



# GRAND HOOVER BERHAD

Company No. **197101000134** (10493-P)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR PERIOD ENDED

30<sup>th</sup> SEPTEMBER 2021

(1<sup>st</sup> QUARTER OF FY2022)

**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the period ended 30 September 2021**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER ENDED	
	3 months Current Year Quarter 30.09.2021	3 months Preceding Year Corresponding Quarter 30.09.2020	3 months Current Year To Date 30.09.2021	3 months Preceding Year To Date 30.09.2020
	RM'000 Unaudited	RM'000 Unaudited	RM'000 Unaudited	RM'000 Unaudited
Revenue	21,743	17,444	21,743	17,444
Cost of sales	<u>(17,002)</u>	<u>(14,108)</u>	<u>(17,002)</u>	<u>(14,108)</u>
Gross profit	4,741	3,336	4,741	3,336
Other income	1,668	291	1,668	291
Distribution expenses	(135)	(118)	(135)	(118)
Administrative expenses	(2,482)	(1,853)	(2,482)	(1,853)
Other expenses	(174)	(136)	(174)	(136)
Finance costs	(153)	(158)	(153)	(158)
Profit before taxation	<u>3,465</u>	<u>1,362</u>	<u>3,465</u>	<u>1,362</u>
Tax expense	<u>(773)</u>	<u>(495)</u>	<u>(773)</u>	<u>(495)</u>
Profit for the period	<u><u>2,692</u></u>	<u><u>867</u></u>	<u><u>2,692</u></u>	<u><u>867</u></u>
Profit for the period attributable to:				
Equity holders of the Company	1,956	423	1,956	423
Non-controlling interests	<u>736</u>	<u>444</u>	<u>736</u>	<u>444</u>
	<u><u>2,692</u></u>	<u><u>867</u></u>	<u><u>2,692</u></u>	<u><u>867</u></u>
Total comprehensive profit attributable to:				
Equity holders of the Company	1,956	423	1,956	423
Non-controlling interests	<u>736</u>	<u>444</u>	<u>736</u>	<u>444</u>
	<u><u>2,692</u></u>	<u><u>867</u></u>	<u><u>2,692</u></u>	<u><u>867</u></u>
Earning per share ("EPS") (sen) :-				
(a) Basic	3.69	0.80 *	3.69	0.80 *
(b) Diluted	N/A	N/A	N/A	N/A
(c) Weighted average number of shares ('000)	53,043	53,043	53,043	53,043

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

\* For comparative purpose, the EPS for the quarter and year to date ended 30 September 2020 has been adjusted to reflect the renounceable right issue of 50,000,000 new ordinary shares at an issue price of RM0.60 per Right Share on the basis of five (5) Right Shares for every four (4) existing ordinary shares which was completed on 7 September 2021.

**GRAND HOOVER BERHAD.**  
Co. No. 197101000134 (10493-P)

**Unaudited Condensed Consolidated Statement of Financial Position  
as at 30 September 2021**

	<b>Unaudited As at 30.09.2021 RM'000</b>	<b>Audited As at 30.06.2021 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	288	190
Right-of-use assets	12,046	12,206
Investment properties	19,518	19,518
Inventories - land and development costs	9,161	9,161
Goodwill on consolidation	1,151	1,151
	<u>42,164</u>	<u>42,226</u>
<b>Current assets</b>		
Inventories - completed properties and other costs	2,212	2,212
Inventories - trading stock	16,976	15,523
Contract costs	9,693	-
Trade receivables	23,487	23,878
Other receivables, deposits and prepayments	1,508	354
Current tax assets	388	974
Deposits with licensed banks	1,411	1,407
Cash and bank balances	26,867	1,575
	<u>82,542</u>	<u>45,923</u>
<b>TOTAL ASSETS</b>	<u><u>124,706</u></u>	<u><u>88,149</u></u>

**Unaudited Condensed Consolidated Statement of Financial Position  
as at 30 September 2021**

	<b>Unaudited As at 30.09.2021 RM'000</b>	<b>Audited As at 30.06.2021 RM'000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	74,114	44,186
Reserves	8,635	8,635
Accumulated loss	<u>(10,326)</u>	<u>(12,282)</u>
	72,423	40,539
<b>Non-controlling interests</b>	12,075	11,339
	<u>84,498</u>	<u>51,878</u>
<b>Total equity</b>		
<b>Non current liabilities</b>		
Lease liabilities	989	1,095
Term Loan	3,990	4,082
Deferred tax liabilities	1,890	1,890
	<u>6,869</u>	<u>7,067</u>
<b>Current liabilities</b>		
Trade payables	8,624	11,710
Other payables and accruals	13,157	9,708
Lease liabilities	444	445
Term Loan	2,994	757
Bankers' acceptance	1,181	749
Bank overdrafts	6,935	5,834
Current tax liabilities	4	1
	<u>33,339</u>	<u>29,204</u>
<b>Total liabilities</b>	40,208	36,271
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>124,706</u>	<u>88,149</u>
<b>Net assets per share attributable to owners of the parent (RM)</b>	<u>1.37</u>	<u>0.76 *</u>

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

\* For comparative purpose, the net assets per share attributable to the owners of the Company as at 30 June 2021 has been adjusted to reflect the right issue of 50,000,000 new ordinary shares at an issue price of RM0.60 per Right Share on the basis of five (5) Right Shares for every four (4) existing ordinary shares which was completed on 7 September 2021.

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**Unaudited Condensed Consolidated Statement of Changes in Equity**

For the period ended 30 September 2021

	----- Attributable to Equity Holders of the Parent -----				Non- controlling Interests	Total Equity
	-- Non-distributable --	Distributable				
	Share Capital	Revaluation Reserve	Unappro. Profit/ (Loss)	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1st July 2020</b>	44,186	9,693	(11,188)	42,691	11,924	54,615
Comprehensive income:						
Net loss for the financial year	-	-	(1,094)	(1,094)	(86)	(1,180)
Other comprehensive income:						
Revaluation deficit, net of deferred tax	-	(1,058)	-	(1,058)	(454)	(1,512)
Total comprehensive income	-	(1,058)	(1,094)	(2,152)	(540)	(2,692)
Dividends paid to non controlling interests	-	-	-	-	(45)	(45)
<b>Balance as at 30th June 2021</b>	<u>44,186</u>	<u>8,635</u>	<u>(12,282)</u>	<u>40,539</u>	<u>11,339</u>	<u>51,878</u>

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**Unaudited Condensed Consolidated Statement of Changes in Equity  
For the period ended 30 September 2021**

	---- Attributable to Equity Holders of the Parent ----			Non- controlling Interests	Total Equity	
	-- Non-distributable --	Distributable				
	Share Capital RM'000	Revaluation Reserve RM'000	Unappro. Profit/ (Loss) RM'000	Total RM'000	RM'000	RM'000
<b>Balance as at 1st July 2021</b>	44,186	8,635	(12,282)	40,539	11,339	51,878
Comprehensive income:						
Net profit for the financial period	-	-	1,956	1,956	736	2,692
Total comprehensive income	-	-	1,956	1,956	736	2,692
Transaction with owners:						
Issuance of share capital	30,000	-	-	30,000	-	30,000
Share issuance expenses	(72)	-	-	(72)	-	(72)
	29,928	-	-	29,928	-	29,928
<b>Balance as at 30th September 2021</b>	<u>74,114</u>	<u>8,635</u>	<u>(10,326)</u>	<u>72,423</u>	<u>12,075</u>	<u>84,498</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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**Unaudited Condensed Consolidated Statement of Cash Flows  
For the period ended 30 September 2021**

	<b>3 months Current year To Date 30-09-2021 RM'000</b>	<b>3 months Preceding Year To Date 30-09-2020 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	3,465	1,362
Adjustments for :		
Non - cash items	(1,602)	(191)
Non - operating items - investing	174	127
Non - operating items - financing	145	158
Operating profit before working capital changes	<u>2,182</u>	<u>1,456</u>
(Increase) / Decrease in working capital :		
Net Change in operating assets	(10,307)	(4,821)
Net Change in operating liabilities	363	3,028
Net cash used in operations	<u>(7,762)</u>	<u>(337)</u>
Interest paid	(153)	(158)
Income tax paid	<u>(185)</u>	<u>(93)</u>
Net cash from operating activities	<u>(8,100)</u>	<u>(588)</u>
<b>Cash Flows from investing activities</b>		
Interest received	8	-
Proceeds from disposal of plant and equipment	-	(120)
Purchase of property, plant and equipment	<u>(111)</u>	<u>-</u>
Net cash used in investing activities	<u>(103)</u>	<u>(120)</u>
Balance carried forwards	(8,203)	(708)

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**Unaudited Condensed Consolidated Statement of Cash Flows  
For the period ended 30 September 2021**

	3 months Current year To Date 30-09-2021 RM'000	3 months Preceding year To Date 30-09-2020 RM'000
Balance brought forward	(8,203)	(708)
<b>Cash flows from financing activities</b>		
Drawdown of bankers' acceptance	432	460
Drawdown of lease liabilities	-	110
Repayment of lease liabilities	(107)	(88)
Drawdown of term loan	2,500	38
Repayment of term loan	(355)	-
Proceeds from issuance of shares	30,000	-
Expenses on right issue	(72)	-
Net cash generated from financing activities	32,398	520
Net increase / (decrease) in cash and cash equivalents	24,195	(188)
Cash and cash equivalents at beginning of year	(2,852)	(3,628)
Cash and cash at 30th September (i)	21,343	(3,816)

**(i) Cash and cash equivalents**

Cash and cash equivalents included in the statements of cash flows comprise the following:

	30/09/2021 RM'000	30/09/2020 RM'000
Cash and bank balances	26,867	724
Deposit with licensed banks	1,411	1,505
Bank overdrafts	(6,935)	(6,045)
	21,343	(3,816)

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



## **A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 30<sup>th</sup> June 2021. These explanation notes attached to the interim financial statements provided an explanation of events and transactions that are significant for an understanding of the financial position and performance of the Group since the financial year ended 30<sup>th</sup> June 2021.

## **A2. Changes in Accounting Policies**

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those used in the preparation of the audited financial statements for the financial year ended 30<sup>th</sup> June 2021 except for the adoption of the following Amendments to MFRSs:

### **Effective for financial periods beginning on or after 1<sup>st</sup> January 2022:**

*Amendment to MFRS 3 – Reference to the Conceptual Framework*

*Amendment to MFRS 116 – Property, Plant and Equipment – Proceeds before Intended Use*

*Amendment to MFRS 137 – Onerous Contracts – Cost of Fulfilling a Contract*

*Annual Improvement to MFRSs 2018-2020*

### **Effective for financial periods beginning on or after 1<sup>st</sup> January 2023:**

*Amendments to MFRS 17 – Insurance Contracts*

*Amendments to MFRS 101, MFRS Practice Statement 2 - Classification of Liabilities as Current or Non-Current, Disclosure of Accounting Policies*

*Amendments to MFRS 108 – Definition of Accounting Estimates*

*Amendments to MFRS 112 – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The adoptions of the above standards, interpretation or amendments are not expected to have material financial impact to the financial statements of the Group.

### **A3. Auditors' Report of Preceding Annual Audited Financial Statements**

The auditors' reports on the preceding audited annual financial statements for the year ended 30 June 2021 were not subject to any qualification.

### **A4. Seasonal or Cyclical Factors**

The business of the Group was not affected by any significant seasonal or cyclical fluctuations.

### **A5. Items or incidence of an Unusual Nature Unusual**

There were no unusual items or incidence which may substantially affect the value of assets, liabilities, equity, net income or cash flows of the Group during the financial period under review.

### **A6. Changes in Estimates**

There were no changes in estimates that may have a material effect in the current quarter under review.

### **A7. Debt and Equity Securities**

During the current quarter, the Company increased its issued and paid-up ordinary share capital by way of renounceable rights issue of 50,000,000 new ordinary shares at an issue price of RM0.60 each per Rights Shares.

As at 30 September 2021, the issued and paid up ordinary share capital of the Company was RM74,113,803. The details were as follows:-

Issued And Paid Up Share Capital	Unit Of Ordinary Share	RM'000
As At 1 July 2021	40,000,000	44,186
Issuance Of Right Issue Shares	50,000,000	30,000
Right Issue Shares Expenses	-	(72)
As At 30 September 2021	90,000,000	74,114

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NOTES TO THE INTERIM FINANCIAL REPORT

**A7. Debt and Equity Securities (Cont'd)**

Save for the above, there were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current financial quarter under review.

**A8. Dividends Paid**

There were no dividends paid by the Company during the period from 1 July 2021 to 30 September 2021 (30 June 2021: NIL).

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NOTES TO THE INTERIM FINANCIAL REPORT

**A9. Segment Information**

Segment information is presented in respect of the Group's business segments.

**Results for the Individual Quarter ended 30 September**

	Investment & Services and Others RM'000		Construction and Property Business RM'000		Trading RM'000		Elimination RM'000		Group RM'000	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
<b>REVENUE</b>										
Revenue from external customers	-	-	11,556	1,350	10,187	16,094	-	-	21,743	17,444
Inter-segment revenue	127	11	-	18	-	-	(127)	(29)	-	-
Total Revenue	127	11	11,556	1,368	10,187	16,094	(127)	(29)	21,743	17,444
<b>RESULTS</b>										
Segment Results	(430)	(427)	645	(40)	3,395	1,945	-	(18)	3,610	1,460
Net interest expenses	(98)	10	3	(115)	(50)	(12)	-	19	(145)	(98)
Profit / (Loss) Before Tax	(528)	(417)	648	(155)	3,345	1,933	-	1	3,465	1,362
Taxation	(3)	(1)	-	-	(770)	(494)	-	-	(773)	(495)
Profit / (Loss) After Tax	(531)	(418)	648	(155)	2,448	1,439	-	1	2,692	867
Segment assets	42,439	18,994	21,711	5,744	59,405	65,612	1,151	1,151	124,706	91,501
Segment liabilities	15,191	10,457	5,963	1,474	19,054	24,152	-	750	40,208	36,833

#### **A10. Valuation of Property, Plant and Equipment**

The valuations of land and buildings have been brought forward, without amendment from the previous annual audited financial statements for year ended 30<sup>th</sup> June 2021.

#### **A11. Material Events Subsequent to the End of the Interim Period**

On 29 October 2021, the Company had announced that its wholly-owned subsidiary Grand Hoover Property Sdn Bhd (the “**Purchaser**”), entered into a conditional sale and purchase agreement (“**SPA**”) with (i) Tropicana Industrial Park Sdn Bhd (“**TIP**” or the “**Landowner**”) and (ii) Tropicana Development (Johor Bahru) Sdn Bhd (“**TDJB**” or the “**Developer**”), for the purchase of ten (10) individual industrial land plots (forming part of the Original Land) measuring an aggregate of approximately 20.02 acres, together with agreed infrastructure located at Daerah Pontian Negeri Johor (“**Pontian Land**”) for a total cash consideration of RM43,603,560.00 (“**Purchase Consideration**”) (“**Proposed Acquisition**”). The Pontian Land is part of a freehold land measuring 89.35 hectare which is currently held under Master Title No. H.S.(D) 13683, PTD 14020, Mukim Jeram Batu, Daerah Pontian, Negeri Johor (“**Original Land**”).

The Proposed Acquisition is also expected to provide an opportunity for GHB, which has core expertise in construction, to strengthen its construction order book by participating in the construction of the Agreed Infrastructure works for the Original Land. Pursuant to the terms of the SPA, TDJB shall grant GHB the right of first refusal to undertake such construction works subject to the final determination by TDJB. Accordingly, the Agreed Infrastructure works, should it be successfully awarded to GHB, will potentially provide better earnings prospects for the Group’s construction business in the near term.

As at the date of this interim financial report, the Proposed Acquisition has yet to be completed.

#### **A12. Changes in Composition of the Group**

There were no material changes in the composition of the Group for the current quarter and financial year-to-date.

**A13. Changes in Contingent Liabilities**

There are no material changes on contingent liabilities other than those highlighted in the financial report for the year ended 30 June 2021.

**A14. Performance Bond Guarantees**

The performance bonds guarantees issued during the period from 1 July 2021 to 30 September 2021 are RM750,000.00 (30<sup>th</sup> June 2021: RM750,000.00).

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ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B1. Operating Segments Review****Revenue**

<b>Revenue by Segments</b>	<b>3 months period ended 30<sup>th</sup> September 2021 (unaudited) RM'000</b>	<b>3 months period ended 30<sup>th</sup> September 2020 (unaudited) RM'000</b>	<b>Variance RM'000</b>	<b>Variance (%)</b>
Construction and Property Business	11,556	1,350	10,206	>100%
Trading	10,187	16,094	(5,907)	(36.70%)
<b>Total</b>	<b>21,743</b>	<b>17,444</b>	<b>4,299</b>	<b>24.64%</b>

The Group recorded a revenue of RM21.74M for the 1<sup>st</sup> quarter ended 30 September 2021, representing an increase of RM4.3M or 24.64% higher as compared to RM17.44M in the previous year's corresponding quarter. The increase in revenue was mainly due to the high contribution from the Construction and Property Business segment, whereby there are 3 new construction projects which kick start during this reporting quarter. Lower revenue achieved in trading segment due to the imposition of National Recovery Plan during the period, that limits movement of people and goods nationwide thus affected the trading business of the group.

**Profit Before Tax ("PBT") by Segments**

<b>Profit / (loss) before tax By Segments</b>	<b>3 months period ended 30<sup>th</sup> September 2021 (unaudited) RM'000</b>	<b>3 months period ended 30<sup>th</sup> September 2020 (unaudited) RM'000</b>	<b>Variance RM'000</b>	<b>Variance (%)</b>
Investment Services and Others	(401)	(406)	5	1.23%
Construction and Property Business	648	(137)	785	>100%
Trading	3,218	1,905	1,313	68.92%
<b>Total</b>	<b>3,465</b>	<b>1,362</b>	<b>2,103</b>	<b>&gt;100%</b>

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ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B1. Operating Segments Review (Cont'd)****Profit Before Tax ("PBT") by Segments (Cont'd)****Construction and Property Business Segment**

During the current quarter under review, this division recorded a higher PBT of RM0.65M versus RM0.14M loss before taxation during the previous year's corresponding quarter. The increased by RM0.79M (>100%) is in line with higher revenue achieved in construction division stated above.

**Trading Segment**

For the current quarter under review, this division recorded a 68.92% increase in PBT as compared to previous year's corresponding quarter. The increase was mainly due to reversal of previous provision on impairment on trade receivables of RM1.60M in current quarter.

**B2. Comparison with Immediate Preceding Quarter Results by Segments****Revenue**

<b>Revenue by Segments</b>	<b>Current Quarter 30<sup>th</sup> September 2021 (unaudited) RM'000</b>	<b>Immediate Preceding Quarter 30<sup>th</sup> June 2021 (audited) RM'000</b>	<b>Variance RM'000</b>	<b>Variance (%)</b>
Construction and Property Business	11,556	-	11,556	>100%
Trading	10,187	10,653	(466)	-4.37%
Total	21,743	10,653	11,090	>100%



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ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B2. Comparison with Immediate Preceding Quarter Results by Segments  
(Cont'd)****Revenue (Cont'd)**

The Group recorded a revenue of RM21.74M for this quarter ended 30 September 2021, representing an increase of RM11.09M or more than 100% higher as compared with the immediate preceding quarter of RM10.65M. The increase of revenue are mainly derived from Construction and Property Business segment, as there are 3 new construction projects which kick start during this reporting quarter.

**Profit Before Taxation ("PBT")**

<b>Profit / (loss) before tax by Segments</b>	<b>Current Quarter 30<sup>th</sup> September 2021 (unaudited) RM'000</b>	<b>Immediate Preceding Quarter 30<sup>th</sup> June 2021 (audited) RM'000</b>	<b>Variance RM'000</b>	<b>Variance (%)</b>
Investment Services and Others	(401)	84	(485)	>100%
Construction and Property Business	648	(172)	820	>100%
Trading	3,218	(2,056)	5,274	>100%
Total	3,465	(2,144)	5,609	>100%

**Investment Services and Others**

During the current quarter under review, this segment recorded a loss before tax of RM0.4M, versus RM0.08M PBT during the immediate preceding quarter ended 30 June 2021. The variance of RM0.49M is due to gain on fair value adjustment on Investment Property of RM0.79M on year end basis that off-setting with high administrative expenses in the preceding quarter ended 30 June 2021.

**Construction and Property Business**

The increase in PBT by RM0.82M was in line with the substantial increase in revenue from Construction and Property Business segment.

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ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)

### **B2. Comparison with Immediate Preceding Quarter Results by Segments (Cont'd)**

#### **Profit Before Taxation ("PBT") (Cont'd)**

##### **Trading**

PBT increased by RM5.27M or more than 100% to RM3.22M which was mainly due to reversal of previous provision on impairment on trade receivables of RM1.60M in current quarter.

In preceding quarter Trading segment incurred losses due to additional provision of impairment on trade receivables of RM6.45M.

### **B3. Prospects**

The Group expects its construction and property business segments to be the driver of the Group's growth going forward. With the relaxation under National Recovery Plan, as more than 75% of the country's population is fully vaccinated, the restrictions at construction sites will be gradually eased. With 100% of our staff have been fully vaccinated and recovery of the supply chain the construction and property division is expected to perform positively.

As at this reporting date, the Group has in hand construction contracts totaling RM125.85 million, both awarded by a third party and related party. The Group will be focusing to fulfill the contracts awarded within the contract period while closely monitoring its cost and improve efficiency. Besides that, the Group has also aggressively bid/tendered for construction projects from open market.

The performance of the Trading Segment is expected to recover positively in line with the relaxation under the National Recovery Plan. The demands for building materials are expected to increase as more construction and property development activities are opening up. This augurs well for the Trading Division.

Barring any unforeseen circumstances, the Group is confident of achieving positive results in financial year 2022.

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ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B4. Taxation**

	3 months		3 months	
	Quarter ended		Cumulative to date	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Current year provision	(773)	(495)	(773)	(495)
Total	(773)	(495)	(773)	(495)

The provision of taxation of the Group relates to profit made on trading segment, whereas for construction division, no provision for taxation is needed as the construction division has adequate unabsorbed tax losses brought forward from previous years to offset the profit incurred, if any, in the current financial quarter.

**B5. Status of Corporate Proposal Announced**

There are no corporate proposals not completed as at 23<sup>rd</sup> November 2021.

**GRAND HOOVER BERHAD.**

Co. No. 197101000134 (10493-P)

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B6. Group Borrowings and Debt Securities**

Details of the Group's borrowings were as follows:

	As at 30 September 2021		
	Long term	Short term	Total
	RM'000	RM'000	RM'000
<b>Secured</b>			
Bank Overdraft (average int. 5.97% to 7.20% p.a)	-	6,935	6,935
Lease liabilities (average int. 3.72% - 8.73% p.a)	989	444	1,433
Term loan (average int. 3.17% - 10% p.a)	3,990	2,994	6,984
Banker's Acceptance ("BA") (average int. 2.54% - 2.65% p.a)	-	1,181	1,181
<b>Unsecured</b>	-	-	-
<b>Total</b>	<b>4,979</b>	<b>11,554</b>	<b>16,533</b>

	As at 30 June 2021 (Audited)		
	Long term	Short term	Total
	RM'000	RM'000	RM'000
<b>Secured</b>			
Bank Overdraft (average int. 7.20% p.a)	-	5,834	5,834
Lease liabilities (average int. 3.72% - 8.73% p.a)	1,095	445	1,540
Term loan (average int. 3.17 – 3.67% p.a)	4,082	757	4,839
Banker's Acceptance ("BA") (average int. 2.54% - 2.65% p.a)	-	749	749
<b>Unsecured</b>	-	-	-
<b>Total</b>	<b>5,177</b>	<b>7,785</b>	<b>12,962</b>

**GRAND HOOVER BERHAD.**

Co. No. 197101000134 (10493-P)

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B7. Derivatives**

There were no derivatives entered by the Group as at 30 September 2021.

**B8. Changes in material litigation**

There is no material litigation as at 23<sup>rd</sup> November 2021.

**B9. Gains / losses arising from fair value changes in financial liabilities**

There were no gains / losses arising from fair value changes in financial liabilities for the financial period under review.

**B10. Profit before tax**

Profit before tax is arrived at after charging / (crediting) the following items:

	3 months		3 months	
	Quarter ended		Cumulative to date	
	30.09.21	30.09.20	30.09.21	30.09.20
	RM'000	RM'000	RM'000	RM'000
Interest income	(8)	-	(8)	-
Rental income	(23)	(4)	(23)	(4)
Bad debts recovery	-	(20)	-	(20)
Reversal of impairment losses on trade receivable	(1,602)	(180)	(1,602)	(180)
Impairment losses: trade receivables	-	9	-	9
Depreciation of property, plant & equipment and right-of-use assets	174	127	174	127
Interest expenses	153	158	153	158

**GRAND HOOVER BERHAD.**

Co. No. 197101000134 (10493-P)

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B11. Trade Receivables**

	As at 30.09.2021	As at 30.06.2021
	RM'000 (Unaudited)	RM'000 (Audited)
Trade Receivables	30,620	32,613
Less: Allowance for impairment losses	(7,133)	(8,735)
	<u>23,487</u>	<u>23,878</u>
The aging analysis of the Group' trade receivables is as follows:		
Neither past due nor impaired	8,195	4,796
Past due not impaired:		
1 - 30 days	1,607	3,941
31 - 60 days	1,030	4,025
61 - 90 days	2,088	2,045
> 91 days	10,567	9,071
Impaired	7,133	8,735
Gross trade receivables	<u>30,620</u>	<u>32,613</u>

Trade receivables are non-interest bearing and are generally within the stipulated current credit term. They are recognized at their original invoice amounts which represent their fair values on initial recognition.

**GRAND HOOVER BERHAD.**

Co. No. 197101000134 (10493-P)

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B12. Earnings per share (“EPS”)**

	Individual Quarter Ended		3 months Cumulative Ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
<b>Net profit attributable to owners the parent (RM'000)</b>	<b>1,956</b>	<b>423</b>	<b>1,956</b>	<b>423</b>
<b>Weighted average number of ordinary shares in issue ('000) for basic earning per share</b>	<b>53,043</b>	<b>53,043</b>	<b>53,043</b>	<b>53,043</b>
<b>Basic EPS (sen)</b>	<b>3.69</b>	<b>0.80*</b>	<b>3.69</b>	<b>0.80*</b>

\*For comparative purpose, the EPS for the quarter and year to date ended 30 September 2020 has been adjusted to reflect the right issue of 50,000,000 new ordinary shares at an issue price of RM0.60 per Right Share on the basis of five (5) Right Shares for every four (4) existing ordinary shares which was completed on 7 September 2021.

**GRAND HOOVER BERHAD.**

Co. No. 197101000134 (10493-P)

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B)**B13. Status of Utilisation of Proceeds of Rights Issue**

<b>Purpose</b>	<b>Proposed Utilisation</b>	<b>Amount Utilised @ 30 September 2021</b>	<b>Balance @ 30 September 2021</b>	<b>Estimated timeframe for utilisation from the receipt of proceed</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Working Capital for Construction Business	10,800	4,501	6,299	Within 15 months
Acquisition of machineries for construction business	7,000	-	7,000	Within 3 months
Repayment of borrowings	9,500	-	9,500	Within 4 months
General working capital	2,000	1,583	417	Within 12 months
Estimated expenses in relation to the rights issue	700	170	530	Immediate
<b>Total</b>	<b>30,000</b>	<b>6,254</b>	<b>23,746</b>	