

26 October 2022



**AMTEL HOLDINGS BERHAD**  
[199601037096 (409449-A)]  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT**  
**FOR THE THIRD FINANCIAL QUARTER ENDED**  
**31 AUGUST 2022**

# AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2022

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT PERIOD QUARTER 31-08-2022 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-08-2021 RM'000	CURRENT PERIOD 31-08-2022 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-08-2021 RM'000
<b>Revenue</b>	<b>14,198</b>	5,712	<b>45,125</b>	37,560
Operating expenses	<b>(14,045)</b>	(6,369)	<b>(42,937)</b>	(35,565)
Other operating income	<b>231</b>	171	<b>618</b>	935
Profit from operations	<b>384</b>	(486)	<b>2,806</b>	2,930
Finance costs	<b>(15)</b>	(12)	<b>(46)</b>	(37)
Share of results of associates	<b>(70)</b>	(250)	<b>7</b>	(16)
<b>Profit before tax</b>	<b>299</b>	(748)	<b>2,767</b>	2,877
Income tax expense	<b>(134)</b>	17	<b>(764)</b>	(805)
<b>Profit for the financial period</b>	<b>165</b>	(731)	<b>2,003</b>	2,072
<b>Other comprehensive income, net of tax</b> <i>Items that may be reclassified subsequently to Profit or Loss:</i>				
Foreign currency translation	<b>9</b>	(4)	<b>20</b>	4
<b>Total comprehensive income for the financial period</b>	<b>174</b>	(735)	<b>2,023</b>	2,076
<u>Profit for the financial period attributable to:-</u>				
Owners of the Company	<b>165</b>	(731)	<b>2,003</b>	2,072
<u>Total comprehensive income attributable to:-</u>				
Owners of the Company	<b>174</b>	(735)	<b>2,023</b>	2,076
<b>Earnings Per Share:-</b>				
Basic (sen)	<b>0.17</b>	-0.75	<b>2.05</b>	2.12
Diluted (sen)	<b>0.17</b>	-0.75	<b>2.05</b>	2.02

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 2021 and the accompanying explanatory notes attached to the interim financial report.

**AMTEL HOLDINGS BERHAD**

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 AUGUST 2022**

(The figures have not been audited)

	<u>UNAUDITED</u>	<u>AUDITED</u>
	AS AT CURRENT FINANCIAL PERIOD ENDED 31/08/2022	AS AT PRECEDING FINANCIAL YEAR ENDED 30/11/2021
Note	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	27,107	27,028
Investment Properties	3,372	3,386
Investments in Associates	1,714	1,723
Other Investments	250	250
Deferred Tax Assets	308	308
	<b>32,751</b>	<b>32,695</b>
<b>Current Assets</b>		
Inventories	5,591	6,774
Trade & Other Receivables	11,202	10,138
Contract Assets	4,814	3,246
Other Investments	12,080	7,444
Cash Deposits with Licensed Banks	6,266	8,522
Cash and Bank Balances	7,197	14,909
	<b>47,150</b>	<b>51,033</b>
	<b>79,901</b>	<b>83,728</b>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Owners of the Company</b>		
Share Capital	40,149	40,149
Treasury Shares	(1) (1,305)	-
Reserves	27,367	25,344
<b>Total Equity</b>	<b>66,211</b>	<b>65,493</b>
<b>Non-Current Liabilities</b>		
Lease Liabilities	26	60
Deferred Tax Liabilities	105	105
	<b>131</b>	<b>165</b>
<b>Current Liabilities</b>		
Trade & Other Payables	10,506	13,775
Provisions	1,812	1,538
Short Term Borrowings	849	2,096
Tax Liabilities	344	581
Lease Liabilities	48	80
	<b>13,559</b>	<b>18,070</b>
<b>Total Liabilities</b>	<b>13,690</b>	<b>18,235</b>
	<b>79,901</b>	<b>83,728</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		
<b>Net Assets Per Share (RM)</b>	(2) 0.6929	0.6714

Notes:

(1) Kindly refer to Paragraph 7 of Page 6 of Notes to this interim financial 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 RM66.21 million (30.11.2021 : RM65.49 million) divided by the number of shares in issue at the end of the reporting period of 95,553,682, after deducting the treasury shares of 2.0 million.

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 2021 and the accompanying explanatory notes attached to the interim financial report.

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2022 (The figures have not been audited)

	<----- Attributable to Owners of the Company ----->					
	Share Capital RM'000	Treasury Shares RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>9 months ended 31 August 2022</b>						
<b>At 1 December 2021</b>	<b>40,149</b>	-	<b>159</b>	<b>41</b>	<b>25,144</b>	<b>65,493</b>
<b>Comprehensive Income:</b>						
Profit for the financial period	-	-	-	-	2,003	2,003
Foreign currency translation	-	-	-	20	-	20
Total comprehensive income for the financial period	-	-	-	20	2,003	2,023
<b>Transactions with owner:</b>						
Purchase of treasury shares	-	(1,305)	-	-	-	(1,305)
<b>At 31 August 2022</b>	<b>40,149</b>	<b>(1,305)</b>	<b>159</b>	<b>61</b>	<b>27,147</b>	<b>66,211</b>
<b>9 months ended 31 August 2021</b>						
<b>At 1 December 2020</b>	<b>40,149</b>	-	<b>159</b>	<b>38</b>	<b>21,587</b>	<b>61,933</b>
<b>Comprehensive Income:</b>						
Profit for the financial period	-	-	-	-	2,072	2,072
Foreign currency translation	-	-	-	4	-	4
Total comprehensive income for the financial period	-	-	-	4	2,072	2,076
<b>At 31 August 2021</b>	<b>40,149</b>	-	<b>159</b>	<b>42</b>	<b>23,659</b>	<b>64,009</b>

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 2021 and the accompanying explanatory notes attached to the interim financial report.

**AMTEL HOLDINGS BERHAD**

[199601037096 (409449-A)]

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2022**

(The figures have not been audited)

	<b>CURRENT FINANCIAL PERIOD ENDED 31/08/2022 RM'000</b>	<b>PRECEDING FINANCIAL PERIOD ENDED 31/08/2021 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,767	2,877
Adjustments for:-		
Non-cash items	1,259	915
Non-operating items	(507)	(666)
Share of results of associates	(7)	16
Operating profit before changes in working capital	3,512	3,142
Changes in working capital		
Net changes in current assets	(2,117)	4,805
Net changes in current liabilities	(2,891)	(8,362)
Cash used in operations	(1,496)	(415)
Interest received	132	180
Dividend received	44	55
Interest paid	(46)	(37)
Net income tax paid	(1,105)	(743)
Net cash used in operating activities	(2,471)	(960)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(454)	(4,298)
Proceeds from disposal of property, plant and equipment	(98)	106
Proceeds from disposal of quoted equity securities	-	1,727
Acquisition of quoted equity securities	(162)	(1,956)
(Placement)/Withdrawal of fixed income funds	(4,471)	379
Changes in pledged cash & cash equivalent under lien	2,388	-
Distribution income from income funds	113	74
Additions to investment properties	-	(337)
Net cash used in investing activities	(2,684)	(4,305)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net payments of finance lease	(66)	(73)
Purchase of treasury shares	(1,305)	-
Net cash used in financing activities	(1,371)	(73)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(6,526)</b>	<b>(5,338)</b>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	12,874	15,445
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>6,348</b>	<b>10,107</b>
Cash and cash equivalents at end of the financial period comprise of:-		
Cash at banks and in hand	7,197	10,904
Cash deposits with licensed banks	6,266	8,486
Bank overdrafts	(849)	(797)
	12,614	18,593
Less: Cash deposits with licensed banks under lien	(6,266)	(8,486)
	6,348	10,107

**Note:**

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 2021 and the accompanying explanatory notes attached to the interim financial report.

# AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

## UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD FINANCIAL QUARTER ENDED 31 AUGUST 2022

---

### NOTES TO THE INTERIM FINANCIAL REPORT

#### PART (A): EXPLANATORY NOTES PURSUANT TO MFRS 134: *INTERIM FINANCIAL REPORTING*

##### 1. Basis of Preparation

This interim financial report of Amtel Holdings Berhad group of companies ("the Group") are unaudited and 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 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the latest audited financial statements of our Group for the financial year ended 30 November 2021 and the accompanying explanatory notes attached to this interim financial report. These explanatory notes 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 November 2021.

##### 2. Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in the preparation of this interim financial report are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 30 November 2021.

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 on the Group's financial statements for the financial year ended 30 November 2021 did not contain any qualification.

##### 4. Seasonal or cyclical Factors

The Group's operations are not affected by seasonal or cyclical factors during the financial period under review.

##### 5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the financial period under review.

## **AMTEL HOLDINGS BERHAD**

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### **6. Material Changes in Estimates of Amounts Reported**

There were no changes in estimates of amounts reported in the prior financial year or changes in estimates of amount reported in prior financial periods that have a material effect in the current financial period ended 31 August 2022.

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

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial quarter under review, except for the following:

On 24 August 2022, the Company repurchased 2,000,000 of its issued shares from the open market on Bursa Securities at an average price of RM0.65 per share. The total consideration paid for the repurchase was RM1,305,290 and they were financed by internally generated funds. The carrying amount of these treasury shares is offset against equity in the statements of financial positions.

### **8. Dividends Paid**

There was no dividend paid during the financial period ended 31 August 2022.

### **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 Event Subsequent to the End of the Interim Period**

There was no significant event subsequent to the end of the reporting financial period ended 31 August 2022 that has not been reflected in the financial statements or to be disclosed as at the date of issue of this quarterly report.

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

Save as disclosed below, there was no change in the composition of the Group during the current financial period:

On 31 December 2021, the Company via its wholly owned subsidiary namely Amtel Resources Sdn. Bhd. ("ARSB") disposed of 2% equity shares in its associate, WAMM Bersekutu Sdn. Bhd. ("WAMM"). As a result, ARSB's equity interest in WAMM has been reduced from 32% to 30%.

# AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

## 12. Segmental Reporting

The Group's segment information for the financial period ended 31 August 2022 is as follows:-

### (i) 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 2022

<b>GROUP</b>	<b>Information &amp; Communication Technology ("ICT")</b>	<b>Telecommunications, Infrastructure &amp; Services ("TIS")</b>	<b>Others</b>	<b>Elimination</b>	<b>Consolidated</b>
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>SEGMENT REVENUE</b>					
External revenue	38,986	5,994	145	-	45,125
Inter-segment revenue	113	-	2,726	(2,839)	-
Total revenue	<u>39,099</u>	<u>5,994</u>	<u>2,871</u>	<u>(2,839)</u>	<u>45,125</u>
<b>SEGMENT RESULTS</b>	<b>ICT</b>	<b>TIS</b>	<b>Others</b>	<b>Consolidated</b>	
	RM'000	RM'000	RM'000	RM'000	
Profit/(Loss) from operations	3,759	(241)	(712)	2,806	
Finance costs	(25)	(21)	-	(46)	
Share of results of associates	22	(15)	-	7	
Profit/(Loss) before tax	<u>3,756</u>	<u>(277)</u>	<u>(712)</u>	<u>2,767</u>	
Income tax expense	(764)	-	-	(764)	
Profit/(Loss) for the period	<u>2,992</u>	<u>(277)</u>	<u>(712)</u>	<u>2,003</u>	
<b>FINANCIAL POSITION</b>	<b>ICT</b>	<b>TIS</b>	<b>Others</b>	<b>Consolidated</b>	
<b>As at 31 August 2022</b>	RM'000	RM'000	RM'000	RM'000	
Total segment assets	<u>31,785</u>	<u>12,131</u>	<u>35,985</u>	<u>79,901</u>	
Total segment liabilities	<u>8,260</u>	<u>4,395</u>	<u>1,035</u>	<u>13,690</u>	
<u>Other segment information</u>	<b>ICT</b>	<b>TIS</b>	<b>Others</b>	<b>Consolidated</b>	
	RM'000	RM'000	RM'000	RM'000	
Capital expenditure:					
- additions to property, plant and equipment	106	234	114	454	
Depreciation of property, plant and equipment	628	213	303	1,144	
Depreciation of investment property	-	-	15	15	



## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### 12. Segmental Reporting (Cont'd) (i) Major Business Segments (Cont'd)

#### 9 months ended 31 August 2021

GROUP	ICT RM'000	TIS RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<b>SEGMENT REVENUE</b>					
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>
<b>SEGMENT RESULTS</b>					
	ICT RM'000	TIS RM'000	Others RM'000	Consolidated 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>	
<b>FINANCIAL POSITION</b>					
<b>As at 31 August 2021</b>					
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>	
<b>Other segment information</b>					
	ICT M'000	TIS RM'000	Others RM'000	Consolidated 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	

### (ii) Geographical Segments

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

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### 13. 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 2021, except for the following:-

	As At 31/8/2022
<b>Company</b>	
<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>493</u>
<b>Group</b>	
<u>Financial guarantees – Secured*</u>	
Bank guarantees	<u>959</u>

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

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

### 14. Capital and Other Commitments

The Group and the Company have entered into the following capital commitments as at 31 August 2022:-

	As At 31/8/2022
<b>Group</b>	RM'000
Approved and contracted for:-	
- Purchase of investment properties	675
- Property, plant and equipment	<u>656</u>
	<u>1,331</u>

### 15. Related Party Transactions

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

# AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

## UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD FINANCIAL QUARTER ENDED 31 AUGUST 2022

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

#### 1. Review of Performance

##### Analysis of financial quarters performance

For the current financial quarter ended 31 August 2022, our Group posted revenue of RM14.20 million and profit after tax of RM165,000, as compared to revenue of RM5.71 million and loss after tax of RM731,000 in the previous year corresponding quarter. The main reason for lower performance reported in the previous year corresponding financial quarter was due to the enforcement of nationwide total lockdown which severely restricted the conduct of our business.

##### Analysis of nine months performance

For the nine months ended 31 August 2022, our Group generated revenue of RM45.13 million and profit after tax of RM2.00 million as compared to revenue of RM37.56 million and profit after tax of RM2.07 million respectively recorded in the preceding year corresponding period.

However, despite posting an increase in revenue by 20.2% against the same period of last financial year, the margins in 2022 diminished, caused by the overall increase in materials, logistic and operating costs and lower contribution 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 below:-

	Current Quarter	Preceding Year Quarter	Changes	Current Year 9 Months	Preceding Year 9 Months	Changes
	31/8/2022	31/8/2021	%	31/8/2022	31/8/2021	%
	RM'000	RM'000		RM'000	RM'000	
Segment revenue	12,189	2,282	434.1	38,986	28,323	37.6
Segment profit after tax	575	(931)	161.8	2,992	2,095	42.8

ICT segment remains our Group's core business, contributed approximately 86.4% of the Group's revenue in the nine months of financial period ended 31 August 2022 (2021: 75.4%).

A higher segment revenue and profit was recorded in the current financial quarter and period as compared to corresponding financial quarter and period of year 2021. This was primarily due to the implementation of nationwide total lockdown in the third financial quarter of 2021 which had disrupted the business activities of the ICT segment.

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### 1. Review of Performance (Cont'd)

#### TIS Segment

The performance of TIS segment are summarized below:-

	Current Quarter	Preceding Year Quarter	Changes %	Current Year 6 Months	Preceding Year 6 Months	Changes %
	31/8/2022 RM'000	31/8/2021 RM'000		31/8/2022 RM'000	31/8/2021 RM'000	
Segment revenue	1,962	3,335	-41.2	5,994	8,957	-33.1
Segment profit/(loss) after tax	(80)	412	-119.4	(277)	477	-158.1

TIS segment recorded lower revenue during the current quarter and financial period due to lower progress billings from the ongoing civil infrastructure projects. The drop in revenue couple with the increase in operational costs resulted in net loss been reported.

#### Others Segment

The loss arose as the rental and management fees income were not sufficient to compensate the overheads and corporate expenses of the investment holding company.

### 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:-

Group	Current Quarter	Immediate Preceding Quarter	Changes %
	31/8/2022 RM'000	31/5/2022 RM'000	
Total revenue	14,198	16,395	-13.4
Profit before tax	299	1,347	-77.8
Profit for the financial period	165	947	-82.6

The Group's overall drop in financial performance for the current financial quarter was mainly due to the overall increase in materials, logistic and other operating costs and loss recorded by the TIS segment. Thus, a lower net profit was reported as compared to the immediate preceding financial quarter.

### 3. Commentary on the Group's Prospects

The rising energy and commodities prices, inflation, the supply chain bottlenecks, the unfavorable foreign exchange movements continue to pose challenges and affect the costs of conducting business. We expect our Group's production costs to rise due to these external factors. Henceforth, our Group will continue to adopt stringent costs control measures, strategic and prudent management of our resources.

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

#### 4. Variances of Actual Profit from Forecast Profit

Not applicable.

#### 5. Income Tax Expense

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

Group	Current	Preceding	Current	Preceding
	Quarter	Year	Period	Year
	31/8/2022	Corresponding	31/8/2022	Corresponding
	RM'000	Quarter	RM'000	Period
		31/8/2021		31/8/2021
		RM'000		RM'000
<u>Current tax expense:</u>				
Based on results for the financial period	(134)	15	(880)	(805)
Over provision in prior financial year	-	-	116	-
<u>Deferred tax expense:</u>				
Net reversal of deferred tax assets	-	2	-	-
Tax expense	<u>(134)</u>	<u>17</u>	<u>(764)</u>	<u>(805)</u>

The effective tax rate of the Group for the financial period is higher than the statutory income tax rate mainly due to the losses of certain subsidiaries not being available for set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purposes.

#### 6. Group Borrowings and Debt Securities

The Group's total borrowings (all denominated in Ringgit Malaysia) as at 31 August 2022 are as follows:-

Group	As at	As at
	31/8/2022	30/11/2021
	(Unaudited)	(Audited)
	RM'000	RM'000
(1) <u>Short Term Borrowings:-</u>		
- <u>Secured</u>		
Overdrafts	<u>849</u>	<u>2,096</u>
- Lease payables within the next 12 months	<u>26</u>	<u>80</u>
(2) <u>Long Term Borrowings:-</u>		
- Lease payables after the next 12 months	<u>48</u>	<u>60</u>

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

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### 7. Notes to the Condensed Consolidated Statement of Comprehensive Income

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

	Current Quarter <u>31/8/2022</u> RM'000	Preceding Year Corresponding Quarter <u>31/8/2021</u> RM'000	Current Period <u>31/8/2022</u> RM'000	Preceding Year Corresponding Period <u>31/8/2021</u> RM'000
1. Interest income	(54)	(61)	(132)	(180)
2. Dividend income	(6)	(11)	(44)	(55)
3. Distribution income from income funds	(44)	(18)	(114)	(74)
4. Other income excluding interest and dividend income	(66)	(17)	(82)	(45)
5. Interest expense	15	12	46	37
6. Depreciation of property, plant & equipment	374	318	1,144	908
7. Depreciation of investment property	5	5	15	15
8. Net (gain)/loss on disposal of property, plant & equipment	(65)	-	(65)	(52)
9. Net foreign exchange (gain)/loss	(12)	(25)	(98)	(24)
10. Net provision of warranty costs	100	25	404	151
11. Fair value (gain)/loss on other investments	79	(159)	72	(20)
12. Gain on disposal of other investments	-	(17)	(39)	(308)

### 8. Status of Corporate Proposals

Save for the Proposed Establishment of A Long-Term Incentive Plan ("LTIP") of up to 15% of the total number of issued shares in the Company (excluding treasury shares of the Company, if any) which was approved by the shareholders at the Extraordinary General Meeting ("EGM") of the Company held on 25 May 2022, there is no corporate proposal announced, but yet to be completed as at the date of issue of this quarterly report.

The effective date for the LTIP has been fixed on 3 October 2022, being the date of submission of the following documents in relation to the LTIP to Bursa Securities:

- i) By-Laws, and
- ii) Resolutions passed by the shareholders of the Company at the EGM.

## AMTEL HOLDINGS BERHAD

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### 9. 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 and period to-date, excluding treasury shares held by the Company as shown below:-

	Current Quarter	Preceding Year Corresponding quarter	Current Period	Preceding Year Corresponding Period
<b>Group</b>	31/8/2022	31/8/2021	31/8/2022	31/8/2021
Profit for the financial period attributable to owners of the Company (RM'000)	165	(731)	2,003	2,072
Weighted average number of shares (Basic) (unit)	97,401,508	97,553,682	97,502,587	97,553,682
<b>Basic earnings per share (sen)</b>	<u>0.17</u>	<u>-0.75</u>	<u>2.05</u>	<u>2.12</u>

#### (2) Diluted earnings per share

The calculation of diluted earnings per share was based on the consolidated profit for the financial period attributable to owners of the Company and the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	Current Quarter	Preceding Year Corresponding quarter	Current Period	Preceding Year Corresponding Period
<b>Group</b>	31/8/2022	31/8/2021	31/8/2022	31/8/2021
Profit for the financial period attributable to owners of the Company (RM'000)	165	(731)	2,003	2,072
Weighted average number of ordinary shares for basic earnings per share (unit)	97,401,508	97,553,682	97,502,587	97,553,682
Effect of dilution from warrants (unit)	#	4,772,701	#	4,772,701
Weighted average number of shares for diluted earnings per share (unit)	97,401,508	102,326,383	97,502,587	102,326,383
<b>Diluted earnings per share (sen)</b>	<u>0.17</u>	<u>-0.75*</u>	<u>2.05</u>	<u>2.02</u>

# No dilution effect as the exercise price of warrants was above the average market price.

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

## **AMTEL HOLDINGS BERHAD**

[199601037096 (409449-A)]  
(Incorporated in Malaysia)

### **10. 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.

### **11. Dividend**

The Board of Directors does not recommend any payment of dividend for the current financial period ended 31 August 2022.

**AMTEL HOLDINGS BERHAD**

By Order of the Board

**Rahayu Binti Rahim**  
**Assistant Company Secretary**

26 October 2022