, net of cash disposed	22	(3)
Purchase of other investments	(1,513)	(3,651)
Purchase of property, plant and equipment	(4,888)	(22,117)
Net cash used in investing activities	<u>(4,129)</u>	(19,807)
CASH FLOWS FROM FINANCING ACTIVITIES		
Acquisition of shares from non-controlling interests	(750)	(12)
Changes in term deposits pledged as security	22	(229)
Dividend paid to non-controlling interest	(122)	(100)
Dividend paid to owners of the Company	(6,126)	(3,063)
Purchase of treasury shares	(9,523)	-
(Decrease)/Increase in loans and borrowings	(1,215)	20,119
Interest paid	(1,056)	(993)
Net cash (used in)/from financing activities	<u>(18,770)</u>	15,722
Currency translation differences	-	(5)
Net Change in Cash & Cash Equivalents	457	9,373
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	<u>45,552</u>	36,179
CASH & CASH EQUIVALENTS AS AT END OF THE PERIOD	<u>46,009</u>	45,552
CASH & CASH EQUIVALENTS AS AT END OF THE PERIOD		
Highly Liquid Investments	18,719	1,836
Deposits not pledged	58	969
Cash & bank balances	<u>27,232</u>	42,747
	<u>46,009</u>	45,552

Deposits amounting to RM3.24 million (30.6.2020: RM3.27 million) have been pledged to local banks for bank guarantee facilities obtained by the Group as at 30 June 2021. As such, these amounts are not included as cash and cash equivalents as at the aforementioned dates.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 30.6.2020 and the accompanying explanatory notes attached to this interim financial statements)

A. Notes to the financial report for the fourth financial quarter ended 30 June 2021

1. Basis of preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted by the Group in the audited financial statements for the year ended 30 June 2020, except for the adoption of the following amendments to MFRS:

<u>Title</u>	<u>Effective Date</u>
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3 Definition of a Business	1 January 2020
Amendments to MFRS 9, Interest Rate Benchmark Reform MFRS 139 and MFRS 7	1 January 2020
Amendments to MFRS 16 Covid-19 - Related Rent Concessions	1 June 2020
Amendments to MFRS 101 and MFRS 108 Definition of Material	1 January 2020

The adoption of the above amendments to MFRSs do not have any significant financial impact on the results and the financial position of the Group for the current quarter.

2. Audit report of preceding annual financial statements

The auditors' report on the financial statements of the Group for the financial year ended 30 June 2020 was not subject to any qualification.

3. Seasonal or cyclical operations

The business operations of the Group are subject to cyclical effects of the global electronics industries and volatility of real estate markets.

4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that unusual because of their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

5. Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year, which give a material effect in the current interim period

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

A. Notes to the financial report for the fourth financial quarter ended 30 June 2021

6. Issuance, cancellations, repurchases, resale or repayments of debts and equity securities

During the current quarter under review, the Company had purchased 2,000,000 ordinary share of its issued share capital from the open market at the average price paid of RM4.76 per share. The purchase transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127 of the Companies Act, 2016. As at the end of financial year-to-date under review, the number of ordinary shares in issue after deducting treasury shares against equity is 300,280,803 ordinary shares.

Other than the above, there were no issuance, repurchase and repayments of debts and equity securities during the current quarter under review.

7. Dividend Paid

There were no dividend paid for the quarter under review. (30.6.2020 : Nil)

8. Segment Information

For management purposes, the Group is organised into business units based on their nature of business and services.

The Group's reportable operating segments are as follows:

- Manufacturing – Manufacture of precision machined components, precision stamping, sheet metal parts, surface treatment, precision moulds, tooling & dies, semiconductor assembly and testing equipment, metal works and structures, modules and parts for oil and gas production and extraction equipment.
- Property Development - Property development and property management.
- Other operating segments – Include small operations related to property letting, hotel operation and money lending.

A. Notes to the financial report for the fourth financial quarter ended 30 June 2021
8. Segment Information (cont'd)

Current period ended 30.6.2021	Manufacturing	Property Development	Other Operating Segments	Unallocated Non-Operating Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customer	140,566	14,050	2,348	-	-	156,964
Intersegment revenue	29,836	5,004	467	74,572	(109,880)	-
Interest income	405	112	25	361	-	902
Interest expense	968	47	12	29	-	1,056
Depreciation and amortisation	6,613	190	641	110	-	7,554
Tax expense	7,174	845	384	45	-	8,448
Reportable segment profit after taxation	25,971	2,568	1,694	30,104	(33,386)	26,951
Reportable segment assets	149,255	96,045	26,830	168,460	(146,430)	294,159
Expenditure for non-current assets	4,083	754	23	28	-	4,888
Reportable segment liabilities	58,858	15,100	4,047	10,207	(4,096)	84,116

A. Notes to the financial report for the fourth financial quarter ended 30 June 2021

8. Segment Information (cont'd)

Current year ended 30.6.2020	Manufacturing	Property Development	Other Operating Segments	Unallocated Non- Operating Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customer	183,771	11,970	1,729	54	-	197,524
Intersegment revenue	25,544	2,375	544	37,558	(66,021)	-
Interest income	442	251	127	208	(87)	941
Interest expense	923	61	-	119	(87)	1,016
Depreciation and amortisation	6,384	181	531	106	-	7,202
Tax expense	9,208	323	86	37	-	9,654
Reportable segment profit after taxation	26,879	(292)	325	13,431	(16,242)	24,101
Reportable segment assets	156,827	89,019	18,975	156,489	(135,261)	286,049
Expenditure for non-current assets	21,418	293	50	132	237	22,130
Reportable segment liabilities	61,846	25,132	1,816	10,283	(11,903)	87,174

Segment information by geographical regions

The following is an analysis of the Group's revenue by geographical market, irrespective of the origin of the goods/services:

	30.6.2021	30.6.2020
	RM'000	RM'000
Malaysia	105,019	134,092
Singapore	26,343	22,172
United States of America	17,733	17,703
Others	7,869	23,557
	156,964	197,524

9. Segment Information (cont'd)

Information about major customer

For the financial period ended 30 June 2021, there was one major customer of the manufacturing segment that contributed 10% or more of the Group's total revenues (30.6.2020: 1).

10. Valuation of property, plant and equipment

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual report.

11. Subsequent events

On 20 May 2021, Kobay UA had entered into a Sale & Purchase Agreement to purchase all those piece of land measuring approximately 15.13 acres held under two (2) separate land titles identified as HS(D) 27773 (PT1358) and PN 12029 (Lot 6584), Mukim 1 District of Seberang Perai Tengah, Penang together with a single storey warehouse building and other buildings erected thereon from Southern Steel Bhd. for a purchase price of RM33.088 million. The acquisition is pending completion as at the date of this report. The proposed acquisition of the property is for the Group's business expansion into renewable energy business.

On 5th August 2021, the Company has completed the proposed acquisition of 70% equity interest in Avelon Group as disclosed in Part B(7).

Other than the above, there were no material events subsequent to the end of the reporting period that have not been reflected in the financial statements.

11. Changes in the composition of the group

On 2 April 2021, Kobay had acquired the remaining 50% of equity interest in Kobay UA Sdn. Bhd. ("Kobay UA") from Mr. Koay Wei Keong, for a cash consideration of RM0.75 million. Upon the completion of the acquisition, Kobay UA became a 100% wholly-owned subsidiary of Kobay.

Other than the above, there were no other major changes in the composition of the Group during the period ended 30.6.2021.

12. Contingent assets and contingent liabilities

The Group has issued corporate guarantees to financial institutions for banking facilities granted to certain subsidiaries up to a limit of RM52.0 million of which RM41 million has been utilized as at 30.6.2021.

13. Material related party transaction

There were no material transaction entered by the group with any related party.

14. Capital Commitments

Authorised capital commitments not recognised in the interim financial statement as at 30 June 2021 were as follows: -

	30.6.2021	30.6.2020
	RM'000	RM'000
Contracted but not provided for :-		
Property, Plant and Equipment	46,248	3,548
Development land	490	-
	46,738	3,548

B. Additional information required by the Listing Requirements of Bursa Securities

1. Review of performance

	<u>INDIVIDUAL PERIOD</u>			<u>CUMULATIVE PERIOD</u>		
	Current quarter ended	Preceding year corresponding	Var	Current Year to date	Preceding year corresponding	Var
<u>Operating Segment</u>	30.6.2021	30.6.2020		30.6.2021	30.6.2020	
	RM'000	RM'000	%	RM'000	RM'000	%
		(Restated)			(Restated)	
Revenue:-						
Manufacturing	43,953	51,056	-13.9%	140,566	183,771	-23.5%
Property Development	2,178	(2,864)	176.1%	14,050	11,970	17.4%
Other operating segments	716	304	135.6%	2,348	1,729	35.8%
Unallocated non-operating segments	-	54	-100.0%	-	54	-100.0%
	46,847	48,550	-3.5%	156,964	197,524	-20.5%
Profit before tax:-						
Manufacturing	10,965	10,873	0.8%	33,145	36,087	-8.2%
Property Development	1,473	(537)	374.4%	3,413	31	10911.1%
Other operating segments	1,061	235	351.3%	2,078	411	405.5%
Unallocated non-operating segments	3,714	5,914	37.2%	30,150	13,468	123.9%
	17,212	16,485		68,785	49,997	
Consolidation adjustments and eliminations	(5,429)	(8,031)		(33,386)	(16,242)	
	11,784	8,454	39.4%	35,399	33,755	4.9%

B. Additional information required by the Listing Requirements of Bursa Securities

Statement of Profit & Loss and Other Comprehensive Income

The Group reported a revenue of RM46.84 million for current quarter and RM156.96 million for current year-to-date, represented a decrease of 3.5% and 20.5% respectively as compared to preceding year's corresponding quarter/year, mainly attributed to lower contribution from manufacturing division.

Notwithstanding to drop in revenue, profit before tax for current period and current year-to-date reported at RM11.78 million and RM35.39 million respectively, representing a growth of 39.4% and 4.9% compared to previous corresponding quarter/year.

1.1 Segmental Analysis

Manufacturing

The manufacturing division reported revenue of RM43.95 million and profit before tax of RM10.95 million for current quarter. Compared to preceding year's corresponding quarter, revenue decrease by 13.9% while profit before tax reported slightly higher by 0.8%, mainly due to high-margin product mix from semiconductor industry and turnaround of aerospace business in current quarter.

For current year to-date, revenue and profit before tax decrease by 23.5% and 8.2% respectively as compared to preceding year. The decline in performance mainly affected by the Covid-19 pandemic, whereby the segment encountered drop in orders from aerospace and oil and gas industries especially first half of FY2021. However, the unfavorable impact has been partially set off by better product mix from semiconductor industry.

Property Development

The property division reported better performance for current quarter/year amid the Covid-19 pandemic mainly contributed from the sales of completed units and pick up of construction progress during the year. Furthermore, FY2020 performance were affected by written off of RM1.75 million development cost due to change of development plan.

Other segment

Revenue from other segment which mainly consist of property letting also delivered a better results in current quarter/year compared to preceding year's corresponding period/year, mainly due to the letting out of property to new tenant. However, the profit generating from property letting had partially set off with the losses reported from hotel operations.

B. Additional information required by the Listing Requirements of Bursa Securities**2. Comparison with preceding quarter's results**

<u>Operating Segment</u>	Current Year quarter ended 30.6.2021 RM'000	Preceding quarter ended 31.3.2021 RM'000	Var %
Revenue:-			
Manufacturing	43,953	32,296	36.1%
Property Development	2,178	2,534	-14.0%
Other operating segments	716	388	84.6%
Unallocated non-operating segments	-	-	0.0%
	46,847	35,218	33.0%
Profit before tax:-			
Manufacturing	10,965	8,236	33.1%
Property Development	1,473	734	100.7%
Other operating segments	1,061	304	248.9%
Unallocated non-operating segments	3,714	57	6415.2%
	17,212	9,331	
Consolidation adjustments and eliminations	(5,429)	(555)	
	11,784	8,776	34.3%

The Group's reported revenue of RM46.84 million and profit before tax of RM11.78 million, representing an increase of 33.0% and 34.3% respectively as compared to preceding quarter.

Manufacturing

The division delivered promising results in Q4 FY2021 with a 36.1% and 33.1% increase in revenue and profit before tax respectively as compared to Q3 FY2021. The division continued to ride on rising demand from semiconductors industry, and turnaround of its aerospace business in Q4 FY2021 compared to losses reported in previous quarters.

Property Development

The division reported lower revenue as low sales conversion in view of tightened interstate travels in Q4 FY2021 due to the resurgence in COVID-19 infections. Despite lower revenue, the division reported higher profit before tax due to other income arising from buyers' forfeiture deposits and contractors liquidated ascertained damages.

B. Additional information required by the Listing Requirements of Bursa Securities

3. Commentary on the prospects of the Group

The management anticipated that the economic environment will gradually resume to its normal course in the near future with the Government's focused on speed up the vaccination drive to achieve herd immunity.

Manufacturing

Manufacturing division foresees that the division shall continue to benefit from the sparked growth in the semiconductor industry in FY 2022, and be the key contributor for the Group's performance.

Property Development

The property market is expected to recover on the back of a more positive outlook, following the acceleration in vaccination drive and the reactivation of MM2H programme. However, the recovery pace is expected to be gradual and bumpy. Nonetheless, the management is optimistic that by adjusting business strategy to digital marketing platforms and acceleration in construction progress, the division's results shall remain positive for FY2022.

Besides, the management will continue to seek opportunities to strengthen our businesses by diversify into pharmaceutical and healthcare products to improve the Group's profitability in coming year.

The Group shall also maintain its cautiousness and adheres to the Standard Operating Procedures ("SOPs") COVID-19 counter-measures.

4. Variance on forecast profit/profit guarantee

No profit forecast or profit guarantee was issued during the period.

5. Profit for the period

	Current quarter 30.6.2021 RM'000	Cumulative period 30.6.2021 RM'000
<u>Group</u>		
Profit for the period is arrived at after (crediting)/charging of :-		
Depreciation of property,plant and equipment	1,558	6,774
Depreciation of right-of-use assets	382	780
Interest expenses	471	1,056
(Gain)/loss on foreign exchange	(5)	138
Amortisation of deferred income on government grants	(68)	(421)
Fair value loss/(gain) on financial instrument	51	(132)
Fair value gain on other investment	(1,125)	(1,225)
Loss/(gain) on disposal of property,plant & equipment	17	(54)
Interest income	(100)	(902)

B. Additional information required by the Listing Requirements of Bursa Securities

6. Taxation

Taxation comprises the following:-

	<u>INDIVIDUAL</u>		<u>CUMULATIVE PERIOD</u>	
	Current Year quarter ended	Preceding year corresponding quarter	Current Year to date	Preceding corresponding year
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
	RM'000	RM'000	RM'000	RM'000
Current tax	(3,288)	(1,779)	(8,562)	(9,702)
Deferred tax	82	(436)	114	48
	(3,206)	(2,215)	(8,448)	(9,654)

7. Status of corporate proposals

Further to the announcements dated 26 February 2021, 28 May 2021, 2 July 2021, 5 July 2021 and 22 July 2021 on the proposed acquisition of 70% equity interest in Galaxis Pharma Sdn Bhd, Galaxis Healthcare Sdn Bhd, Avelon Healthcare Sdn Bhd, Avelon Arise Sdn Bhd and Arise Healthcare Sdn Bhd., the Company had on 5th August 2021 settled the part purchase price and marking the completion of the Proposed 70% Acquisition.

Save for the above, there were no corporate proposals announced as at the date of this interim report but pending completion.

8. Trade receivables

Trade receivables are unsecured, non-interest bearing and generally on 30 to 90 days terms.

The ageing analysis of the trade receivables not impaired is as follows: -

	30.6.2021
	RM'000
Not past due	36,041
Past due 1 to 30 days	4,898
Past due 31 to 120 days	2,794
Past due more than 120 days	79
	43,812

Trade receivables amounting to RM7.77 million that are past due and not impaired are creditworthy debtors.

B. Additional information required by the Listing Requirements of Bursa Securities**9. Group borrowings and debts securities**

	30.6.2021	30.6.2020
	RM'000	RM'000
Secured :-		
Term loans	31,592	26,369
Revolving credit	8,968	12,103
Banker's Acceptance	482	-
Unsecured :-		
Revolving credit	-	3,784
	41,042	42,256
Disclosed as :-		
Current liabilities	16,077	19,547
Non-current liabilities	24,965	22,709
	41,042	42,256
Currency Profile :-		
Ringgit Malaysia	37,063	38,182
US Dollar	3,978	4,074
	41,042	42,256

Secured term loans are secured against certain freehold and leasehold land, property and plant and equipment of the Group.

The effective interest rate of loans and borrowings as at 30 June 2021 ranged from 2.5% to 5.42% per annum (30.6.2020: 2.5% to 5.67%).

10. Derivative Financial Instrument

Derivatives consists of forward exchange contracts which are used to hedge the exposure to currency risk.

	30.6.2021	30.6.2020
	RM'000	RM'000
Forward exchange contracts - at fair value		
- Current assets	10	0
- Current liabilities	(97)	(71)
	(87)	(71)

11. 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 current quarter.

B. Additional information required by the Listing Requirements of Bursa Securities**12. Material litigation**

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

13. Dividend

The Board of Directors recommend for a first and final dividend of 2.0 sen per ordinary share under the single-tier system in respect of financial year ended 30 June 2021. The proposed dividend is subject to shareholders' approval at the forthcoming Annual General Meeting. (30.6.2020 : 6.0 sen).

14. Earnings Per Share ("EPS")

	INDIVIDUAL		CUMULATIVE PERIOD	
	Current Year quarter ended 30/6/2021 RM '000	Preceding Year Corresponding quarter 30/6/2020 RM '000 (Restated)	Current Year to date 30/6/2021 RM '000	Preceding Year Corresponding period 30/6/2020 RM '000 (Restated)
Profit attributable to ordinary equity holders of the Parent	8,529	6,226	26,779	23,926
Weighted average number of ordinary shares in issue ('000)	305,361	306,281	305,361	306,281
Basic earnings per share (sen)	2.79	2.03	8.77	7.81

For comparative purpose, the earnings per share for the quarter and cumulative period ended 30 June 2020 had been adjusted to reflect the bonus issue of 2 for every 1 existing ordinary share which was completed on 1 June 2021.

Diluted earnings per share are not disclosed herein as it is not applicable to the Group.