



**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 TWELVE MONTHS ENDED 31 OCTOBER 2021**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 Oct 21 (RM'000)	PRECEDING YEAR CORRESPONDING QUARTER 31 Oct 20 (RM'000)	CURRENT YEAR TO DATE 31 Oct 21 (RM'000)	PRECEDING YEAR CORRESPONDING TO DATE 31 Oct 20 (RM'000)
Continuing operations				
Revenue	20,556	24,672	83,855	70,847
Operating Profit	2,798	1,084	14,660	4,806
Finance costs	(137)	(171)	(586)	(864)
Interest income	63	62	281	858
Share of loss in associates after tax	(345)	(134)	(1,500)	(134)
Profit before tax	2,379	841	12,855	4,666
Tax Expense	454	(470)	(2,647)	(1,514)
Profit for the period	2,833	371	10,208	3,152
Other comprehensive income/(expense), net of tax	-	-	-	-
Total comprehensive income	2,833	371	10,208	3,152
Profit/(Loss) for the year representing total comprehensive income/(expenses) for the year attributable to:				
Owners of the Company	2,834	373	10,214	3,157
Non-Controlling interest	(1)	(2)	(6)	(5)
	2,833	371	10,208	3,152
Basic earnings per ordinary share (sen) - Note 23	2.57	0.33	9.28	2.83

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 OCTOBER 2021

	Note	Unaudited As at end of current quarter 31 Oct 2021 RM'000	Audited As at preceding financial year end 31 Oct 2020 RM'000
ASSETS			
Property, plant and equipment		29,571	31,034
Right-of-use assets		3,406	3,591
Investment properties		491	497
Investment in an associate		9,566	8,616
Deferred Tax assets		3,361	3,313
Total non-current assets		<u>46,395</u>	<u>47,051</u>
Inventories		14,560	10,651
Trade and other receivables		22,611	22,475
Other investments		3,610	2,662
Current tax assets		130	263
Fixed deposits placed with licensed banks		655	6,327
Cash and cash equivalents		18,437	13,862
Total current assets		<u>60,003</u>	<u>56,240</u>
Total Assets		<u>106,398</u>	<u>103,291</u>
EQUITY			
Share capital		57,909	57,909
Treasury shares		(2,564)	(1,862)
Reserves		22,790	13,125
Total equity equitable to equity holders of the Company		<u>78,135</u>	<u>69,172</u>
Non-controlling interest		28	34
Total Equity		<u>78,163</u>	<u>69,206</u>
LIABILITIES			
Loans and borrowings	20	12,740	15,008
Lease liabilities		-	32
Total non-current liabilities		<u>12,740</u>	<u>15,040</u>
Trade and other payables		12,562	15,779
Loans and borrowings	20	2,268	2,670
Lease liabilities		32	189
Current tax liabilities		633	407
Total current liabilities		<u>15,495</u>	<u>19,045</u>
Total Liabilities		<u>28,235</u>	<u>34,085</u>
Total Equity and Liabilities		<u>106,398</u>	<u>103,291</u>
Net asset per share attributable to ordinary equity holders of the Company (RM)		<u>0.71</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 TWELVE MONTHS ENDED 31 OCTOBER 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
12 months ended 31 October 2021 (Unaudited)						
At 1 November 2020	57,909	(1,862)	13,125	69,172	34	69,206
Total comprehensive income for the period	-	-	10,214	10,214	(6)	10,208
Total comprehensive income/(expenses) for the period	57,909	(1,862)	23,339	79,386	28	79,414
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 October 2021	57,909	(2,564)	22,790	78,135	28	78,163
12 months ended 31 October 2020 (Unaudited)						
At 1 November 2019	57,909	(1,050)	11,912	68,771	39	68,810
Total comprehensive income for the period	-	-	3,157	3,157	(5)	3,152
Total comprehensive income/(expenses) for the period	57,909	(1,050)	15,069	71,928	34	71,962
Purchase of treasury shares	-	(812)	-	(812)	-	(812)
Dividends paid	-	-	(1,944)	(1,944)	-	(1,944)
Total transactions with owners of the Company	-	(812)	(1,944)	(2,756)	-	(2,756)
At 31 October 2020	57,909	(1,862)	13,125	69,172	34	69,206

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 TWELVE MONTHS ENDED 31 OCTOBER 2021**

	Unaudited 31 Oct 2021 RM'000	Unaudited 31 Oct 2020 RM'000
Profit before tax from continuing operations	12,855	4,666
Adjustments for:		
Non-cash items	4,655	4,322
Non-operating items	230	(566)
Operating profit before changes in working capital	17,740	8,422
Changes in working capital		
- Net changes in current assets	(4,045)	(8,813)
- Net changes in current liabilities	(3,217)	7,009
Dividend received	65	66
Tax (paid)/refund	(2,336)	(880)
Net cash from operating activities	8,207	5,804
Cash flow from investing activities		
- Purchase of machinery and equipment (Note 1)	(2,481)	(3,061)
- Proceeds from disposal of machinery and equipment	41	5
- Addition of investment in associates	(2,450)	(8,750)
- Addition of other investments	-	(878)
- Proceeds from disposal of other investments	-	1,642
- Withdrawal of fixed deposits	5,684	4,316
- Placement of fixed deposits (Pledged)	(11)	(19)
- Interest received	281	858
Net cash (used in)/from investing activities	1,064	(5,887)
Cash flow from financing activities		
- Repayment of other payable	-	(471)
- Payment of hire purchase creditors	(670)	(748)
- Payment of lease liabilities	(189)	(183)
- Repayment of term loan	(2,000)	(2,000)
- Dividend paid	(549)	(1,944)
- Repurchase of treasury shares	(702)	(812)
- Interest paid	(586)	(864)
Net cash (used in)/from financing activities	(4,696)	(7,022)
Net (decrease)/increase in cash and cash equivalents	4,575	(7,105)
Cash and cash equivalents at beginning of financial period	13,862	20,967
Cash and cash equivalents at end of financial period	18,437	13,862

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	10,068	8,623
Cash and bank balances	RM'000	8,369	5,239
		18,437	13,862

Note 1 - During the same period of preceding financial year, the Group acquired plant and equipment with an aggregate cost of RM3,061,000 of which RM3,061,000 was paid by cash. There were no acquisitions by means of finance leases.

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.



NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 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.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 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 October 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 October 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 October 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 October 2021.

	Individual quarter for 3 months ended 31 October							
	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	14,916	10,856	5,640	13,816	-	-	20,556	24,672
Segment profit/(loss) before tax	1,202	(1,083)	1,110	1,687	67	237	2,379	841
Depreciation and amortisation	1,028	1,026	4	5	-	-	1,032	1,031
Capital investment	1,970	709	6	9	-	-	1,976	718



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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2021

Segmental revenue and results (cont'd)

	Cumulative 12 months ended 31 October							
	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	50,768	47,833	33,022	22,948	65	66	83,855	70,847
Segment profit before tax	4,806	1,663	7,381	2,554	668	449	12,855	4,666
Depreciation and amortisation	4,089	4,157	13	11	-	-	4,102	4,168
Capital investment	2,473	3,038	8	23	-	-	2,481	3,061

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 October 2021 (RM'000)					
	Manufacturing	Construction & PD	Investment	Unallocated assets	Total
Segment asset	77,686	24,989	3,723	-	106,398

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, investment in an associate 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	73,899	5,148	3,639	1,169	83,855
Non-current assets	33,468	-	-	-	33,468

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

Operating profit is derived as:

	Current Quarter 31 October 2021 (Unaudited) RM	Current Year to Date 31 October 2021 (Unaudited) RM
After charging:		
Depreciation of property, plant and equipment	984,268	3,912,571
Depreciation right-of-use assets	46,097	184,391
Depreciation of investment properties	1,312	5,250
Interest expense	136,537	585,917
Loss on foreign exchange – realised	134,754	26,406
And crediting:		
Interest income	62,496	280,822
Gain on fair value on other investments	166,500	948,000
Gain on foreign exchange – unrealised	22,866	22,866

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 RM33,719,000 (31 October 2020: RM34,154,000) as security for banking facilities granted to certain subsidiaries and vendor supplying to a subsidiary of which RM15,008,000 (31 October 2020: RM17,678,000) were utilised as at the end of the reporting period.

13. Capital commitments

	31 October 2021 RM'000 (Unaudited)
Capital expenditure commitments	
Plant & equipment	
- Contracted but not provided for in the financial statements	<u>2,625</u>

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 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 October				Cumulative Quarter 12 months ended 31 October			
	2021	2020	Variance		2021	2020	Variance	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	20,556	24,672	(4,116)	-17%	83,855	70,847	13,008	18%
Profit before tax (PBT)	2,379	841	1,539	183%	12,855	4,666	8,189	176%

The Group achieved RM20.56 million revenue in the quarter ended 31 October 2021 (Q4'21); RM4.12 million lower (down 17%) relative to RM24.67 million reported in the same quarter of financial year 2020 (Q4'20). The drop in revenue was attributed to lower billings from Construction offset by improved sales from Manufacturing due to strong demands by customers from the electrical and electronics (E&E) sector.

The Group's PBT grew RM1.54 million (up 183%) to approximately RM2.38 million relative to RM0.84 million reported in Q4'20. Manufacturing segment drove the increase in profit as result of higher revenue and better factory utilization offset by lower profits from Construction in tune with its lower billings.

Segmental performance

	Individual Quarter 3 months ended 31 October											
	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	14,916	10,856	4,060	37%	5,640	13,816	(8,176)	-59%	-	-	-	0%
Profit/(Loss) before tax	1,202	(1,083)	2,286	-211%	1,110	1,687	(577)	-34%	67	237	(170)	-72%

Manufacturing

Revenue grew by RM4.06 million (up 37%) due to strong demand arising from customers from the electrical and electronics (E&E) sector. The segment turned around and recorded RM1.20 million profit before tax (up 211%) due to improved sales and better factory utilisation.

Construction & PD

The construction project at Kuchai Lama recorded billings of RM5.64 million, decreasing by RM8.18 million (down 59%) as the project is nearing its completion. Profit before tax shrunk by RM0.58 million (down 34%) primarily due to its lower billings.

Investment

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

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 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 Oct 2021		31 Jul 2021		RM'000 (%)	
	RM'000		RM'000			
Revenue	20,556		15,603		4,953 32%	
Profit before tax (PBT)	2,379		3,990		(1,611) -40%	

The Group's revenue RM20.56 million in Q4'21 grew RM4.95 million (up 32%) relative to RM15.60 million reported in the immediate preceding quarter (Q3'21). The growth was supported by both revenue gains from Construction and Manufacturing segment due to improved demands from customers from E&E sector and resumption of project operation subsequent to the implementation of the Full Movement Control Order (FMCO) in June 2021 and then later on the National Recovery Plan (NRP).

However, profit before tax decreased by RM1.61 million (down 40%) to RM2.38 million due to escalating input cost pressure for Manufacturing arising from higher cost of raw materials, logistics and disruptions in the supply chain besides a less favorable product mix comparative to Q3'21. Additionally, Investment segment also led to the Group's overall lower PBT as it records lower fair value gain in Q4'21 relative to Q3'21.

Segmental performance

	Manufacturing				Construction & PD				Investment			
	31 Oct		31 Jul		31 Oct		31 Jul		31 Oct		31 Jul	
	2021	2021	Variance		2021	2021	Variance		2021	2021	Variance	
	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)	RM'000	RM'000	RM'000	(%)
Revenue	14,916	12,834	2,082	16%	5,640	2,723	2,917	107%	-	46	(46)	-100%
Profit before tax (PBT)	1,202	2,531	(1,329)	-52%	1,110	966	144	15%	67	493	(426)	-86%

Manufacturing

Revenue grew RM2.08 million (up 16%) driven by continuous strong demands for sheet metal and precision fabricated metal components primarily for the E&E sector. Profit before tax of RM1.20 million (down RM1.33 million or 52%) due to input cost pressure due to raw materials, logistics and supply chain disruption besides a less favourable product mix comparative to Q3'21.

Construction & PD

The project operation at Kuchai Lama resumed post implementation of FMCO and managed to record progress billing of RM5.64 million, RM2.92 million higher (up 107%). Profit before tax increase to RM1.11 million (up 15%) with the higher billings.

Investment

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

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2021**16. Prospects**

Looking ahead, the Group anticipates positive near to medium term outlook supported by healthy orders in the Manufacturing segment from customers in the semiconductor and E&E sector. On top of that, the Group is working towards finalizing and confirming orders from new customers as we venture into offering higher value-added services and expansion into large complex assembly and structure for the semiconductor industry. We are also exploring for opportunities to expand into medical devices sector following our ISO 13485 certification. With more than 80% of our employees being fully vaccinated, the factory operation has resumed 100% capacity by end of September 2021. Nevertheless, the operating environment remains harsh with escalating input cost pressure arising from surge in cost of raw materials, logistics and shortages in supply chain apart from concerns over the emergence of new variant of concern for the Covid-19 pandemic.

As for Construction & PD segment, the Kuchai Lama project is expected to complete in the near future. The Group will cautiously seek out new projects and opportunities for expansion in view of uncertainties posed by the Covid-19 pandemic besides the existing property glut and a weak market sentiment. Premised on the above and as the new fiscal year gets underway, we are excited of what lies ahead for us and are cautiously optimistic of the Group's financial performance and prospect for the coming quarters.

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 October	3 months ended 31 October	12 months ended 31 October	12 months ended 31 October
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Tax expense				
- current year tax	89	428	2,475	907
- prior year tax	224	12	224	12
Deferred tax				
- origination and reversal of temporary differences	(767)	30	(52)	595
- prior year	-	-	-	-
	<u>(454)</u>	<u>470</u>	<u>2,647</u>	<u>1,514</u>

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2021**19. Status of corporate proposals**

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

On 10 September 2021, the Company proposes to undertake the following:

- (i) a private placement of up to 10% of the total number of issued shares of WECB ("WECB Share(s)" or "Share(s)") to third party investor(s) to be identified later ("Proposed Private Placement")
- (ii) a bonus issue of up to 151,285,190 new WECB Shares ("Bonus Share(s)") on the basis of 6 Bonus Shares for every 5 existing WECB Shares held on an entitlement date to be determined and announced later by the Board ("Entitlement Date") ("Proposed Bonus Issue of Shares")

(Collectively, the "Proposals")

The application pursuant to the Proposals was submitted to Bursa Securities on 15 September 2021. Approval for the Proposals was received on 27 September 2021 from Bursa Securities and the shareholders subsequently voted in favour and approved the Proposed Bonus Issue of Shares at an Extraordinary General Meeting ("EGM") held virtually on 20 October 2021. The Bonus Shares were credited into the shareholders' accounts on the night of 2 December 2021 being the book closing date. The Proposed Bonus Issue of Shares was completed with the listing and quotation for 137,531,980 Bonus Shares on 6 December 2021.

20. Bank borrowings

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

	31 October 2021	31 October 2020
	RM'000	RM'000
	(Unaudited)	(Audited)
Current:		
Hire purchase creditors	268	670
Term loan	<u>2,000</u>	<u>2,000</u>
Non-Current:		
Hire purchase creditors	73	341
Term loan	<u>12,667</u>	<u>14,667</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 recommend a single tier final dividend of 1.0 sen per ordinary share for the financial year ended 31 October 2021 subject to the shareholders' approval in the upcoming Annual General Meeting (AGM); details of which will be announce on a later date.

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.

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Reg No: 199601037606 (409959-W)

(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 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 October		12 months ended 31 October	
	2021	2020	2021	2020
Net profit attributable to shareholders (RM'000)	2,834	373	10,214	3,157
Weighted average number of ordinary shares in issue ('000)	110,113	111,728	110,113	111,728
Basic earnings per ordinary share (Sen)	2.57	0.33	9.28	2.83

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	Individual Quarter		Cumulative Quarter	
	limit*	3 months ended 31 October		12 months ended 31 October	
		2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000	RM'000
Rental charges	20	4	2	13	13
Project management fee	2,000	-	770	186	1,610
Rental charges of machineries and equipment	-	26	108	265	202

*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
15 December 2021