

GLOBETRONICS TECHNOLOGY BHD

Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2022**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

The figures have not been audited

	Note	Individual Period (1st quarter)		Cumulative Period	
		Current Quarter Ended	Corresponding Quarter Ended	Current Year To-date Ended	Corresponding Year To-date Ended
		31/3/2022	31/3/2021	31/3/2022	31/3/2021
		RM'000	RM'000	RM'000	RM'000
Continuing operations					
Revenue		42,631	55,395	42,631	55,395
Cost of sales		(25,357)	(35,346)	(25,357)	(35,346)
Gross profit		17,274	20,049	17,274	20,049
Administrative and operating expenses		(9,039)	(10,609)	(9,039)	(10,609)
Other operating income		1,701	3,137	1,701	3,137
Results from operating activities		9,936	12,577	9,936	12,577
Finance income		351	308	351	308
Share of (loss)/profit of equity-accounted associate,		(205)	56	(205)	56
Profit before tax		10,082	12,941	10,082	12,941
Tax expense	22	(635)	(404)	(635)	(404)
Profit for the period		9,447	12,537	9,447	12,537
Other comprehensive (expense)/income, net of tax					
Items that will not be reclassified subsequently to profit or loss					
Net change in fair value of equity investments designated at fair value through other comprehensive income ("FVOCI")		(435)	(71)	(435)	(71)
Items that are or may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		143	510	143	510
Other comprehensive (expense)/income for the period, net of tax		(292)	439	(292)	439
Total comprehensive income for the period		9,155	12,976	9,155	12,976

	Individual Period (1st quarter)		Cumulative Period	
	Current Quarter Ended	Corresponding Quarter Ended	Current Year To-date Ended	Corresponding Year To-date Ended
	31/3/2022	31/3/2021	31/3/2022	31/3/2021
	RM'000	RM'000	RM'000	RM'000
Profit attributable to :				
Owners of the Company	9,447	12,537	9,447	12,537
Profit for the period	9,447	12,537	9,447	12,537
Total comprehensive income attributable to :				
Owners of the Company	9,155	12,976	9,155	12,976
Total comprehensive income for the period	9,155	12,976	9,155	12,976
Earnings per ordinary share (sen)	25			
- Basic	1.41	1.87	1.41	1.87
- Diluted	1.41	1.87	1.41	1.87

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited Financial Statements as at 31 December 2021. The accompanying notes are an integral part of this Statement.

GLOBETRONICS TECHNOLOGY BHD

Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER 31 MARCH 2022

Condensed Consolidated Statement of Financial Position

The figures have not been audited

	Note	As at 31/3/2022 RM'000	As at 31/12/2021 RM'000
Assets			
Property, plant and equipment	21	68,515	68,521
Investment property		14,125	14,222
Investment in an associate		5,465	5,670
Other investments		6,799	9,555
Deferred tax assets		110	110
Total non-current assets		95,014	98,078
Inventories		9,508	8,190
Current tax assets		298	619
Trade receivables	23	32,606	30,267
Other receivables, deposits and prepayments		1,987	2,671
Cash and cash equivalents		176,832	195,097
Total current assets		221,231	236,844
Total assets		316,245	334,922
Equity			
Share capital		186,463	186,463
Reserves			
Share option reserve		1,057	1,057
Capital reserve		41	41
Fair value reserve		86	219
Translation reserve		3,327	3,184
Retained earnings		99,080	110,018
Total equity attributable to owners of the Company		290,054	300,982
Liabilities			
Current tax liabilities		419	699
Trade payables		4,389	5,005
Other payables and accruals		21,383	28,236
Total current liabilities		26,191	33,940
Total liabilities		26,191	33,940
Total equity and liabilities		316,245	334,922
Net assets per share (RM)		0.43	0.45

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements as at 31 December 2021. The accompanying notes are an integral part of this Statement.

GLOBETRONICS TECHNOLOGY BHD

Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2022

Condensed Consolidated Statement of Changes in Equity

The figures have not been audited

	←——— <i>Attributable to owners of the Company</i> ———→						
	Share capital RM'000	Share option reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Translation reserve RM'000	Retained earnings RM'000	Total equity RM'000
3 months ended 31/3/2022							
At 1 January 2022	186,463	1,057	41	219	3,184	110,018	300,982
Foreign currency translation differences for foreign operations	-	-	-	-	143	-	143
Net change in fair value of equity investment designated at FVOCI	-	-	-	(435)	-	-	(435)
Total other comprehensive (expense)/income for the period	-	-	-	(435)	143	-	(292)
Profit for the period	-	-	-	-	-	9,447	9,447
Total comprehensive (expense)/income for the period	-	-	-	(435)	143	9,447	9,155
Contributions by and distributions to owners of the Company							
Dividends to owners of the Company	-	-	-	-	-	(20,083)	(20,083)
Total transactions with owners of the Company	-	-	-	-	-	(20,083)	(20,083)
Transfer upon the disposal of equity investment designated at FVOCI	-	-	-	302	-	(302)	-
At 31 March 2022	186,463	1,057	41	86	3,327	99,080	290,054

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Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2022

Condensed Consolidated Statement of Changes in Equity

The figures have not been audited

	← Attributable to owners of the Company →						Total equity RM'000
	Share capital RM'000	Share option reserve RM'000	Capital reserve RM'000	Fair Value reserve RM'000	Translation reserve RM'000	Retained earnings RM'000	
3 months ended 31/3/2021							
At 1 January 2021	186,463	-	41	871	2,463	107,263	297,101
Foreign currency translation differences for foreign operations	-	-	-	-	510	-	510
Net change in fair value of equity investment designated at FVOCI	-	-	-	(71)	-	-	(71)
Total other comprehensive (expense)/income for the period	-	-	-	(71)	510	-	439
Profit for the period	-	-	-	-	-	12,537	12,537
Total comprehensive (expense)/income for the period	-	-	-	(71)	510	12,537	12,976
Contributions by and distributions to owners of the Company							
Share-based payment transactions	-	100	-	-	-	-	100
Dividends to owners of the Company	-	-	-	-	-	(20,083)	(20,083)
Total transactions with owners of the Company	-	100	-	-	-	(20,083)	(19,983)
Transfer upon the disposal of equity investment designated at FVOCI	-	-	-	83	-	(83)	-
At 31 March 2021	186,463	100	41	883	2,973	99,634	290,094

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements as at 31 December 2021. The accompanying notes are an integral part of this Statement.

GLOBETRONICS TECHNOLOGY BHD

Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER AND YEAR ENDED 31 MARCH 2022

Condensed Consolidated Statement of Cash Flows

The figures have not been audited

	Note	3 months ended 31/3/2022	3 months ended 31/3/2021
		RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax from continuing operations		10,082	12,941
Adjustments for:-			
Depreciation of property, plant and equipment		5,520	9,289
Depreciation of investment property		97	64
Property, plant and equipment written off		1	-
(Gain)/loss on disposal of property, plant and equipment	21	(36)	120
Interest income		(413)	(426)
Amortisation of deferred income		-	(399)
Share of loss/(profit) of equity-accounted associate, net of tax		205	(56)
Share-based payments		-	100
Operating profit before changes in working capital		15,456	21,633
Change in inventories		(1,318)	307
Change in trade and other receivables		(1,655)	2,637
Change in trade and other payables		(7,470)	(7,750)
Cash generated from operations		5,013	16,827
Interest received		62	118
Tax (paid)/refunded		(594)	233
Net cash generated from operating activities		4,481	17,178
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	21	(5,515)	(1,353)
Acquisition of other investments	8	(653)	(818)
Proceeds from disposal of:			
- property, plant and equipment		36	1,076
- other investments	8	3,011	935
Interest received		351	308
Net cash (used in)/generated from investing activities		(2,770)	148

	3 months ended 31/3/2022 RM'000	3 months ended 31/3/2021 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to owners of the Company	(20,083)	(20,083)
Net cash used in financing activities	(20,083)	(20,083)
Net decrease in cash and cash equivalents	(18,372)	(2,757)
Effect of exchange rate fluctuations on cash held	107	388
Cash and cash equivalents as at 1 January	195,097	163,664
Cash and cash equivalents as at 31 March	176,832	161,295

Cash and cash equivalents

Cash and cash equivalents included in the Condensed Consolidated Statement of Cash Flows comprise :

Funds placed with financial institutions:

- Short term investment funds	120,793	84,588
- Short term deposits	24,826	31,805
Cash and bank balances	31,213	44,902
	176,832	161,295

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements as at 31 December 2021. The accompanying notes are an integral part of this Statement.

LOBETRONICS TECHNOLOGY BHD

Registration No. 199601037932 (410285-W)

INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2022

Notes to the condensed consolidated interim financial statements

1. Basis of Preparation

These condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting in Malaysia, requirements of the Companies Act 2016 ("CA 2016") and paragraph 9.22 and Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities LR").

They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2021.

These 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 31 December 2021.

2. Significant Accounting Policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 31 December 2021.

The following are accounting standard and amendments of the MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group and the Company:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 April 2021

- Amendment to MFRS 16, *Leases - Covid-19-Related Rent Concessions beyond 30 June 2021*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2022

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018 - 2020)*
- Amendments to MFRS 3, *Business Combinations - Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018 - 2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018 - 2020)*
- 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*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018 - 2020)*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts - Initial application of MFRS 17 and MFRS 9 - Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

2. **Significant Accounting Policies (Cont'd)**

MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

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

The Group and the Company plan to apply the abovementioned amendments where applicable, in the respective financial years when the above amendments become effective.

The Group and the Company do not plan to apply MFRS 17, amendments to MFRS 17 and MFRS 141 that are effective for annual periods beginning on or after 1 January 2023 and 1 January 2022 respectively as they are not applicable to the Group and the Company.

The initial application of the abovementioned amendments is not expected to have any material financial impact to the current period and prior period financial statements of the Group and the Company.

3. **Audit Report of Preceding Annual Financial Statements**

The auditors' report of the Group's most recent annual audited financial statements for the year ended 31 December 2021 was unmodified.

4. **Changes in Estimates**

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that was applied to the financial statements as at and for the year ended 31 December 2021.

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

5. **Comparative Figures**

Certain comparative figures have been reclassified to conform with current period's presentation.

6. **Material Impairment of Assets**

There was no material impairment of assets during the period under review.

7. **Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

During the financial period under review, there were no items affecting assets, liabilities, equity, net income, or cash flow that are unusual because of their nature, size, or incidence.

8. **Quoted Securities and Bond**

There were purchases and disposal of quoted investments during the financial period under review, as disclosed below:-

	3 months ended
	31/3/2022
	RM'000
Purchases	653
Sales	3,011

9. **Changes in Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial period to date.

10. **Debt and Equity Securities**

There were no issuance and repayments of debt and equity securities, share buy back, shares held as treasury stocks and resale of treasury shares for the financial period to date.

11. **Changes in Contingent Liabilities**

The Group has issued corporate guarantees to financial institutions for banking facilities granted to certain subsidiaries up to a limit of RM21.5 million of which RM3.1 million has been utilized as at 31 March 2022, no changes as compared to 31 December 2021.

12. **Operating Segments**

The Group's operating segment comprises of only one key business activities, which is the manufacture, assembly, testing and sales of integrated circuits, chip carrier quartz crystal products, optoelectronic products, LED lighting system, LED components and modules, small outline components, sensors and optical products and technical plating services for the semiconductor and electronics industries.

The Group's geographical segmental report for the financial period-to-date is as follows:-

Analysis By Geographical Segments

3 months ended 31/3/2022

	South East Asia RM'000	North America RM'000	Others RM'000	Group RM'000
Segment profit/(loss) before taxation	9,638	176	(145)	9,669
Revenue from external customer	41,142	1,471	18	42,631

3 months ended 31/3/2021

	South East Asia RM'000	North America RM'000	Others RM'000	Group RM'000
Segment profit/(loss) before taxation	12,388	243	(116)	12,515
Revenue from external customer	52,970	2,380	45	55,395

	31/3/2022 RM'000	31/3/2021 RM'000
Reconciliation of segment profit:-		
Reportable segments	9,669	12,515
Finance costs	-	-
Interest income	413	426
Consolidated profit before taxation	10,082	12,941
Tax expense	(635)	(404)
Consolidated profit after taxation	<u>9,447</u>	<u>12,537</u>

13. **Related parties**

Identity of related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group or the Company has the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control. Related parties may be individuals or other entities.

Related parties also include key management personnel defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. The key management personnel include all the Directors of the Group.

The Group has related party relationship with:-

- i) Subsidiaries and associate of the Company as disclosed in Note 5 and Note 6 of the audited Consolidated Financial Statements of the Group as at and for the year ended 31 December 2021;
- ii) Key management personnel; and
- iii) Companies in which a Director, Mr. Ng Kweng Chong is deemed to have substantial financial interest:
 - Ng Kweng Chong Holdings Sdn. Bhd. (Registration No: 197901007294 (51580 - M))
 - Wiserite Sdn. Bhd. (Registration No: 199601038240 (410593 - W))
 - Glencare Sdn. Bhd. (Registration No: 200101013301 (549058 - U))

Significant related party transactions are as follows:-

	3 months ended 31/3/2022 RM'000
i) Transactions with an associate	
<i>NGK Globetronics Technology Sdn Bhd</i>	
Rental of investment property	627
Provision of management support services	63
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14. **Events Subsequent to the Balance Sheet Date**

There were no material events subsequent to the balance sheet date.

15. **Seasonal/Cyclical Factors**

The business operations of the Group are not affected by any major seasonal or cyclical factors other than the volatility of the customers' demand which is inherent in the industry that we operate in.

16. **Dividends Paid**

A third interim single tier ordinary dividend of 1 sen (2021: 1 sen) per share and a single tier special dividend of 2 sen (2021: 2 sen) per share, totalling RM20.1 million (2021: RM20.1 million) in respect of the financial year ended 31 December 2021 was paid on 24 March 2022 to Depositors who are registered in the Record of Depositors of the Company on 14 March 2022.

17. **Overall Review of Group's Financial Performance And Segmental Analysis**

Financial review for current quarter and financial period to date

	Individual Period (1st quarter)			Cumulative Period		
	Current	Corresponding	Changes	Current	Corresponding	Changes
	Quarter	Quarter		Year To-date	Year To-date	
	Ended	Ended	Ended	Ended		
31/3/2022	31/3/2021	%	31/3/2022	31/3/2021	%	
	RM'000	RM'000		RM'000	RM'000	
Revenue	42,631	55,395	-23	42,631	55,395	-23
Operating Profit	9,936	12,577	-21	9,936	12,577	-21
Profit Before Tax	10,082	12,941	-22	10,082	12,941	-22
Profit After Tax	9,447	12,537	-25	9,447	12,537	-25
Profit Attributable to Owners of the Company	9,447	12,537	-25	9,447	12,537	-25

The Group's revenue and net profit for the quarter under review was RM42.6 million and RM9.4 million, a decrease of 23% and 25% respectively as compared to RM55.4 million and RM12.5 million in the corresponding quarter ended 31 March 2021.

The lower sales and net profit achieved in the current quarter was mainly due to lower volume loadings from certain of the Group's customers and drop in economy of scale.

18. **Material Changes in the Quarterly Results Compared to the Results of the Immediate Preceding Quarter**

	Current Quarter Ended	Immediate Preceding Quarter Ended	Changes
	31/3/2022	31/12/2021	%
	RM'000	RM'000	
Revenue	42,631	48,581	-12
Operating Profit	9,936	17,422	-43
Profit Before Tax	10,082	17,957	-44
Profit After Tax	9,447	17,892	-47
Profit Attributable to Owner of the Company	9,447	17,892	-47

The Group's revenue for the quarter under review was RM42.6 million, a decrease of 12% from the preceding quarter of RM48.6 million while the net profit of the Group for the quarter was RM9.4 million, a decrease of 47% from the preceding quarter of RM17.9 million.

The lower revenue and net profit were mainly due to:-

- i) Lower volume loadings of products and drop in economy of scale from most of the Group's customers; and
- ii) Adjustments made on over accrual of expenses in Q4'21.

19. **Prospects**

While the Group's financial performance is expected to be satisfactory for Year 2022, the Group's operations may continue to be impacted due to the uncertainties arising from the highly infectious Omicron variant of Covid-19. The Group has taken proactive measures with high employees' vaccination rate and enhanced Standard Operating Procedures ("SOPs") to counter this risk. With this, the Group is hopeful to minimize any potential exposure and disruptions in our supply chain.

The Group will continue to focus on escalating up the value chain and riding on the R&D initiatives in new products design and development with our key customers moving forward.

20. **Variance of Actual Profit from Forecast Profit**

Not Applicable.

21. **Property, Plant and Equipment**

The carrying amount of land and buildings has been brought forward, without amendment from the previous audited financial statements.

(a) Acquisitions

During the quarter ended 31 March 2022, the Group acquired property, plant and equipment with a cost of RM5.5 million (Quarter ended 31 March 2021: RM1.4 million).

(b) Capital commitments

As at 31 March 2022, the Group has entered into contracts to purchase property, plant and equipment for RM1.1 million (Quarter ended 31 March 2021: RM2 million).

(c) Disposals

Assets with a carrying amount of RM2 were disposed of during the quarter ended 31 March 2022 (Quarter ended 31 March 2021: RM1.2 million), resulting in a gain on disposal of RM36K (Quarter ended 31 March 2021: loss of RM0.1 million), which is included as other operating income in the income statement.

There were no amendments to the valuation of property, plant and equipment brought forward.

22. **Tax Expense**

		3 months ended		3 months ended	
		31/3/2022	31/3/2021	31/3/2022	31/3/2021
		RM'000	RM'000	RM'000	RM'000
Current tax expense					
Malaysia	- current period	635	404	635	404
		<u>635</u>	<u>404</u>	<u>635</u>	<u>404</u>

The effective tax rate of the Group is lower than the statutory tax rate in the period-to-date ended 31 March 2022 mainly due to tax incentives enjoyed by a subsidiary in the Group.

The current tax incentives enjoyed by a subsidiary in the Group will expire on 30 June 2022.

23. **Trade Receivables**

The age analysis of trade receivables is as follow:-

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000
Current (not past due)	31,060	38,505
1-30 days past due	1,545	385
31-60 days past due	-	-
Above 60 days past due	1	-
	<u>1,546</u>	<u>385</u>
Credit Impaired		
Individually impaired	-	-
	<u><u>32,606</u></u>	<u><u>38,890</u></u>

The Group is satisfied that recovery of the amount is possible, therefore there is no impairment for past due trade receivables.

24. **Profit Before Tax**

Profit before tax is arrived at after charging/(crediting):-

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000	Current Period To-date Ended 31/3/2022 RM'000	Corresponding Period To-date Ended 31/3/2021 RM'000
Depreciation of property, plant and equipment	5,520	9,289	5,520	9,289
Depreciation of investment property	97	64	97	64
Property, plant and equipment written off	1	-	1	-
Amortization of deferred income	-	(399)	-	(399)
(Gain)/loss on disposal of property, plant and equipment	(36)	120	(36)	120
Interest income	(413)	(426)	(413)	(426)
Gain on foreign exchange – realised	(85)	(235)	(85)	(235)
Gain on foreign exchange – unrealised	(411)	(1,262)	(411)	(1,262)
	<u><u>373</u></u>	<u><u>437</u></u>	<u><u>373</u></u>	<u><u>437</u></u>
Expenses/(income) arising from leases				
Expenses relating to short-term leases	373	437	373	437
Income from:				
- subleasing of building	(180)	(374)	(180)	(374)
- investment property	(834)	(627)	(834)	(627)
	<u><u>(834)</u></u>	<u><u>(627)</u></u>	<u><u>(834)</u></u>	<u><u>(627)</u></u>

25. Earnings Per Ordinary Share ("EPS")

(i) Basic earnings per ordinary share

		3 months ended		3 months ended	
		31/3/2022	31/3/2021	31/3/2022	31/3/2021
Net profit for the period	(RM'000)	9,447	12,537	9,447	12,537
Issued ordinary shares at beginning of the period	('000)	669,445	669,445	669,445	669,445
Effect of shares issued during the period	('000)	-	-	-	-
Weighted average number of ordinary shares	('000)	669,445	669,445	669,445	669,445
Basic earnings per ordinary share	(sen)	1.41	1.87	1.41	1.87

(ii) Diluted earnings per ordinary share

		3 months ended		3 months ended	
		31/3/2022	31/3/2021	31/3/2022	31/3/2021
Net profit for the period	(RM'000)	9,447	12,537	9,447	12,537
Issued ordinary shares at beginning of the period	('000)	669,445	669,445	669,445	669,445
Effect of shares issued during the period	('000)	-	-	-	-
Weighted average number of ordinary shares (diluted)		669,445	669,445	669,445	669,445
Diluted earnings per ordinary share	(sen)	1.41	1.87	1.41	1.87

The diluted earnings per ordinary share is the same as basic earnings per ordinary share as the effect of the assumed exercise of ESOS is not considered as the exercise price of the ESOS is higher than the average market price of the Company's shares.

26. Corporate Proposals

(a) There were no corporate proposals by the Company during the financial period to date.

(b) There were no unutilised proceeds raised from corporate proposals by the Company during the financial period to date.

27. Changes In Material Litigation

To date, the Company has no material litigation case pending.

28. Foreign Currency Risk Management

The Group is exposed to foreign currency risk on sales, purchases and cash and cash equivalents that are denominated in a currency other than the respective functional currencies of the Group entities. The currency giving rise to this risk is primarily the U.S. Dollar ("USD").

The Group ensures that the net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates where necessary to address short-term imbalances.

29. Dividends Declared

The Board of Directors has declared a third interim single tier ordinary dividend of 1 sen (2021: 1 sen) per share and a single tier special dividend of 2 sen (2021: 2 sen) per share, totalling RM20.1 million (2021: RM20.1 million) in respect of the financial year ended 31 December 2021 to Depositors who are registered in the Record of Depositors of the Company on 14 March 2022.

The above interim dividend was paid on 24 March 2022 as disclosed in Note 16 of this announcement.

By Order of the Board

Lee Peng Loon (MACS 01258)
SSM PC NO. 201908002340

P'ng Chiew Keem (MAICSA 7026443)
SSM PC NO. 201908002334

Joint Secretaries

Dated this 26 April 2022