

27 October 2021



AMTEL HOLDINGS BERHAD
[Registration No.: 199601037096 (409449-A)]
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE THIRD FINANCIAL QUARTER ENDED 31 AUGUST 2021

AMTEL HOLDINGS BERHAD
[Registration No. 199601037096 (409449-A)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2021
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT PERIOD	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT PERIOD	PRECEDING PERIOD
	31-08-2021	31-08-2020	31-08-2021	31-08-2020
	RM'000	RM'000	RM'000	RM'000
Revenue	5,712	17,724	37,560	35,642
Operating expenses	(6,369)	(15,602)	(35,565)	(32,477)
Other operating income	171	244	935	764
Profit/(Loss) from operations	(486)	2,366	2,930	3,929
Finance costs	(12)	(14)	(37)	(42)
Share of results of associates	(250)	214	(16)	208
Profit/(Loss) before tax	(748)	2,566	2,877	4,095
Income tax expense	17	(539)	(805)	(955)
Profit/(loss) for the financial period	(731)	2,027	2,072	3,140
Other comprehensive income, net of tax				
<i>Items that may be reclassified subsequently to Profit or Loss:</i>				
Foreign currency translation	(4)	(1)	4	1
<i>Items that will not be reclassified subsequently to Profit or Loss:</i>				
Fair value loss on investments in equity instruments designated at fair value through other comprehensive income	-	(25)	-	(25)
Total comprehensive income/(loss) for the financial period	(735)	2,001	2,076	3,116
Profit/(Loss) for the financial period attributable to:-				
Owners of the Company	(731)	2,027	2,072	3,140
Total comprehensive income/(loss) attributable to:-				
Owners of the Company	(735)	2,001	2,076	3,116
Earnings Per Share:-				
Basic (sen)	-0.75	2.49	2.12	3.86
Diluted (sen)	-0.75	2.49	2.02	3.86

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2020 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD
 [Registration No. 199601037096 (409449-A)]
 (Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2021
 (The figures have not been audited)

	<u>UNAUDITED</u>	<u>AUDITED</u>
	AS AT CURRENT FINANCIAL PERIOD ENDED 31/08/2021 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30/11/2020 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	27,099	23,733
Investment Properties	3,391	3,069
Investments in Associates	1,619	1,573
Other Investments	250	250
Deferred Tax Assets	359	359
	<u>32,718</u>	<u>28,984</u>
Current Assets		
Inventories	7,314	4,337
Trade & Other Receivables	3,656	11,149
Contract Assets	4,654	4,853
Other Investments	7,702	7,827
Cash Deposits with Licensed Banks	8,486	8,372
Cash and Bank Balances	10,904	15,801
	<u>42,716</u>	<u>52,339</u>
	<u>75,434</u>	<u>81,323</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Company		
Share Capital	(1) 40,149	40,149
Reserves	23,860	21,784
Total Equity	<u>64,009</u>	<u>61,933</u>
Non-Current Liabilities		
Lease Payables	77	139
Deferred Tax Liabilities	89	89
	<u>166</u>	<u>228</u>
Current Liabilities		
Trade & Other Payables	7,894	16,519
Provisions	1,551	1,369
Short Term Borrowings	797	390
Tax Liabilities	928	784
Lease Payables	89	100
	<u>11,259</u>	<u>19,162</u>
Total Liabilities	<u>11,425</u>	<u>19,390</u>
TOTAL EQUITY AND LIABILITIES	<u>75,434</u>	<u>81,323</u>
Net Assets Per Share (RM)	(2) 0.6561	0.9523

Notes:

(1) The bonus issue of shares was completed following the listing and quotation for 32,517,616 bonus shares on 24 February 2021. As a result, the number of issued and paid up share capital of the Company increased from 65,036,066 shares to 97,553,682 shares. For further details, please refer to Part A Paragraph 10 of Page 6 of this interim report.

(2) The net asset per share of the Company is calculated based on the net assets at the end of the reporting period of RM64.01 million (30.11.2020 : RM61.93 million) divided by the number of shares in issue at the end of the reporting period of 97,553,682 (30.11.2020 : 65,036,066).

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2020 and the accompanying explanatory notes attached to the interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2021
 (The figures have not been audited)

	<--- Attributable to Owners of the Company ---->				
	Share Capital RM'000	Fair Value Reserve RM'000	Currency Translation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
9 months ended 31 August 2021					
At 1 December 2020	40,149	159	38	21,587	61,933
Comprehensive Income:					
Profit for the financial period	-	-	-	2,072	2,072
Other comprehensive income/(loss)	-	-	4	-	4
Total comprehensive income for the financial period	-	-	4	2,072	2,076
At 31 August 2021	40,149	159	42	23,659	64,009
9 months ended 31 May 2020					
At 1 December 2019	32,301	159	38	17,526	50,024
Comprehensive Income:					
Profit for the financial period	-	-	-	3,140	3,140
Other comprehensive income/(loss)	-	(25)	1	-	(24)
Total comprehensive income for the financial period	-	(25)	1	3,140	3,116
At 31 August 2020	32,301	134	39	20,666	53,140

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2020 and the accompanying explanatory notes attached to the interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2021
(The figures have not been audited)

	CURRENT FINANCIAL PERIOD ENDED 31/08/2021 RM'000	PRECEDING FINANCIAL PERIOD ENDED 31/08/2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,877	4,095
Adjustments for:-		
Non-cash items	915	539
Non-operating items	(666)	(973)
Share of results of associates	16	(208)
Operating profit before changes in working capital	<u>3,142</u>	<u>3,453</u>
Changes in working capital		
Net changes in current assets	4,805	(2,066)
Net changes in current liabilities	(8,362)	(1,336)
Cash (used in)/generated from operations	<u>(415)</u>	<u>51</u>
Interest received	180	314
Interest paid	(37)	(42)
Net income tax paid	(743)	(528)
Net cash used in operating activities	<u>(1,015)</u>	<u>(205)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,298)	(20,217)
Proceeds from disposal of property, plant and equipment	106	-
Proceeds from disposal of other investments	1,727	-
Additions in other investments	(1,956)	(1,465)
Withdrawal of fixed income funds & quoted unit trusts	379	15,390
Distribution income from income funds	129	255
Additions in investment properties	(337)	(1,467)
Advances to associates	-	(3)
Net cash used in investing activities	<u>(4,250)</u>	<u>(7,507)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net payments of finance lease	(73)	(94)
Net cash used in financing activities	<u>(73)</u>	<u>(94)</u>
NET DECREASE IN CASH AND CASH EQUIVALENT	(5,338)	(7,806)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	15,445	14,793
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>10,107</u>	<u>6,987</u>
Cash and cash equivalents at end of the financial period comprise of:-		
Cash at banks and in hand	10,904	6,801
Cash deposits with licensed banks	8,486	9,532
Bank overdrafts	(797)	(1,018)
	<u>18,593</u>	<u>15,315</u>
Less: Cash deposits with licensed banks under lien	(8,486)	(8,328)
	<u>10,107</u>	<u>6,987</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2020 and the accompanying explanatory notes attached to the interim financial report.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD FINANCIAL QUARTER ENDED 31 AUGUST 2021

PART (A): EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

This unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements of our Group for the last financial year ended 30 November 2020 and the accompanying explanatory notes attached to the interim financial report. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and of the Group since the financial year ended 30 November 2020.

2. Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those of the audited financial statements for the last financial year ended 30 November 2020.

Our Group has not early adopted any new standards, amendments/improvements to MFRSs which are applicable to the Group that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group’s current financial period.

3. Audit Qualification

The audit report of the Group’s financial statements for the year ended 30 November 2020 did not contain any qualification.

4. Seasonal or cyclical Factors

The Group’s operations are not affected by seasonal or cyclical factors for the current financial quarter under review.

5. Unusual Items

There were no items affecting assets, liabilities, equity, net income, or cash flows that are material and unusual because of their nature, size or incidence for the current financial quarter under review.

6. Material Changes in Estimates of Amounts Reported

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

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7. Debt and Equity Securities.

There is no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

8. Dividends Paid

There was no dividend paid during the financial period ended 31 August 2021.

9. Valuation of Property, Plant and Equipment

(1) Property, plant and equipment which are stated at cost have been brought forward without amendment from the previous annual financial statements.

(2) There was no material acquisition or disposal of property, plant and equipment by the Group during the financial quarter.

10. Significant Events During the Financial Period

Summarized below are the significant events during the financial period:-

Bonus Issue of Shares and Issue of Free Warrants

(1) Bonus Issue of Shares

The bonus issue of shares was completed following the listing and quotation for 32,517,616 bonus shares on the Main Market of Bursa Securities on 24 February 2021; and

(2) Issue of Free Warrants

The issue of free warrants was completed following the listing and quotation for 48,776,330 warrants on the Main Market of Bursa Securities on 24 March 2021. The exercise price of the warrants is RM0.65 per warrant and is exercisable at any time within a 3-year period from the date of issuance of the warrants.

Please refer to our announcements to Bursa Securities dated 19 November 2020, 8 December 2020, 15 December 2020, 31 December 2020, 4 January 2021, 27 January 2021, 5 February 2021, 8 February 2021, 23 February 2021, 24 February 2021, 1 March 2021, 2 March 2021 and 24 March 2021 for further details on the above corporate exercises.

11. Material Event Subsequent to the End of Financial Period

There was no material event subsequent to the end of the financial period ended 31 August 2021 that has not been reflected in the financial statements or to be disclosed as at the date of this interim report.

12. Changes in the Composition of the Group

There was no change in the composition of the Group during the current financial quarter and financial period.

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13. Segmental Reporting

The Group's segment information for the financial period ended 31 August 2021 is as follows:-

(1) Major Business Segments

The basis of segmentation and measurement of segment performance is consistent with the basis adopted in the last audited annual financial statements.

9 months ended 31 August 2021

GROUP	Information & Communication Technology ("ICT")	Telecommunications, Infrastructure & Services ("TIS")	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
SEGMENT REVENUE					
External revenue	28,323	8,957	280	-	37,560
Inter-segment revenue	166	-	2,101	(2,267)	-
Total revenue	<u>28,489</u>	<u>8,957</u>	<u>2,381</u>	<u>(2,267)</u>	<u>37,560</u>
SEGMENT RESULTS	ICT	TIS	Others	Consolidated	
	RM'000	RM'000	RM'000	RM'000	
Profit/(Loss) from operations	2,816	614	(500)	2,930	
Finance costs	(22)	(15)	-	(37)	
Share of results of associates	(24)	8	-	(16)	
Profit/(Loss) before tax	<u>2,770</u>	<u>607</u>	<u>(500)</u>	<u>2,877</u>	
Income tax expense	(675)	(130)	-	(805)	
Profit/(Loss) for the period	<u>2,095</u>	<u>477</u>	<u>(500)</u>	<u>2,072</u>	
FINANCIAL POSITION	ICT	TIS	Others	Consolidated	
As at 31 August 2021	RM'000	RM'000	RM'000	RM'000	
Total segment assets	<u>25,158</u>	<u>12,946</u>	<u>37,330</u>	<u>75,434</u>	
Total segment liabilities	<u>5,861</u>	<u>5,070</u>	<u>494</u>	<u>11,425</u>	
Other segment information	ICT	TIS	Others	Consolidated	
	RM'000	RM'000	RM'000	RM'000	
Capital expenditure:					
- additions to property, plant and equipment	585	116	3,597	4,298	
- additions to investment properties	-	-	337	337	
Depreciation of property, plant and equipment	566	191	151	908	
Depreciation of investment property	-	-	15	15	

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13. Segmental Reporting (Cont'd)

The Group's segment information for the financial period ended 31 August 2021 is as follows:-

(1) Major Business Segments (Cont'd)

9 months ended 31 August 2020

GROUP	ICT RM'000	TIS RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
SEGMENT REVENUE					
External revenue	28,144	7,287	211	-	35,642
Inter-segment revenue	165	-	3,123	(3,288)	-
Total revenue	<u>28,309</u>	<u>7,287</u>	<u>3,334</u>	<u>(3,288)</u>	<u>35,642</u>
SEGMENT RESULTS					
	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000	
Profit/(Loss) from operations	3,607	772	(450)	3,929	
Finance costs	(36)	(6)	-	(42)	
Share of results of associates	175	33	-	208	
Profit/(Loss) before tax	<u>3,746</u>	<u>799</u>	<u>(450)</u>	<u>4,095</u>	
Income tax expense	(805)	(136)	(14)	(955)	
Profit/(Loss) for the period	<u>2,941</u>	<u>663</u>	<u>(464)</u>	<u>3,140</u>	
FINANCIAL POSITION					
As at 31 August 2020	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000	
Total segment assets	<u>27,535</u>	<u>10,497</u>	<u>30,751</u>	<u>68,783</u>	
Total segment liabilities	<u>11,067</u>	<u>4,164</u>	<u>412</u>	<u>15,643</u>	
Other segment information					
	ICT M'000	TIS RM'000	Others RM'000	Consolidated RM'000	
Capital expenditure:					
- additions to property, plant and equipment	49	288	19,880	20,217	
- additions to investment properties	-	-	1,467	1,467	
Depreciation of property, plant and equipment	<u>460</u>	<u>164</u>	<u>78</u>	<u>702</u>	

(2) Geographical Segments

The Group operates predominantly in Malaysia and hence, no geographical segment is presented.

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14. Changes in Contingent Liabilities and Contingent assets

There were no changes in contingent liabilities or contingent assets since the last reporting date as at 30 November 2020, except for the following:-

	As At 31/8/2021
Company	
<u>Financial guarantees – Secured</u>	RM'000
The maximum exposure to credit risk amounts representing the outstanding credit facilities of the subsidiaries and associate company guaranteed by the Company	<u>796</u>
Group	
<u>Financial guarantees – Secured*</u>	
Bank guarantees	<u>1,279</u>

* The bank guarantees are secured against the fixed deposits of the subsidiary and associate company.

At the reporting date, there was no indication that these subsidiaries and associate will default on its repayments during the guarantee period.

15. Capital and Other Commitments

The Group and the Company have entered into the following capital commitments as at 31 August 2021:-

	As At 31/8/2021 RM'000
Group	
Approved and contracted for:-	
- Purchase of investment properties	675
- Property, plant and equipment	<u>1,034</u>
	<u>1,709</u>

16. Related Party Transactions

There is no related party transaction entered into by the Company and/or its subsidiaries during the financial period to-date.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD FINANCIAL QUARTER ENDED 31 AUGUST 2021

PART (B): ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

1. Review of Performance

Analysis of financial quarters performance

Our Group reported a revenue of RM5.71 million for the current financial quarter under review, representing a decrease of RM12.01 million as compared to RM17.72 million achieved in preceding year corresponding quarter. In tandem with lower sales, our Group posted a loss after tax of RM0.73 million for the current financial quarter compared to profit after tax of RM2.03 million recorded in preceding year corresponding quarter.

The main reason for lower performance reported in this current financial quarter was due to the enforcement of nationwide total lockdown from 1 June 2021 which has prevented us from carrying out our business.

Analysis of nine months performance

For the nine months ended 31 August 2021, our Group posted revenue of RM37.56 million and profit after tax of RM2.07 million as compared to revenue of RM35.64 million and profit after tax of RM3.14 million respectively recorded in preceding year corresponding period.

Against the same period of last financial year, the drop in performance was primarily caused by our ICT segment, which reported lower sales and a net loss since the ICT business was restricted to perform administrative works only with 10% working capacity during the total lockdown period. Nevertheless, the loss was partially offset by the profit derived from the TIS segment.

The performance of the respective business segment of the Group is summarized as follows:-

ICT Segment

The performance of ICT segment are summarized as per table below:-

	Current Quarter	Preceding Year Quarter	Changes	Current Year 9 Months	Preceding Year 9 Months	Changes
	31/8/2021	31/8/2020		31/8/2021	31/8/2020	
	RM'000	RM'000	%	RM'000	RM'000	%
Segment revenue	2,282	12,367	-81.5	28,323	28,144	0.6
Segment profit/(loss) after tax	(931)	1,522	-161.2	2,095	2,941	-28.8

ICT segment remains our Group's core business, accounted for approximately 75.4% of the Group's revenue in the nine months of financial period ended 31 August 2021.

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1. Review of Performance (Cont'd)

ICT Segment (Cont'd)

ICT segment revenue was down by RM10.09 million to RM2.28 million from RM12.37 million reported in preceding year corresponding quarter. ICT segment was restricted to perform administrative works only with 10% working capacity during the total lockdown period in June and July 2021. Despite that the operating activities gradually resumed during Phase 1 of the National Recovery Plan ("NCR") in August 2021, the net loss for the current financial quarter was inevitable.

For the nine months ended 31 August 2021, despite posted a marginally higher turnover, ICT segment registered a lower profit after tax primarily due to the implementation of nationwide total lockdown which had disrupted the business activities as mentioned in the above paragraph.

TIS Segment

The performance of TIS segment are summarized as per table below:-

	Current Quarter	Preceding Year Quarter	Changes	Current Year 9 Months	Preceding Year 9 Months	Changes
	31/8/2021	31/8/2020	%	31/8/2021	31/8/2020	%
	RM'000	RM'000		RM'000	RM'000	
Segment revenue	3,335	5,230	-36.2	8,957	7,287	22.9
Segment profit/(loss) after tax	<u>412</u>	<u>731</u>	-43.6	<u>477</u>	<u>663</u>	-28.1

For the current quarter under review, TIS segment revenue was down by RM1.89 million to RM3.34 million as compared to RM5.23 million reported in preceding year corresponding quarter. Although our TIS segment has been given the approval by the Ministry of International Trade and Industry to operate with 60% working capacity during the total lockdown, only certain project sites could operate while some projects were put on hold temporarily. Thus, TIS segment reported lower profit after tax during the financial quarter under review.

Meanwhile, for the nine months ended 31 August 2021, despite posted a higher revenue the lower profit reported in the current financial period was mainly caused by the startup and mobilization expenses incurred on new projects and setting up of new site offices at the northern region of Peninsular Malaysia.

Others Segment

Loss posted during the current financial quarter and financial period was mainly attributed to the operating overheads incurred by the investment holding company.

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2. Material Changes in the Profit After Tax for the Quarter Reported as Compared with the Immediate Preceding Quarter.

The Group's performance for the current financial quarter and the immediate preceding quarter are summarized as follows:-

	Current Quarter	Immediate Preceding Quarter	Changes
	31/8/2021	31/5/2021	%
	RM'000	RM'000	
Total revenue	5,712	15,637	-63.5
Profit/(Loss) before tax	(748)	1,641	-145.6
Profit/(Loss) after tax	(731)	1,300	-156.2

Our Group reported lower revenue and loss after tax for the current financial quarter mainly due to lower sales and net loss recorded by the ICT segments which business activities was temporarily affected during the total lockdown as explained in the above Paragraph 1 of Page 11.

3. Commentary on the Group's Prospects

Our country is slowly progressing in accordance with the NCR with all the states advancing into Phase 3 and 4. Relaxed restrictions are given for those fully vaccinated individuals and interstate and international travel ban was lifted from 11 October 2021.

These positive developments are important to both our ICT and TIS segments in the fourth financial quarter. We are ramping up our production activities and working towards meeting the backlog sales orders and deliveries requested by our customers.

Nevertheless, our Group will continue to exercise prudence in business dealings, carrying out costs control and austerity measures to conserve the Group's financial and operational performance. Barring any unforeseen circumstances, we are optimistic that our Group's overall financial performance will be positive for the financial year ending 30 November 2021.

4. Variances of Actual Profit from Forecast Profit

Not applicable.

5. Status of Corporate Proposals

There is no corporate proposal announced, but yet to be completed as at the date of issue of this quarterly report.

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6. Income Tax Expense

The movement in income tax expense for the Group for the current financial quarter and period under review is summarized as follows:-

	Current Quarter	Preceding Year Corresponding Quarter	Current Period	Preceding Year Corresponding Period
	31/8/2021	31/8/2020	31/8/2021	31/8/2020
	RM'000	RM'000	RM'000	RM'000
<u>Current tax expense:</u>				
Based on results for the financial period	15	(539)	(805)	(952)
<u>Deferred tax expense:</u>				
Net reversal of deferred tax assets	2	-	-	(3)
Tax expense	<u>17</u>	<u>(539)</u>	<u>(805)</u>	<u>(955)</u>

The Group's effective tax rate for the current financial period was higher than the statutory rate due to certain expenses which are not deductible for tax purposes.

7. Material Litigation

The Group is not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant as at the date of issue of this quarterly report.

8. Group Borrowings and Debt Securities

The Group's total borrowings (all denominated in Ringgit Malaysia) as at 31 August 2021 are as follows:-

	As at 31/8/2021 (Unaudited) RM'000	As at 30/11/2020 (Audited) RM'000
(1) <u>Short Term Borrowings:-</u>		
- <u>Secured</u> Overdrafts	<u>797</u>	<u>390</u>
- Lease payables within the next 12 months	<u>89</u>	<u>100</u>
(2) <u>Long Term Borrowings:-</u>		
- Lease payables after the next 12 months	<u>77</u>	<u>139</u>

The Group does not have borrowing denominated in foreign currency and there was no debt security issued.

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9. Status of Utilisation of Proceeds raised from Corporate Proposal

Private Placement in 2020

On 20 October 2020, the Company completed the issuance and allotment of 10,839,000 new AHB shares which raised total gross proceeds of RM7,847,436. The status of the utilization of the gross proceeds as at the date of this interim report is set out below:-

Purpose	Proposed Utilisation	Actual Utilisation	Balance Proceeds to be Utilized	Variation to the Balance Proceeds*	Actual Amount Utilized
	RM'000	RM'000	RM'000	RM'000	RM'000
Setting up of manufacturing line	1,500	367	1,133	(1,133)	-
Working capital	6,299	6,299	-	1,133	(1,133)
Expenses relating to the private placement	48	48	-	-	-
	<u>7,847</u>	<u>6,714</u>	<u>1,133</u>	<u>-</u>	<u>-</u>

* Please refer to our announcement to Bursa Securities dated 14 September 2021.

10. Dividend

The Board of Directors does not recommend any payment of dividend for the current financial period ended 31 August 2021.

11. Earnings Per Share

(1) Basic earnings per share

The basic earnings per share of the Group is calculated based on the consolidated profit for the financial period attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the financial quarter as shown below:-

Group	Current Quarter	Preceding Year Corresponding quarter	Current Period	Preceding Year Corresponding Period
	31/8/2021	31/8/2020	31/8/2021	31/8/2020
Profit/(Loss) attributable to owners of the Company (RM'000)	(731)	2,027	2,072	3,140
Weighted average number of ordinary shares (Basic) (unit) #	97,553,682	81,295,599	97,553,682	81,295,599
Basic earnings per share (sen)	-0.75	2.49	2.12	3.86

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11. Earnings Per Share (Cont'd)

(2) Diluted earnings per share

The calculation of diluted earnings per share was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares that would have been in issue upon full exercise of the warrants, adjusted for the number of such shares that have been exercised.

Group	Current Quarter	Preceding Year Corresponding quarter	Current Period	Preceding Year Corresponding Period
	31/8/2021	31/8/2020	31/8/2021	31/8/2020
Profit/(Loss) attributable to owners of the Company (RM'000)	(731)	2,027	2,072	3,140
Weighted average number of ordinary shares (Basic) (unit) #	97,553,682	81,295,599	97,553,682	81,295,599
Effect of dilution of warrants (unit)	4,772,701	-	4,772,701	-
Weighted average number of ordinary shares in issue (Diluted) (unit)	102,326,383	81,295,599	102,326,383	81,295,599
Diluted earnings per share (sen)	-0.75*	2.49	2.02	3.86

Retrospectively adjusted following the completion of bonus issue of shares on 24 February 2021 as disclosed in Paragraph 10(1) of Page 6 of this interim report.

* There is no dilutive effect since it is a net loss position.

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12. Notes to the Condensed Consolidated Statement of Comprehensive Income

Total comprehensive income for the current financial quarter and financial period are arrived at after charging/(crediting) the following items:-

	Current Quarter	Preceding Year Corresponding Quarter	Current Period	Preceding Year Corresponding Period
	31/8/2021	31/8/2020	31/8/2021	31/9/2020
	RM'000	RM'000	RM'000	RM'000
1. Interest income	(61)	(153)	(180)	(314)
2. Distribution income from income funds	(29)	(35)	(129)	(255)
3. Other income excluding interest and dividend income	(17)	(31)	(45)	(110)
4. Interest expense	12	14	37	42
5. Depreciation of property, plant & equipment	318	251	908	702
6. Depreciation of investment property	5	-	15	-
7. Net (gain)/loss on disposal of property, plant & equipment	-	-	(52)	-
8. Net foreign exchange loss/(gain)	(25)	9	(24)	15
9. Net provision/(reversal) of warranty costs	25	(110)	151	77
10. Inventories written down	11	(101)	11	(101)
11. Fair value loss/(gain) on other investments	(159)	(25)	(20)	(25)
12. Gain on disposal of other investments	(17)	-	(308)	-

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By Order of the Board

TEE LEE LENG

Company Secretary

27 October 2021