



## **CHUAN HUAT RESOURCES BERHAD**

*(Registration No. 199401005050 (290729-W))*

*(Incorporated in Malaysia)*

**Condensed Consolidated Financial Statements  
For the First Quarter and Three Months Period  
30 September 2022**

(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statement of Financial Position**  
**As at 30 September 2022**

	Unaudited As at 30/09/22 (RM'000)	Audited As at 30/06/22 (RM'000)
<b>ASSETS</b>		
<b>Non-Current assets</b>		
Property, plant & equipment	127,283	128,051
Investment properties	67,164	67,097
Right-of-use assets	99,881	99,111
Other investments	40	40
	294,368	294,299
<b>Current assets</b>		
Inventories	108,773	120,381
Trade receivables	165,611	159,129
Non-current asset held for sale	6,915	6,915
Other receivables, deposits and prepayments	22,961	15,773
Cash & cash equivalents	22,148	32,170
	326,408	334,368
	<b>620,776</b>	<b>628,667</b>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
Share Capital	84,335	84,335
Reserves	234,148	233,424
	318,483	317,759
<b>Non-controlling interest</b>	14,503	14,362
<b>Total equity</b>	332,986	332,121
<b>Non-current liabilities</b>		
Borrowings	14,423	14,865
Lease liabilities	3,687	3,238
Deferred tax liabilities	29,306	29,514
	47,416	47,617
<b>Current liabilities</b>		
Trade & other payables	35,519	35,542
Borrowings	202,389	211,364
Lease liabilities	2,191	2,022
Taxation	275	1
	240,374	248,929
<b>Total liabilities</b>	287,790	296,546
	<b>620,776</b>	<b>628,667</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.89	1.88

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2022 and accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**For the first quarter and year ended 30 September 2022**

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	30/09/22	30/09/21	30/09/22	30/09/21
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>Revenue</b>	169,060	96,068	169,060	96,068
Operating expenses	(166,000)	(90,994)	(166,000)	(90,994)
Other income	1,033	1,626	1,033	1,626
<b>Operating profit</b>	<b>4,093</b>	<b>6,700</b>	<b>4,093</b>	<b>6,700</b>
Depreciation of property, plant and equipment	(1,136)	(1,143)	(1,136)	(1,143)
Depreciation of Right-of-use assets	(1,021)	(902)	(1,021)	(902)
Interest expenses	(1,785)	(1,271)	(1,785)	(1,271)
Interest income	234	38	234	38
Provision for and write off of receivables	380	(153)	380	(153)
Provision for and write off of inventories	-	-	-	-
Gain on disposal of quoted or unquoted investments or properties	-	-	-	-
Realised foreign exchange	-	-	-	-
Foreign exchange (loss)/gain	-	2	-	2
<b>Profit before tax</b>	<b>765</b>	<b>3,271</b>	<b>765</b>	<b>3,271</b>
Taxation	(648)	(1,121)	(648)	(1,121)
<b>Profit / (Loss) for the period</b>	<b>117</b>	<b>2,150</b>	<b>117</b>	<b>2,150</b>
Other Comprehensive income/(loss) net of tax	-	25	-	25
<b>Total Comprehensive Income / (Loss) for the period</b>	<b>117</b>	<b>2,175</b>	<b>117</b>	<b>2,175</b>
<b>Profit attributable to:-</b>				
Owner of the parent	(67)	2,058	(67)	2,058
Non-controlling interest	184	92	184	92
	<b>117</b>	<b>2,150</b>	<b>117</b>	<b>2,150</b>
<b>Comprehensive Income / (Loss) attributable to:-</b>				
Owner of the parent	(67)	2,083	(67)	2,083
Non-controlling interest	184	92	184	92
Comprehensive Income/(Loss) for the period	<b>117</b>	<b>2,175</b>	<b>117</b>	<b>2,175</b>
<b>Earnings per share attributable to owners of the company (sen):-</b>				
Basic earnings / (loss) per share	(0.04)	1.22	(0.04)	1.22

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2022 and accompanying explanatory notes attached to the interim financial statements.

**Unaudited Condensed Consolidated Statement of Changes in Equity**  
**For the financial year ended 30 September 2022**

	Share Capital (RM'000)	Capital Reserve (RM'000)	Non-Distributable Exchange Translation Reserve (RM'000)	Revaluation Reserve (RM'000)	Distributable Retained Earnings (RM'000)	Total (RM'000)	Non- Controlling interest (RM'000)	Total Equity (RM'000)
<u>Unaudited</u>								
<b>GROUP</b>								
At 1 July 2022	84,335	21,923	3,710	110,029	97,762	317,759	14,362	332,121
Profit for the year	-	-	-	-	(66)	(66)	141	75
Deferred tax on revaluation land & buildings	-	-	-	7	-	7	-	7
Other comprehensive loss	-	-	783	-	-	783	-	783
Total comprehensive income for the period	-	-	783	7	(66)	724	141	865
Dividend	-	-	-	-	-	-	-	-
At 30 September 2022	84,335	21,923	4,493	110,036	97,696	318,483	14,503	332,986

**Audited**

**GROUP**

At 1 July 2021	84,335	21,923	379	108,454	93,840	<b>308,931</b>	14,575	<b>323,506</b>
Profit for the year	-	-	-	-	6,983	<b>6,983</b>	(153)	<b>6,830</b>
Deferred tax on revaluation land & buildings	-	-	-	1,575	-	<b>1,575</b>	-	<b>1,575</b>
Other comprehensive loss	-	-	3,331	-	-	<b>3,331</b>	-	<b>3,331</b>
Total comprehensive income for the period	-	-	3,331	1,575	6,983	<b>11,889</b>	<b>(153)</b>	<b>11,736</b>
Dividend	-	-	-	-	(3,061)	<b>(3,061)</b>	(60)	<b>(3,121)</b>
At 30 June 2022	84,335	21,923	3,710	110,029	97,762	<b>317,759</b>	14,362	<b>332,121</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 30 June 2022*

(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statement of Cash Flows  
For the financial year ended 30 September 2022**

	<b>3 months 30/09/22 (RM'000)</b>	<b>12 months 30/06/22 (RM'000)</b>
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax	765	7,121
<b>Adjustment for non-cash items :-</b>		
Depreciation of property, plant and equipment	1,136	4,623
Depreciation of Right-of-use assets	1,245	3,672
Interest expenses	1,790	5,864
Interest income	(234)	(726)
Bad debts written off	-	13
Impairment loss on trade receivables	59	2,782
Reversal of impairment losses on trade receivables	(439)	(1,854)
Inventories written off	-	-
Non-cash items	(337)	(1,955)
Operating profit before working capital changes	3,985	19,540
Decrease / (Increase) in inventories	11,609	(25,829)
Increase in trade and other receivables	(12,598)	(16,864)
Decrease in trade and other payables	(23)	(263)
Cash generated from/(used in) operations	2,973	(23,416)
Interest received	228	709
Interest paid	(1,619)	(5,156)
Tax paid, net of refund	(320)	(2,118)
<b>Net cash from operating activities</b>	<b>1,262</b>	<b>(29,981)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(15)	(1,454)
Purchase of right-of-use assets	(280)	-
Purchase of investment properties	(67)	(613)
Acquisition of a subsidiary company	-	-
Proceeds from disposal of property, plant and equipment	194	282
Proceeds from disposal of investment properties	-	582
Proceeds from disposal of quoted investments	-	-
Interest received	5	16
<b>Net cash outflow from investing activities</b>	<b>(163)</b>	<b>(1,187)</b>
<b>Cash flows from financing activities</b>		
Net proceeds from /(repayments to) term loans	(693)	(2,560)
Payments of lease liabilities	(750)	(2,327)
Proceeds from issuance of new shares to non-controlling interests in subsidiaries	-	-
Net (repayment)/ drawdown of short term borrowings	(9,383)	49,760
Dividend paid to owners of the company	-	(3,061)
Dividend paid to non-controlling interests	-	(60)
Interest paid on term loans	(107)	(451)
Interest paid on lease liabilities	(65)	(256)
(Increase)/Decrease in fixed deposit pledged	90	(1)
<b>Net cash inflow/(outflow) from financing activities</b>	<b>(10,908)</b>	<b>41,044</b>
Effects of changes in exchange rates	(784)	183
Net Increase/(Decrease) in cash & cash equivalents	(9,809)	9,876
Cash & cash equivalents at beginning of the financial period	30,874	20,815
<b>Cash &amp; cash equivalents at end of the financial year</b>	<b>20,281</b>	<b>30,874</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 30 June 2022

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER AND THREE MONTHS PERIOD 30 SEPTEMBER 2022**

**1. Basis of preparation**

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended **30 June 2022** which were prepared under the Malaysian Financial Reporting Standards ("MFRS") and amendments to standards to be applied by all Entities Other Than Private Entities.

These interim financial statements of the Group are not audited and have been prepared in accordance with the requirements of MFRS 134 – *Interim Financial Reporting* and the applicable disclosure provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended **30 June 2022**.

**2. Significant Accounting Policies**

The accounting policies applied by the Group in these interim consolidated interim financial statements are consistent with the audited financial statements for the financial year ended 30 June 2022, except for the adoption of the following newly-issued MFRS for the financial periods beginning on or after 1 January 2022:

Effective for annual periods beginning on or after 1 January 2022

- Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141 contained in the document entitled "*Annual Improvements to MFRS Standards 2018–2020*"
- Amendments to MFRS 3 - *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 116 - *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137 - *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*

The adoption of the above Standards and Amendments do not have any significant impact on the financial statements of the Group.

**Standards and amendments in issue but not yet effective**

As at the date of authorization of these interim financial statements, the Group have not made early adoption of the following MFRSs and Amendments to MFRSs which have been issued and will be effective for financial periods as stated below:-

Effective for annual periods beginning on or after 1 January 2023

- MFRS 17 – *Insurance Contracts*
- Amendments to MFRS 17 – *Insurance Contracts - Initial Applications* MFRS 17 and MFRS 9 - *Comparative Information*
- Amendments to MFRS 101 – *Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*
- Amendments to MFRS 108 – *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*

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## **2. Significant Accounting Policies (cont'd)**

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

Effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16 – *Leases – Lease liabilities in a Sale and Leaseback*

Effective date deferred to a date to be determined by MASB

- Amendments to MFRS 10 - *Consolidated Financial Statements*
- Amendments to MFRS 128 - *Investment in Associates and Joint Ventures – Sale or Contribution by Assets between an Investor and its Associate or Joint Venture*

The directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards and Amendments will have no material impact on the financial statements of the Group in the period of initial application.

## **3. Auditors' Report in respect of the 2022 Annual Financial Statements**

The auditors' report on the financial statements for the financial period ended 30 June 2022 was not qualified.

## **4. Seasonality or Cyclicity of Interim Operations**

The Group's performance was not affected by any significant seasonal or cyclical factors in the current quarter under review.

## **5. Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial period ended 30 June 2022.

## **6. Changes in Estimates**

There were no material changes in estimates that have had a material effect during the financial period ended 30 June 2022.

## **7. Debt and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayment of debt and equity securities during the financial period ended 30 June 2022.

## **8. Dividends**

No dividend has been declared for months ended 30 September 2022.



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**9. Segment Information**

	Current year quarter 3 months 30/09/22 (RM'000)	Preceding year quarter 3 months 30/09/21 (RM'000)	Current year to date 3 months 30/09/22 (RM'000)	Preceding year to date 3 months 30/09/21 (RM'000)
<b><u>Segment Revenue</u></b>				
Trading of steel & building materials	143,248	78,850	143,248	78,850
Steel Service Centre	38,045	20,918	38,045	20,918
Trading of IT related products	9,722	11,121	9,722	11,121
Food & Beverage	3,439	722	3,439	722
Others	535	480	535	480
Total revenue including inter-segment sales	194,989	112,091	194,989	112,091
Elimination of inter segment sales	(25,929)	(16,023)	(25,929)	(16,023)
<b>Total revenue</b>	<b>169,060</b>	<b>96,068</b>	<b>169,060</b>	<b>96,068</b>
<b><u>Profit/ (loss) before taxation</u></b>				
Trading of steel & building materials	3,140	3,706	3,140	3,706
Steel Service Centre	(1,517)	(125)	(1,517)	(125)
Trading of IT related products	(660)	638	(660)	638
Food & Beverage	112	(545)	112	(545)
Others	(310)	(403)	(310)	(403)
<b>Total Profit before taxation</b>	<b>765</b>	<b>3,271</b>	<b>765</b>	<b>3,271</b>

**10. Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment for financial period ended 30 Sept 2022 remain unchanged from the previous audited financial statements as at 30 June 2022 respectively.

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**11. Material Events Subsequent to the Balance Sheet Date**

There were no material events which occurred subsequent to the balance sheet date until the date of this announcement.

**12. Contingent Liabilities/Contingent Assets**

	30/09/22 (RM'000)	30/06/22 (RM'000)	Changes (RM'000)
Corporate guarantees in respect of Banking facilities granted to subsidiary Companies	216,812	226,229	(9,417)
Corporate guarantees in respect of the Supply of goods to subsidiary companies	1,101	2,029	(928)

**13. Capital Commitments**

The Group has commitments as follows:

	30/09/22 (RM'000)	30/06/22 (RM'000)	Changes (RM'000)
Capital expenditure approved and contracted for	936	936	-

**14. Related Party Transactions**

The related parties of the Group and of the Company comprise the following:

Related companies being subsidiary companies of Chuan Huat Resources Berhad (CHRB) are as follow:-

- i) Chuan Huat Metal Sdn Bhd (CHM), a 80% owned subsidiary
- ii) Pineapple Resources Berhad, a 63.85% owned subsidiary and it's subsidiary companies (PRB Group)
- iii) Keyline Consulting Sdn Bhd (KLC), a 70% owned subsidiary
- iv) CHRB Building Materials Sdn Bhd (CHRB BM), a 60% owned subsidiary
- v) CH Sweestech Door Sdn Bhd ("CHSD"), a 52.5% owned subsidiary

Other related parties being companies in which a Substantial shareholder or a Director of the Company and subsidiary companies have interest.

**14. Related Party Transactions (cont'd)**

The significant related party transactions are as follows:

	Current year to date 3 months 30/09/22 (RM'000)	Preceding Year to date 3 months 30/09/21 (RM'000)
<b>a) Sale of goods to</b>		
i) <u>Subsidiaries</u>		
CHM	6	776
CHRB BM	254	168
<b>KLC</b>	-	-
<b>b) Purchase of goods from</b>		
i) <u>Subsidiaries</u>		
KLC	2,811	301
CHM	-	-
CHRB BM	6	-
ii) <u>Subsidiaries</u>		
Rental income received from subsidiaries	23	43
Security, water & electricity charges received from subsidiaries	12	12
Management fee and incentive received from subsidiaries	21	21
Handling fees	-	-
Transport charges	-	-

In the opinion of the Directors, the above related party transactions have been entered into in the normal course of business and have been established under terms that are no more favourable than those arranged with independent third parties.

**15. Cash and Cash Equivalents**

	As at 30/09/22 (RM'000)	As at 30/06/22 (RM'000)
Fixed deposit with a licensed bank	-	89
Cash and bank balances	22,148	32,081
Bank overdraft	(1,867)	(1,207)
	20,281	30,963
Less : Fixed Deposits pledged	-	(89)
	20,281	30,874

**16. Review of Performance**

The details of the performance of the various segments are as follows:-

	Current year quarter 30.09.22 RM'000	Preceding year quarter 30.09.21 RM'000	Change %	Current year to date 3 months 30.09.22 RM'000	Preceding year to date 3 months 30.09.21 RM'000	Change %
<b>Revenue</b>						
Trading of steel & building materials	132,415	71,868	84.25	132,415	71,868	84.25
Steel Service Centre	23,207	12,135	91.24	23,207	12,135	91.24
Trading of IT related products	9,722	11,121	-12.58	9,722	11,121	-12.58
Food and Beverage	3,439	722	376.32	3,439	722	376.32
Others	277	222	24.77	277	222	24.77
<b>Total</b>	<b>169,060</b>	<b>96,068</b>	<b>75.98</b>	<b>169,060</b>	<b>96,068</b>	<b>75.98</b>
<b>Profit / (Loss) before taxation</b>						
Trading of steel & building materials	3,140	3,706	-15.27	3,140	3,706	-15.27
Steel Service Centre	(1,517)	(125)	-1113.60	(1,517)	(125)	-1113.60
IT related products &	(660)	638	-203.45	(660)	638	-203.45
Food and beverage	112	(545)	120.55	112	(545)	120.55
Others	(310)	(403)	23.08	(310)	(403)	23.08
<b>Total</b>	<b>765</b>	<b>3,271</b>	<b>-76.61</b>	<b>765</b>	<b>3,271</b>	<b>-76.61</b>

The Group's revenue during this period increased by 75.98% from RM96 million in the preceding year quarter to RM169 million. All segments reported an increase except for the "Trading of IT related products" division which reported a decrease of 12.58% from RM11.1 million in the preceding year quarter to RM9.7 million. The highest contributor in terms of percentage was from the F&B division with a 376% increase.

However, for the profit and loss before taxation, the Group reported a decrease of 76.6% from RM3.2 million in the preceding year quarter to RM0.76 million. Almost all segments reported a loss during this period with the steel service centre reporting the highest loss of RM1.5 million as compared to a loss of RM0.125 million in the preceding year quarter. The trading of steel and building material division reported a lower profit of RM3.14 million from RM3.7 million previously. The IT division reported a loss of RM0.66 million against a previous profit of RM0.64 million while the Food and Beverage division reported a profit of RM0.11 million against a previous loss of RM0.55 million.

The reasons for the changes in the various sectors are as follows:

**16. Review of Performance (cont'd)**

## i) Trading of steel and building materials

The higher revenue was due to the recovery of the construction sector with the resumption of both infrastructure and housing projects following the country's gradual transitioning to the Covid 19 endemic phase. However, despite the increased revenue, the profit reported was lower due to the drop in the prices of steel products.

## ii) Steel Service Centre

Although the revenue increase was due to the similar reasons as above, this division suffered a significant loss mainly due to the sharp fall in steel prices. As the service centres have to hold both material and finished stock, the losses were due to low profit margin and lower stock valuation.

## iii) Trading of IT Related Products

The revenue reduced by 12.58% during this period was due mainly to lower demand for computer products and lower sales hampered by the shortage of IT products caused by the disruption in the IT products global supply chain.

## iv) Food and Beverage (F&amp;B) Division

The improved revenue and profits from the F&B division were due mainly to the relaxation of dine-in restrictions resulting in increased customers dine-in patronage in our restaurant outlets and from the contributions of our newly opened Bhai Jim Jun outlet at MyTown Shopping Centre in June 2022.

**17. Material changes in Profit/(Loss) Before Taxation ("PBT/LBT) against preceding quarter**

	Current year quarter 3 months 30/09/22 (RM'000)	Immediate preceding quarter 3 months 30/06/22 (RM'000)	Change %
<b>Revenue</b>			
Trading of steel & building materials	132,415	124,972	5.96
Steel Service Centre	23,207	22,417	3.52
Trading of IT related products	9,722	9,653	0.71
Food and Beverage	3,439	2,794	23.09
Others	277	263	5.32
<b>Total</b>	<b>169,060</b>	<b>160,099</b>	<b>5.60</b>
<b>Profit / (Loss) before taxation</b>			
Trading of steel & building Materials	3,140	(521)	702.69
Steel Service Centre	(1,517)	(794)	-91.06
Trading of IT related products	(660)	(362)	-82.32
Food and Beverage Division	112	(248)	145.16
Others	(310)	761	-140.73

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<b>Total</b>	<b>765</b>	<b>(1,164)</b>	<b>165.72</b>
<b>17. Material changes in Profit/(Loss) Before Taxation ("PBT/LBT) against preceding quarter (cont'd)</b>			

The reasons for the changes in various sector are as follow:

- i) Trading of steel & building materials**  
The trading of steel and building materials reported a profit before tax of RM 3.14 million from a loss of RM 0.52 million previously, mainly due to inventory valuation as at 30 Jun 2022.
- ii) Steel service centre**  
The steel service centre, incurred a loss of RM 1.52 million as compared to RM 0.79 million loss , mainly due to inventory valuation as at 30 Jun 2022.
- iii) Trading of IT related products**  
Despite an increase in revenue of 0.7%, the IT division registered a loss before tax of RM0.66 million compared to RM0.37 million of previous quarter due to lower profit margin during the quarter under review.
- iv) Food and Beverage (F&B) Division**  
This division registered a profit of RM0.11 million compared to a loss of RM0.24 million which was mainly due to increase in revenue during the quarter under review.
- v) Others**  
Though the revenue from others relatively unchanged, the profit & loss before taxation was dropped by 140.73%. This was mainly due to fair value gain on investment properties RM1.027 million recognised in preceding quarter ended 30<sup>th</sup> June 2022.

### **18. Commentary on Prospects**

With the Russia-Ukraine war unresolved, ongoing global inflationary pressures and the overhanging Covid-19 fears, the global and domestic economy will remain challenging and uncertain. However the domestic construction sector is showing positive signs of recovery with more infrastructure projects such as the MRT3 and resumption of the ECRL. With the Government's recent announcement to allow more foreign workers into the country, the construction and service industries are expected to pick up correspondingly. We remain cautiously optimistic of the Group's improved performance for the rest of the financial year based on the recovery outlook.

### **19. Profit Forecast and Profit Guarantee**

The Group is not subject to any profit forecast or profit guarantee requirements.

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**20. Income Tax Expenses**

	Current year quarter 3 months 30/09/22 (RM'000)	Preceding year quarter 3 months 30/09/21 (RM'000)	Current year to date 3 months 30/09/22 (RM'000)	Preceding year to date 3 months 30/09/21 (RM'000)
Malaysia income tax - current	855	1,363	855	1,363
- under/ (over) provision in prior years	-	-	-	-
	855	1,363	855	1,363
Deferred taxation	(207)	(242)	(207)	(242)
<b>TOTAL</b>	<b>648</b>	<b>1,121</b>	<b>648</b>	<b>1,121</b>

The effective tax rate for the financial year ended 30<sup>th</sup> September 2022 is not reflective of the statutory tax rate mainly due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.

**21. Loans and Borrowings**

	As at 30/09/22 (RM'000)	As at 30/06/22 (RM'000)
<u>Amount due within one year</u>		
Bank overdrafts	1,867	1,207
Bankers' acceptance	198,478	207,861
Term loans	2,043	2,296
	<b>202,389</b>	<b>211,364</b>
<u>Amount due more than one year</u>		
Term Loans	16,467	17,160
Less : amount payable within 12 months	(2,043)	(2,295)
	<b>14,423</b>	<b>14,865</b>
	<b>216,812</b>	<b>226,229</b>

**22. Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the date of this report.

**23. Changes in Material Litigation**

As at date of this report, there were no changes in material litigation, including the status of pending material litigation since the last annual balance sheet date of 30 June 2022.

(Incorporated in Malaysia)

**24. Earnings per share****a. Basic earnings per share**

The basic earnings per share is calculated by dividing the profit attributable to owners of the parent for the period by the total number of ordinary shares of the Company in issue for the respective period as follows:

	Current year quarter 3 months 30/09/22 (RM'000)	Preceding year quarter 3 months 30/09/21 (RM'000)	Current year to date 3 months 30/09/22 (RM'000)	Preceding year to date 3 months 30/09/21 (RM'000)
Profit/(Loss) attributable to the owners of the parent (RM'000)	(67)	2,058	(67)	2,058
Total number of ordinary shares in issue ('000)	168,670	168,670	168,670	168,670
Basic earnings/(loss) per share (sen)	(0.04)	1.22	(0.04)	1.22

**25. Authorisation for Issue**

This interim consolidated financial statement were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

**BY ORDER OF THE BOARD****DATO' LIM LOONG HENG**  
**DEPUTY MANAGING DIRECTOR**

Date: 22 November 2022