



**WONG ENGINEERING CORPORATION BERHAD  
AND ITS SUBSIDIARIES**

Reg No: 199601037606 (409959-W)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME FOR SIX MONTHS ENDED 30 APRIL 2020**

*(The figures have not been audited)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 Apr 20 (RM'000)	PRECEDING YEAR CORRESPONDING QUARTER 30 Apr 19 (RM'000)	CURRENT YEAR TO DATE 30 Apr 20 (RM'000)	PRECEDING YEAR CORRESPONDING TO DATE 30 Apr 19 (RM'000)
<b>Continuing operations</b>				
Revenue	10,858	13,094	26,827	25,855
Operating Profit/(Loss)	(235)	699	537	1,150
Finance costs	(237)	(237)	(493)	(267)
Interest income	529	165	651	212
Profit before tax	57	627	695	1,095
Tax Expense	(144)	(242)	(144)	(253)
Profit/(Loss) for the period	(87)	385	551	842
Other comprehensive income/(expense), net of tax	-	-	-	-
<b>Total comprehensive income/(expense)</b>	<b>(87)</b>	<b>385</b>	<b>551</b>	<b>842</b>
Profit/(Loss) for the year representing total comprehensive income/(expenses) for the year attributable to:				
Owners of the Company	(85)	388	554	846
Non-Controlling interest	(2)	(3)	(3)	(4)
	(87)	385	551	842
Basic earnings/losses per ordinary share (sen) - Note 23	(0.08)	0.34	0.49	0.74

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 October 2019 and the accompanying explanatory notes set out on pages 5 to 12 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2020**

	Note	Unaudited As at end of current quarter 30 Apr 2020 RM'000	Audited As at preceding financial year end 31 Oct 2019 RM'000
<b>ASSETS</b>			
Property, plant and equipment		35,594	35,727
Investment properties		499	502
Deferred Tax assets		3,908	3,908
Total non-current assets		<u>40,001</u>	<u>40,137</u>
Inventories		12,751	11,608
Trade and other receivables		15,080	12,705
Other investments		1,785	2,945
Current tax assets		211	161
Cash and cash equivalents		28,822	31,591
Total current assets		<u>58,649</u>	<u>59,010</u>
<b>Total Assets</b>		<u>98,650</u>	<u>99,147</u>
<b>EQUITY</b>			
Share capital		57,909	57,909
Treasury shares		(1,621)	(1,050)
Reserves		11,353	11,912
Total equity equitable to equity holders of the Company		<u>67,641</u>	<u>68,771</u>
Non-controlling interest		36	39
<b>Total Equity</b>		<u>67,677</u>	<u>68,810</u>
<b>LIABILITIES</b>			
Other payables		-	-
Bank borrowings	20	16,484	17,899
Total non-current liabilities		<u>16,484</u>	<u>17,899</u>
Trade and other payables		11,296	9,240
Bank borrowings	20	2,883	2,931
Current tax liabilities		310	267
Total current liabilities		<u>14,489</u>	<u>12,438</u>
<b>Total Liabilities</b>		<u>30,973</u>	<u>30,337</u>
<b>Total Equity and Liabilities</b>		<u>98,650</u>	<u>99,147</u>
Net asset per share attributable to ordinary equity holders of the Company (RM)		<u>0.60</u>	<u>0.61</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 October 2019 and the accompanying explanatory notes set out on pages 5 to 12 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 30 APRIL 2020**

*(The figures have not been audited)*

<----- Attributable to shareholders of the Company ----->

<--- Non-Distributable --->      Distributable

	Share Capital RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>6 months ended 30 April 2020 (Unaudited)</b>						
At 1 November 2019	57,909	(1,050)	11,912	68,771	39	68,810
Total comprehensive income for the period	-	-	554	554	(3)	551
<b>Total comprehensive income/(expenses) for the period</b>	<b>57,909</b>	<b>(1,050)</b>	<b>12,466</b>	<b>69,325</b>	<b>36</b>	<b>69,361</b>
Purchase of treasury shares	-	(571)	-	(571)	-	(571)
Dividends paid	-	-	(1,113)	(1,113)	-	(1,113)
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>(571)</b>	<b>(1,113)</b>	<b>(1,684)</b>	<b>-</b>	<b>(1,684)</b>
At 30 April 2020	57,909	(1,621)	11,353	67,641	36	67,677
<b>6 months ended 30 April 2019 (Unaudited)</b>						
At 1 November 2018	57,909	(368)	7,823	65,364	50	65,414
Total comprehensive income for the period	-	-	846	846	(4)	842
<b>Total comprehensive income/(expenses) for the period</b>	<b>57,909</b>	<b>(368)</b>	<b>8,669</b>	<b>66,210</b>	<b>46</b>	<b>66,256</b>
Purchase of treasury shares	-	(399)	-	(399)	-	(399)
Dividends paid	-	-	(1,133)	(1,133)	-	(1,133)
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>(399)</b>	<b>(1,133)</b>	<b>(1,532)</b>	<b>-</b>	<b>(1,532)</b>
At 30 April 2019	57,909	(767)	7,536	64,678	46	64,724

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 October 2019 and the accompanying explanatory notes set out on pages 5 to 12 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE SIX MONTHS ENDED 30 APRIL 2020**

	Unaudited 30 Apr 2020 RM'000	Unaudited 30 Apr 2019 RM'000	
Profit before tax from continuing operations	695	1,095	
Adjustments for:			
Non-cash items	2,993	1,683	
Non-operating items	(668)	(181)	
Operating profit before changes in working capital	3,020	2,597	
Changes in working capital			
- Net changes in current assets	(3,519)	24	
- Net changes in current liabilities	1,177	(910)	
Dividend received	7	33	
Tax (paid)/refund	(150)	(282)	
Net cash from operating activities	535	1,462	
<b>Cash flow from investing activities</b>			
- Purchase of machinery and equipment (Note 1)	(1,958)	(381)	
- Proceeds from disposal of machinery and equipment	-	328	
- Addition of other investments	(878)	(1,333)	
- Proceeds from disposal of other investments	1,642	-	
- Interest received	651	212	
Net cash (used in)/from investing activities	(543)	(1,174)	
<b>Cash flow from financing activities</b>			
- Repayment of other payables	(234)	(113)	
- Repayment of hire purchase obligations	(463)	(821)	
- Repayment of other borrowings	(1,000)	(333)	
- Drawdown of other borrowings	-	20,000	
- Dividend paid	-	-	
- Purchase of treasury shares	(571)	(399)	
- Interest paid	(493)	(267)	
Net cash (used in)/from financing activities	(2,761)	18,067	
Net increase in cash and cash equivalents	(2,769)	18,355	
Cash and cash equivalents at beginning of financial period	31,591	9,185	
Cash and cash equivalents at end of financial period	28,822	27,540	
<b>Note</b> - Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following			
Short term deposit placed with licensed banks	RM'000	24,033	25,855
Cash and bank balances	RM'000	4,789	1,685
		28,822	27,540

**Note 1**

During the financial period ended 30 April 2020, the Group acquired machinery and equipment (M&E) with an aggregate cost of RM1,958,000 (30 April 2019: RM2,524,000) of which RM1,958,000 was paid by cash (30 April 2019: RM381,000 by cash). The remaining M&E with an aggregate cost of RM Nil were acquired by means of hire purchase (30 April 2019: RM2,143,000).

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 October 2019 and the accompanying explanatory notes set out on pages 5 to 12 which forms an integral part of this interim financial report.



**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020**

**Part A: Explanatory notes pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134**

**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the applicable disclosure provision of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 October 2019 (“FYE19”). The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent audited financial statements for FYE19 except for adoption of the following accounting standards, amendments and interpretations that have been issued by the MASB and effective for this financial year:

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019***

- MFRS 16, Leases
- IC Interpretation 23, Uncertainty over Income Tax Treatments
- Amendments to MFRS 3, Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 9, Financial Instruments – Prepayment Features with Negative Compensation
- Amendments to MFRS 11, Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 112, Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 119, Employee Benefits – Plan Amendment, Curtailment or Settlement
- Amendments to MFRS 123, Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 128, Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures

The adoptions of these new standards, amendments and interpretations does not have significant impact on the financial statements of the Group.

**2. Audit qualification**

There was no qualification on the audit report of the financial statements for the financial year ended 31 October 2019.

**3. Seasonal or cyclical factors**

The Group’s result is not significantly affected by any seasonal factors.

**4. Unusual items due to their nature, size or incidence**

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

**5. Changes in estimates**

There were no material changes in the estimates used for the preparation of this interim financial report.

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****6. Changes in debt and equity securities**

There were no issuance or repayment of debt and equity securities, share buy-backs and share cancellations for the current financial period except for the following

During the financial period ended 30 April 2020, the Company repurchased 1,503,400 of its issued share capital from the open market for an average price of RM0.3799 per share. The repurchased transactions were financed by internally generated funds. All the shares bought are retained as treasury shares in accordance with the requirements of Section 127 of the Companies Act, 2016. The treasury shares held had been accounted for using cost method. The amount of consideration paid, including directly attributable costs, is recognised as costs and set off against equity.

The details of the treasury shares held as at 30 April 2020 are as follow:

	Number of shares	Total Amount (RM)
Balance of treasury shares as at 1 November 2019	1,818,200	1,049,685
Shares bought back during the period	1,503,400	571,077
<b>Balance of treasury shares as at 30 April 2020</b>	<b>3,321,600</b>	<b>1,620,762</b>

**7. Dividends paid**

The Company has reclassified its proposed single tier Final Dividend of 1.0 sen per ordinary share in respect of financial year ended 31 October 2019 to a single tier Second Interim Dividend of 1.0 sen per ordinary share for the financial year ended 31 October 2019. The dividend amounting to RM1,112,884 was paid on 8 May 2020 to the registered shareholders at the close of business on 17 April 2020.

**8. Segmental revenue and results**

For the purpose of management, the Group is organized into four operating segments which are manufacturing and sales of high precision stamped and turned metal parts, trading of environmental and health product, construction and property development (PD) and investment. For financial reporting purposes, the first two segments are combined and referred to as "Manufacturing" because both segments exhibit similar long-term performance. The following is an analysis of the Group's revenue and results by the reportable business segments for the period ended 30 April 2020.

	Individual quarter for 3 months ended 30 April							
	Manufacturing		Construction & PD		Investment		Total	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Revenue	10,109	10,763	749	2,331	-	-	10,858	13,094
Segment profit/(loss) before tax	777	289	(14)	68	(706)	270	57	627
Depreciation and amortisation	1,051	974	2	1	-	-	1,053	975
Capital investment	55	28	-	-	-	-	55	28

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****Segmental revenue and results (cont'd)**

	Cumulative 6 months ended 30 April							
	Manufacturing		Construction & PD		Investment		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	21,888	22,409	4,932	3,413	7	33	26,827	25,855
Segment profit/(loss) before tax	747	496	337	116	(389)	483	695	1,095
Depreciation and amortisation	2,090	1,920	3	2	-	-	2,093	1,922
Capital investment	1,957	2,503	1	21	-	-	1,958	2,524

Revenue shown above represents revenue generated from external customers.

Segment total asset is used to measure the return on assets of each segment. Segment liabilities information is neither included in the internal management reports nor provided regularly to the management. Hence, no disclosure is made on segment liability.

	Manufacturing 30 Apr 2020 RM'000	Construction & PD 30 Apr 2020 RM'000	Investment 30 Apr 2020 RM'000	Unallocated assets 30 Apr 2020 RM'000	Total 30 Apr 2020 RM'000
Segment asset	86,773	6,748	5,129	-	98,650
	Manufacturing 31 Oct 2019 RM'000	Construction & PD 31 Oct 2019 RM'000	Investment 31 Oct 2019 RM'000	Unallocated assets 31 Oct 2019 RM'000	Total 31 Oct 2019 RM'000
Segment asset	88,584	6,754	3,809	-	99,147

The following is an analysis of the Group's revenue on the basis of geographical location of customers. Segmental assets are also based on the geographical locations of assets. The amounts of non-current assets do not include financial instruments and deferred tax assets

	Asia				Consolidated Total RM'000
	Malaysia RM'000	Outside Malaysia RM'000	Europe RM'000	Others RM'000	
Revenue from external customers	20,745	3,962	1,558	562	26,827
Non-current assets	36,093	-	-	-	36,093

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****9. Operating profit**

Operating profit is derived as:

	<b>Current Quarter 30 April 2020 (Unaudited) RM</b>	<b>Current Year to Date 30 April 2020 (Unaudited) RM</b>
After charging:		
Depreciation of property, plant and equipment	1,051,319	2,091,258
Depreciation of investment properties	1,312	2,625
Interest expense	236,756	493,234
Loss on fair value on other investments	705,511	898,824
And crediting:		
Interest income	528,879	651,108
Gain on foreign exchange – realised	105,364	45,512
Gain on foreign exchange – unrealised	189,428	199,907
Gain on disposal of other investments	-	502,265

**10. Material post balance sheet events**

There were no items, transactions or events of a material and unusual nature which have arisen from the balance sheet date to the date of announcement which would have substantially affected the results of the Group in this interim financial report.

**11. Changes in Group's composition**

There were no changes in the composition of the Group during the quarter under review.

**12. Changes in contingent liabilities and assets**

The Company has given corporate guarantees of RM33,754,000 (30 April 2019: RM33,754,000) as security for banking facilities granted to certain subsidiaries of which RM19,032,000 (30 April 2019: RM21,644,000) were utilised as at the end of the reporting period.

**13. Capital commitments**

	<b>30 April 2020 RM'000 (Unaudited)</b>
Capital expenditure commitments	
Plant & equipment	
- Contracted but not provided for in the financial statements	<u>728</u>





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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020**

**Part B: Additional Information Required by Bursa Malaysia Securities Berhad's Listing Requirements.**

**14. Review of performance for current quarter and preceding year corresponding quarter**

**Group performance**

	Individual Quarter 3 months ended 30 April				Cumulative Quarter 6 months ended 30 April			
	2020	2019	Variance		2020	2019	Variance	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	10,858	13,094	(2,236)	-17%	26,827	25,855	972	4%
Profit before tax (PBT)	57	627	(570)	-91%	695	1,095	(400)	-37%

The Group's current quarter ended 30 April 2020 revenue decreased approximately RM2.24 million (down 17%) to RM10.86 million compared to RM13.09 million reported in the corresponding quarter of the preceding financial year. This is primarily driven by lower progress billings from Construction & PD due to Movement Control Order (MCO) beginning 18 March 2020. Besides that, revenue from Manufacturing also suffered a decrease as the MCO affected the Group's production capacity and delivery schedule.

The Group recorded profit before tax of RM0.06 million; a drop of RM0.57 million (down 91%) against RM0.63 million reported in the corresponding quarter of the preceding financial year. This was largely attributed to fair value loss on other investment and lower revenue in Construction & PD offset by higher profit in Manufacturing due to favorable US Dollar exchange rate.

**Segmental performance**

	Individual Quarter 3 months ended 30 April											
	Manufacturing				Construction & PD				Investment			
	2020	2019	Variance		2020	2019	Variance		2020	2019	Variance	
RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	
Revenue	10,109	10,763	(654)	-6%	749	2,331	(1,582)	-68%	-	-	-	0%
Profit/(Loss) before tax	777	289	488	169%	(14)	68	(82)	-121%	(706)	270	(976)	361%

**Manufacturing**

Revenue decrease by RM0.65 million (down 6%) largely due to constrained capacity and operation during MCO with reduced workforce. Profit before tax increased RM0.49 million (+169%) largely due to favorable US Dollar exchange rate and higher interest income.

**Construction & PD**

The work progress for construction project at Kuchai Lama were halted in view of the MCO resulting in revenue decreasing by RM1.58 million (down 68%). The segment suffered a minor loss before tax due to lower revenue.

**Investment**

Revenue is driven by dividends received from other investments. No dividend received during the period. The loss before tax was driven by fair value loss on other investments as at 30 April 2020.

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****15. Commentaries on profit before tax for current quarter as compared with the immediate preceding quarter****Group performance**

	Current Year Quarter		Immediate Preceding Quarter		Variance	
	30 Apr 2020		31 Jan 2020			
	RM'000		RM'000		RM'000	(%)
Revenue	10,858		15,969		(5,111)	-32%
Profit before tax (PBT)	57		638		(581)	-91%

The Group's current quarter revenue declined by RM5.11 million (down 32%) to RM10.86 million from RM15.97 million reported in the immediate preceding quarter. This was largely driven by lower revenue from both Manufacturing and Construction & PD segment as result of the MCO. The Group's PBT of RM0.06 million decreased by RM0.58 million (-91%) primarily due to fair value loss on other investment and lower revenue from Construction & PD offset by favorable US Dollar exchange rate and higher interest income.

**Segmental performance**

	Manufacturing				Construction & PD				Investment			
	30 Apr		31 Jan		30 Apr		31 Jan		30 Apr		31 Jan	
	2020	2020	Variance		2020	2020	Variance		2020	2020	Variance	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	10,109	11,779	(1,670)	-14%	749	4,183	(3,434)	-82%	-	7	(7)	-100%
Profit/(Loss) before tax	777	(30)	807	2690%	(14)	352	(366)	-104%	(706)	316	(1,022)	-323%

**Manufacturing**

Revenue decline RM1.67 million (down 14%) quarter over quarter due to constrained capacity and operation during MCO with reduced workforce. The segment recorded a profit before tax of RM0.78 million grew by RM0.81 million due to favorable US Dollar exchange rate and higher interest income.

**Construction & PD**

Revenue decline RM3.43 million (down 82%) as work progress is halted during the MCO period. The segment suffered a loss before tax largely due to lower revenue.

**Investment**

There were no dividends received from other investments. The loss before tax was due to fair value loss as at 30 April 2020 while the immediate preceding quarter recorded some realised gain from disposal of other investment.

**16. Prospects**

The coronavirus pandemic has induced major disruption to economic activities and dampen economic growth prospects globally and domestically. As we go through various phases of MCO and presently subject to Recovery MCO (RMCO) effective 10 June 2020, the Group's manufacturing business is motivated to pursue higher efficiency as we ramp up production to meet customers demand as well as exploring more business opportunities. Progress for our construction project at Kuchai Lama will also improve as we begin work commencement again. While near-term prospect for growth remains tough, the Group will continue to focus on our core business and cost efficiency in order to maintain our competitiveness. Premised on the above and barring any unforeseen circumstances, the Board is cautiously optimistic that the Group's prospect shall remain favourable for the financial year ending 31 October 2020.

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****17. Variance of profit forecast**

The Group did not publish any profit forecast for the period under review.

**18. Tax expense**

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 April	3 months ended 30 April	6 months ended 30 April	6 months ended 30 April
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Tax expense				
- current year tax	144	93	144	104
- prior year tax	-	-	-	-
Deferred tax				
- origination and reversal of temporary differences	-	149	-	149
- prior year	-	-	-	-
	<u>144</u>	<u>242</u>	<u>144</u>	<u>253</u>

**19. Status of corporate proposals**

Except as disclosed below, there were no significant corporate proposals announced but not completed as at to date:

The Company has announced on 1 April 2020 a proposed subscription of 875,000 new ordinary shares in Broadway Lifestyle Sdn. Bhd. ("BLSB") ("BLSB's share(s)"), representing 35.0% of the enlarged number of BLSB's shares in issue for RM875,000 and 35% or up to 14,875,000 new redeemable non-cumulative preference shares ("RNCPS") to be issued by BLSB at an issue price of RM1.00 for each RNCPS for an aggregate subscription price of up to RM14,875,000, all to be satisfied entirely via cash ("Proposed Subscription").

**20. Bank borrowings**

The bank borrowings as at 30 April 2020 are as follows:

	30 April 2020	31 October 2019
	RM'000	RM'000
	(Unaudited)	(Audited)
Current:		
Finance lease liabilities	883	931
Fixed loan	<u>2,000</u>	<u>2,000</u>
Non-Current:		
Finance lease liabilities	817	1,232
Fixed loan	<u>15,667</u>	<u>16,667</u>

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR SIX MONTHS ENDED 30 APRIL 2020****21. Changes in material litigation**

The Group is not engaged in any material litigation for the current financial year to date.

**22. Proposed dividends**

The Board of Directors do not recommend any interim dividend for the financial period ended 30 April 2020.

The proposed single tier final dividend of 1.0 sen per ordinary share in respect of financial year ended 31 October 2019 has been reclassified to a single tier second interim dividend of 1.0 sen per ordinary share for the financial year ended 31 October 2019. The dividend amounting to RM1,112,884 was paid on 8 May 2020 to the registered shareholders at the close of business on 17 April 2020.

**23. Earnings per share*****Basic earnings per share***

Basic earnings per share is calculated by dividing the net profit for the quarter/period by the weighted average number of ordinary shares during the financial quarter/period.

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 April 2020	2019	6 months ended 30 April 2020	2019
Net profit/(loss) attributable to shareholders (RM'000)	(85)	388	554	846
Weighted average number of ordinary shares in issue ('000)	112,428	113,575	112,428	113,575
Basic earnings/(losses) per ordinary share (Sen)	(0.08)	0.34	0.49	0.74

**24. Related party transactions**

There were no significant related party transactions during the quarter and period under review save for:

	Mandate limit RM'000	Individual Quarter		Cumulative Quarter	
		3 months ended 30 Apr 2020 RM'000	2019 RM'000	6 months ended 30 Apr 2020 RM'000	2019 RM'000
Rental charges paid to a company controlled by a Director and major shareholder of the Company	16	4	4	7	7
Project management fee paid to a company controlled by a Director and major shareholder of the Company	1,539	199	385	583	770
Rental charges of machineries and equipment paid to a company controlled by a Director and major shareholder of the Company	-	22	-	65	-

By order of the board

Yong Loy Huat  
Chief Executive Officer  
18 June 2020