



**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 NINE MONTHS ENDED 31 JULY 2021**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 Jul 21 (RM'000)	PRECEDING YEAR CORRESPONDING QUARTER 31 Jul 20 (RM'000)	CURRENT YEAR TO DATE 31 Jul 21 (RM'000)	PRECEDING YEAR CORRESPONDING TO DATE 31 Jul 20 (RM'000)
Continuing operations				
Revenue	15,603	19,348	63,299	46,175
Operating Profit/(Loss)	4,416	3,184	11,862	3,722
Finance costs	(143)	(200)	(449)	(693)
Interest income	57	145	218	796
Share of profit/(loss) in associates after tax	(340)	-	(1,156)	-
Profit before tax	3,990	3,129	10,475	3,825
Tax Expense	(1,160)	(900)	(3,100)	(1,044)
Profit/(Loss) for the period	2,830	2,229	7,375	2,781
Other comprehensive income/(expense), net of tax	-	-	-	-
Total comprehensive income/(expense)	2,830	2,229	7,375	2,781
Profit/(Loss) for the year representing total comprehensive income/(expenses) for the year attributable to:				
Owners of the Company	2,831	2,231	7,379	2,785
Non-Controlling interest	(1)	(2)	(4)	(4)
	2,830	2,229	7,375	2,781
Basic earnings/losses per ordinary share (sen) - Note 23	2.57	1.99	6.69	2.49

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 2020 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2021

	Note	Unaudited As at end of current quarter 31 Jul 2021 RM'000	Audited As at preceding financial year end 31 Oct 2020 RM'000
ASSETS			
Property, plant and equipment		28,580	31,034
Right-of-use assets		3,452	3,591
Investment properties		493	497
Investment in associates		7,460	8,616
Deferred Tax assets		2,598	3,313
Total non-current assets		<u>42,583</u>	<u>47,051</u>
Inventories		12,790	10,651
Trade and other receivables		24,212	22,475
Other investments		3,444	2,662
Current tax assets		177	263
Fixed deposits placed with licensed banks		643	6,327
Cash and cash equivalents		19,432	13,862
Total current assets		<u>60,698</u>	<u>56,240</u>
Total Assets		<u>103,281</u>	<u>103,291</u>
EQUITY			
Share capital		57,909	57,909
Treasury shares		(2,564)	(1,862)
Reserves		19,955	13,125
Total equity equitable to equity holders of the Company		<u>75,300</u>	<u>69,172</u>
Non-controlling interest		30	34
Total Equity		<u>75,330</u>	<u>69,206</u>
LIABILITIES			
Loans and borrowings	20	13,276	15,008
Lease liabilities		-	32
Total non-current liabilities		<u>13,276</u>	<u>15,040</u>
Trade and other payables		11,014	15,779
Loans and borrowings	20	2,416	2,670
Lease liabilities		80	189
Current tax liabilities		1,165	407
Total current liabilities		<u>14,675</u>	<u>19,045</u>
Total Liabilities		<u>27,951</u>	<u>34,085</u>
Total Equity and Liabilities		<u>103,281</u>	<u>103,291</u>
Net asset per share attributable to ordinary equity holders of the Company (RM)		<u>0.69</u>	<u>0.62</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 October 2020 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 31 JULY 2021**

(The figures have not been audited)

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

<--- Non-Distributable --->

	Share Capital RM'000	Treasury Shares RM'000	Distributable (Accumulated Losses)/Retained Earnings RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
9 months ended 31 July 2021 (Unaudited)						
At 1 November 2020	57,909	(1,862)	13,125	69,172	34	69,206
Total comprehensive income for the period	-	-	7,379	7,379	(4)	7,375
Total comprehensive income/(expenses) for the period	57,909	(1,862)	20,504	76,551	30	76,581
Purchase of treasury shares	-	(702)	-	(702)	-	(702)
Dividends paid	-	-	(549)	(549)	-	(549)
Total transactions with owners of the Company	-	(702)	(549)	(1,251)	-	(1,251)
At 31 July 2021	57,909	(2,564)	19,955	75,300	30	75,330
9 months ended 31 July 2020 (Unaudited)						
At 1 November 2019	57,909	(1,050)	11,912	68,771	39	68,810
Total comprehensive income for the period	-	-	2,785	2,785	(4)	2,781
Total comprehensive income/(expenses) for the period	57,909	(1,050)	14,697	71,556	35	71,591
Purchase of treasury shares	-	(812)	-	(812)	-	(812)
Dividends paid	-	-	(1,113)	(1,113)	-	(1,113)
Total transactions with owners of the Company	-	(812)	(1,113)	(1,925)	-	(1,925)
At 31 July 2020	57,909	(1,862)	13,584	69,631	35	69,666

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 October 2020 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE NINE MONTHS ENDED 31 JULY 2021**

	Unaudited 31 Jul 2021 RM'000	Unaudited 31 Jul 2020 RM'000
Profit before tax from continuing operations	10,475	3,825
Adjustments for:		
Non-cash items	3,445	3,457
Non-operating items	156	(672)
Operating profit before changes in working capital	14,076	6,610
Changes in working capital		
- Net changes in current assets	(1,425)	(6,832)
- Net changes in current liabilities	(4,764)	2,630
Dividend received	65	66
Tax (paid)/refund	(1,542)	(182)
Net cash from operating activities	6,410	2,292
Cash flow from investing activities		
- Purchase of machinery and equipment (Note 1)	(505)	(2,343)
- Proceeds from disposal of machinery and equipment	41	-
- Prepayments (Note 2)	(2,450)	-
- Addition of other investments	-	(878)
- Proceeds from disposal of other investments	-	1,642
- Withdrawal of fixed deposits	5,684	4,315
- Interest received	218	796
Net cash (used in)/from investing activities	2,988	3,532
Cash flow from financing activities		
- Repayment of other payable	-	(351)
- Payment of hire purchase creditors	(487)	(571)
- Payment of lease liabilities	(141)	(136)
- Repayment of term loan	(1,500)	(1,500)
- Dividend paid	(549)	(1,113)
- Repurchase of treasury shares	(702)	(812)
- Interest paid	(449)	(693)
Net cash (used in)/from financing activities	(3,828)	(5,176)
Net (decrease)/increase in cash and cash equivalents	5,570	648
Cash and cash equivalents at beginning of financial period	13,862	20,967
Cash and cash equivalents at end of financial period	19,432	21,615

Note - Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following

Short term deposit placed with licensed banks	RM'000	11,229	18,452
Cash and bank balances	RM'000	8,203	3,163
		19,432	21,615

Note 1 - During the financial period ended 31 July 2021, the Group acquired plant and equipment with an aggregate cost of RM505,000 (31 July 2020: RM2,343,000) of which RM505,000 was paid by cash (31 July 2020: RM2,343,000 by cash). There were no acquisitions by means of finance leases (31 July 2020: RM nil).

Note 2 - Prepayment of RM2,450,000 relates to subscription of preference shares into the Group's associate company, Broadway Lifestyle Sdn. Bhd.

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 October 2020 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021

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 2020 (“FYE20”). 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 FYE20 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 2020

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures – Interest Rate Benchmark Reform*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 June 2020

- Amendments to MFRS 16, *Leases – Covid-19-Related Rent Concessions*

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 2020.

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.



NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021

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 31 July 2021, the Company repurchased 1,005,500 of its issued share capital from the open market for an average price of RM0.698 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 31 July 2021 are as follow:

	Number of shares	Total Amount (RM)
Balance of treasury shares as at 1 November 2020	3,810,700	1,861,847
Shares bought back during the period	1,005,500	701,839
Balance of treasury shares as at 31 July 2021	4,816,200	2,563,686

7. Dividends paid

The proposed single tier final dividend of 0.50 sen per ordinary share in respect of financial year ended 31 October 2020 has been approved by the shareholders at the 24th Annual General Meeting conducted virtually on 25 March 2021. The dividend amounting to RM548,968 was paid on 7 May 2021 to the registered shareholders at the close of business on 16 April 2021.

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 31 July 2021.

	Individual quarter for 3 months ended 31 July							
	Manufacturing		Construction & PD		Investment		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	12,834	15,090	2,723	4,199	46	59	15,603	19,348
Segment profit/(loss) before tax	2,531	1,999	966	530	493	601	3,990	3,129
Depreciation and amortisation	1,016	1,040	3	3	-	-	1,019	1,043
Capital investment	126	372	-	12	-	-	126	384



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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021

Segmental revenue and results (cont'd)

	Cumulative 9 months ended 31 July							
	Manufacturing		Construction & PD		Investment		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	35,852	36,978	27,382	9,131	65	66	63,299	46,175
Segment profit/(loss) before tax	3,603	2,746	6,271	868	601	211	10,475	3,825
Depreciation and amortisation	3,062	3,131	9	6	-	-	3,071	3,137
Capital investment	503	2,329	2	13	-	-	505	2,342

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.

	As at 31 July 2021 (RM'000)				
	Manufacturing	Construction & PD	Investment	Unallocated assets	Total
Segment asset	74,600	22,702	5,979	-	103,281

	As at 31 October 2020 (RM'000)				
	Manufacturing	Construction & PD	Investment	Unallocated assets	Total
Segment asset	75,787	24,819	2,685	-	103,291

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	56,558	3,705	2,262	774	63,299
Non-current assets	32,525	-	-	-	32,525

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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021**9. Operating profit**

Operating profit is derived as:

	Current Quarter 31 July 2021 (Unaudited) RM	Current Year to Date 31 July 2021 (Unaudited) RM
After charging:		
Depreciation of property, plant and equipment	971,730	2,928,302
Depreciation right-of-use assets	46,097	138,293
Depreciation of investment properties	1,312	3,938
Interest expense	142,635	449,379
Loss on foreign exchange – realised	-	54,902
And crediting:		
Interest income	57,202	218,325
Gain on fair value on other investments	549,000	781,500
Gain on foreign exchange – realised	40,431	-
Gain on foreign exchange – unrealised	138,129	186,116

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 RM34,154,000 (31 July 2020: RM34,154,000) as security for banking facilities granted to certain subsidiaries and vendor supplying to a subsidiary of which RM15,692,000 (31 July 2020: RM18,352,000) were utilised as at the end of the reporting period.

13. Capital commitments

	31 July 2021 RM'000 (Unaudited)
Capital expenditure commitments	
Plant & equipment	
- Contracted but not provided for in the financial statements	<u>4,853</u>



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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021

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 31 July				Cumulative Quarter 9 months ended 31 July			
	2021	2020	Variance		2021	2020	Variance	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	15,603	19,348	(3,745)	-19%	63,299	46,175	17,124	37%
Profit before tax (PBT)	3,990	3,129	861	28%	10,475	3,825	6,650	174%

The Group achieved RM15.60 million revenue in the quarter ended 31 July 2021 (Q3'21); RM3.75 million lower (down 19%) relative to RM19.35 million reported in the same quarter of financial year 2020 (Q3'20). The drop in revenue was attributed to revenue losses from Construction and Manufacturing segment due to implementation of the Full Movement Control Order (FMCO) from 1 June 2021 and subsequently the National Recovery Plan (NRP). In compliance with the SOP stipulated by the authorities, our manufacturing activities were classified as essential services and our factory remain in operation with 60% capacity. Meanwhile, worksite operation for our Kuchai Lama project were put on hold and only resumed in the month of July.

The Group's PBT increased RM0.86 million (up 28%) to approximately RM3.99 million relative to RM3.13 million reported in Q3'20. Manufacturing segment drove the increase in profit due to favourable product mix and strengthening of US Dollar while higher profits from Construction were driven by lower cost of administration and project management.

Segmental performance

	Individual Quarter 3 months ended 31 July											
	Manufacturing				Construction & PD				Investment			
	2021	2020	Variance		2021	2020	Variance		2021	2020	Variance	
RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	
Revenue	12,834	15,090	(2,256)	-15%	2,723	4,199	(1,476)	-35%	46	59	(13)	-22%
Profit before tax (PBT)	2,531	1,999	532	27%	966	530	436	82%	493	601	(108)	-18%

Manufacturing

Revenue dropped by RM2.26 million (down 15%) due to capacity constraints in the current quarter as a consequence of the implementation of FMCO notwithstanding the higher demand and customers backlog clearance in Q3'20. Profit before tax grew to RM2.53 million (up 27%) due to favourable product mix as well as the strengthening of US Dollar.

Construction & PD

The construction project at Kuchai Lama recorded billings of RM2.72 million, decreasing by RM1.48 million (down 35%) as worksite operation was halted during FMCO in the current quarter. Profit before tax grew by RM0.44 million (up 82%) primarily due to lower cost of administration and project management.

Investment

Revenue is driven by dividends received from other investments. Profit before tax was attributed to fair value gains as at 31 July 2021.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021**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	
	31 Jul 2021		30 Apr 2021			
	RM'000		RM'000		RM'000	(%)
Revenue	15,603		22,909		(7,306)	-32%
Profit before tax (PBT)	3,990		3,440		550	16%

The Group's revenue RM15.60 million in Q3'21 dropped RM7.31 million (down 32%) relative to RM22.91 million reported in the immediate preceding quarter (Q2'21). The drop was due to revenue losses from Construction and Manufacturing segment due to implementation of the Full Movement Control Order (FMCO) from 1 June 2021 and subsequently the National Recovery Plan (NRP).

Profit before tax increased marginally by RM0.55 million (up 16%) to RM3.99 million driven by favourable product mix from Manufacturing notwithstanding the strengthening of US Dollar offset by lower profit from Construction as a result of lower billings with worksite operation was halted to comply with FMCO and NRP.

Segmental performance

	Manufacturing				Construction & PD				Investment			
	31 Jul 2021		30 Apr 2021		31 Jul 2021		30 Apr 2021		31 Jul 2021		30 Apr 2021	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	12,834	13,029	(195)	-1%	2,723	9,880	(7,157)	-72%	46	-	46	100%
Profit before tax (PBT)	2,531	1,252	1,279	102%	966	1,676	(710)	-42%	493	512	(19)	-4%

Manufacturing

Revenue decreased marginally RM0.20 million (down 1%) due to capacity constraints in the current quarter to comply with the implementation of FMCO. Manufacturing doubled its profit before tax of RM2.53 million (up RM1.28 million or 102%) due to favourable product mix and strengthening of US Dollar.

Construction & PD

The project operation at Kuchai Lama was rested to comply with the implementation of FMCO and managed to record progress billing of RM2.72 million, RM7.16 million lower (down 72%). As a result, the segment's profit before tax dropped RM0.71 million (down 42%).

Investment

Revenue is driven by dividends received from other investments. The pre-tax profits are attributed to fair value gains in the current quarter.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021**16. Prospects**

Bank Negara Malaysia (BNM) has revised its projection of Malaysia's GDP growth rate to 3 - 4% for the full year of 2021, down from an earlier estimate of 6 - 7.5%. As the Covid-19 pandemic persist to rage on, the Group continue to face operational challenges due to capacity constraints imposed by FMCO/NRP notwithstanding the issues with supply chain disruption and rising input cost which remains unabated. Nevertheless, the management commits to intensify our efforts to work closely with existing and new clients to secure new business ventures and expansion. Accordingly, we will be increasing our capital expenditure on newer tools and machineries to better contend with competition and pursue higher productivity and better operating efficiency.

As for construction and PD, with the Kuchai Lama project nearing its completion, we will seek out new projects and opportunities for growth to supplement our Manufacturing segment and maximize our shareholders' value. 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 2021.

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 31 July 2021	2020	9 months ended 31 July 2021	2020
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Tax expense				
- current year tax	765	335	2,385	479
- prior year tax	-	-	-	-
Deferred tax				
- origination and reversal of temporary differences	395	565	715	565
- prior year	-	-	-	-
	<u>1,160</u>	<u>900</u>	<u>3,100</u>	<u>1,044</u>

19. Status of corporate proposals

Save as disclosed below, there are no corporate proposals announced or uncompleted as at the date of this announcement: -.

The Company proposes to undertake a private placement of up to 10% of the total number of issued shares of WECB ("WECB Share(s)" or "Share(s)") to independent third-party investor(s) to be identified at a later date and at an issue price to be determined and fixed later.

The Company also proposes to undertake a bonus issue of up to 151,285,190 new WECB Shares on the basis of 6 Bonus Share for every 5 existing WECB Share held on an entitlement date to be determined and announced later. Details of both proposals are released on a separate announcement made on even date.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021**20. Bank borrowings**

The bank borrowings as at 31 July 2021 are as follows:

	31 July 2021	31 October 2020
	RM'000	RM'000
	(Unaudited)	(Audited)
Current:		
Hire purchase creditors	416	670
Term loan	2,000	2,000
	<u>2,416</u>	<u>2,670</u>
Non-Current:		
Hire purchase creditors	109	341
Term loan	13,167	14,667
	<u>13,276</u>	<u>15,008</u>

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 31 July 2021.

The proposed single tier final dividend of 0.50 sen per ordinary share in respect of financial year ended 31 October 2020 has been approved by the shareholders at the 24th Annual General Meeting conducted virtually on 25 March 2021. The dividend amounting to RM548,968 was paid on 7 May 2021 to the registered shareholders at the close of business on 16 April 2021.

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 31 July		9 months ended 31 July	
	2021	2020	2021	2020
Net profit/(loss) attributable to shareholders (RM'000)	2,831	2,231	7,379	2,785
Weighted average number of ordinary shares in issue ('000)	110,221	112,040	110,221	112,040
Basic earnings/(losses) per ordinary share (Sen)	2.57	1.99	6.69	2.49

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(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR NINE MONTHS ENDED 31 JULY 2021**24. Related party transactions**

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

Paid to a company controlled by a Director and major shareholder of the Company	Mandate limit*	Individual Quarter		Cumulative Quarter	
		3 months ended 31 Jul 2021	2020	9 months ended 31 Jul 2021	2020
	RM'000	RM'000	RM'000	RM'000	RM'000
Rental charges	20	2	2	10	9
Project management fee	2,000	-	257	186	840
Rental charges of machineries and equipment	-	112	29	239	94

*Note: Mandate was renewed and approved in the 24th Annual General Meeting (AGM) held on 25 March 2021.

By order of the board

Yong Loy Huat
Chief Executive Officer
10 September 2021